

000000 11:24

ST. MARTIN PARISH SCHOOL BOARD

St. Martinville, Louisiana

Financial Report

Year Ended June 30, 2005

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1-25-06

TABLE OF CONTENTS

| | Page |
|---|-------|
| Independent Auditors' Report | 1-2 |
| BASIC FINANCIAL STATEMENTS | |
| GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS) | |
| Statement of net assets | 5 |
| Statement of activities | 6 |
| FUND FINANCIAL STATEMENTS (FFS) | |
| Balance sheet - governmental funds | 8 |
| Reconciliation of the governmental funds balance sheet to the statement of net assets | 9 |
| Statement of revenues, expenditures, and changes in fund balances- governmental funds | 10 |
| Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities | 11 |
| Combined statement of net assets-internal service funds | 12 |
| Combined statement of revenues, expenses, and changes in fund net assets - internal service funds | 13 |
| Combined statement of cash flows-internal service funds | 14-15 |
| Statement of fiduciary net assets | 16 |
| Statement of changes in fiduciary net assets | 17 |
| Notes to financial statements | 18-42 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| Budgetary comparison schedule - General Fund | 44 |
| Budgetary comparison schedule - State and Local Special Revenue Funds | 45 |
| Budgetary comparison schedule - Federal Titles Funds | 46 |

(continued)

TABLE OF CONTENTS (continued)

| | Page |
|--|-------|
| OTHER SUPPLEMENTARY INFORMATION | |
| INTERNAL CONTROL, COMPLIANCE, AND OTHER GRANT INFORMATION | |
| Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u> | 48-49 |
| Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133 | 50-51 |
| Notes to schedule of expenditures of federal awards | 52 |
| Schedule of expenditures of federal awards | 53-54 |
| Schedule of findings, questioned costs, and management's corrective action plan | 55 |
| Summary schedule of prior audit findings | 56 |
| SCHEDULES REQUIRED BY STATE LAW (R.S. 24:514 PERFORMANCE AND STATISTICAL DATA) | |
| Agreed-upon procedures report on school board performance measures | 58-61 |
| SCHEDULES RELATED TO AGREED-UPON PROCEDURES | |
| Schedule 1 | 62 |
| Schedule 2 | 63 |
| Schedule 3 | 64 |
| Schedule 4 | 65 |
| Schedule 5 | 66 |
| Schedule 6 | 67 |
| Schedule 7 | 68 |
| Schedule 8 | 69 |
| Schedule 9 | 70 |

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*

P.O. Box 250
Breaux Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

WEB SITE:
WWW.KCSRCPAS.COM

MEMBER OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Robert S. Carter, CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rechal, CPA
Cheryl L. Bartley, CPA, CVA

INDEPENDENT AUDITORS' REPORT

* A Professional Accounting Corporation

Ms. E. R. Valerie Haaga, Superintendent
and Members of the St. Martin Parish
School Board
St. Martinville, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Martin Parish School Board (the School Board), as of and for the year ended June 30, 2005, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the St. Martin Parish School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated October 27, 2005 on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in conjunction with this report in assessing the results of our audit.

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

The budgetary information on pages 44 through 46 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The School Board has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The other supplementary information on pages 48 through 70 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and the schedules required by state law are presented for purposes of additional analysis, and are also not a required part of the basic financial statements of the School Board. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
October 27, 2005

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Statement of Net Assets
June 30, 2005

| | <u>Governmental Activities</u> |
|---|------------------------------------|
| ASSETS | |
| Cash and interest-bearing deposits | \$ 9,045,513 |
| Investments | 18,118,517 |
| Receivables, net | 1,034,548 |
| Due from other governmental agencies | 2,511,841 |
| Inventories | 131,939 |
| Restricted assets: | |
| Cash and interest-bearing deposits | 195,869 |
| Capital assets, net | <u>45,146,994</u> |
| TOTAL ASSETS | <u>76,185,221</u> |
| LIABILITIES | |
| Salaries and payroll tax liabilities | 6,698,914 |
| Insurance claims payable | 2,142,526 |
| Other payables | 1,559,590 |
| Deferred revenue | 692,890 |
| Interest payable | 440,090 |
| Long-term liabilities: | |
| Due within one year | 3,265,944 |
| Due in more than one year | <u>31,531,016</u> |
| TOTAL LIABILITIES | <u>46,330,970</u> |
| NET ASSETS | |
| Invested in capital assets, net of related debt | 13,539,039 |
| Restricted for: | |
| Salaries and benefits | 3,287,745 |
| Workers' compensation | 500,000 |
| Inventory | 131,939 |
| Capital expenditures/incomplete contracts | 1,554,496 |
| Debt service | 702,723 |
| Unrestricted | <u>10,138,309</u> |
| TOTAL NET ASSETS | <u>\$ 29,854,251</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Statement of Activities
For the Year Ended June 30, 2005

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets Governmental Activities |
|--|----------------------|-------------------------|--|--|---|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| Governmental activities: | | | | | |
| Instruction: | | | | | |
| Regular education programs | \$ 21,204,675 | \$ - | \$ 567,920 | \$ - | \$ (20,636,755) |
| Special education programs | 6,977,100 | - | 477,821 | - | (6,499,279) |
| Vocational education programs | 1,122,723 | - | - | - | (1,122,723) |
| Other instructional programs | 1,554,299 | - | 1,040,520 | - | (513,779) |
| Special programs | 4,464,194 | - | 4,152,675 | - | (311,519) |
| Adult and continuing education programs | 322,537 | - | 308,642 | - | (13,895) |
| Support services: | | | | | |
| Pupil support services | 3,437,127 | - | 1,563,395 | - | (1,873,732) |
| Instructional staff support | 3,009,877 | - | 603,736 | - | (2,406,141) |
| General administration | 872,403 | - | 205 | - | (872,198) |
| School administration | 2,995,023 | - | - | - | (2,995,023) |
| Business services | 815,594 | - | 4,533 | - | (811,061) |
| Operation and maintenance of plant services | 5,115,818 | - | 84,330 | - | (5,031,488) |
| Student transportation services | 3,934,993 | - | 344,464 | - | (3,590,529) |
| Central services | 574,327 | - | - | - | (574,327) |
| Food services | 4,136,680 | 337,387 | 2,741,849 | - | (1,057,444) |
| Community service programs | 179,664 | - | 148,892 | - | (30,772) |
| Interest on long-term debt | 1,682,678 | - | - | - | (1,682,678) |
| Total governmental activities | \$ 62,399,712 | \$ 337,387 | \$12,038,982 | \$ - | \$ (50,023,343) |
| Taxes: | | | | | |
| Property taxes, levied for general purposes | | | | | 1,930,799 |
| Property taxes, levied for debt service | | | | | 2,827,338 |
| Sales and use taxes | | | | | 8,541,960 |
| State revenue sharing | | | | | 250,809 |
| Grants and contributions not restricted to specific programs: | | | | | |
| State source - Minimum Foundation Program | | | | | 35,971,453 |
| State source - PIPS | | | | | 180,697 |
| Interest and investment earnings | | | | | 729,037 |
| Rents, leases and royalties | | | | | 701,329 |
| Miscellaneous | | | | | 488,264 |
| Total general revenues | | | | | 51,621,686 |
| Change in net assets | | | | | 1,598,343 |
| Net assets - July 1, 2004 | | | | | 28,255,908 |
| Net assets - June 30, 2005 | | | | | \$ 29,854,251 |

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Balance Sheet - Governmental Funds
June 30, 2005

| | Major Funds | | | | |
|---------------------------------------|----------------------|--|-------------------------|--|--------------------------------|
| | General Fund | State and Local Special Revenue Funds | Federal Titles Funds | All Other Non- Major Governmental Funds | Total Governmental Funds |
| ASSETS | | | | | |
| Cash and interest-bearing deposits | \$ 4,015,961 | \$3,561,887 | \$ - | \$ 814,912 | \$ 8,392,760 |
| Investments | 14,046,879 | - | - | 2,170,476 | 16,217,355 |
| Receivables - | | | | | |
| Rents, leases, royalties | 95,187 | - | - | - | 95,187 |
| Accrued interest | 75,667 | - | - | - | 75,667 |
| Due from other funds | 2,589,136 | - | - | 255,343 | 2,844,479 |
| Due from other governmental agencies | 210,120 | 445,851 | 1,235,625 | 620,245 | 2,511,841 |
| Other receivables | 170,224 | 7,358 | - | 28,105 | 205,687 |
| Inventories, at cost | 32,433 | 99,506 | - | - | 131,939 |
| Other current assets | 12,045 | - | - | - | 12,045 |
| Total assets | <u>\$ 21,247,652</u> | <u>\$4,114,602</u> | <u>\$ 1,235,625</u> | <u>\$ 3,889,081</u> | <u>\$ 30,486,960</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts payable | \$ 571,378 | \$ 257,092 | \$ 58,102 | \$ 28,118 | \$ 914,690 |
| Contracts payable | - | - | - | 417,954 | 417,954 |
| Retainage payable | - | - | - | 211,323 | 211,323 |
| Salaries and payroll taxes payable | 6,698,914 | - | - | - | 6,698,914 |
| Claims payable | 156,575 | - | - | - | 156,575 |
| Due to other funds | 405,518 | 164,859 | 1,177,523 | 599,222 | 2,347,122 |
| Deferred revenue | 285,692 | 31,953 | - | 375,245 | 692,890 |
| Total liabilities | <u>8,118,077</u> | <u>453,904</u> | <u>1,235,625</u> | <u>1,631,862</u> | <u>11,439,468</u> |
| Fund balances- | | | | | |
| Reserved for - | | | | | |
| Other purposes | 532,433 | 3,387,251 | - | - | 3,919,684 |
| Capital expenditures | - | - | - | 1,554,496 | 1,554,496 |
| Debt retirement | - | - | - | 702,723 | 702,723 |
| Total fund balances reserved | <u>532,433</u> | <u>3,387,251</u> | <u>-</u> | <u>2,257,219</u> | <u>6,176,903</u> |
| Unreserved - | | | | | |
| Designated: | | | | | |
| General fund | 188,731 | - | - | - | 188,731 |
| Undesignated, reported in major funds | 12,408,411 | 273,447 | - | - | 12,681,858 |
| Total fund balances unreserved | <u>12,597,142</u> | <u>273,447</u> | <u>-</u> | <u>-</u> | <u>12,870,589</u> |
| Total fund balances | <u>13,129,575</u> | <u>3,660,698</u> | <u>-</u> | <u>2,257,219</u> | <u>19,047,492</u> |
| Total liabilities and fund balances | <u>\$ 21,247,652</u> | <u>\$4,114,602</u> | <u>\$ 1,235,625</u> | <u>\$ 3,889,081</u> | <u>\$ 30,486,960</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2005

| | | |
|---|--------------------|----------------------|
| Total fund balances for governmental funds at June 30, 2005 | | \$ 19,047,492 |
| Cost of capital assets at June 30, 2005 | \$ 76,738,587 | |
| Less: Accumulated depreciation as of June 30, 2005: | | |
| Buildings | (27,076,469) | |
| Movable property | <u>(4,515,124)</u> | 45,146,994 |
| Elimination of interfund assets and liabilities: | | |
| Due from other funds | \$ 2,994,654 | |
| Due to other funds | <u>(2,994,654)</u> | - |
| Long-term liabilities at June 30, 2005: | | |
| Bonds payable | \$ (31,895,455) | |
| Difference between refunded debt and its reacquisition price is accounted for as a deferred charge | 300,000 | |
| Amortization of deferred charge | (12,500) | |
| Compensated absences payable | (3,189,005) | |
| Accrued interest payable | <u>(440,090)</u> | (35,237,050) |
| Assets and liabilities of Self - Insurance Internal Service Fund | | <u>896,815</u> |
| Net assets at June 30, 2005 | | <u>\$ 29,854,251</u> |

The accompanying notes are an integral part of the basic financial statements.

ST MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2005

| | Major Funds | | | All Other Non-Major Governmental Funds | Total Governmental Funds |
|--|----------------------|---------------------------------------|----------------------|--|--------------------------|
| | General Fund | State and Local Special Revenue Funds | Federal Titles Funds | | |
| REVENUES | | | | | |
| Local sources - | | | | | |
| Ad valorem taxes | \$ 1,930,799 | \$ - | \$ - | \$ 2,827,338 | \$ 4,758,137 |
| Sales taxes | - | 8,541,960 | - | - | 8,541,960 |
| Tuition | 58,493 | - | - | - | 58,493 |
| Transportation | 19,494 | - | - | - | 19,494 |
| Interest earnings | 402,223 | 29,416 | - | 297,398 | 729,037 |
| Rentals, leases, and royalties | 701,329 | - | - | - | 701,329 |
| Income from meals | - | 337,387 | - | - | 337,387 |
| Contributions and donations | 13,325 | - | - | - | 13,325 |
| Medicaid | 157,781 | - | - | - | 157,781 |
| Kid Med | 171,322 | - | - | - | 171,322 |
| E-rate reimbursements | 31,755 | - | - | - | 31,755 |
| Other miscellaneous revenues | 15,493 | - | - | - | 15,493 |
| State sources - | | | | | |
| Unrestricted grants-in-aid | 35,910,297 | 61,156 | - | - | 35,971,453 |
| Restricted grants-in-aid | 283,226 | 1,601,651 | - | - | 1,884,877 |
| Revenue in lieu of taxes | 250,809 | - | - | - | 250,809 |
| Other state revenues | 20,606 | - | - | - | 20,606 |
| Federal sources - | | | | | |
| Restricted grants-in-aid direct | - | - | - | 1,106 | 1,106 |
| Restricted grants-in-aid through the state | - | 2,546,516 | 4,354,222 | 3,237,625 | 10,138,363 |
| Value of USDA Commodities | - | 195,333 | - | - | 195,333 |
| Total revenues | 39,966,952 | 13,313,419 | 4,354,222 | 6,363,467 | 63,998,060 |
| EXPENDITURES | | | | | |
| Current | | | | | |
| Instruction - | | | | | |
| Regular education programs | 19,802,539 | 289,937 | 29,093 | 146,361 | 20,267,930 |
| Special education programs | 6,200,202 | 33,444 | - | 444,377 | 6,678,023 |
| Vocational education programs | 1,075,661 | - | - | (9) | 1,075,652 |
| Other instructional programs | 465,974 | 603,271 | 141,693 | 295,365 | 1,506,303 |
| Special programs | 391,501 | 20,990 | 3,195,242 | 690,523 | 4,298,256 |
| Adult and continuing education programs | 3,860 | 158,213 | - | 147,484 | 309,557 |
| Support services - | | | | | |
| Pupil support services | 1,778,958 | 397,542 | 81,902 | 1,047,038 | 3,305,440 |
| Instructional staff services | 2,274,038 | 70,182 | 430,783 | 102,771 | 2,877,774 |
| General administration | 610,988 | 228,283 | 205 | - | 839,476 |
| School administration | 2,853,772 | - | - | - | 2,853,772 |
| Business services | 777,584 | - | 4,533 | - | 782,117 |
| Operation and maintenance of plant | 5,273,776 | - | 84,330 | - | 5,358,106 |
| Student transportation services | 3,366,527 | 28,072 | 37,067 | 279,325 | 3,710,991 |
| Central services | 553,650 | - | - | - | 553,650 |
| Food service | - | 3,905,508 | - | - | 3,905,508 |
| Community service programs | 16,284 | - | 148,892 | - | 165,176 |
| Construction Services | 47,365 | - | - | 3,538,630 | 3,585,995 |
| Debt service | - | - | - | 3,226,209 | 3,226,209 |
| Total expenditures | 45,492,679 | 5,735,442 | 4,153,740 | 9,918,074 | 65,299,935 |
| Excess (deficiency) of revenues over expenditures | (5,525,727) | 7,577,977 | 200,482 | (3,554,607) | (1,301,875) |
| Other financing sources (uses): | | | | | |
| Other financing source - refunding bonds | - | - | - | 8,945,000 | 8,945,000 |
| Other financing use - payment to bond escrow agent | - | - | - | (9,057,309) | (9,057,309) |
| Transfers in | 7,680,272 | 759,344 | - | 15,879 | 8,455,495 |
| Transfers out | (2,582,172) | (7,392,345) | (200,482) | (85,496) | (10,260,495) |
| Total other financing sources (uses) | 5,098,100 | (6,633,001) | (200,482) | (181,926) | (1,917,309) |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | (427,627) | 944,976 | - | (3,736,533) | (3,219,184) |
| FUND BALANCES, BEGINNING | 13,557,202 | 2,715,722 | - | 5,993,752 | 22,266,676 |
| FUND BALANCES, ENDING | \$ 13,129,575 | \$ 3,660,698 | \$ - | \$ 2,257,219 | \$ 19,047,492 |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2005

| | |
|---|---------------------|
| Total net change in fund balances for the year ended June 30, 2005 per Statement of Revenues, Expenditures and Changes in Fund Balances | \$ (3,219,184) |
| Add: Facilities acquisition and construction costs which are considered expenditures on Statement | 4,076,568 |
| Less: Depreciation expense for year ended June 30, 2005 | (1,801,509) |
| Less: Loss on disposal of capital assets | (7,447) |
| Add: Bond principal retirement considered as an expenditure on Statement | 1,604,091 |
| Less: Excess of compensated absences earned over compensated absences used | (130,980) |
| Less: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis | 64,249 |
| Less: Net income of the Self - Insurance Internal Service Funds | 1,025,055 |
| Less: Amortization of deferred charge | <u>(12,500)</u> |
| Total change in net assets for the year ended June 30, 2005 per Statement of Activities | <u>\$ 1,598,343</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St.Martinville, Louisiana
Proprietary Funds - Internal Service Funds

Combined Statement of Net Assets
June 30, 2005

ASSETS

Current Assets:

| | |
|------------------------------------|---------------------|
| Cash and interest-bearing deposits | 787,547 |
| Investment | 1,901,162 |
| Other current assets | 645,962 |
| Due from other funds | <u>150,175</u> |
| Total assets | <u>\$ 3,484,846</u> |

LIABILITIES

Current Liabilities:

| | |
|---------------------------|------------------|
| Claims payable | 1,985,951 |
| Other current liabilities | 15,623 |
| Due to other funds | <u>586,457</u> |
| Total liabilities | <u>2,588,031</u> |

NET ASSETS

Net assets:

| | |
|----------------------------------|---------------------|
| Unrestricted | <u>896,815</u> |
| Total liabilities and net assets | <u>\$ 3,484,846</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
 St. Martinville, Louisiana
 Proprietary Funds - Internal Service Funds

Combined Statement of Revenues, Expenses and Changes in Fund Net Assets
 Year Ended June 30, 2005

| | |
|--------------------------|-------------------|
| Operating Revenues: | |
| Charges for services - | |
| Employer contributions | \$ 5,476,183 |
| Employee contributions | 2,951,628 |
| Insurance recoveries | 432,291 |
| Other recoveries | <u>64,120</u> |
| Total operating revenues | <u>8,924,222</u> |
| | |
| Operating Expenses: | |
| Contractual services | 345,445 |
| Premium payments | 550,851 |
| Claim payments | <u>8,836,855</u> |
| Total operating expenses | <u>9,733,151</u> |
| | |
| Operating loss | (808,929) |
| | |
| Nonoperating revenue: | |
| Interest earned | <u>28,984</u> |
| | |
| Net loss | (779,945) |
| | |
| Other Financing Source: | |
| Transfer from other fund | 1,805,000 |
| | |
| Net deficit, beginning | <u>(128,240)</u> |
| | |
| Net assets, ending | <u>\$ 896,815</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
 St. Martinville, Louisiana
 Proprietary Funds - Internal Service Funds

Combined Statement of Cash Flows
 Year ended June 30, 2005

| | |
|---|---------------------|
| Cash flows from operating activities: | |
| Receipts from other funds and employees | \$ 8,310,241 |
| Payments to providers | <u>(9,139,181)</u> |
| Net cash used by operating activities | (828,940) |
| Cash flows from investing activities: | |
| Interest on investments | 28,984 |
| Cash flows from financing activities: | |
| Transfer from other fund | <u>2,237,412</u> |
| Net increase in cash and cash equivalents | 1,437,456 |
| Cash and cash equivalents, beginning of period | <u>1,251,253</u> |
| Cash and cash equivalents, end of period | <u>\$ 2,688,709</u> |
| Reconciliation of operating loss to net cash used by operating activities: | |
| Operating loss | \$ (808,929) |
| Adjustments to reconcile operating loss to net cash used by operating activities: | |
| Changes in current assets and liabilities: | |
| Increase in receivables | (613,981) |
| Increase in payables | <u>593,970</u> |
| Net cash used by operating activities | <u>\$ (828,940)</u> |

(continued)

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana
Proprietary Funds - Internal Service Funds

Combined Statement of Cash Flows (Continued)
Year ended June 30, 2005

Reconciliation of cash and cash equivalents per statement
of cash flows to the balance sheet:

| | |
|--|---------------------|
| Cash and cash equivalents, beginning of period - | |
| Cash and interest-bearing deposits | \$ 418,695 |
| Investments, at cost | <u>832,558</u> |
| Total cash and cash equivalents | <u>1,251,253</u> |
| | |
| Cash and cash equivalents, end of period - | |
| Cash and interest-bearing deposits | 787,547 |
| Investments, at cost | <u>1,901,162</u> |
| Total cash and cash equivalents | <u>2,688,709</u> |
| | |
| Net increase | <u>\$ 1,437,456</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St.Martinville, Louisiana

Statement of Fiduciary Net Assets
June 30, 2005

| | Agency Funds | Private Purpose Trust Fund | Total |
|------------------------------------|-----------------|----------------------------------|--------------|
| ASSETS | | | |
| Cash and interest-bearing deposits | \$ 1,867,359 | \$ 32,857 | \$ 1,900,216 |
| Receivables - | | | |
| Accrued interest | - | 315 | 315 |
| Due from other governmental units | 2,163 | - | 2,163 |
| Total assets | 1,869,522 | 33,172 | 1,902,694 |
| LIABILITIES | | | |
| Accounts payable | 425,638 | - | 425,638 |
| Due to other funds | 61,075 | - | 61,075 |
| School activity funds payable | 1,382,809 | - | 1,382,809 |
| Total liabilities | 1,869,522 | - | 1,869,522 |
| NET ASSETS | | | |
| Reserved for specific purposes | \$ - | \$ 33,172 | \$ 33,172 |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
Year Ended June 30, 2005

| | |
|-------------------------|------------------|
| ADDITIONS | |
| Interest earnings | \$ 741 |
| Gifts and contributions | <u>2,100</u> |
| Total additions | <u>2,841</u> |
| DEDUCTIONS | |
| Benefits | <u>9,400</u> |
| Change in net assets | (6,559) |
| Net assets - beginning | <u>39,731</u> |
| Net assets - ending | <u>\$ 33,172</u> |

The accompanying notes are an integral part of the basic financial statements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements

Introduction

The St. Martin Parish School Board (School Board) was created by Louisiana Revised Statute (LSA-R.S.) 17:51 for the purpose of providing public education for the children within St. Martin Parish. The School Board is authorized by LSA-R.S. 17:51 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of ten members who are elected from ten districts for terms of four years.

The School Board operates eighteen schools within the parish. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the St. Martin Parish School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Although the School Board has the option to apply FASB pronouncements issued after that date, the School Board has chosen not to apply said pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed below.

A. Financial Reporting Entity

For financial reporting purposes, the School Board includes all funds and activities that are within the oversight responsibility of the School Board. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, and because of the scope of public service provided by the School Board, the School Board is a separate governmental reporting entity, primary government.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Certain units of local government over which the School Board exercises no oversight responsibility, such as the parish government, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from that of the School Board. The School Board is not a component unit of any other entity and does not have any component units, which require inclusion in the financial statements of the School Board.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. The School Board's internal service fund is a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" of revenues and expenses. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements (FFS)

The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. Fund financial statements report detailed information about the School Board.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

The various funds of the School Board are classified into three categories: governmental, proprietary, and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the School Board or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The School Board reports the following major governmental funds:

The General Fund is the general operating fund of the School Board. It accounts for all financial resources except those required to be accounted for in other funds.

The major special revenue fund types include the State and Local Special Revenue Funds (which is comprised of the School Lunch Fund, the Other State Grants Fund, the Health Centers Fund, and the two Sales Tax Funds) and the Federal Titles Funds (which is comprised of Title I and Carryover and No Child Left Behind Titles II through VI). These funds account for revenues and expenditures related to certain state and local grant and entitlement programs as well as other legally restricted funds.

Additionally, the School Board reports the following fund types:

The nonmajor special revenue fund type includes the Federal Grant Funds, which is comprised of LA-4, IDEA and Preschool, and Other Federal Grants Funds. These funds account for the revenues and expenditures related to certain federal, state and local grant and entitlement programs.

The Capital Projects Fund, which includes the 1996 Construction Fund and the 2002 Construction Fund, is considered to be a nonmajor fund. They are used to account for financial resources to be used for the acquisition or construction of major capital facilities as well as various school improvements.

The Debt Service Fund, established to meet requirements of bond ordinances, is considered to be a nonmajor fund. It is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Proprietary Funds -

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The following is the School Board's proprietary fund type:

Internal Service Funds

The Internal Service Funds (proprietary fund type) are used to account for the accumulation of resources for and the payment of benefits by the School Board's group self-insurance and workers' compensation insurance programs.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are derived from contributions made from the employer and employees. These revenues are planned to match: (1) expenses of insurance premiums in excess of self-insurance amounts; (2) actual claims and estimated liabilities for claims incurred but not yet reported at year-end, and (3) operating expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Funds -

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The funds accounted for in this category by the School Board are the agency funds. The agency funds are as follows:

School Activity Fund – accounts for monies generated by the individual schools and organizations within the schools of the parish as well as allocations made by the School Board to individual schools and selected organizations. While the school activity accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

Sales Tax Fund – accounts for the collection and distribution of all sales taxes levied in the parish of St. Martin.

Private-purpose trust funds – accounts for contributions from members of the St. Martin Parish School Board to encourage students of high academic standing and achievement to enter the education profession.

C. Measurement Focus/ Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Measurement Focus

On the government-wide statement of net assets and the statement of activities, the governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary (internal service) fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

Basis of Accounting

In the government-wide statement of net assets and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.”

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the School Board’s taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board’s general revenues.

Allocation of indirect expenses

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically allocated by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means being collectible within the current period or within 60 days after year-end. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Federal and state entitlements (unrestricted grants-in-aid, which include state equalization and state revenue sharing) are recorded when available and measurable. Expenditure-driven federal and state grants, which are restricted as to the purpose of the expenditures, are recorded when the reimbursable expenditures have been incurred.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on December 31 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received by the St. Martin Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

Interest income on time deposits is recorded when earned.

Sales and use tax revenues are recorded in the month collected by the School Board.

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death.

Commitments under construction contracts are recognized as expenditures when earned by the contractor.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Principal and interest on general long-term obligations are not recognized until due.

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sales of capital assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Deferred Revenues

Deferred revenues arise when resources are received before the School Board has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when tuition is received in advance of the commencement of classes.

In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

D. Assets, Liabilities and Equity

Cash and interest-bearing deposits

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the School Board. For the purpose of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

Investments

Under state law the School Board may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. At June 30, 2005, all of the School Board's investments are in LAMP, which are stated at cost. See additional information in Note 3.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Interfund receivables and payables as well as due to and from other funds are eliminated in the Statement of Net Assets.

Receivables

Receivables consist of all revenues earned at year-end and not yet received. The majority of this balance is comprised of federal and state grants.

Inventories

The cost of inventories is recorded as expenditures when consumed rather than when purchased. Reserves are established for an amount equal to the carrying value of inventories.

Inventory of the School Lunch Special Revenue Fund consists of expendable supplies and food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues when received; however, all inventory items are recorded as expenditures when consumed or used. All purchased inventory items are valued at the lower of cost (first-in, first-out) or market, and commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets for purposes of the government wide financial statements. For internal purposes, the Board maintains a threshold level of \$1,000.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful life using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

| | |
|----------------------------|---------------|
| Buildings and improvements | 20 - 40 years |
| Furniture and equipment | 5 - 15 years |

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2003 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

Compensated Absences

All twelve month employees earn from ten to fifteen days of vacation leave each year, depending on their length of service with the School Board, which are not credited to the employee until the first day of the year subsequent to the year that vacation was earned. Newly hired employees earn vacation on a pro rata basis. An employee cannot accumulate more than two years of earned vacation. Any excess is lost. Employees are paid for unused vacation (subject to a two year limitation) at the time of resignation.

All twelve month employees earn from twelve to eighteen days of sick leave each year. Teachers and other nine month employees earn ten days of sick leave each year. Sick leave may be accumulated. Upon retirement or death unused accumulated sick leave of up to twenty-five days is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers Retirement System, the total unused accumulated sick leave is used in the retirement benefit computation as earned service. Under the Louisiana School Employees Retirement System, all unpaid sick leave, which excludes the twenty-five days paid, is used in the computation of retirement benefits as earned service. Upon resignation, all sick leave is forfeited.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Sabbatical leave may be granted for medical reasons and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave benefits are recorded as an expenditure in the period paid.

In the government-wide statements, amounts of vested or accumulated sick leave that are not expected to be liquidated with expendable available financial resources are recorded as long-term debt. No expenditure is reported for these amounts.

At June 30, 2005, employees of the School Board have accumulated and vested \$3,189,005 of compensated absence benefits payable. Salary related payments are not accrued since this amount is deemed to be insignificant.

Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Since the School Board's only Proprietary Fund is the Self-Insurance Internal Service Fund, which has no long-term debt, all School Board long-term debt is used in governmental fund operations.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

Fund balance reserved for other purposes is comprised of the following:

| | General Fund | State and Local Special Revenue Funds | Total |
|---|-----------------|---|--------------|
| Workers' compensation internal service fund | \$ 500,000 | \$ - | \$ 500,000 |
| Salaries and operating expenses (1965 sales tax issue) | - | 1,887,821 | 1,887,821 |
| Salaries and benefits (1990 sales tax issue) | - | 1,399,924 | 1,399,924 |
| Inventory | 32,433 | 99,506 | 131,939 |
| | \$ 532,433 | \$ 3,387,251 | \$ 3,919,684 |

Fund balance designated is comprised of the following:

| | |
|----------------|------------|
| Health centers | \$ 188,731 |
|----------------|------------|

E. Budget Practices

The School Board adopted budgets for the General Fund and the Special Revenue Funds. Budgets are prepared on a modified accrual basis of accounting. All appropriations lapse at year end, and any encumbrances outstanding are included in the next year's budget. Formal budget accounts are integrated into the accounting system as a management control device.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

The superintendent of schools and the chief financial officer are authorized to transfer amounts between budgeted line items within any fund. However, any unfavorable variances of revenues or expenditures of five percent or more within a fund must be presented to the School Board for Board action to amend fund budgets. Budgeted amounts included in the accompanying financial statements include the original adopted budgets and all subsequent amendments.

F. Revenue Restrictions

The School Board has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

| <u>Revenue Source</u> | <u>Legal Restrictions on Use</u> |
|-----------------------|----------------------------------|
| Sales taxes | See Note 10 |
| Ad valorem taxes | See Note 4 |

The School Board uses unrestricted resources only when restricted resources are fully depleted.

G. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

At June 30, 2005, the School Board has cash and cash equivalents totaling \$11,080,523 as follows:

| | Governmental Funds | Fiduciary Funds | Total |
|------------------------------------|-----------------------|--------------------|---------------|
| Demand deposits | \$ 3,340 | \$ 18,108 | \$ 21,448 |
| Interest-bearing deposits | 9,176,967 | 1,882,108 | 11,059,075 |
| Amounts owed to governmental funds | 61,075 | (61,075) | - |
| Total | \$ 9,241,382 | \$ 1,839,141 | \$ 11,080,523 |

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. The following is a summary of deposit balances (bank balances) at June 30, 2005, and the related federal insurance and pledged securities:

| | |
|--|---------------|
| Bank balances | \$ 13,082,334 |
| Federal insurance | 412,562 |
| Pledged securities (category 3) | 12,669,772 |
| Total federal insurance and pledged securities | \$ 13,082,334 |

Pledged securities in Category 3 include uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the School Board's name. Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

(3) Investment

The School Board can invest in direct debt securities of the United States unless law expressly prohibits such an investment. The School Board's investments are categorized to give an indication of the level of risk assumed by it at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the School Board or its agent in the School Board's name. Category 2 includes uninsured and unregistered investments with securities held by the counterparty's trust department or agent in the School Board's name. Category 3 includes uninsured and unregistered investments with securities held by the counterparty, or by its trust department or agent, but not in the School Board's name.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Investments consist of amounts on deposit with the Louisiana Asset Management Pool (LAMP) and Morgan Keegan and Company, Inc. An investment in the amount of \$9,121,671 at June 30, 2005 is deposited in LAMP, a local government investment pool. In accordance with GASB Codification Section 150.165, the investment in LAMP is not categorized into the three risk categories provided by GASB Codification Section 150.164 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No, 512, Act 701) enacted LSA-R.S. 33:2955 (a) (1) (h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's investment guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the pool is the same as the value of pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

At June 30, 2005 the School Board's investment, at cost, is \$9,121,671. The amortized cost of this investment at June 30, 2005 is \$9,129,888. Because cost approximates amortized cost, the carrying value was not adjusted.

An investment in the amount of \$8,996,846 at June 30, 2005 is deposited into Morgan Keegan and Company, Inc. This investment is composed of government securities which are fully guaranteed as to payment by the United States government. Because of the safety of this investment, this investment takes exception to state law requiring security of federal deposit insurance or the pledge of securities owned by the fiscal agent bank.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(4) Ad Valorem Taxes

The following is a summary of authorized and levied ad valorem taxes:

| | Millages | |
|---------------------------|----------|-------|
| | 2005 | 2004 |
| Parishwide taxes: | | |
| Constitutional | 2.93 | 3.14 |
| Special school- | | |
| Maintenance | 9.35 | 10.02 |
| Operation and maintenance | 1.85 | 1.98 |
| School bonds | 22.39 | 24.00 |

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2005, taxes were levied by the School Board in July and were billed to taxpayers by the Assessor in November. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year.

The taxes are based on assessed value determined by the Tax Assessor of St. Martin Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

The School Board received ad valorem taxes that were paid under protest. It is possible that these taxes (or a portion thereof) will have to be returned to the taxpayer. The amount received of \$195,869 is reflected as a restricted asset. The estimated amount that may have to be refunded is \$195,869 and is reflected as deferred revenue on the balance sheet at June 30, 2005.

(5) Receivables

Receivables at June 30, 2005 of \$376,541 consisted of the following:

| | |
|---|-------------|
| Pension contribution funded by ad valorem taxes | \$ 45,842 |
| Rents, royalties, and leases | 95,187 |
| Accrued interest | 75,667 |
| Specific stop loss receivables | 431,462 |
| Rebates | 151,644 |
| Other | 234,746 |
| | \$1,034,548 |

(6) Due from Other Governmental Agencies

Due from other governmental agencies of \$2,511,841 consisted primarily of amounts due from the State of Louisiana Department of Education for various appropriations and reimbursements.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(7) Capital Assets

Capital assets balances and activity for the year ended June 30, 2005 is as follows:

| | Balance July 1, 2004 | Additions | Deletions | Balance June 30, 2005 |
|--|-------------------------|--------------|-----------------|--------------------------|
| Capital assets not being depreciated: | | | | |
| Land | \$ 767,647 | \$ 47,365 | \$ - | \$ 815,012 |
| Construction in progress | 17,798,419 | 3,538,630 | (20,740,385) | 596,664 |
| Other capital assets: | | | | |
| Buildings and improvements | 47,405,188 | 21,212,893 | - | 68,618,081 |
| Furniture and equipment | 6,796,477 | 18,065 | (105,712) | 6,708,830 |
| Total | 72,767,731 | 24,816,953 | (20,846,097) | 76,738,587 |
| Less accumulated depreciation: | | | | |
| Buildings and improvements | 25,723,840 | 1,352,629 | - | 27,076,469 |
| Furniture and equipment | 4,164,509 | 448,880 | (98,265) | 4,515,124 |
| Total | 29,888,349 | 1,801,509 | (98,265) | 31,591,593 |
| Net capital assets | \$42,879,382 | \$23,015,444 | \$ (20,747,832) | \$45,146,994 |

At June 30, 2005, construction in progress of \$596,664 consists of costs incurred to date on various school improvement projects.

Depreciation expense was charged to governmental activities as follows:

| | |
|---|-------------|
| Regular education programs | \$ 624,283 |
| Special education programs | 205,693 |
| Vocational education programs | 33,132 |
| Other instructional programs | 46,396 |
| Special programs | 132,393 |
| Adult and continuing education programs | 9,535 |
| Pupil support services | 101,812 |
| Instructional staff support | 88,640 |
| General administration | 25,857 |
| School administration | 87,900 |
| Business services | 24,090 |
| Operation and maintenance of plant services | 165,038 |
| Student transportation services | 114,304 |
| Central services | 17,053 |
| Food services | 120,295 |
| Community services programs | 5,088 |
| Total depreciation expense | \$1,801,509 |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(8) Other Payables

At June 30, 2005, a breakdown of other payables of \$1,559,590 was as follows:

| | |
|-------------------|---------------------|
| Accounts | \$ 914,690 |
| Contracts | 417,954 |
| Retainages | 211,323 |
| Other liabilities | <u>15,623</u> |
| | <u>\$ 1,559,590</u> |

(9) Changes in General Long-Term Liabilities

The following is a summary of the changes in general long-term debt for the year ended June 30, 2005:

| | Compensated Absences | Bonded Debt | Total |
|--|-------------------------|---------------------|---------------------|
| Obiligations payable at July 1, 2004 | \$ 3,058,025 | \$33,199,546 | \$36,257,571 |
| Additions | 1,712,833 | 8,945,000 | 10,657,833 |
| Less: deferred charge on refunding, net of amortization of \$12,500 | - | (287,500) | (287,500) |
| Deductions | <u>(1,581,853)</u> | <u>(10,249,091)</u> | <u>(11,830,944)</u> |
| Obiligations payable at June 30, 2005 | <u>\$ 3,189,005</u> | <u>\$31,607,955</u> | <u>\$34,796,960</u> |

Compensated Absences

Compensated absences payable consists of the portion of accumulated sick leave and vacation leave of the governmental funds that is not expected to require current resources. The General Fund and Special Revenue Funds have historically been used to pay compensated absences (when applicable).

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

Bonded Debt

School Board bonds outstanding at June 30, 2005 consist of parishwide general obligation school bonds and qualified zone academy bonds as follows:

| Date of Issue | Original Issue | Interest Rates | Final Payment Date | Interest to Maturity | Principal Outstanding |
|---|----------------|----------------|--------------------|----------------------|-----------------------|
| Parishwide general obligation school bonds August 1, 1996 | \$5,000,000 | 5.15 - 8.00 | 3/01/16 | \$ 11,845 | \$ 230,000 |
| Parishwide general obligation school bonds March 1, 1997 | 8,000,000 | 5.00 - 8.00 | 3/01/17 | 56,556 | 760,000 |
| Parishwide general obligation school bonds March 1, 1998 | 10,000,000 | 4.90 - 5.00 | 3/01/18 | 2,933,375 | 8,095,000 |
| Parishwide general obligation school bonds March 1, 2000 | 2,000,000 | 4.55 - 5.85 | 3/01/20 | 881,905 | 1,730,000 |
| Qualified zone academy bonds February 1, 2002 | 1,500,000 | - | 11/01/15 | - | 1,145,455 |
| Parishwide general obligation school bonds July 1, 2002 | 8,000,000 | 4.125 - 5.125 | 07/01/22 | 3,491,458 | 7,270,000 |
| Parishwide general obligation school bonds July 1, 2003 | 4,000,000 | 3.00 - 4.00 | 03/01/23 | 1,456,985 | 3,765,000 |
| Parishwide general obligation school refunding bonds; October 1, 2004 | 3,455,000 | 3.00 - 3.75 | 03/01/16 | 802,288 | 3,410,000 |
| Parishwide general obligation school refunding bonds; March 1, 2005 | 5,490,000 | 3.00 - 4.50 | 03/01/17 | 1,712,443 | 5,490,000 |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

All principal and interest requirements on the parishwide general obligation school bonds are funded in accordance with Louisiana law by an annual ad valorem tax levy on taxable property within the parish. At June 30, 2005, the School Board has accumulated \$702,723 in the debt service funds for future debt requirements. The bonds are due as follows:

| Year Ending June 30 | Principal Payments | Amortization | Interest Payments | Total |
|---------------------|-----------------------|---------------------|----------------------|----------------------|
| 2006 | \$ 1,709,091 | \$ (25,000) | \$ 1,320,269 | \$ 3,004,360 |
| 2007 | 1,789,091 | (25,000) | 1,242,054 | 3,006,145 |
| 2008 | 1,879,091 | (25,000) | 1,167,443 | 3,021,534 |
| 2009 | 1,959,091 | (25,000) | 1,097,430 | 3,031,521 |
| 2010 | 2,049,091 | (25,000) | 1,026,884 | 3,050,975 |
| 2011-2015 | 11,740,455 | (125,000) | 3,890,851 | 15,506,306 |
| 2016-2020 | 8,664,545 | (37,500) | 1,442,848 | 10,069,893 |
| 2021-2023 | 2,105,000 | - | 159,076 | 2,264,076 |
| | <u>\$ 31,895,455</u> | <u>\$ (287,500)</u> | <u>\$ 11,346,855</u> | <u>\$ 42,954,810</u> |

Due to favorable interest rates, during fiscal year 2005, two bond series were issued to advance refund some of the School Board's previously issued and outstanding bonds.

The School Board issued Series 2004 General Obligation School Refunding Bonds of \$3,455,000 to advance refund a substantial portion of the School Board's previously issued Series 1996 General Obligation Bonds. Before the refunding, there was a principal outstanding balance on the bonds of \$3,670,000. The amount refunded was \$3,225,000 and the School Board made a principal payment of \$215,000 in March of 2005, resulting in one principal payment of \$230,000 remaining due. The School Board will fund this payment in fiscal year 2006. The bond refunding proceeds were deposited with an escrow agent to purchase direct obligations of the United States of America. The proceeds will be used to pay the refunded amount of \$3,225,000 in March of 2006; this portion of the bonds has been removed from the financial statements.

The School Board issued Series 2005 General Obligation School Refunding Bonds of \$5,490,000 to advance refund a substantial portion of the School Board's previously issued and outstanding Series 1997 General Obligation Bonds. Before the refunding, there was a principal outstanding balance on the bonds of \$6,530,000. The amount refunded was \$5,420,000 and the School Board made a principal payment of \$350,000 in March of 2005, resulting in two principal payments totaling \$760,000 remaining due. The School Board will fund one payment in fiscal year 2006 and one in fiscal year 2007. The bond refunding proceeds were deposited with an escrow agent to purchase direct obligations of the United States of America. The proceeds will be used to pay the refunded amount of \$5,420,000 in March of 2007; this portion of the bonds has been removed from the financial statements.

The advanced refundings reduced total debt service over the next twelve years by approximately \$550,000. This results in an economic gain of approximately \$400,000.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(10) Sales and Use Taxes

The School Board is authorized and has levied the following sales and use taxes:

1. March 20, 1965 (1%)

After paying collection and administration costs, the tax is to be used for salaries of teachers and for the expenses of operating schools, including payment of other personnel in addition to teachers.

2. December 1, 1990 (1%)

The tax is to be used for the payment of all debt service requirements on all outstanding bonds payable from the pledge of said tax, with the remainder to be used for the purpose of paying salaries and related benefits for professional and paraprofessional employees on a seven to five ratio. There are currently no bonds outstanding for which this tax is pledged.

(11) Pension Plan

Eligible employees of the School Board participate in one of five defined benefit multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

A. Louisiana Teachers' Retirement System of Louisiana - Regular

Plan members are required to contribute 8.0 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 15.5 percent of the total annual covered salary. The School Board's total contributions to the system for the years ended June 30, 2005, 2004 and 2003 were \$4,654,147, \$4,239,914, and \$3,874,754, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana 70804-9123.

B. Louisiana Teachers' Retirement System of Louisiana - Plan A

Plan members are required to contribute 9.1 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 15.5 percent of the total annual covered salary. The School Board's total contributions to the system for the years ended June 30, 2005, 2004, and 2003 were \$43,341, \$40,118, and \$39,261, respectively, equal to the required contribution for each year.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana 70804-9123.

C. Louisiana Teachers' Retirement System of Louisiana—Optional

Plan members are required to contribute 8.0 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 13.8 percent of the total annual covered salary. There were no participants for the year ended June 30, 2005. The School Board's total contributions to the system for the years ended June 30, 2005, 2004, and 2003 were \$0, \$6,703, and \$0, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana 70804-9123.

D. Parochial Employees' Retirement System

Plan members are required to contribute 9.5 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 11.75 percent (through December 31, 2004) and 12.75 percent (after December 31, 2004) of the total covered salary. The School Board's total contributions to the system for the years ended June 30, 2005, 2004 and 2003 were \$1,247, \$1,053, and \$615 each year, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Parochial Employees' Retirement System, P.O. Box 14619, Baton Rouge, Louisiana 70898-4619.

E. Louisiana State Employees' Retirement System

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 17.8 percent of the total annual covered salary. The School Board's total contributions to the system for the years ended June 30, 2005, 2004, and 2003 were \$17,695, \$11,442, and \$7,314, respectively, equal to the required contributions for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804-4213.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

F. Louisiana School Employees' Retirement System

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the School Board is required to contribute at an actuarially determined rate. The current rate is 14.8 percent of annual covered payroll. The School Board's total contributions to the system for the years ended June 30, 2005, 2004, and 2003 were \$473,585, \$279,725, and \$0, respectively, equal to the required contributions for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana School Employees' Retirement System, P.O. Box 44516, Baton Rouge, Louisiana 70804.

(12) Changes in Agency Deposits Due Others

A summary of changes in agency fund deposits due others follows:

| | School Activity Fund | Sales Tax Fund | Total |
|--------------------------|----------------------------|---------------------|---------------------|
| Balance at July 1, 2004 | \$ 1,545,744 | \$ - | \$ 1,545,744 |
| Additions | 2,214,467 | 14,525,131 | 16,739,598 |
| Reductions | <u>(2,377,402)</u> | <u>(14,525,131)</u> | <u>(16,902,533)</u> |
| Balance at June 30, 2005 | <u>\$ 1,382,809</u> | <u>\$ -</u> | <u>\$ 1,382,809</u> |

(13) Risk Management

The School Board is exposed to risks of loss in the areas of health care, workers' compensation, general and auto liability and property hazards. Health care and workers' compensation risks are handled through a self-insurance plan as described below. The other risks are handled by purchasing commercial insurance. There have been no significant reductions in these insurance coverages during the current fiscal year, nor have settlements exceeded insurance coverage for the current or prior two fiscal years.

A. Workers' Compensation

The School Board has established a limited risk management program for workers' compensation. The School Board hired Cost Management Services, Inc. as administrator for this program. During fiscal year 2005, a total of \$406,302 was incurred in benefits and administrative costs. The School Board purchases commercial insurance for individual claims in excess of \$200,000. Incurred but not paid claims have been accrued as a liability in the Workers Compensation Fund.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

B. Group Self-Insurance

The School Board also established a limited risk management program for group hospitalization insurance. This plan provides employee health benefits up to a \$1,000,000 lifetime maximum with an annual \$10,000 restoration. The School Board purchases commercial insurance for individual claims in excess of \$100,000. During the fiscal year ended June 30, 2005, several settled claims exceeded the commercial coverage in the amount of \$431,462.

The General and Special Revenue Funds of the School Board participate in the program and make payments to the Self-Insurance Fund based on amounts needed to pay prior and current year claims. The claims liability of \$1,695,000 reported in the fund at June 30, 2005, is based on the loss that is probable at the date of the financial statements and the amount of the loss that can be reasonably estimated. The School Board currently does not discount its claims liabilities.

C. Reconciliation of Claims Liabilities

Changes in the claims liability amounts for the risk management programs are as follows:

| | Balance at Beginning of Fiscal Year | Claims and Changes in Estimates | Benefit Payments and Claims | Balance at Fiscal Year-End |
|------------------------|---|---------------------------------------|-----------------------------------|----------------------------------|
| Workers' compensation: | | | | |
| 2002-2003 | \$ 449,757 | \$ 249,854 | \$ 379,114 | \$ 320,497 |
| 2003-2004 | 320,497 | 443,191 | 456,084 | 307,604 |
| 2004-2005 | 307,604 | 272,754 | 289,407 | 290,951 |
| Group hospitalization: | | | | |
| 2002-2003 | 1,300,000 | 5,407,065 | 5,807,065 | 900,000 |
| 2003-2004 | 900,000 | 7,992,762 | 7,792,762 | 1,100,000 |
| 2004-2005 | 1,100,000 | 8,115,986 | 7,520,986 | 1,695,000 |

Claims payable of \$290,951 for workers' compensation at June 30, 2005 was obtained from information provided by the third party administrator.

Claims payable for group hospitalization of \$1,695,000 at June 30, 2005 was determined as follows:

| | |
|--|---------------------|
| 1. Claims incurred prior to June 30, 2005 and paid between July and September of 2005 | \$ 1,483,567 |
| 2. Provision for claims incurred but not reported | <u>211,433</u> |
| Total claims payable | <u>\$ 1,695,000</u> |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

The provision for claims incurred but not reported of \$211,433 was calculated utilizing historical information.

(14) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2005 follows:

| | | |
|-------------------|----|--------|
| Paulma Johnson | \$ | 9,600 |
| Floyd Knott | | 9,600 |
| Barbara Latiolais | | 9,600 |
| Rodney Ledoux | | 9,600 |
| Richard Potier | | 10,200 |
| Frederic Stelly | | 9,600 |
| Anthony Wiltz | | 9,600 |
| James Blanchard | | 9,600 |
| Mark Hebert | | 10,200 |
| Steve Fuselier | | 9,600 |
| | | <hr/> |
| | \$ | 97,200 |

(15) Commitments and Contingencies

A. Contingent Liabilities

At June 30, 2005, the School Board is involved in several lawsuits. In the opinion of management and legal counsel for the School Board, resolution of these lawsuits will not involve any material liability (after meeting the insurance deductible of \$50,000 per occurrence) to the School Board in excess of insurance coverage. Total liability for lawsuits as well as other claims accrued at June 30, 2005 is \$156,575 and is included in insurance claims payable on the statement of net assets.

B. Grant Audit

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School Board expects such amounts, if any, to be immaterial.

C. Commitments

The School Board has construction commitments with respect to unfinished projects of approximately \$619,000.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Financial Statements (Continued)

(16) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2005 are as follows:

| | Receivables | Payables |
|---------------------------------------|--------------|--------------|
| Major funds: | | |
| General Fund | \$ 2,589,136 | \$ 405,518 |
| State and Local Special Revenue Funds | - | 164,859 |
| Federal Titles Funds | - | 1,177,523 |
| Total major funds | 2,589,136 | 1,747,900 |
| Nonmajor governmental funds | 255,343 | 599,222 |
| Fiduciary type funds | - | 61,075 |
| Internal service funds | 150,175 | 586,457 |
| Total | \$ 2,994,654 | \$ 2,994,654 |

The amounts shown are primarily for reimbursements owed for expenditures paid by one fund on behalf of another fund. All balances should be repaid within one year.

B. Transfers consisted of the following at June 30, 2005:

| | Transfers In | Transfers Out |
|---------------------------------------|--------------|---------------|
| Major funds: | | |
| General Fund | \$ 7,680,272 | \$ 2,582,172 |
| State and Local Special Revenue Funds | 759,344 | 7,392,345 |
| Federal Titles Funds | - | 200,482 |
| Nonmajor governmental funds | 15,879 | 85,496 |
| Internal service funds | 1,805,000 | - |
| Total | \$10,260,495 | \$10,260,495 |

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(17) Subsequent Event

Hurricanes Katrina and Rita caused massive devastation and destruction to the Gulf Coast area of the United States. They have and will continue to have far reaching effects (financially, operationally, etc.) The direct impact that these natural disasters will have on the School Board is unknown at this time.

**REQUIRED SUPPLEMENTARY
INFORMATION**

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana
General Fund

Budgetary Comparison Schedule
Year Ended June 30, 2005

| | Budget | | Actual | Variance - Final budget vs. Actual |
|---|----------------------|----------------------|----------------------|--|
| | Original | Final | | Positive (Negative) |
| Revenues: | | | | |
| Local sources - | | | | |
| Ad valorem taxes | \$ 1,868,540 | \$ 1,881,189 | \$ 1,930,799 | \$ 49,610 |
| Tuition | 54,600 | 52,600 | 58,493 | 5,893 |
| Transportation | - | 14,004 | 19,494 | 5,490 |
| Interest earnings | 166,000 | 372,500 | 402,223 | 29,723 |
| Rentals, leases, and royalties | 621,000 | 597,921 | 701,329 | 103,408 |
| Other | 217,000 | 340,310 | 389,676 | 49,366 |
| State sources - | | | | |
| Unrestricted grants-in-aid | 35,910,297 | 35,910,297 | 35,910,297 | - |
| Restricted grants-in-aid | 289,928 | 285,806 | 283,226 | (2,580) |
| Revenue in lieu of taxes | 271,000 | 271,000 | 250,809 | (20,191) |
| Other state revenues | - | 380 | 20,606 | 20,226 |
| Total revenues | <u>39,398,365</u> | <u>39,726,007</u> | <u>39,966,952</u> | <u>240,945</u> |
| Expenditures: | | | | |
| Instruction - | | | | |
| Regular education programs | 20,304,253 | 19,666,632 | 19,802,539 | (135,907) |
| Special education programs | 6,271,985 | 6,216,046 | 6,200,202 | 15,844 |
| Vocational education programs | 1,107,748 | 1,116,608 | 1,075,661 | 40,947 |
| Other instructional programs | 374,746 | 442,572 | 465,974 | (23,402) |
| Special programs | 85,671 | 377,686 | 391,501 | (13,815) |
| Adult and continuing education programs | 4,500 | 3,360 | 3,860 | (500) |
| Support services - | | | | |
| Pupil support services | 1,447,815 | 1,821,174 | 1,778,958 | 42,216 |
| Instructional staff services | 2,088,818 | 2,328,774 | 2,274,038 | 54,736 |
| General administration | 789,424 | 660,442 | 610,988 | 49,454 |
| School administration | 2,913,006 | 2,845,106 | 2,853,772 | (8,666) |
| Business services | 837,737 | 763,810 | 777,584 | (13,774) |
| Operation and maintenance of plant | 5,451,106 | 5,298,507 | 5,273,776 | 24,731 |
| Student transportation services | 3,193,170 | 3,467,506 | 3,366,527 | 100,979 |
| Central services | 679,594 | 628,014 | 553,650 | 74,364 |
| Community service programs | 136,955 | 16,500 | 16,284 | 216 |
| Construction services | - | 47,400 | 47,365 | 35 |
| Total expenditures | <u>45,686,528</u> | <u>45,700,137</u> | <u>45,492,679</u> | <u>207,458</u> |
| Excess (deficiency) of revenues over expenditures | (6,288,163) | (5,974,130) | (5,525,727) | 448,403 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 7,722,097 | 7,700,446 | 7,680,272 | (20,174) |
| Operating transfers out | (988,513) | (2,580,644) | (2,582,172) | (1,528) |
| Total other financing sources | <u>6,733,584</u> | <u>5,119,802</u> | <u>5,098,100</u> | <u>(21,702)</u> |
| Excess of revenues and other sources over expenditures | 445,421 | (854,328) | (427,627) | 426,701 |
| Fund balance, beginning | <u>13,557,202</u> | <u>13,557,202</u> | <u>13,557,202</u> | <u>-</u> |
| Fund balance, ending | <u>\$ 14,002,623</u> | <u>\$ 12,702,874</u> | <u>\$ 13,129,575</u> | <u>\$ 426,701</u> |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana
State and Local Special Revenue Funds

Budgetary Comparison Schedule
Year Ended June 30, 2005

| | Budget | | Actual | Variance - Final budget vs. Actual |
|--|---------------------|---------------------|---------------------|--|
| | Original | Final | | Positive (Negative) |
| Revenues: | | | | |
| Local sources - | | | | |
| Sales taxes | \$ 7,549,070 | \$ 8,101,808 | \$ 8,541,960 | \$ 440,152 |
| Interest earnings | 4,343 | 21,496 | 29,416 | 7,920 |
| Other | 342,700 | 333,050 | 337,387 | 4,337 |
| State sources - | | | | |
| Unrestricted grants-in-aid | 61,200 | 61,200 | 61,156 | (44) |
| Restricted grants-in-aid | 1,001,985 | 1,561,262 | 1,601,651 | 40,389 |
| Federal sources - | | | | |
| Restricted grants-in-aid | 2,499,700 | 2,546,920 | 2,546,516 | (404) |
| Value of USDA Commodities | 212,000 | 195,333 | 195,333 | - |
| Total revenues | <u>11,670,998</u> | <u>12,821,069</u> | <u>13,313,419</u> | <u>492,350</u> |
| Expenditures: | | | | |
| Instruction - | | | | |
| Regular education programs | 293,045 | 292,950 | 289,937 | 3,013 |
| Special education programs | 38,649 | 16,199 | 33,444 | (17,245) |
| Other instructional programs | 425,304 | 608,894 | 603,271 | 5,623 |
| Special programs | 130,746 | 125,827 | 20,990 | 104,837 |
| Adult and continuing education programs | 20,602 | 22,742 | 158,213 | (135,471) |
| Support services - | | | | |
| Pupil support services | 5,000 | 401,000 | 397,542 | 3,458 |
| Instructional staff services | 82,640 | 84,113 | 70,182 | 13,931 |
| General administration | 161,754 | 236,957 | 228,283 | 8,674 |
| Student transportation services | 6,000 | 9,537 | 28,072 | (18,535) |
| Food service | 4,044,113 | 3,730,398 | 3,905,508 | (175,110) |
| Total expenditures | <u>5,207,853</u> | <u>5,528,617</u> | <u>5,735,442</u> | <u>(206,825)</u> |
| Excess of revenues over expenditures | 6,463,145 | 7,292,452 | 7,577,977 | 285,525 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 928,513 | 759,344 | 759,344 | - |
| Operating transfers out | (7,419,844) | (7,398,693) | (7,392,345) | 6,348 |
| Total other financing uses | <u>(6,491,331)</u> | <u>(6,639,349)</u> | <u>(6,633,001)</u> | <u>6,348</u> |
| Excess of revenues and other sources over expenditures and other uses | (28,186) | 653,103 | 944,976 | 291,873 |
| Fund balance, beginning | <u>2,715,722</u> | <u>2,715,722</u> | <u>2,715,722</u> | <u>-</u> |
| Fund balance, ending | <u>\$ 2,687,536</u> | <u>\$ 3,368,825</u> | <u>\$ 3,660,698</u> | <u>\$ 291,873</u> |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana
Federal Titles Funds

Budgetary Comparison Schedule
Year Ended June 30, 2005

| | Budget | | Actual | Variance - Final budget vs. Actual |
|--|-----------|-----------|-----------|--|
| | Original | Final | | Positive (Negative) |
| Revenues: | | | | |
| Federal sources - | | | | |
| Restricted grants-in-aid | 3,413,057 | 4,453,494 | 4,354,222 | (99,272) |
| Total revenues | 3,413,057 | 4,453,494 | 4,354,222 | (99,272) |
| Expenditures: | | | | |
| Instruction - | | | | |
| Regular education programs | - | 133,731 | 29,093 | 104,638 |
| Other instructional programs | 23,847 | 21,616 | 141,693 | (120,077) |
| Special programs | 2,777,174 | 2,985,494 | 3,195,242 | (209,748) |
| Support services - | | | | |
| Pupil support services | 77,665 | 64,386 | 81,902 | (17,516) |
| Instructional staff services | 232,493 | 940,506 | 430,783 | 509,723 |
| General administration | - | 1,495 | 205 | 1,290 |
| Business services | - | 5,477 | 4,533 | 944 |
| Operation and maintenance of plant | 147,027 | 46,580 | 84,330 | (37,750) |
| Student transportation services | - | - | 37,067 | (37,067) |
| Community service | - | 47,207 | 148,892 | (101,685) |
| Total expenditures | 3,258,206 | 4,246,492 | 4,153,740 | 92,752 |
| Excess of revenues over expenditures | 154,851 | 207,002 | 200,482 | (6,520) |
| Other financing sources (uses): | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | (154,851) | (207,002) | (200,482) | 6,520 |
| Total other financing uses | (154,851) | (207,002) | (200,482) | 6,520 |
| Excess of revenues and other sources over expenditures and other uses | - | - | - | - |
| Fund balance, beginning | - | - | - | - |
| Fund balance, ending | \$ - | \$ - | \$ - | \$ - |

OTHER SUPPLEMENTARY INFORMATION

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*

P.O. Box 250
Breaux Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

WEB SITE:
WWW.KCSRPCAS.COM

MEMBER OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Robert S. Carter, CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Pachat, CPA
Cheryl L. Bartley, CPA, CVA

* A Professional Accounting Corporation

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Ms. E. R. Valerie Haaga, Superintendent
and Members of the St. Martin Parish
School Board
St. Martinville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Martin Parish School Board as of and for the year ended June 30, 2005, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated October 27, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Martin Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Martin Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of management, others within the organization, Board Members, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
October 27, 2005

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*

P.O. Box 250
Breaux Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

WEB SITE:
WWW.KCSRPCAS.COM

MEMBER OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Robert S. Carter, CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA, CVA

**REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM
AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

* A Professional Accounting Corporation

Ms. E. R. Valerie Haaga, Superintendent
and Members of the St. Martin Parish
School Board
St. Martinville, Louisiana

Compliance

We have audited the compliance of the St. Martin Parish School Board with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2005. The St. Martin Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings, questioned costs and management's corrective action plan. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Martin Parish School Board's management. Our responsibility is to express an opinion on the St. Martin Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the St. Martin Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the St. Martin Parish School Board's compliance with those requirements.

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

In our opinion, the St. Martin Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of the St. Martin Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the St. Martin Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, others within the organization, Board Members, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
October 27, 2005

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2005

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the St. Martin Parish School Board (the School Board). The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2005. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The major programs are identified with an asterisk (*) on the schedule.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2005.

(3) Relationship to Fund Financial Statements

Federal financial assistance revenues are reported in the School Board's fund financial statements as follows:

From federal sources:

| | |
|-----------------------|----------------------|
| Special Revenue Funds | <u>\$ 10,334,802</u> |
|-----------------------|----------------------|

(4) Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2005

| Federal Grantor/Pass-Through Grantor/Program Name | Pass-through Identifying Number 2004 | Pass-through Identifying Number 2005 | CFDA Number | Revenue Recognized | Expenditures |
|---|---|---|----------------|-----------------------|------------------|
| <u>United States Department of Agriculture:</u> | | | | | |
| Passed through Louisiana Department of Agriculture and Forestry - Food Donation* | - | - | 10.550 | \$ 195,333 | \$ 195,333 |
| Passed through Louisiana Department of Education - National School Lunch Program* | - | - | 10.555 | 2,546,516 | 2,546,516 |
| Total United States Department of Agriculture | | | | <u>2,741,849</u> | <u>2,741,849</u> |
| <u>United States Department of Education:</u> | | | | | |
| Passed through Louisiana Department of Education - Adult Education - State Grant Program | 0444-50 | 0544-50 | 84.002 | 72,184 | 72,184 |
| Vocational Education - Basic Grants to States | 0402-50 | 0502-50 | 84.048 | 134,609 | 134,609 |
| Comprehensive School Reform Demonstration | 03-T7-50-C | 04-T7-50-C | 84.332 | 126,082 | 126,082 |
| Temporary Assistance for Needy Families - STEP* | 2804EP-50 | 2805EP-50 | 93.558 | 89,196 | 89,196 |
| Title I Grants to Local Educational Agencies | 04-T1-50 | 05-T1-50 | 84.010 | 2,897,202 | 2,897,202 |
| Improving Teacher Quality State Grants - Title II* | 04-50-50 | 05-50-50 | 84.367 | 724,770 | 724,770 |
| Education Technology State Grants | 280449-50 | 280549-50 | 84.318 | 83,275 | 83,275 |
| Special Education - Grants to States - IDEA | 28-04-B1-50 | 28-05-B1-50 | 84.027 | 1,521,700 | 1,521,700 |
| Special Education Pre-School Grants | 28-04-P1-50 | 28-05-P1-50 | 84.173 | 86,167 | 86,167 |
| Safe and Drug-Free Schools and Communities - State Grants | 04-70-50 | 05-70-50 | 84.186 | 70,869 | 70,869 |
| State Grants for Innovative Programs - Title V | 04-80-50 | 05-80-50 | 84.298 | 60,392 | 60,392 |
| English Language Assistance Grants - Title III | 2804-60-50 | 2805-60-50 | 84.365 | 36,875 | 36,875 |

(continued)

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2005

| Federal Grantor/Pass-Through Grantor/Program Name | Pass-through Identifying Number 2004 | Pass-through Identifying Number 2005 | CFDA Number | Revenue Recognized | Expenditures |
|---|---|---|------------------|-----------------------|----------------------|
| Even Start- State Educational Agencies | 04-F1-50 | 05-F1-50 | 84.213 | 326,222 | 326,222 |
| Education Technology State Grants - Region IV | 0446-57 | 0446-57 | 84.318 | 1,281 | 1,281 |
| Foreign Language Assistance | - | - | 84.293 | 111,810 | 111,810 |
| Direct from Department of Education: Project ELICIT | N/A | N/A | 84.293 | 1,106 | 1,106 |
| Total United States Department of Education | | | | <u>6,343,740</u> | <u>6,343,740</u> |
| United States Department of Health and Human Services: Passed through Louisiana Department of Education - Temporary Assistance for Needy Families - Pre GED/Skills Option* Temporary Assistance for Needy Families - LA 4* | 280436 50 | 280436 50 | 93.558 93.558 | 29,983 1,219,230 | 29,983 1,219,230 |
| Total United States Department of Health and Human Services | | | | <u>1,249,213</u> | <u>1,249,213</u> |
| Total | | | | <u>\$ 10,334,802</u> | <u>\$ 10,334,802</u> |

*Denotes major federal program.

-Numbers are not readily accessible.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Schedule of Findings, Questioned Costs and
Management's Corrective Action Plan
Year Ended June 30, 2005

Part I: Summary of Auditor's Results:

1. An unqualified report was issued on the financial statements.
2. A reportable condition in internal control was not disclosed by the audit of the financial statements.
3. Material noncompliance was not disclosed.
4. No reportable conditions in internal control over the major programs were disclosed by the audit of the financial statements.
5. An unqualified opinion was issued on compliance for the major programs.
6. The audit disclosed no audit findings required to be reported under Section 510(a) of Circular A-133.
7. The major programs were:
U.S. Department of Agriculture: Food Donation
U.S. Department of Agriculture: National School Lunch Program
U.S. Department of Education: Improving Teacher Quality State Grants - Title II
U.S. Department of Education: Temporary Assistance for Needy Families-STEP
U.S. Department of Health and Human Services: Temporary Assistance for
Needy Families -- Pre GED/Skills Option, LA 4
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$310,044.
9. The auditee qualified as a low-risk auditee under Section 530 of Circular A-133.

Part II: Findings which are required to be reported in accordance with generally accepted governmental auditing standards:

There are no findings at June 30, 2005.

Part III: Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings at June 30, 2005.

Part IV: Management Letter Items:

There are no management letter items at June 30, 2005.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2005

Section I: Findings which are required to be reported in accordance with generally accepted governmental auditing standards:

04-1 Noncompliance with Louisiana Revised Statute 17:181

Finding:

The School Board did not comply with Louisiana Revised Statute 17:181. This statute requires school boards to spend not less than fifty dollars (\$50) per student enrolled in a vocational agriculture, agribusiness, or agriscience (agriculture) program for providing instructional materials and supplies. The School Board spent approximately \$49 per student.

Status:

Resolved.

Section II: Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There were no findings at June 30, 2004.

Section III: Management Letter Items:

There were no management letter items at June 30, 2004.

SCHEDULES REQUIRED BY STATE LAW
(R.S. 24:514 – PERFORMANCE AND STATISTICAL DATA)

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*

P.O. Box 250
Breauv Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

WEB SITE:
WWW.KCSRCPAS.COM

MEMBER OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Robert S. Carter, CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachat, CPA
Cheryl L. Bartley, CPA, CVA

AGREED-UPON PROCEDURES REPORT ON SCHOOL BOARD PERFORMANCE MEASURES

* A Professional Accounting Corporation

Ms. E. R. Valerie Haaga, Superintendent
and Members of the St. Martin Parish
School Board
St. Martinville, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the St. Martin Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the St. Martin Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures,
- Total General Fund Equipment Expenditures,
- Total Local Taxation Revenue,
- Total Local Earnings on Investment in Real Property,
- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue, and

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breauv Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

- Nonpublic Transportation Revenue.

There were no exceptions noted.

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule “Experience of Public Principals and Full-time Classroom Teachers” (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.

There were no exceptions noted.

3. We reconciled the combined total of principals and assistant principals per the schedule “Experience of Public Principals and Full-time Classroom Teachers” (Schedule 4) to the combined total of principals and assistant principals per this schedule.

There were no exceptions noted.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual’s personnel file and determined if the individual’s education level was properly classified on the schedule.

There were no exceptions noted.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

There were no exceptions noted.

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual’s personnel file and determined if the individual’s experience was properly classified on the schedule.

There were no exceptions noted.

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

There were no exceptions noted.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

There were no exceptions noted.

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedule.

There were no exceptions noted.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by St. Martin Parish School Board.

There were no exceptions noted.

The Graduation Exit Exam for the 21st Century (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by St. Martin Parish School Board.

There were no exceptions noted.

The Iowa Tests (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconcile scores as reported by the testing authority to scores reported in the schedule by St. Martin Parish School Board.

There were no exceptions noted.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of St. Martin Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
October 27, 2005

Schedule 1

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2005**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

| | | |
|--|---------------|------------|
| Classroom Teacher Salaries | \$ 18,110,127 | |
| Other Instructional Staff Activities | 2,396,641 | |
| Employee Benefits | 6,106,411 | |
| Purchased Professional and Technical Services | 124,573 | |
| Instructional Materials and Supplies | 764,770 | |
| Instructional Equipment | 12,478 | |
| Total Teacher and Student Interaction Activities | | 27,515,000 |

| | | |
|--------------------------------|--|---------|
| Other Instructional Activities | | 424,737 |
|--------------------------------|--|---------|

| | | |
|--|-----------|-----------|
| Pupil Support Activities | 1,778,958 | |
| Less: Equipment for Pupil Support Activities | - | |
| Net Pupil Support Activities | | 1,778,958 |

| | | |
|--|-----------|-----------|
| Instructional Staff Services | 2,274,038 | |
| Less: Equipment for Instructional Staff Services | - | |
| Net Instructional Staff Services | | 2,274,038 |

| | | |
|---|--|----------------------|
| Total General Fund Instructional Expenditures | | <u>\$ 31,992,733</u> |
|---|--|----------------------|

| | | |
|---|--|------------------|
| Total General Fund Equipment Expenditures | | <u>\$ 59,993</u> |
|---|--|------------------|

Certain Local Revenue Sources

Local Taxation Revenue:

| | | |
|---|------------|----------------------|
| Constitutional Ad Valorem Taxes | \$ 369,995 | |
| Renewable Ad Valorem Tax | 1,414,318 | |
| Debt Service Ad Valorem Tax | 2,827,338 | |
| Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes | 146,486 | |
| Sales and Use Taxes | 8,278,618 | |
| Total Local Taxation Revenue | | <u>\$ 13,036,755</u> |

Local Earnings on Investment in Real Property:

| | | |
|---|------------|-------------------|
| Earnings from 16th Section Property | \$ 701,329 | |
| Earnings from Other Real Property | - | |
| Total Local Earnings on Investment in Real Property | | <u>\$ 701,329</u> |

State Revenue in Lieu of Taxes:

| | | |
|--------------------------------------|-----------|-------------------|
| Revenue Sharing - Constitutional Tax | \$ 68,923 | |
| Revenue Sharing - Other Taxes | 155,849 | |
| Revenue Sharing - Excess Portion | 26,037 | |
| Other Revenue in Lieu of Taxes | - | |
| Total State Revenue in Lieu of Taxes | | <u>\$ 250,809</u> |

| | | |
|----------------------------|--|------------------|
| Nonpublic Textbook Revenue | | <u>\$ 28,658</u> |
|----------------------------|--|------------------|

| | | |
|----------------------------------|--|------------------|
| Nonpublic Transportation Revenue | | <u>\$ 73,871</u> |
|----------------------------------|--|------------------|

Schedule 2

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Education Levels of Public School Staff
As of October 1, 2004

| Category | Full-time Classroom Teachers | | | | Principals & Assistant Principals | | | |
|-------------------------------|------------------------------|-------------|----------------|-------------|-----------------------------------|-------------|----------------|-----------|
| | Certificated | | Uncertificated | | Certificated | | Uncertificated | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Less than a Bachelor's Degree | 0 | 0% | 0 | 0% | 0 | 0% | 0 | 0% |
| Bachelor's Degree | 441 | 78% | 9 | 90% | 2 | 6% | 0 | 0% |
| Master's Degree | 86 | 15% | 1 | 10% | 16 | 52% | 0 | 0% |
| Master's Degree + 30 | 34 | 6% | 0 | 0% | 12 | 39% | 0 | 0% |
| Specialist in Education | 1 | 0% | 0 | 0% | 1 | 3% | 0 | 0% |
| Ph. D. or Ed. D. | 1 | 0% | 0 | 0% | 0 | 0% | 0 | 0% |
| Total | 563 | 100% | 10 | 100% | 31 | 100% | 0 | 0% |

Schedule 3

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Number and Type of Public Schools
For the Year Ended June 30, 2005

| Type | Number |
|-----------------|-----------|
| Elementary | 10 |
| Middle/Jr. High | 4 |
| Secondary | 3 |
| Combination | 1 |
| Total | 18 |

Note: Schools opened or closed during the fiscal year are included in this schedule.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Experience of Public Principals and Full-time Classroom Teachers
As of October 1, 2004

| | 0-1 Yr. | 2-3 Yrs. | 4-10 Yrs. | 11-14 Yrs. | 15-19 Yrs. | 20-24 Yrs. | 25+ Yrs. | Total |
|----------------------|-----------|-----------|------------|------------|------------|------------|------------|------------|
| Assistant Principals | 0 | 0 | 2 | 2 | 3 | 0 | 7 | 14 |
| Principals | 0 | 0 | 0 | 3 | 2 | 2 | 10 | 17 |
| Classroom Teachers | 81 | 52 | 153 | 70 | 59 | 37 | 121 | 573 |
| Total | 81 | 52 | 155 | 75 | 64 | 39 | 138 | 604 |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Public School Staff Data
For the Year Ended June 30, 2005

| | All Classroom Teachers | Classroom Teachers Excluding ROTC and Rehired Retirees |
|--|---------------------------|--|
| Average Classroom Teachers' Salary Including Extra Compensation | 37,313 | 37,313 |
| Average Classroom Teachers' Salary Excluding Extra Compensation | 36,990 | 36,990 |
| Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries | 570.5 | 570.5 |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Class Size Characteristics
As of October 1, 2004

| School Type | Class Size Range | | | | | | | | | | | |
|----------------------------------|------------------|--------|--|---------|--------|--|---------|--------|--|---------|--------|--|
| | 1 - 20 | | | 21 - 26 | | | 27 - 33 | | | 34+ | | |
| | Percent | Number | | Percent | Number | | Percent | Number | | Percent | Number | |
| Elementary | 24.6% | 300 | | 62.6% | 764 | | 12.8% | 156 | | 0.0% | - | |
| Elementary Activity Classes | 17.1% | 26 | | 44.7% | 68 | | 27.6% | 42 | | 10.5% | 16 | |
| Middle/Jr. High | 21.6% | 77 | | 43.3% | 154 | | 35.1% | 125 | | 0.0% | - | |
| Middle/Jr. High Activity Classes | 40.4% | 21 | | 32.7% | 17 | | 26.9% | 14 | | 0.0% | - | |
| High | 43.7% | 262 | | 30.7% | 184 | | 25.5% | 153 | | 0.0% | - | |
| High Activity Classes | 87.8% | 86 | | 7.1% | 7 | | 2.0% | 2 | | 3.1% | 3 | |
| Combination | 0.0% | - | | 0.0% | - | | 100.0% | 4 | | 0.0% | - | |
| Combination Activity Classes | 0.0% | - | | 0.0% | - | | 0.0% | - | | 0.0% | - | |

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Year Ended June 30, 2005

| District Achievement Level | English Language Arts | | | | | | Mathematics | | | | | | |
|----------------------------|-----------------------|---------|------------|---------|------------|---------|-------------|---------|------------|---------|------------|---------|--|
| | 2005 | | 2004 | | 2003 | | 2005 | | 2004 | | 2003 | | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | |
| Grade 4 | | | | | | | | | | | | | |
| Advanced | 12 | 2% | 12 | 2% | 3 | 0% | 8 | 1% | 6 | 1% | 11 | 2% | |
| Mastery | 86 | 12% | 96 | 14% | 55 | 8% | 81 | 11% | 73 | 11% | 69 | 10% | |
| Basic | 316 | 44% | 236 | 34% | 302 | 44% | 307 | 43% | 263 | 38% | 268 | 39% | |
| Approaching Basic | 164 | 23% | 173 | 25% | 196 | 29% | 167 | 23% | 174 | 25% | 185 | 27% | |
| Unsatisfactory | 138 | 19% | 170 | 25% | 124 | 18% | 152 | 21% | 171 | 25% | 147 | 22% | |
| Total | 716 | | 687 | | 680 | | 715 | | 687 | | 680 | | |

| District Achievement Level | Science | | | | | | Social Studies | | | | | |
|----------------------------|------------|---------|------------|---------|------------|---------|----------------|---------|------------|---------|------------|---------|
| | 2005 | | 2004 | | 2003 | | 2005 | | 2004 | | 2003 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 8 | | | | | | | | | | | | |
| Advanced | 4 | 1% | 2 | 0% | 0 | 0% | 2 | 0% | 0 | 0% | 0 | 0% |
| Mastery | 77 | 12% | 78 | 12% | 79 | 12% | 49 | 8% | 39 | 6% | 28 | 4% |
| Basic | 230 | 36% | 200 | 32% | 208 | 32% | 277 | 44% | 243 | 39% | 285 | 43% |
| Approaching Basic | 211 | 33% | 191 | 31% | 247 | 37% | 158 | 25% | 188 | 30% | 214 | 32% |
| Unsatisfactory | 113 | 18% | 154 | 25% | 126 | 19% | 147 | 23% | 155 | 25% | 133 | 20% |
| Total | 635 | | 625 | | 660 | | 633 | | 625 | | 660 | |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

The Graduation Exit Exam for the 21st Century
For the Year Ended June 30, 2005

| District Achievement Level | English Language Arts | | | | | | Mathematics | | | | | | |
|----------------------------|-----------------------|---------|------------|---------|------------|---------|-------------|---------|------------|---------|------------|---------|--|
| | 2005 | | 2004 | | 2003 | | 2005 | | 2004 | | 2003 | | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | |
| Grade 10 | | | | | | | | | | | | | |
| Advanced | 2 | 0% | 4 | 1% | 1 | 0% | 34 | 5% | 42 | 7% | 27 | 5% | |
| Mastery | 65 | 11% | 96 | 17% | 25 | 4% | 81 | 13% | 67 | 12% | 65 | 11% | |
| Basic | 262 | 43% | 210 | 37% | 226 | 39% | 227 | 36% | 188 | 33% | 234 | 40% | |
| Approaching Basic | 173 | 28% | 119 | 21% | 163 | 28% | 102 | 16% | 105 | 19% | 97 | 16% | |
| Unsatisfactory | 113 | 18% | 134 | 24% | 163 | 28% | 182 | 29% | 160 | 28% | 165 | 28% | |
| Total | 615 | | 563 | | 578 | | 626 | | 562 | | 588 | | |

| District Achievement Level | Science | | | | | | Social Studies | | | | | |
|----------------------------|------------|---------|------------|---------|------------|---------|----------------|---------|------------|---------|------------|---------|
| | 2005 | | 2004 | | 2003 | | 2005 | | 2004 | | 2003 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 11 | | | | | | | | | | | | |
| Advanced | 10 | 2% | 6 | 1% | 3 | 1% | 0 | 0% | 1 | 0% | 1 | 0% |
| Mastery | 58 | 13% | 58 | 12% | 43 | 9% | 33 | 7% | 27 | 6% | 36 | 8% |
| Basic | 181 | 40% | 181 | 37% | 183 | 40% | 222 | 49% | 248 | 51% | 205 | 45% |
| Approaching Basic | 105 | 23% | 139 | 28% | 118 | 26% | 119 | 26% | 121 | 25% | 118 | 26% |
| Unsatisfactory | 98 | 22% | 104 | 21% | 108 | 24% | 78 | 17% | 88 | 18% | 97 | 21% |
| Total | 452 | | 488 | | 455 | | 452 | | 485 | | 457 | |

ST. MARTIN PARISH SCHOOL BOARD
St. Martinville, Louisiana

The IOWA Tests
For the Year Ended June 30, 2005

| | Composite | | |
|--|-----------|------|------|
| | 2005 | 2004 | 2003 |
| Test of Basic Skills (ITBS) | | | |
| Grade 3 | 64 | 59 | 55 |
| Grade 5 | 52 | 49 | 45 |
| Grade 6 | 42 | 39 | 39 |
| Grade 7 | 45 | 44 | 42 |
| Tests of Educational Development (ITED) | | | |
| Grade 9 | 43 | 43 | 39 |