

**Claiborne Parish School Board
Homer, Louisiana**
**Annual Financial Report
As of and for the Year Ended June 30, 2009**

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 1/27/10

**Claiborne Parish School Board
Table of Contents**

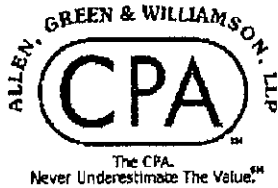
	<u>Statement</u>	<u>Page</u>
FINANCIAL SECTION		
Independent Auditors' Report		1-2
Required Supplemental Information:		3
Management's Discussion and Analysis (MD&A)		4-11
Basic Financial Statements:		
Government-wide Financial Statements (GWFS)		12
Statement of Net Assets	A	13
Statement of Activities	B	14
Fund Financial Statements (FFS)		15
Governmental Funds:		
Balance Sheet	C	16-17
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	D	19
Statement of Revenues, Expenditures, and Changes in Fund Balances	E	20-23
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	F	24
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	G	25
Notes to the Basic Financial Statements		
Index		26
Notes		27-46
	<u>Exhibit</u>	
REQUIRED SUPPLEMENTAL INFORMATION		47
Schedule of Funding Progress For Other Post Employment Benefit Plan		48
Budgetary Comparison Schedules		49
General Fund	1-1	50
Title I	1-2	51
Maintenance Funds	1-3	52
School Lunch	1-4	53
Special Education	1-5	54
Notes to the Budgetary Comparison Schedules		55-57
SUPPLEMENTAL INFORMATION		58
Combining Nonmajor Governmental Funds - by Fund Type		
Combining Balance Sheet	2	59
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	3	60
Nonmajor Special Revenue Funds		61
Combining Balance Sheet	4	62-63
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	5	64-65
Agency Funds		66
Statement of Changes in Fiduciary Assets and Liabilities	6	67
School Activities Agency Fund - Schedule of Changes in Deposits Due Others	7	68
Sales Tax Agency Fund - Schedule of Changes in Deposits Due Others	8	69

(Continued)

**Claiborne Parish School Board
Table of Contents**

		<u>Page</u>
OTHER SCHEDULES		71
Maintenance Fund Accounts		
Combining Balance Sheet	9	72-73
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	10	74-75
Schedule of Compensation Paid Board Members	11	76
 SINGLE AUDIT INFORMATION		 77
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>		78-79
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With <u>OMB Circular A-133</u>		80-81
Schedule of Expenditures of Federal Awards		82
Notes to the Schedule of Expenditures of Federal Awards		83
Schedule of Findings and Questioned Costs		84-90
 OTHER INFORMATION		 91
Schedule of Prior Audit Findings		92-94
Corrective Action Plan for Current Year Audit Findings		95-99
Management Letter Items		
Management Letter		100-101
Independent Accountants' Report on Applying Agreed-upon Procedures		102-104
Schedules of Performance and Statistical Data as Prepared By Management		105-117

(Concluded)



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INDEPENDENT AUDITORS' REPORT

Board Members
Claiborne Parish School Board
Homer, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Claiborne Parish School Board, as of and for the year ended June 30, 2009, 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 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 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, 2009, and the respective changes in financial position 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 December 17, 2009 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, and 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 assessing the results of the audit.

The Management's Discussion and Analysis, Schedule of Funding Progress for Other Post Employment Benefits, and the Budgetary Comparison Schedules, as listed in the table of contents, are not a required part of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

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 supplemental information and the Schedule of Expenditures of Federal Awards as required by OMB Circular A-133, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The information identified in the table of contents as Other Information is presented for purposes of additional analysis and is not a required part of the basic financial statements of the School Board. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 17, 2009

**REQUIRED INFORMATION:
MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

Our discussion and analysis of Claiborne Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2009. Please read it in conjunction with the School Board's financial statements which follow this Management's Discussion and Analysis.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999.

The Claiborne Parish School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within Claiborne Parish. The School Board is authorized by LSA-R.S. 17:81 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 for four years.

The School Board operates eight schools within the parish with a total enrollment of 2,354 pupils for the year ended June 30, 2009. 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.

FINANCIAL HIGHLIGHTS The primary resources available to the School Board are local revenues which are primarily tax receipts, state revenues which are primarily minimum foundation funding and cost reimbursement grants, and federal revenues which are primarily cost reimbursement grants.

FUND FINANCIAL STATEMENTS

The fund balances of all governmental funds increased \$3,524 thousand. The fund balance of the general fund increased \$2,440 thousand is due mainly to sales tax and property tax increases.

The Title I Fund is a cost reimbursement fund based on the amount of the federal grant award each year.

The Maintenance Funds account for the proceeds of ad valorem taxes levied to maintain and improve school facilities in the parish. This fund increased \$162 thousand during the year mainly due to property tax revenue increases. Property tax assessments increased due mainly to drilling for oil and gas in the parish.

The School Lunch fund balance increased \$9.7 thousand. This increase is due mainly to a transfer in from the General Fund during 2009.

The Special Education Fund is a cost reimbursement fund based on the amount of the federal grant award each year.

The District 11 Debt Service Fund increased \$624 thousand in the current year. This fund is for debt service payments of bond principal and interest. The increase was mainly due to increased collections of ad valorem revenue.

Other Governmental Funds increased \$288 thousand during 2009. The funds which are included are federal special revenue fund, a capital projects fund, and a debt service fund.

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

ANNUAL REPORT The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Assets and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, the General Fund, Title I Fund, Maintenance Fund, School Lunch Fund, Special Education Fund, and the District 11 Debt Service Fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

Financial Section

Required Supplemental Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**



**Fund
Financial Statements**

Notes to the Basic Financial Statements

Required Supplemental Information

**Schedule of Funding Progress
Budgetary Information for Major Funds**

Supplemental Information

**Nonmajor Funds Combining Statements
Agency Funds Statements/Schedules
Schedule of Compensation Paid Board Members**

Our auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance is being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

Reporting the School Board as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the School Board as a whole begins with the government-wide financial statements. One of the most important questions asked about the School Board is, "Is the School Board as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities, which appear first in the School Board's financial statements, report information on the School Board as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's net assets - the difference between assets and liabilities, as reported in the Statement of Net Assets - as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net assets - as reported in the Statement of Activities - are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School Board's operating results. However, the School Board's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School Board.

The Statement of Net Assets and Statement of Activities report the following activity for the School Board:

Governmental activities - All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program funds, and state and federal grants finance most of these activities.

Reporting the School Board's Most Significant Funds

Fund Financial Statements

The School Board's fund financial statements provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the School Food Service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants the School Board receives from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation on Statements D and F.

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

The School Board as Trustee

Reporting the School Board's Fiduciary Responsibilities

The School Board is the trustee, or fiduciary, for its student activities funds, and scholarship fund. All of the School Board's fiduciary activities are reported in the Statements of Fiduciary Assets and Liabilities. We exclude these activities from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE SCHOOL BOARD AS A WHOLE The School Board's net assets were \$21,361 thousand at June 30, 2009. Of this amount \$6,607 thousand was unrestricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets, (Table 1) and the change in net assets (Table 2) of the School Board's governmental activities.

Table 1
Net Assets
June 30,
(in thousands)

	<u>Governmental Activities</u>		
	<u>2009</u>	<u>2008</u>	<u>Variance</u>
Current and other assets	\$ 15,245	\$ 11,860	\$ 3,385
Restricted assets - Investments	-	-	-
Capital assets	23,489	23,934	(445)
Total assets	<u>38,734</u>	<u>35,794</u>	<u>2,940</u>
Current and other liabilities	1,794	1,936	(142)
Long-term liabilities	15,579	15,589	(10)
Total liabilities	<u>17,373</u>	<u>17,525</u>	<u>(152)</u>
Net assets			
Invested in capital assets, net of debt	9,802	9,372	430
Restricted	4,952	4,598	354
Unrestricted	6,607	4,299	2,308
Total net assets	<u>\$ 21,361</u>	<u>\$ 18,269</u>	<u>\$ 3,092</u>

The \$6,607 thousand in unrestricted net assets of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today including all of its non-capital liabilities such as other post retirement benefits (OPEB) and compensated absences, there would be \$6,607 thousand left.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2 on the next page, takes the information from that statement and rearranges it slightly so that readers can see total revenues for the year.

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

Table 2
Changes in Net Assets
For the Year Ended June 30,
(in thousands)

	<u>Governmental Activities</u>		
	2009	2008	Variance
Net Assets - beginning	\$ 18,269	\$ 16,736	\$ 1,533
Revenues:			0
Program revenues			0
Charges for services	171	176	(5)
Operating grants and contributions	4,168	3,776	392
General Revenues			-
Ad valorem taxes	4,518	3,907	611
Sales taxes	4,790	3,434	1,356
State equalization	15,950	15,582	368
Other general revenues	564	556	8
Total revenues	<u>30,161</u>	<u>27,431</u>	<u>2,730</u>
Functions/Program Expenses:			
Instruction			
Regular programs	9,832	9,760	72
Special programs	3,137	2,851	286
Other instructional programs	2,321	2,253	68
Support services			-
Student services	792	834	(42)
Instructional staff support	1,854	1,734	120
General administration	975	737	238
School administration	1,727	1,490	237
Business services	346	265	81
Plant services	2,072	2,021	51
Student transportation services	1,715	1,439	276
Central services	8	6	2
Food Services	1,674	1,639	35
Community service programs	19	19	-
Interest on long-term debt	597	627	(30)
Total expenses	<u>27,069</u>	<u>25,675</u>	<u>1,394</u>
Increase (decrease) in net assets	3,092	1,756	1,336
Prior period adjustment	-	(223)	223
Net Assets - ending	<u>\$ 21,361</u>	<u>\$ 18,269</u>	<u>\$ 3,092</u>

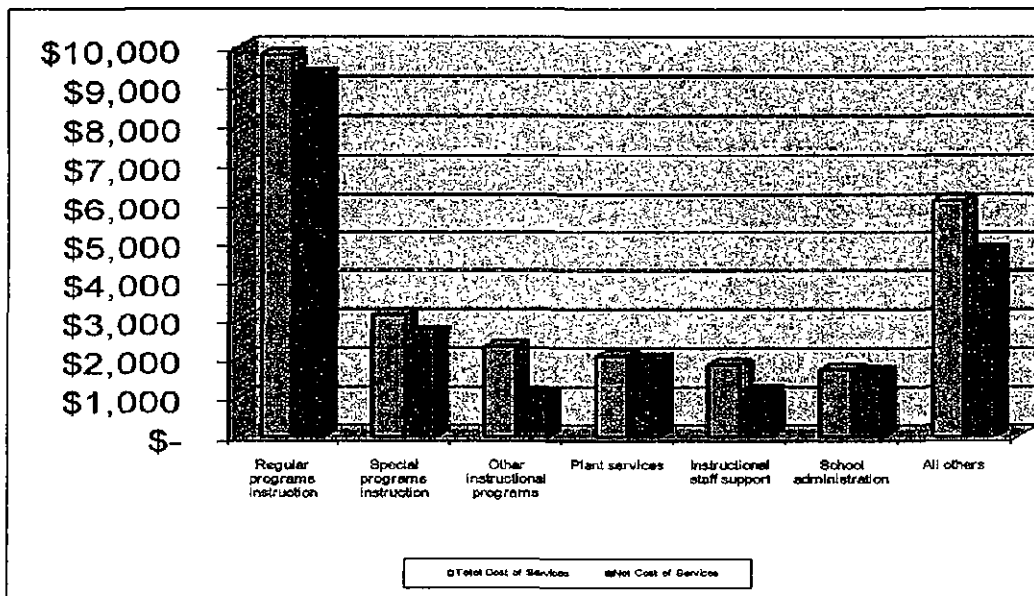
Governmental Activities As reported in the Statement of Activities, the cost of all governmental activities this year was \$27,069 thousand. The amount that taxpayers ultimately financed for these activities through School Board taxes was \$9,308 thousand because some of the cost was paid by those who benefited from the program \$171 thousand or by other governments and organizations who subsidized certain programs with grants and contributions \$4,168 thousand. The remaining \$13,422 thousand was paid by MFP funds and other revenues which are mainly interest earnings and other miscellaneous revenue.

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

In the table below we have presented the cost of each of the School Board's six largest functions - Regular programs, Special programs, Other instructional programs, Plant services, Instructional staff support, and School administration as well as each program's net cost (total cost less revenues generated by the activities). Net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

(in thousands)	Year Ended June 30, 2009		Year Ended June 30, 2008	
	Governmental Activities		Governmental Activities	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Regular programs instruction	\$ 9,832	\$ 9,326	\$ 9,760	\$ 9,277
Special programs instruction	3,137	2,661	2,851	2,823
Other instructional programs	2,321	1,120	2,253	730
Plant services	2,072	1,999	2,021	1,983
Instructional staff support	1,854	1,171	1,734	1,078
School administration	1,727	1,659	1,489	1,489
All others	6,126	4,794	5,567	4,344
Totals	\$ 27,069	\$ 22,730	\$ 25,675	\$ 21,724

2008
Total Cost of Services
Versus
Net Cost of Services
(in thousands)



Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

THE SCHOOL BOARD'S FUNDS As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give you more insight into the School Board's overall financial health.

Budgetary Highlights As mentioned earlier the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the School Board's original and final budgets compared with actual results for the General Fund and major special revenue with legally adopted budgets is provided in the required supplemental information section of this report as Exhibits 1-1 through 1-5.)

The General Fund's actual revenue was \$1,264 thousand less than projected budgeted revenue amounts. This was due mainly to transfers in from other funds were budgeted but no transfers were made to the General Fund from other funds. Total actual expenditures for the General Fund were \$246 thousand less than budgeted mainly due to transfer of funds to other funds being less than budget.

The Title I Fund received federal funds of \$139 thousand greater than budgeted revenue amounts. This fund is a federal cost reimbursement program in which revenues vary year to year based on the actual grant award. Actual expenditures were \$139 thousand greater than budgeted expenditures for 2009.

The Maintenance Fund received \$26 thousand more than budgeted revenue amounts mainly due to an increase in other state revenue and interest earnings. The actual expenditures were \$145 thousand greater than budgeted expenditures due mainly to an increase in general administration, plant services, and debt payment costs.

The School Lunch Fund's actual revenue was \$93 thousand greater than projected budgeted revenues mainly due to an increase in food service income. Actual expenditures for the fund were \$45 thousand less than budgeted amounts due to overall lower food service costs for 2009.

The Special Education Fund received federal funds of \$124 thousand greater than budgeted revenue amounts. This fund is a federal cost reimbursement program in which revenues vary year to year based on the actual grant award. Actual expenditures were \$124 thousand greater than budgeted expenditures for 2009.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets At June 30, 2009, the School Board had \$23,488 thousand invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions and depreciation) of \$446 thousand or 1.86% from last year.

Capital Assets at June 30, (in thousands)		<u>Governmental Activities</u>	
	2009	2008	Variance
Land	\$ 496	\$ 496	\$ -
Buildings	21,506	22,054	(548)
Furniture and equipment	1,486	1,384	102
Totals	<u>\$ 23,488</u>	<u>\$ 23,934</u>	<u>\$ (446)</u>

Claiborne Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2009

Debt Administration At June 30, 2009, the School Board had \$15,579 thousand outstanding versus \$15,589 thousand in 2008, which is a decrease of less than 1%. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property. At June 30, 2009, the School Board's outstanding debt consisted of:

(in thousands)

	<u>Long Term Obligations at June 30,</u>	
	<u>2009</u>	<u>2008</u>
Qualified zone academy bonds	\$ 1,381	\$ 1,572
Bonded debt	12,305	12,990
OPEB liability	823	-
Claims payable	14	2
Compensated absences	<u>1,056</u>	<u>1,025</u>
Total	<u>\$15,579</u>	<u>\$ 15,589</u>

Additional information on capital assets and long-term debt can be found in Note 6 and Note 12, respectively, of the notes to financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES During the 2009-2010 year, we expect an increase in pipeline activity in the parish which will result in an increase in sales and property tax revenues.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Fred Evans, Business Manager, at Claiborne Parish School Board, 415 East Main Street, P. O. Box 600, Homer, Louisiana 71040, telephone number (318) 927-3502.

BASIC FINANCIAL STATEMENTS:

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

CLAIBORNE PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS
June 30, 2009

Statement A

GOVERNMENTAL
ACTIVITIES

ASSETS

Cash and cash equivalents	\$ 11,756,954
Investments	2,293,854
Receivables	1,120,847
Inventory	27,898
Bond issuance costs, net of amortization	45,836
Restricted assets:	
Investments	7
Capital assets:	
Land and construction in progress	496,279
Capital assets, net of depreciation	<u>22,992,422</u>
TOTAL ASSETS	<u>38,734,097</u>

LIABILITIES

Accounts, salaries and other payables	1,578,475
Deferred revenue	28,250
Interest payable on long-term debt	187,408
Long-term liabilities	
Due within one year	1,967,692
Due in more than one year	<u>13,611,520</u>
TOTAL LIABILITIES	<u>17,373,345</u>

NET ASSETS

Invested in capital assets, net of related debt	9,802,399
Restricted for:	
Debt Service	2,575,291
Salaries and benefits	2,376,583
Unrestricted	<u>6,606,479</u>
TOTAL NET ASSETS	<u>\$ 21,360,752</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

CLAIBORNE PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

Statement B

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE)
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGES IN NET ASSETS
<i>Governmental activities:</i>				
<i>Instruction:</i>				
Regular programs	\$ 9,831,826	\$ 0	\$ 505,520	\$ (9,326,106)
Special programs	3,136,740		475,750	(2,660,990)
Other instructional programs	2,320,545		1,200,754	(1,119,791)
<i>Support services:</i>				
Student services	792,323		51,325	(740,998)
Instructional staff support	1,853,798		682,352	(1,171,446)
General administration	975,492		116,730	(858,762)
School administration	1,727,475		68,225	(1,659,250)
Business services	345,810		16,766	(329,044)
Plant services	2,072,202		73,653	(1,998,549)
Student transportation services	1,714,891		63,949	(1,650,942)
Central services	8,047		340	(7,707)
Food services	1,674,168	170,804	905,973	(597,391)
Community service programs	18,900		6,885	(12,015)
Interest on long-term debt	597,141		0	(597,141)
Total Governmental Activities	27,069,158	170,804	4,168,222	(22,730,132)
<i>General revenues:</i>				
<i>Taxes:</i>				
Ad valorem taxes, levied for general purposes				2,309,751
Ad valorem taxes, levied for debt service programs				2,208,667
Sales taxes, levied for general purposes				4,790,142
State revenue sharing				125,219
<i>Grants and contributions not restricted to specific programs</i>				
Minimum Foundation Program				15,950,101
Interest and investment earnings				123,445
Miscellaneous				314,101
Total general revenues				25,821,425
Changes in net assets				3,091,294
Net assets - beginning				18,269,458
Net assets - ending				\$ 21,360,752

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS (FFS)

CLAIBORNE PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2009

	GENERAL	TITLE I	MAINTENANCE FUND
ASSETS			
Cash and cash equivalents	\$ 6,071,639	\$ 602,059	\$ 1,293,021
Investments	1,876,249	0	302,623
Receivables	635,807	150,164	0
Interfund receivables	2,085,812	0	6,852
Inventory	0	0	0
Restricted assets:			
Investments	0	0	7
TOTAL ASSETS	10,669,507	752,223	1,602,503
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts, salaries and other payables	1,385,100	54,462	4,421
Interfund payables	77,274	697,761	0
Deferred revenue	0	0	0
Total Liabilities	1,462,374	752,223	4,421
Fund Balances:			
Reserved for:			
Inventory	0	0	0
Debt Service	0	0	0
Salaries and benefits	2,376,583	0	0
Unreserved:			
Designated for contingencies - Workers' Comp	564,071	0	0
Designated for roofing	0	0	0
Unreserved - Undesignated			
General Fund	6,266,479	0	0
Special Revenue Funds	0	0	1,598,082
Capital Projects Funds	0	0	0
Total Fund Balances	9,207,133	0	1,598,082
TOTAL LIABILITIES AND FUND BALANCES	\$ 10,669,507	\$ 752,223	\$ 1,602,503

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement C

SCHOOL LUNCH	SPECIAL EDUCATION	DISTRICT 11 DEBT SERVICE	NON-MAJOR GOVERNMENTAL	TOTAL
\$ 170,301	\$ 287,126	\$ 1,728,348	\$ 1,804,460	\$ 11,756,954
100,000	0	14,982	0	2,293,854
0	190,762	0	144,114	1,120,847
0	0	3,114	67,308	2,163,086
27,898	0	0	0	27,898
0	0	0	0	7
<u>298,199</u>	<u>477,888</u>	<u>1,746,444</u>	<u>1,815,882</u>	<u>17,362,646</u>
66,450	45,835	0	22,207	1,578,475
347,814	426,484	0	613,753	2,163,086
18,036	5,569	0	4,645	28,250
<u>432,300</u>	<u>477,888</u>	<u>0</u>	<u>640,605</u>	<u>3,769,811</u>
(18,036)	0	0	0	(18,036)
0	0	1,746,444	1,016,255	2,762,699
0	0	0	0	2,376,583
0	0	0	0	564,071
0	0	0	0	0
0	0	0	0	6,266,479
(116,065)	0	0	156,493	1,638,510
0	0	0	2,529	2,529
<u>(134,101)</u>	<u>0</u>	<u>1,746,444</u>	<u>1,175,277</u>	<u>13,592,835</u>
\$ 298,199	\$ 477,888	\$ 1,746,444	\$ 1,815,882	\$ 17,362,646

Claiborne Parish School Board



CLAIBORNE PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2009**

Statement D

Total fund balances - governmental funds \$ 13,592,835

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Costs of capital assets	\$ 35,264,146	
Depreciation expense to date	<u>(11,775,445)</u>	
		23,488,701

Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long term - are reported in the Statement of Net Assets.

Balances at June 30, 2009 are:

Long-term liabilities		
Quality zone academy bond	(1,381,302)	
Bonds payable	(12,305,000)	
OPEB liability	(823,053)	
Claims payable	(13,816)	
Compensated absences payable	<u>(1,056,041)</u>	
		(15,579,212)

Bond issuance costs are an asset for governmental activities and are amortized over the life of the bonds, but are expensed for governmental funds. 45,836

Interest on long-term debt is not recognized in governmental funds until it is due and payable (usually semi-annually), however, in the Statement of Net Assets that amount of interest which is payable but not yet due is recognized as a current liability. (187,408)

Net Assets - Governmental Activities \$ 21,360,752

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

CLAIBORNE PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
 Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2009

	GENERAL	TITLE I	MAINTENANCE FUND
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 1,167,275	\$ 0	\$ 1,142,478
Sales and use	4,790,142	0	0
Interest earnings	69,112	0	41,231
Food services	0	0	0
Other	238,041	0	111
State sources:			
Equalization	15,790,101	0	0
Other	872,940	0	56,184
Federal sources	60,861	1,111,084	0
Total Revenues	22,988,472	1,111,084	1,240,002
EXPENDITURES			
Current:			
Instruction:			
Regular programs	8,691,171	0	7,519
Special programs	2,581,214	0	0
Other instructional programs	1,091,874	850,230	690
Support services:			
Student services	739,410	0	0
Instructional staff support	1,161,122	204,860	0
General administration	757,337	45,940	41,019
School administration	1,615,989	0	41,952
Business services	323,736	699	220
Plant services	1,269,410	3,000	689,220
Student transportation services	1,350,814	0	116,849
Central services	8,047	0	0
Food services	237,598	0	0
Community service programs	12,545	6,355	0
Capital outlay	536,532	0	1,436
Debt service:			
Principal retirement	0	0	190,718
Interest and bank charges	0	0	0
Total Expenditures	20,376,799	1,111,084	1,089,623
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 2,611,673	\$ 0	\$ 150,379

Statement E

SCHOOL LUNCH	SPECIAL EDUCATION	DISTRICT 11 DEBT SERVICE	NON-MAJOR GOVERNMENTAL	TOTAL
\$ 0	\$ 0	\$ 1,304,244	\$ 904,423	\$ 4,518,418
0	0	0	0	4,790,142
1,992	0	5,015	6,095	123,445
170,804	0	0	0	170,804
0	0	0	95,494	333,646
160,000	0	0	0	15,950,101
0	0	0	45,165	974,289
<u>897,580</u>	<u>647,894</u>	<u>0</u>	<u>601,733</u>	<u>3,319,152</u>
<u>1,230,376</u>	<u>647,894</u>	<u>1,309,259</u>	<u>1,652,910</u>	<u>30,179,997</u>
0	0	0	116,447	8,815,137
0	327,070	0	62,588	2,970,872
0	0	0	324,401	2,267,195
0	4,672	0	15,553	759,635
0	271,111	0	156,491	1,793,584
0	28,995	43,987	45,589	962,867
0	0	0	0	1,657,941
0	1,360	44	681	326,740
0	14,686	0	86	1,976,402
0	0	0	119	1,467,782
0	0	0	0	8,047
1,380,342	0	0	0	1,617,940
0	0	0	0	18,900
0	0	0	0	537,968
0	0	340,000	345,000	875,718
<u>0</u>	<u>0</u>	<u>300,890</u>	<u>298,180</u>	<u>599,070</u>
<u>1,380,342</u>	<u>647,894</u>	<u>684,921</u>	<u>1,365,135</u>	<u>26,655,798</u>
\$ (149,966)	\$ 0	\$ 624,338	\$ 287,775	\$ 3,524,199

(CONTINUED)

CLAIBORNE PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS
 Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2009

	<u>GENERAL</u>	<u>TITLE I</u>	<u>MAINTENANCE FUND</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ 0	\$ 0	\$ 11,835
Transfers out	<u>(171,532)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(171,532)</u>	<u>0</u>	<u>11,835</u>
Net Change in Fund Balances	<u>2,440,141</u>	<u>0</u>	<u>162,214</u>
FUND BALANCES - BEGINNING	<u>6,766,992</u>	<u>0</u>	<u>1,435,868</u>
FUND BALANCES - ENDING	<u>\$ 9,207,133</u>	<u>\$ 0</u>	<u>\$ 1,598,082</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement E

SCHOOL LUNCH	SPECIAL EDUCATION	DISTRICT 11 DEBT SERVICE	NON-MAJOR GOVERNMENTAL	TOTAL
\$ 159,697	\$ 0	\$ 0	\$ 0	171,532
0	0	0	0	(171,532)
159,697	0	0	0	0
9,731	0	624,338	287,775	3,524,199
(143,832)	0	1,122,106	887,502	10,068,636
\$ (134,101)	\$ 0	\$ 1,746,444	\$ 1,175,277	\$ 13,592,835

(CONCLUDED)

CLAIBORNE PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2009**

	Statement F	
Total net change in fund balances - governmental funds	\$	3,524,199
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the period:		
Depreciation expense	(963,360)	
Capital outlays	<u>537,968</u>	(425,392)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.		875,718
Governmental funds report the effects of debt issuance costs and similar items when debt is first issued, whereas these amount are deferred and amortized in the statement of activities		
Amortization of bond issue costs		(7,640)
In the Statement of Activities, scrapping of capital assets are reported as gain or loss net of the book value.		
Cost of assets scrapped	(236,551)	
Accumulated depreciation	<u>217,006</u>	
Net loss	(19,545)	(19,545)
In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned \$1,368,229 exceeded the amounts used (\$1,337,546) by \$30,683.		(30,683)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in government funds		
Decrease in interest payable		9,569
Increase of incurred but not reported workers' compensation claims		(11,879)
Increase in OPEB liabilities		<u>(823,053)</u>
Change in net assets of governmental activities	\$	<u>3,091,294</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

CLAIBORNE PARISH SCHOOL BOARD
FIDUCIARY FUND
Statement of Fiduciary Assets and Liabilities
June 30, 2009

Statement G

	AGENCY FUND
ASSETS	
Cash and cash equivalents	\$ 657,984
Accounts receivable	635,750
Restricted assets:	
Cash	7,156
Total assets	1,300,890
 LIABILITIES	
Deposits due others	1,300,890
Total liabilities	\$ 1,300,890

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

	<u>Page</u>
INDEX	
NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	27
A. REPORTING ENTITY	27
B. FUNDS	27
Governmental Funds	27
Fiduciary Funds	28
C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING	28
Governmental Funds	29
D. CASH AND CASH EQUIVALENTS	30
E. INVESTMENTS	30
F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES	31
G. ELIMINATION AND RECLASSIFICATIONS	31
H. INVENTORY AND PREPAID ITEMS	32
I. CAPITAL ASSETS	32
J. DEFERRED REVENUES	32
K. COMPENSATED ABSENCES	32
L. RESTRICTED NET ASSETS	33
M. FUND EQUITY OF FUND FINANCIAL STATEMENTS	33
N. INTERFUND ACTIVITY	33
O. SALES TAX	33
P. BUDGETS	34
Q. USE OF ESTIMATES	34
NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	35
NOTE 3 - LEVIED TAXES	35
NOTE 4 - DEPOSITS AND INVESTMENTS	37
NOTE 5 - RECEIVABLES	37
NOTE 6 - CAPITAL ASSETS	38
NOTE 7 - RETIREMENT SYSTEMS	39
NOTE 8 - OTHER POSTEMPLOYMENT BENEFITS	40
NOTE 9 - ACCOUNTS, SALARIES, AND OTHER PAYABLES	42
NOTE 10 - COMPENSATED ABSENCES	42
NOTE 11 - AGENCY FUND DEPOSITS DUE OTHERS	42
NOTE 12 - LONG-TERM LIABILITIES	43
NOTE 13 - INTERFUND ASSETS (FFS LEVEL ONLY)	44
NOTE 14 - INTERFUND TRANSFERS (FFS LEVEL ONLY)	44
NOTE 15 - LITIGATION AND CONTINGENCIES	45
NOTE 16 - RISK MANAGEMENT	45
NOTE 17 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES	46
NOTE 18 - ECONOMIC DEPENDENCY	46
NOTE 19 - SUBSEQUENT EVENTS	46

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES The accompanying financial statements of the Claiborne Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (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.

A. REPORTING ENTITY The Claiborne Parish School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within Claiborne Parish. The School Board is authorized by LSA-R.S. 17:81 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 for four years.

The School Board operates eight schools within the parish with a total enrollment of 2,354 pupils for the year ended June 30, 2009. 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.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity. The School Board includes all funds, activities, et cetera, that are within the oversight responsibility of the School Board.

Certain units of local government over which the School Board exercises no oversight responsibility, such as the parish police jury 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 those of the School Board.

B. FUNDS The accounts of the School Board are organized and operated on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

Funds of the School Board are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds Governmental funds account for all or most of the School Board's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. The School Board reports the following major governmental funds:

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

Title I fund - This fund accounts for federal funds received for the Title I federal program.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Maintenance Funds - The maintenance fund accounts for the proceeds of ad valorem taxes levied to maintain and improve school facilities in the parish.

School Lunch Fund - This program assists school boards through cash grants and food donations in providing a nutritious breakfast and lunch service for school students and encourages the domestic consumption of nutritious agricultural commodities.

Special Education fund - This fund accounts for federal funds received for the Special Education federal program.

District 11 Debt Service - This fund accounts for the proceeds of ad valorem taxes dedicated to the payment of bond principal and interest payments.

Fiduciary Funds - account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. Fiduciary funds include:

School activities agency fund - accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales tax agency fund - accounts for monies collected on behalf of other taxing authorities in Claiborne Parish.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements (GWFS) The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions".

Program revenues Program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales. Operating grants and contributions consist of the many educational grants received from the federal and state government.

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. Depreciation expense is

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

specifically identified 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 in the Statement of Activities.

Fund Financial Statements (FFS)

Governmental Funds The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Federal and state entitlements which include state equalization and state revenue sharing are recorded as unrestricted grants-in-aid when available and measurable. Federal and state restricted grants are recorded when the reimbursable expenditures have been incurred.

Ad valorem taxes are recognized when all applicable eligibility requirements are met and the resources are available.

Sales taxes are recognized when the underlying exchange takes place and the resources are available.

Interest income on time deposits and investments is recorded when the interest becomes measurable and available to finance expenditures of the fiscal period.

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

Salaries are recorded as paid. Salaries for nine-month employees are paid over twelve months and accrued at June 30.

Principal and interest on general long-term debt is recognized when due.

Inventory items are expensed as purchased except for inventory of the school lunch fund which is expensed as consumed.

Compensated absences are recognized as expenditures when leave is actually taken or upon termination of employment due to retirement or death.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Other Financing Sources (Uses) Transfers between funds that are not expected to be repaid (or other types, such as sale of fixed assets, debt extinguishments, and long-term debt proceeds) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Fiduciary Funds The *agency fund* is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting.

D. CASH AND CASH EQUIVALENTS Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the School Board may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less they are classified as cash equivalents and are stated at cost.

E. INVESTMENTS Investments are limited by R.S. 33:2955 and the School Board's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

The investments are reflected at fair value except for the following which are required/permitted as per GASB Statement No. 31:

1. Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.
2. The School Board reported at amortized cost money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

Definitions:

Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations. The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP) which is an external investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities 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 LA-R.S. 33.2955.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk and foreign currency risk for all public entity investments.

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

- Credit risk: Lamp is rated AAAm by Standard & Poor's
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: 2a7-like investment pools are excluded from this disclosure requirement, per paragraph 15 of the GASB 40 statement.
- Foreign currency risk: Not applicable to 2a7-like pools.

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 external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors.

An annual audit of LAMP is conducted by an independent certified public accountant. The Legislative Auditor of the state of Louisiana has full access to the records of the LAMP.

LAMP issues financial reports. These financial reports can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

G. ELIMINATION AND RECLASSIFICATIONS In the process of aggregating data for the statement of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

H. INVENTORY AND PREPAID ITEMS Inventory items are expensed as purchased except for inventory of the school food service fund.

Inventory of the school food service special revenue fund consists of 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. 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.

Certain payments to vendors reflect cost applicable to future accounting periods and are reported as prepaid items.

I. CAPITAL ASSETS Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed and depreciated over their estimated useful lives (including salvage value). The capitalization threshold is \$1,000. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

Straight line depreciation is used based on the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and building improvements	20-40 years
Furniture and fixtures	5-10 years
Vehicles	5-15 years
Equipment	5-20 years

Interest during construction is not capitalized on capital assets.

J. DEFERRED REVENUES Deferred revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed and the revenue is recognized.

K. COMPENSATED ABSENCES All 12-month employees earn ten days of vacation leave each year. Vacation leave cannot be accumulated. Upon separation of employment, all unused vacation leave is forfeited.

All School Board employees earn from ten to eighteen days of sick leave each year, depending upon the length of service. Sick leave can be accumulated without limitation. 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, and the Louisiana School Employees' Retirement System, all unpaid sick leave is used in the retirement benefit computation as earned service.

The School Board's recognition and measurement criteria for compensated absences follow:

GASB Statement 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

- A. The employees' rights to receive compensation are attributable to services already rendered.
- B. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

GASB Statement 16 provides that a liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments. The School Board uses this approach to accrue the liability for sick leave.

L. RESTRICTED NET ASSETS For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Restricted net assets reported in the Statement of Net Assets are restricted through enabling legislation.

M. FUND EQUITY OF FUND FINANCIAL STATEMENTS

Reserves Reserves represent those portions of fund equity legally segregated for a specific future use and not appropriable for expenditures.

Designated Fund Balances Designated fund balances represent tentative plans for future use of financial resources.

N. INTERFUND ACTIVITY Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

O. SALES TAX On January 21, 1978 the voters of Claiborne Parish approved the assessment of a one percent sales tax. The net revenues from the tax, which may be used for any school purpose, are used to supplement salaries and related benefits of school board employees. The tax is collected by the School Board and has no expiration date.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Claiborne Parish voters, on September 21, 1996 approved the assessment of a one percent sales tax, to be effective January 1, 1997. Net revenues from the tax are dedicated fifty percent to provide a source of funding for salaries and benefits for the employees of the school board and fifty percent for the general fund. The tax is collected by the School Board and expires in 2012.

P. BUDGETS

General Budget Practices The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets to be adopted for the general fund and all special revenue funds.

Each year prior to September, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain taxpayer comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the Board.

Encumbrances Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded.

Budget Basis of Accounting The major governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are originally adopted or amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

Q. USE OF ESTIMATES The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Excess of Expenditures Over Appropriations in individual Funds The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2009:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Title I	\$ 971,928	\$ 1,111,084	\$(139,156)
Maintenance	944,079	1,089,623	(145,544)
Special Education	523,641	647,844	(124,253)

Actual expenditures exceeded appropriations as a result of unanticipated expenditures occurring in the month of June after the last budget revision.

B. Deficit Fund Balances The following fund has a deficit in the fund balance at June 30, 2009:

<u>Fund</u>	<u>Deficit Amount</u>
School Lunch	\$ 134,101
Starting Points	13,309

Management expects to correct these deficits by reducing expenditures.

NOTE 3 - LEVIED TAXES The School Board levies taxes on real and business personal property located within Claiborne Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Claiborne Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Claiborne Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

Property Tax Calendar

Millage rates adopted	August 7, 2008
Levy date	January 1, 2008
Tax bills mailed	On or about November 15, 2008
Due date	December 31, 2008
Lien date	January 1, 2009
Tax sale date – 2008 delinquent property	May, 2009

Assessed values are established by the Claiborne Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10%	land	15%	industrial improvements
15%	machinery	15%	commercial improvements
10%	residential improvements	25%	public service properties, excluding land

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the tax roll of January 1, 2008. Total assessed value was \$126,857,169 in calendar year 2008. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$19,978,359 of the assessed value in calendar year 2008.

State law requires the sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1.25% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the *Constitution of the State of Louisiana* to sell the least quantity of property necessary to settle the taxes and interest owed.

All property taxes are recorded in the general, special revenue maintenance fund and sinking fund. Revenues in such funds are recognized in the accounting period in which an enforceable legal claim arises. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. The School Board uses the lien date to establish the enforceable legal claim date. No receivable has been recorded for 2009 property taxes because the lien date is subsequent to year end.

The tax roll is prepared by the parish tax assessor in November of each year. The collection of the 2009 property taxes occurs in December, and January and February of the next year. As a result, no property taxes receivable for 2009 taxes is included on the accompanying balance sheet because none is available within 60 days of the School Board's year-end.

Historically, virtually all ad valorem taxes receivable are collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:			
Constitutional	5.00	5.16	Indefinite
Maintenance	5.44	5.02	2016
Maintenance	5.44	5.02	2016
District Taxes			
Special revenue funds:			
District No. 1	4.25	4.06	2012
District No. 11	3.60	3.16	2016
District No. 13	12.66	11.96	2012
District No. 16	4.00	3.92	2009
District No. 26	10.00	9.25	2011
Debt Service funds			
District No. 11	Variable	31.50	2016
District No. 13	Variable	35.42	2017

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 4 - DEPOSITS AND INVESTMENTS At June 30, 2009, the School Board had the following investments:

<u>Investment type</u>	<u>Maturities</u>	<u>Fair Value</u>
Louisiana Asset Management Pool (LAMP)	Less than 1 year	\$2,093,854
JP Morgan/Bank of New York	Less than 1 year	<u>7</u>
Total investments		<u>\$2,093,861</u>

Interest Rate Risk: The School Boards' policy does not address interest rate risk.

Credit Risk: The School Board invests in certificates of deposit, which do not have credit ratings. The School Board's investment in LAMP was rated AAAM by Standard & Poor's. The School Board's policy does not address credit rate risk. Investments held with JP Morgan/Bank of New York are invested in direct obligations of the U. S. of America and securities fully and unconditionally guaranteed by the U. S. of America and rated Aaa/AAA by Moody's and S&P.

Custodial Credit Risk-Deposits: At year-end, the School Board's carrying amount of deposits was \$12,622,094 (including \$286,209 in certificate of deposits) and the bank balance was \$14,686,684. These deposits are reported as follows: Statement A- cash and cash equivalents, \$11,756,954, Statement A-investments, \$200,000, Statement G-cash and cash equivalents, \$657,984 and restricted cash of \$7,156. Of the bank balance, \$11,884,565 was covered by federal depository insurance or by collateral held by the School Board's agent in the School Board's name (GASB Category 1). The remaining bank balance of \$2,802,119 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School Board's name (GASB Category 3). Even though the pledged securities are considered uncollateralized (Category 3) under the provision of GASB Statement No. 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. The School Board's policy does not address custodial credit risk.

NOTE 5 - RECEIVABLES The balance of receivables at June 30, 2009, is shown below. The School Board expects to collect the full amount; therefore, no allowance for doubtful accounts has been established.

	<u>General</u>	<u>Title I</u>	<u>Special Education</u>	<u>Non-Major Governmental</u>	<u>Total</u>
Intergovernmental - grants:					
Federal	\$ -	\$ 150,164	\$ 190,762	\$ 143,029	\$ 483,955
State	271,817	-	-	1,085	272,902
Local sources:					
Sales tax	363,990	-	-	-	363,990
Other	-	-	-	-	-
Total	<u>\$ 635,807</u>	<u>\$ 150,164</u>	<u>\$ 190,762</u>	<u>\$ 144,114</u>	<u>\$ 1,120,847</u>

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 6 - CAPITAL ASSETS Capital asset balances and activity for the year ended June 30, 2009 is as follows:

	<u>Balance Beginning</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Ending</u>
Governmental activities				
Nondepreciable capital assets				
Land	\$ 496,279	\$ -	\$ -	\$ 496,279
Total nondepreciable capital assets	<u>496,279</u>	<u>-</u>	<u>-</u>	<u>496,279</u>
Depreciable capital assets				
Buildings	30,118,656	128,826	2,000	30,245,482
Furniture and equipment	4,347,794	409,142	234,551	4,522,385
Total depreciable capital assets	<u>34,466,450</u>	<u>537,968</u>	<u>236,551</u>	<u>34,767,867</u>
Less accumulated depreciation				
Buildings	8,065,051	676,011	2,000	8,739,062
Furniture and equipment	2,964,040	287,349	215,006	3,036,383
Total accumulated depreciation	<u>11,029,091</u>	<u>963,360</u>	<u>217,006</u>	<u>11,775,445</u>
Depreciable capital assets, net	<u>23,437,359</u>	<u>(425,392)</u>	<u>19,545</u>	<u>22,992,422</u>
Governmental activities				
Capital assets, net	<u>\$23,933,638</u>	<u>\$ (425,392)</u>	<u>\$ 19,545</u>	<u>\$23,488,701</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 622,872
Special programs	8,012
Vocational educations programs	11,659
Other instructional programs	7,658
Adult education programs	1,059
Student services	1,508
Instructional staff support	4,996
School administration	1,974
Business services	10,717
Plant services	71,870
Student transportation services	206,337
Food services	14,698
Total depreciation expense	<u>\$ 963,360</u>

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 7 - RETIREMENT SYSTEMS

Plan description Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems (PERS). Benefit provisions are ultimately approved and amended by the Louisiana Legislature.

Participation in the Teachers' Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Louisiana Teachers' Retirement System (TRS); other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System (LSERS). Generally, all full-time employees are eligible to participate in the system.

With respect to the Teachers' Retirement System Regular Plan, normal retirement is at age 60 with ten years of service, or at any age with 20 years of service. The formula for annual maximum retirement benefits is generally 2% (with less than 25 years of service) or 2.5% (with 25 or more years of service) times the years of creditable service times the average salary of the 36 highest successive months (plus \$300 applicable to persons becoming members prior to July 1, 1986).

Under the Teachers' Retirement System Plan A, normal retirement is generally at any age with 30 or more years of creditable service, at age 55 with at least 25 years of creditable service and at age 60 with at least ten years of creditable service. The retirement benefit formula is generally three percent times the years of creditable service times the average salary of the 36 highest successive months plus \$24 per year of service.

Employees participating in the School Employees' Retirement System are eligible for normal retirement after 30 years of service, or after 25 years of service at age 55 or after ten years of service at age 60. The maximum retirement allowance is computed at 2.5% times the highest 36 months of average salary, times the years of service plus a supplement of \$2.00 per month times the years of service.

Both TRS and LSERS issue annual financial reports. The reports can be obtained by telephoning or writing to the following:

Teachers' Retirement System of Louisiana
Post Office Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446

Louisiana School Employees' Retirement System
Post Office Box 44516
Baton Rouge, Louisiana 70804
(225) 925-6484

Funding Policy Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates approved and amended by the Louisiana Legislature. Benefits of the systems are funded by employee and employer contributions. Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974. The School Board's employer contribution for the TRS, as provided by state law, is funded by deductions from local ad valorem taxes, and by remittances from the School Board. For the LSERS, the School Board's employer contribution is funded through annual appropriations.

In addition, the employer does not remit to the Teachers' Retirement System, Regular Plan or Plan A, the employer's contribution for the professional improvement program (PIP) portion of payroll. The PIP contribution is made directly to the Retirement System by the state of Louisiana.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Contribution rates (as a percentage of covered salaries) for active plan members as established by the Louisiana Legislature for the year ended June 30, 2009, are as follows:

	<u>Employee</u>	<u>Employer</u>
Louisiana Teachers' Retirement System:		
Regular	8.00%	15.50%
Plan A	9.10%	15.50%
Louisiana School Employees' Retirement System	7.50%	17.80%

Total covered payroll of the School Board for TRS - Regular Plan, TRS - Plan A, and LSERS for the year ended June 30, 2009, amounted to \$12,673,653, \$37,803, and \$1,033,220, respectively. The employer contributed 100% of the annual required contribution for all three years. Employer contributions for the year ended June 30, 2009, and each of the two preceding years are as follows:

<u>Fiscal Year Ended</u>	<u>TRS</u>	<u>LSERS</u>
June 30, 2007	\$1,849,048	\$176,325
June 30, 2008	2,081,597	167,554
June 30, 2009	1,970,277	183,913

NOTE 8 – OTHER POST EMPLOYMENT BENEFITS Effective with the fiscal year ended June 30, 2009, the School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions (GASB 45)*.

Plan description – In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The School Board OPEB plan is a single employer defined benefit “substantive plan” as understood by past practices of the School Board and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communication to plan members. Also, no stand-alone financial report was prepared. Substantially all of the School Board’s employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits and similar benefits for active employees are provided through an insurance program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board is self-insured for health care costs. The School Board pays the costs of life insurance.

Funding Policy - The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a rate schedule. Contribution amounts are approximately 25% retiree/75% employer of the stated costs of healthcare coverage.

The plan is currently financed on a “pay as you go basis”, with the School Board contributing \$1,090,713 for 180 retirees for the year ended June 30, 2009.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Annual Other Post Employment Benefit Cost and Liability - The School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45, which is being implemented for the year ended June 30, 2009. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period of thirty years. A 30 year amortization period (the maximum amortization period allowed by GASB 45) was used for post employment benefits. The total ARC for fiscal year 2009 is \$1,913,766 as set forth below:

Normal Cost	\$ 610,449
30-year UAL amortization amount	<u>1,303,317</u>
Annual required contribution (ARC)	<u>\$1,913,766</u>

Since this fiscal year is the first fiscal year for which GASB 45 is applicable for the School Board, no information for prior years is presented.

The following table presents the School Board's OPEB Obligation for fiscal year 2009:

Beginning Net OPEB Obligation July 1, 2008	\$ None
Annual required contribution	1,840,159
Interest on prior year Net OPEB Obligation	73,607
Adjustment to ARC	<u>0</u>
Annual OPEB Cost	\$1,913,766
Less: current year retiree premiums	<u>1,090,713</u>
Increase in Net OPEB Obligation	<u>823,053</u>
Ending Net OPEB Obligation at June 30, 2009	<u>\$ 823,053</u>

Utilizing the pay as you go method, the School Board contributed 57% of the annual post employment benefits cost during 2009.

Funded Status and Funding Progress - Since the plan is not funded, the School Board's entire actuarial accrued liability of \$22,536,998 was unfunded.

The funded status of the plan, as determined by an actuary as of July 1, 2008, was as follows:

Actuarial accrued liability (AAL)	\$22,536,998
Actuarial value of plan assets	<u>0</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$22,536,998</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll	\$14,878,522
UAAL as a percentage of covered payroll	151.47%

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2008, Claiborne Parish School Board actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4% rate of return on investments. The expected rate on increase in healthcare costs was based on Pre-Medicare and Medicare eligible graduated down to an ultimate annual rate of 4%. The RP 2000 system table with floating Scale AA was used in making actuarial assumptions in regards to mortality rates.

The remaining amortization period at June 30, 2009 for other post employment benefits (OPEB) was twenty-nine years. The level dollar amortization method was used.

NOTE 9 - ACCOUNTS, SALARIES, AND OTHER PAYABLES Payables at year-end are as follows:

	General	Title I	Maintenance Fund	School Lunch	Special Education	Non-Major Governmental	Total
Salaries	\$ 1,333,643	\$ 54,462	\$ -	\$ 66,450	\$ 45,835	\$ 22,207	\$ 1,522,597
Accounts	51,457	-	4,421	-	-	-	55,878
Total	<u>\$ 1,385,100</u>	<u>\$ 54,462</u>	<u>\$ 4,421</u>	<u>\$ 66,450</u>	<u>\$ 45,835</u>	<u>\$ 22,207</u>	<u>\$ 1,578,475</u>

NOTE 10 - COMPENSATED ABSENCES At June 30, 2009, employees of the School Board have accumulated and vested \$1,056,041 of employee leave benefits, including \$15,095 of salary-related benefits. These employee leave benefits are computed in accordance with GASB Codification Section C60.

NOTE 11 - AGENCY FUND DEPOSITS DUE OTHERS A summary of changes in agency fund deposits due others for the year follows:

	Balance Beginning	Additions	Reductions	Balance Ending
Agency funds:				
Sales tax fund	\$ 620,725	\$ 8,164,095	\$ 8,149,070	\$ 635,750
School activities fund	588,410	930,534	853,804	665,140
Total	<u>\$ 1,209,135</u>	<u>\$ 9,094,629</u>	<u>\$ 9,002,874</u>	<u>\$ 1,300,890</u>

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 12 - LONG-TERM LIABILITIES The following is a summary of the long-term obligation transactions for the year:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds Payable:					
Qualified zone academy bond -2001A	\$ 204,545	\$ -	\$ 27,273	\$ 177,272	\$ 27,273
Qualified zone academy bond -2005	1,367,475	-	163,445	1,204,030	150,562
General obligation bonds	12,990,000	-	685,000	12,305,000	720,000
OPEB liability	-	1,913,766	1,090,713	823,053	-
Claims Payable	1,937	34,506	22,627	13,816	13,816
Compensated absences	1,025,358	1,368,229	1,337,546	1,056,041	1,056,041
Governmental Activities					
Long-term liabilities	<u>\$15,589,315</u>	<u>\$3,316,501</u>	<u>\$3,326,604</u>	<u>\$15,579,212</u>	<u>\$1,967,692</u>

Payments on the general obligation bonds payable that pertain to the School Board's governmental activities are made by debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds.

	<u>Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Final Payment</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
District 11	6/1/2001	\$8,100,000	4.45 - 7.00	2021	\$ 2,082,359	\$ 5,955,000
District 13	9/1/2002	8,400,000	3.75 - 6.50	2022	2,214,623	6,350,000
Total general obligation bonds					<u>\$ 4,296,982</u>	<u>\$12,305,000</u>

In February 2002, the School Board received \$375,000 from Qualified Zone Academy Bonds and also, in December, 2005, the School Board received an additional \$1,635,000 in Qualified Zone Academy Bonds. The Qualified Zone Academy Bond Program is a federal program offered to school districts to acquire interest-free debt for selected projects. The federal government covers all the interest on the bonds.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At June 30, 2009, the School Board has accumulated \$2,762,699 in the debt service funds for future debt requirements. The notes and bonds are due as follows:

Year Ending June 30,	<u>OZAB 2001A</u>	<u>OZAB 2005</u>	<u>General Obligation Bonds</u>		Total Payments
	Principal Payments	Principal Payments	Principal Payments	Interest Payments	
2010	\$ 27,273	\$ 150,562	\$ 720,000	\$ 569,970	\$ 1,467,805
2011	27,273	157,909	755,000	535,770	1,475,952
2012	27,273	165,615	795,000	501,985	1,489,873
2013	27,273	173,697	840,000	467,985	1,508,955
2014	27,273	182,174	885,000	432,048	1,526,495
2015-2019	40,907	374,073	5,175,000	1,308,368	6,898,348
2020-2022	-	-	3,135,000	480,856	3,615,856
Total	<u>\$ 177,272</u>	<u>\$ 1,204,030</u>	<u>\$ 12,305,000</u>	<u>\$ 4,296,982</u>	<u>\$ 17,983,284</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At June 30, 2009, the statutory limit was \$63,428,585 and outstanding net bonded debt totaled \$9,542,301.

Long term debt is paid by the debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated 100% by the general fund.

NOTE 13 - INTERFUND ASSETS (FFS LEVEL ONLY)

Interfund Receivable/Payable:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Title 1	\$ 697,761
	School Lunch	347,814
	Special Education	426,484
	Non-Major Governmental	613,753
Maintenance	General Fund	6,852
District 11 Debt Service	General Fund	3,114
Non-Major Governmental	General Fund	67,308
Total		<u>\$ 2,163,086</u>

The purpose of the interfund assets/liabilities was to cover current-year expenditures on cost reimbursement programs until the reimbursement requests are received.

NOTE 14 - INTERFUND TRANSFERS (FFS LEVEL ONLY)

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ -	\$ 171,532
Maintenance	11,835	-
School Lunch	159,697	-
Total	<u>\$ 171,532</u>	<u>\$ 171,532</u>

**Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009**

The purpose of interfund transfers to the Maintenance and School lunch funds was for the payment of sales tax salary supplements.

NOTE 15 - LITIGATION AND CONTINGENCIES

Litigation At June 30, 2009, the School Board was involved in various litigations. It is the opinion of legal counsel for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

Grant Disallowances The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

Tax Arbitrage Rebate Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

NOTE 16 - RISK MANAGEMENT The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation was established by the School Board several years ago. The general fund pays claims, claim reserves, and administrative costs of the program. The School Board has contracted with a third party administrator to handle all workers' compensation claims.

Changes in the claims amount for the three years ended June 30, 2009 were as follows:

<u>Years Ended June 30,</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
2006-2007	\$ 28,000	\$ 65,656	\$ 64,431	\$ 29,225
2007-2008	29,225	45,687	72,975	1,937
2008-2009	1,937	34,506	22,627	13,816

Claims payable of \$13,816 as of June 30, 2009, has been accrued as a liability. The liability at June 30, 2009, was provided by the third-party administrator. The liability does not include incremental costs.

The School Board continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Claiborne Parish School Board
Notes to the Basic Financial Statements
June 30, 2009

NOTE 17 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The state of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$5,140. This amount was recognized as state revenue with a corresponding expenditure in the applicable fund from which the salary was paid.

NOTE 18 - ECONOMIC DEPENDENCY Statement of Financial Accounting Standard (SFAS) No. 14 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entity's revenues. The Minimum Foundation Funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$15,950,101 to the School Board, which represents approximately 52.9% of the School Board's total revenue for the year.

NOTE 19 - SUBSEQUENT EVENTS – In November 2009, there was a renewal election for ad valorem tax millages of 3.92 for District No. 16 which was not approved by voters of the District. The last collection of the District No. 16 ad valorem tax will be the 2009 tax roll.

Claiborne Parish School Board

REQUIRED SUPPLEMENTAL INFORMATION

Claiborne Parish School Board

**SCHEDULE OF FUNDING PROGRESS FOR OTHER POST EMPLOYMENT BENEFIT PLAN
June 30, 2009**

<u>Fiscal Year End</u>	<u>Actuarial Valuation Date</u>	<u>(a) Actuarial Value of Assets</u>	<u>(b) Actuarial Accrued Liability (AAL)</u>	<u>(b-a) Unfunded AAL (UAAL)</u>	<u>(a/b) Funded Ratio</u>	<u>(c) Covered Payroll</u>	<u>(b-a/c) UAAL as a Percentage of Covered Payroll</u>
6/30/2009	7/1/2008	\$ -	\$ 22,536,998	\$ 22,536,998	0%	\$ 14,878,522	151.47%

Claiborne Parish School Board

Budgetary Comparison Schedules

General Fund and Major Special Revenue Funds With Legally Adopted Annual Budgets

GENERAL FUND The general fund accounts for all activities of the School Board except those that are accounted for in other funds.

TITLE I Title I improves the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. It is designed primarily to provide instructional activities to educationally deprived children that reside in low-income areas who have been selected on the basis of a needs assessment. These services supplement, not supplant, those normally provided by state and local educational agencies.

MAINTENANCE FUNDS The maintenance funds account for the proceeds of ad valorem taxes levied to maintain and improve school facilities in the parish. The Parish wide Maintenance Fund is financed by a Parish wide ad valorem tax levy to provide additional support to operate and maintain all school facilities in the parish. Districts No. 11, No. 13, No. 16 and No. 26, Maintenance Funds are financed by an ad valorem tax levy for each district, which provides additional funds to operate and maintain school facilities in the respective districts.

SCHOOL LUNCH This program assists school boards through cash grants and food donations in providing a nutritious breakfast and lunch service for school students and encourages the domestic consumption of nutritious agricultural commodities.

SPECIAL EDUCATION This program was designed to provide grants to states to assist them in providing a free appropriate education to all children with exceptionalities.

CLAIBORNE PARISH SCHOOL BOARD

**GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2009**

Exhibit 1-1

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>POSITIVE (NEGATIVE)</u>
BUDGETARY FUND BALANCES, BEGINNING	\$ 3,002,610	\$ 6,766,992	\$ 6,766,992	\$ 0
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	1,088,500	1,180,000	1,167,275	(12,725)
Sales and use	3,116,256	4,075,000	4,790,142	715,142
Interest earnings	158,500	103,536	69,112	(34,424)
Other	202,398	281,250	238,041	(43,209)
State sources:				
Equalization	14,703,936	16,220,492	15,790,101	(430,391)
Other	377,032	279,200	872,940	593,740
Federal sources	65,000	0	60,861	60,861
Transfers from other funds	<u>865,858</u>	<u>2,113,023</u>	<u>0</u>	<u>(2,113,023)</u>
Amounts available for appropriations	<u>23,580,090</u>	<u>31,019,493</u>	<u>29,755,464</u>	<u>(1,264,029)</u>
Charges to appropriations (outflows)				
Instruction:				
Regular programs	7,751,370	8,063,253	8,691,171	(627,918)
Special programs	1,993,764	2,190,707	2,581,214	(390,507)
Other instructional programs	932,030	1,013,263	1,091,874	(78,611)
Support services:				
Student services	668,186	647,380	739,410	(92,030)
Instructional staff support	961,869	1,127,713	1,161,122	(33,409)
General administration	564,899	653,390	757,337	(103,947)
School administration	1,279,137	1,525,808	1,615,989	(90,181)
Business services	247,665	314,529	323,736	(9,207)
Plant services	1,332,745	1,211,786	1,269,410	(57,624)
Student transportation services	1,274,556	1,354,395	1,350,814	3,581
Central services	5,650	8,450	8,047	403
Food services	256,025	317,420	237,598	79,822
Community service programs	15,000	12,300	12,545	(245)
Capital Outlay	0	0	536,532	(536,532)
Transfers to other funds	<u>1,713,930</u>	<u>2,354,356</u>	<u>171,532</u>	<u>2,182,824</u>
Total charges to appropriations	<u>18,996,826</u>	<u>20,794,750</u>	<u>20,548,331</u>	<u>246,419</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>4,583,264</u>	\$ <u>10,224,743</u>	\$ <u>9,207,133</u>	\$ <u>(1,017,610)</u>

CLAIBORNE PARISH SCHOOL BOARD

**TITLE I
Budgetary Comparison Schedule
For the Year Ended June 30, 2009**

Exhibit 1-2

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>POSITIVE (NEGATIVE)</u>
BUDGETARY FUND BALANCES, BEGINNING	\$ 116,358	\$ 0	\$ 0	0
Resources (inflows)				
Federal sources	1,020,228	972,534	1,111,084	138,550
Transfers from other funds	0	(606)	0	606
Amounts available for appropriations	<u>1,136,586</u>	<u>971,928</u>	<u>1,111,084</u>	<u>139,156</u>
Charges to appropriations (outflows)				
Instruction:				
Other instructional programs	674,086	768,260	850,230	(81,970)
Support services:				
Instructional staff support	195,897	193,614	204,860	(11,246)
General administration	0	0	45,940	(45,940)
Business services	0	699	699	0
Plant services	0	3,000	3,000	0
Community service programs	5,724	6,355	6,355	0
Transfers to other funds	0	0	0	0
Total charges to appropriations	<u>875,707</u>	<u>971,928</u>	<u>1,111,084</u>	<u>(139,156)</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>260,879</u>	\$ 0	\$ 0	0

CLAIBORNE PARISH SCHOOL BOARD

MAINTENANCE FUNDS
Budgetary Comparison Schedule
For the Year Ended June 30, 2009

Exhibit 1-3

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 1,274,251	\$ 1,435,868	\$ 1,435,868	0
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	1,092,626	1,154,000	1,142,476	(11,524)
Interest earnings	24,100	27,370	41,231	13,861
Other	425	111	111	0
State sources:				
Other	37,086	32,000	56,184	24,184
Transfers from other funds	65	11,835	11,835	0
Amounts available for appropriations	<u>2,428,553</u>	<u>2,661,184</u>	<u>2,687,705</u>	<u>26,521</u>
Charges to appropriations (outflows)				
Instruction:				
Regular programs	28,267	7,250	7,519	(269)
Other instructional programs	1,201	690	690	0
Support services:				
General administration	33,681	250	41,019	(40,769)
School administration	19,706	44,395	41,952	2,443
Business services	0	200	220	(20)
Plant services	589,188	616,773	689,220	(72,447)
Student transportation services	112,317	112,608	116,849	(4,241)
Capital Outlay	257,428	1,483	1,436	47
Debt services:				
Principal payments	163,080	160,430	190,718	(30,288)
Transfers to other funds	0	0	0	0
Total charges to appropriations	<u>1,204,848</u>	<u>944,079</u>	<u>1,089,623</u>	<u>(145,544)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 1,223,705</u>	<u>\$ 1,717,105</u>	<u>\$ 1,598,082</u>	<u>(119,023)</u>

CLAIBORNE PARISH SCHOOL BOARD

SCHOOL LUNCH
 Budgetary Comparison Schedule
 For the Year Ended June 30, 2009

Exhibit 1-4

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	<u>VARIANCE WITH</u> <u>FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>POSITIVE</u> <u>(NEGATIVE)</u>
BUDGETARY FUND BALANCES, BEGINNING	\$ 199,994	\$ (143,832)	\$ (143,832)	0
Resources (inflows)				
Local sources:				
Interest earnings	7,500	1,940	1,992	52
Food services	201,421	0	170,804	170,804
State sources:				
Equalization	280,000	160,000	160,000	0
Federal sources	926,000	805,213	897,580	(7,633)
Transfers from other funds	49,057	229,204	159,697	(69,507)
Amounts available for appropriations	<u>1,663,972</u>	<u>1,152,525</u>	<u>1,246,241</u>	<u>93,716</u>
Charges to appropriations (outflows)				
Support services:				
Food services	1,521,525	1,425,757	1,380,342	45,415
Transfers to other funds	0	0	0	0
Total charges to appropriations	<u>1,521,525</u>	<u>1,425,757</u>	<u>1,380,342</u>	<u>45,415</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>142,447</u>	\$ <u>(273,232)</u>	\$ <u>(134,101)</u>	<u>139,131</u>

CLAIBORNE PARISH SCHOOL BOARD

SPECIAL EDUCATION
 Budgetary Comparison Schedule
 For the Year Ended June 30, 2009

Exhibit 1-5

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 320,986	\$ 0	\$ 0	\$ 0
Resources (inflows)				
Federal sources	575,000	523,641	647,894	124,253
Transfers from other funds	0	0	0	0
Amounts available for appropriations	<u>895,986</u>	<u>523,641</u>	<u>647,894</u>	<u>124,253</u>
Charges to appropriations (outflows)				
Instruction:				
Special programs	307,917	285,081	327,070	(41,989)
Support services:				
Student services	10,255	4,282	4,672	(390)
Instructional staff support	219,227	220,043	271,111	(51,068)
General administration	0	(1,811)	28,995	(30,806)
Business services	0	1,360	1,360	0
Plant services	34,567	14,686	14,686	0
Student transportation services	3,034	0	0	0
Transfers to other funds	0	0	0	0
Total charges to appropriations	<u>575,000</u>	<u>523,641</u>	<u>647,894</u>	<u>(124,253)</u>
BUDGETARY FUND BALANCES, ENDING	\$ 320,986	\$ 0	\$ 0	\$ 0

Claiborne Parish School Board
Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2009

A. BUDGETS

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the Board.

Budget Basis of Accounting The major governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are originally adopted or amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

B. EXCESS OF EXPENDITURES OVER BUDGET

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Title I	\$971,928	\$1,111,084	\$(139,156)
Maintenance	944,079	1,089,623	(145,544)
Special Education	522,641	647,894	(124,253)

CLAIBORNE PARISH SCHOOL BOARD

**Notes to Budgetary Comparison Schedules
For the Year Ended June 30, 2009**

Note C - Budget to GAAP Reconciliation - Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

	<u>GENERAL</u>		<u>TITLE I</u>
	<u>FUND</u>		
<u>Sources/inflows of resources:</u>			
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 29,755,464	\$	1,111,084
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	(6,766,992)		0
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>0</u>		<u>0</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>22,988,472</u>		<u>1,111,084</u>
<u>Uses/outflows of resources:</u>			
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	20,548,331		1,111,084
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(171,532)</u>		<u>0</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 20,376,799</u>	\$	<u>1,111,084</u>

<u>MAINTENANCE</u>	<u>SCHOOL</u>	<u>SPECIAL</u>
<u>FUNDS</u>	<u>LUNCH</u>	<u>EDUCATION</u>
\$ 2,687,705	\$ 1,246,241	\$ 647,894
(1,435,868)	143,832	0
<u>(11,835)</u>	<u>(159,697)</u>	<u>0</u>
<u>1,240,002</u>	<u>1,230,376</u>	<u>647,894</u>
1,089,623	1,380,342	647,894
<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 1,089,623</u>	<u>\$ 1,380,342</u>	<u>\$ 647,894</u>

**SUPPLEMENTAL INFORMATION:
COMBINING NONMAJOR GOVERNMENTAL
FUNDS**

CLAIBORNE PARISH SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet - By Fund Type
June 30, 2009

Exhibit 2

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS FUND - DISTRICT 13	TOTAL
ASSETS				
Cash and cash equivalents	\$ 595,547	\$ 1,006,384	\$ 2,529	\$ 1,604,460
Receivables	144,114	0	0	144,114
Interfund receivables	57,437	9,871	0	67,308
TOTAL ASSETS	797,098	1,016,255	2,529	1,815,882
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	22,207	0	0	22,207
Interfund payables	613,753	0	0	613,753
Deferred revenue	4,645	0	0	4,645
Total Liabilities	640,605	0	0	640,605
Fund Balances:				
Reserved for Debt Service	0	1,016,255	0	1,016,255
Unreserved and undesignated:				
Special Revenue	156,493	0	0	156,493
Capital Projects	0	0	2,529	2,529
Total Fund Balances	156,493	1,016,255	2,529	1,175,277
TOTAL LIABILITIES AND FUND BALANCES	\$ 797,098	\$ 1,016,255	\$ 2,529	\$ 1,815,882

CLAIBORNE PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2009

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS DISTRICT 13	TOTAL
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 0	\$ 904,423	\$ 0	\$ 904,423
Interest earnings	151	5,926	18	6,095
Other	95,494	0	0	95,494
State sources:				
Other	45,165	0	0	45,165
Federal sources	601,733	0	0	601,733
Total Revenues	742,543	910,349	18	1,652,910
EXPENDITURES				
Current:				
Instruction:				
Regular programs	116,447	0	0	116,447
Special programs	62,588	0	0	62,588
Other instructional programs	324,401	0	0	324,401
Support services:				
Student services	15,553	0	0	15,553
Instructional staff support	156,491	0	0	156,491
General administration	15,072	30,517	0	45,589
Business services	681	0	0	681
Plant services	86	0	0	86
Student transportation services	119	0	0	119
Debt service:				
Principal retirement	0	345,000	0	345,000
Interest and bank charges	0	298,180	0	298,180
Total Expenditures	691,438	673,697	0	1,365,135
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	51,105	236,652	18	287,775
FUND BALANCES - BEGINNING	105,388	779,603	2,511	887,502
FUND BALANCES - ENDING	\$ 156,493	\$ 1,016,255	\$ 2,529	\$ 1,175,277

**Claiborne Parish School Board
Nonmajor Special Revenue Funds**

TITLE II This program provides funds to the school board for projects that are designed to improve the skills of teachers and instruction in the areas of mathematics, science, computer learning, and foreign languages and to increase the accessibility of such instruction to all students.

TITLE V This program provides funds to the school board to a) assist local educational reform efforts, b) to support efforts to accomplish the National Education Goals, c) to implement promising educational reform programs, d) to provide a continuing source of innovation and educational improvement, including support for library services and instructional and media materials, and e) to meet the special educational needs of at-risk and high cost students.

DRUG-FREE SCHOOLS This program provides funds to the school board for the establishment, operation, and improvement of local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in elementary and secondary schools.

VOCATIONAL EDUCATION This program was designed to make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population, principally through concentrating resources on improving education programs leading to academic and occupational skills needed to work in a technologically advanced society.

ADULT EDUCATION This fund accounts for allotments of federal Adult Education State-Administered Program funds from the Louisiana Department of Education to provide adult education programs in the parish.

MEDICAID This fund accounts for federal and state programs that provide financial assistance and related services to handicapped students.

STARTING POINTS This program accounts for funds from the United States Department of Health and Human Services through the Louisiana Department of Education. The purpose of the program is to provide for early childhood development of at-risk four year old children in full day preschool programs.

PRESCHOOL This fund is designed to provide grants to assist states in providing free appropriate public education to preschool children with exceptionalities age three through five years.

STRATEGIES TO EMPOWER PEOPLE (STEP) This program provides opportunities for work-eligible individuals to receive job training employment and supportive services to enable them to become self-sufficient.

SUCCESS INSITE This fund accounts for funds received from Louisiana Department of Health and Hospitals to provide Mental Health Service to qualified students in the parish.

RURAL EDUCATION ACHIEVEMENT PROGRAM This program provides financial assistance to rural districts to carryout activities to help improve the quality of teaching and learning in their schools.

CLAIBORNE PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2009

	TITLE II	TITLE V	DRUG FREE SCHOOLS	VOCATIONAL EDUCATION
ASSETS				
Cash and cash equivalents	\$ 202,802	\$ 0	\$ 33,167	\$ 35,603
Receivables	39,883	1,970	7,273	12,672
Interfund receivables	0	0	0	0
TOTAL ASSETS	242,685	1,970	40,440	48,275
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	12,598	0	0	0
Interfund payables	229,289	1,970	37,058	47,810
Deferred revenue	798	0	3,382	465
Total Liabilities	242,685	1,970	40,440	48,275
 Fund Balances:				
Unreserved and undesignated	0	0	0	0
Total Fund Balances	0	0	0	0
TOTAL LIABILITIES AND FUND BALANCES	\$ 242,685	\$ 1,970	\$ 40,440	\$ 48,275

Exhibit 4

ADULT EDUCATION	MEDICAID	STARTING POINTS	PRESCHOOL	STRATEGIES TO EMPOWER PEOPLE	SUCCESS INSITE	REAP	TOTAL
\$ 48,919	\$ 102,813	\$ 62,730	\$ 23,091	\$ 20,566	\$ 56,359	\$ 9,497	\$ 595,547
0	0	0	19,371	0	1,085	61,860	144,114
0	45,837	0	0	0	11,600	0	57,437
<u>48,919</u>	<u>148,650</u>	<u>62,730</u>	<u>42,462</u>	<u>20,566</u>	<u>69,044</u>	<u>71,357</u>	<u>797,098</u>
0	2,176	7,433	0	0	0	0	22,207
48,919	13,000	68,606	42,462	9,500	43,782	71,357	613,753
0	0	0	0	0	0	0	4,645
<u>48,919</u>	<u>15,176</u>	<u>76,039</u>	<u>42,462</u>	<u>9,500</u>	<u>43,782</u>	<u>71,357</u>	<u>640,605</u>
0	133,474	(13,309)	0	11,066	25,262	0	156,493
0	133,474	(13,309)	0	11,066	25,262	0	156,493
<u>\$ 48,919</u>	<u>\$ 148,650</u>	<u>\$ 62,730</u>	<u>\$ 42,462</u>	<u>\$ 20,566</u>	<u>\$ 69,044</u>	<u>\$ 71,357</u>	<u>\$ 797,098</u>

CLAIBORNE PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2009

	TITLE II	TITLE V	DRUG FREE SCHOOLS	VOCATIONAL EDUCATION
REVENUES				
Local sources:				
Interest earnings	\$ 0	\$ 0	\$ 0	0
Other	0	0	0	0
State sources:				
Other	0	0	0	0
Federal sources	<u>277,623</u>	<u>6,059</u>	<u>14,368</u>	<u>33,697</u>
Total Revenues	<u>277,623</u>	<u>6,059</u>	<u>14,368</u>	<u>33,697</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	110,663	5,784	0	0
Special programs	0	0	0	0
Other instructional programs	0	0	0	29,965
Support services:				
Student services	0	0	14,023	1,530
Instructional staff support	153,933	0	0	2,158
General administration	12,565	275	302	0
Business services	462	0	43	44
Plant services	0	0	0	0
Student transportation services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>277,623</u>	<u>6,059</u>	<u>14,368</u>	<u>33,697</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0	0
FUND BALANCES - BEGINNING	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCES - ENDING	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

Exhibit 5

ADULT EDUCATION	MEDICAID	STARTING POINTS	STRATEGIES TO EMPOWER PRESCHOOL PEOPLE	SUCCESS INSITE	REAP	TOTAL
\$ 0	\$ 151	\$ 0	\$ 0	\$ 0	\$ 0	\$ 151
0	95,494	0	0	0	0	95,494
0	0	0	0	0	45,165	45,165
28,205	0	56,000	42,590	0	0	143,191
28,205	95,645	56,000	42,590	0	45,165	143,191
0	0	0	0	0	0	116,447
0	22,533	0	40,055	0	0	62,588
28,205	0	69,265	0	0	53,775	143,191
0	0	0	0	0	0	15,553
0	0	0	400	0	0	156,491
0	0	0	1,930	0	0	15,072
0	44	44	0	0	44	881
0	0	0	86	0	0	86
0	0	0	119	0	0	119
28,205	22,577	69,309	42,590	0	53,819	143,191
0	73,068	(13,309)	0	0	(8,654)	0
0	60,406	0	0	11,066	33,916	0
\$ 0	\$ 133,474	\$ (13,309)	\$ 0	\$ 11,066	\$ 25,262	\$ 0
						156,493

Claiborne Parish School Board
Agency Funds

SCHOOL ACTIVITIES FUND The activities of the various individual school accounts are accounted for in the school activities agency fund. While the 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 The sales tax fund accounts for monies collected on behalf of the other taxing authorities in Claiborne Parish. Upon receipt of sales tax returns and monies, the School Board remits a check to the other authorities monthly.

CLAIBORNE PARISH SCHOOL BOARD

**AGENCY FUNDS
Statement of Changes in Fiduciary Assets and Liabilities
For the Year Ended June 30, 2009**

Exhibit 6

	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
*****SCHOOL ACTIVITIES*****				
ASSETS				
Cash and cash equivalents	\$ 581,050	\$ 930,498	\$ 853,564	\$ 657,984
Restricted cash	<u>7,360</u>	<u>36</u>	<u>240</u>	<u>7,156</u>
	<u>588,410</u>	<u>930,534</u>	<u>853,804</u>	<u>665,140</u>
LIABILITIES				
Deposits due others	<u>588,410</u>	<u>930,534</u>	<u>853,804</u>	<u>665,140</u>
	<u>588,410</u>	<u>930,534</u>	<u>853,804</u>	<u>665,140</u>
*****SALES TAX*****				
ASSETS				
Cash and cash equivalents	0	8,149,070	8,149,070	0
Accounts receivable	<u>620,725</u>	<u>15,025</u>	<u>0</u>	<u>635,750</u>
	<u>620,725</u>	<u>8,164,095</u>	<u>8,149,070</u>	<u>635,750</u>
LIABILITIES				
Deposits due others	<u>620,725</u>	<u>8,164,095</u>	<u>8,149,070</u>	<u>635,750</u>
	<u>620,725</u>	<u>8,164,095</u>	<u>8,149,070</u>	<u>635,750</u>
*****TOTAL*****				
ASSETS				
Cash and cash equivalents	581,050	9,079,568	9,002,634	657,984
Accounts receivable	620,725	15,025	0	635,750
Restricted cash	<u>7,360</u>	<u>36</u>	<u>240</u>	<u>7,156</u>
	<u>1,209,135</u>	<u>9,094,629</u>	<u>9,002,874</u>	<u>1,300,890</u>
LIABILITIES				
Deposits due others	<u>1,209,135</u>	<u>9,094,629</u>	<u>9,002,874</u>	<u>1,300,890</u>
	<u>\$ 1,209,135</u>	<u>\$ 9,094,629</u>	<u>\$ 9,002,874</u>	<u>\$ 1,300,890</u>

CLAIBORNE PARISH SCHOOL BOARD
SCHOOL ACTIVITIES AGENCY FUND
Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2009

Exhibit 7

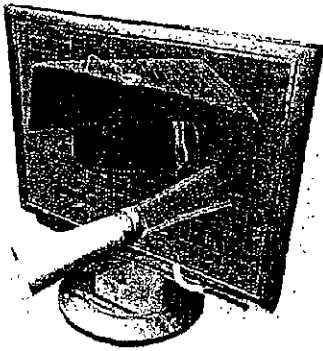
SCHOOL	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
Athens High	\$ 12,284	\$ 63,326	\$ 61,076	\$ 14,534
Haynesville Elementary	59,521	76,754	73,418	62,857
Haynesville Junior/Senior High	214,880	257,357	270,578	201,659
Homer Elementary	133,688	109,565	79,933	163,320
Homer Junior High	58,886	72,592	52,409	79,069
Homer High	63,522	203,508	188,849	78,181
Pineview High	7,360	36	240	7,156
Summerfield High	<u>38,269</u>	<u>147,396</u>	<u>127,301</u>	<u>58,364</u>
Total	<u>\$ 588,410</u>	<u>\$ 930,534</u>	<u>\$ 853,804</u>	<u>\$ 665,140</u>

CLAIBORNE PARISH SCHOOL BOARD
SALES TAX AGENCY FUND -
Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2009

Exhibit 8

DEPOSIT BALANCE AT BEGINNING OF YEAR	\$ <u>620,725</u>
ADDITIONS:	
Sales tax collections	<u>8,164,095</u>
SETTLEMENTS:	
School Board General Fund:	4,757,256
Fees for Audit of Sales Tax Vendors	29,209
Collection fees	84,410
Police Jury	1,608,024
Town of Homer	887,990
Town of Haynesville	478,773
Junction City	24,518
Water Shed	<u>278,890</u>
Total settlements	<u>8,149,070</u>
DEPOSIT BALANCE AT END OF YEAR	<u>\$ 635,750</u>

Claiborne Parish School Board



Claiborne Parish School Board

OTHER SCHEDULES

CLAIBORNE PARISH SCHOOL BOARD

MAINTENANCE FUND ACCOUNTS
 Combining Balance Sheet
 June 30, 2009

	<u>PARISHWIDE</u>	<u>DISTRICT 1</u>	<u>DISTRICT 11</u>	<u>DISTRICT 13</u>
ASSETS				
Cash and cash equivalents	\$ 520,576	\$ 167,346	\$ 44,159	\$ 361,017
Investments	146,163	0	42,390	96,092
Interfund receivables	2,642	36	409	3,439
Restricted assets:				
Investments	<u>0</u>	<u>0</u>	<u>0</u>	<u>7</u>
TOTAL ASSETS	<u>669,381</u>	<u>167,382</u>	<u>86,958</u>	<u>460,555</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	0	0	0	4,421
Interfund payables	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,421</u>
Fund Balances:				
Designated for roofing	0	0	0	0
Unreserved and undesignated	<u>669,381</u>	<u>167,382</u>	<u>86,958</u>	<u>456,134</u>
Total Fund Balances	<u>669,381</u>	<u>167,382</u>	<u>86,958</u>	<u>456,134</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 669,381</u>	<u>\$ 167,382</u>	<u>\$ 86,958</u>	<u>\$ 460,555</u>

Exhibit 9

	<u>DISTRICT 16</u>	<u>DISTRICT 26</u>	<u>TOTAL</u>
\$	156,112 \$	43,811 \$	1,293,021
	17,978	0	302,623
	247	79	6,852
	<u>0</u>	<u>0</u>	<u>7</u>
	<u>174,337</u>	<u>43,890</u>	<u>1,602,503</u>
	0	0	4,421
	<u>0</u>	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>	<u>4,421</u>
	0	0	0
	<u>174,337</u>	<u>43,890</u>	<u>1,598,082</u>
	<u>174,337</u>	<u>43,890</u>	<u>1,598,082</u>
\$	<u>174,337 \$</u>	<u>43,890 \$</u>	<u>1,602,503</u>

CLAIBORNE PARISH SCHOOL BOARD
MAINTENANCE FUND ACCOUNTS
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2009

	<u>PARISHWIDE</u>	<u>DISTRICT 1</u>	<u>DISTRICT 11</u>	<u>DISTRICT 13</u>
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 531,227	\$ 54,580	\$ 130,863	\$ 305,393
Interest earnings	3,843	616	885	35,021
State sources:				
Other	<u>23,133</u>	<u>0</u>	<u>4,608</u>	<u>28,443</u>
Total Revenues	<u>558,203</u>	<u>55,196</u>	<u>136,356</u>	<u>368,857</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	5,000	0	0	2,519
Other instructional programs	690	0	0	0
Support services:				
General administration	17,718	2,900	4,333	10,282
School administration	41,952	0	0	0
Business services	44	44	44	44
Plant services	503,735	20,474	29,272	42,546
Student transportation services	116,699	0	0	150
Capital outlay	0	0	833	603
Debt service:				
Principal retirement	0	9,091	0	163,445
Total Expenditures	<u>685,838</u>	<u>32,509</u>	<u>34,482</u>	<u>219,589</u>
EXCESS (Deficiency) OF REVENUES				
OVER EXPENDITURES				
	<u>(127,635)</u>	<u>22,687</u>	<u>101,874</u>	<u>149,268</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>11,835</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>11,835</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(115,800)	22,687	101,874	149,268
FUND BALANCES - BEGINNING	<u>785,181</u>	<u>144,695</u>	<u>(14,916)</u>	<u>306,866</u>
FUND BALANCES - ENDING	<u>\$ 669,381</u>	<u>\$ 167,382</u>	<u>\$ 86,958</u>	<u>\$ 456,134</u>

Exhibit 10

<u>DISTRICT 16</u>	<u>DISTRICT 26</u>	<u>TOTAL</u>
\$ 76,043	\$ 44,370	\$ 1,142,476
706	271	41,342
<u>0</u>	<u>0</u>	<u>56,184</u>
<u>76,749</u>	<u>44,641</u>	<u>1,240,002</u>
0	0	7,519
0	0	690
3,410	2,376	41,019
0	0	41,952
44	0	220
11,234	81,959	689,220
0	0	116,849
0	0	1,436
<u>9,091</u>	<u>9,091</u>	<u>190,718</u>
<u>23,779</u>	<u>93,426</u>	<u>1,089,623</u>
<u>52,970</u>	<u>(48,785)</u>	<u>150,379</u>
<u>0</u>	<u>0</u>	<u>11,835</u>
<u>0</u>	<u>0</u>	<u>11,835</u>
52,970	(48,785)	162,214
<u>121,367</u>	<u>92,675</u>	<u>1,435,868</u>
<u>\$ 174,337</u>	<u>\$ 43,890</u>	<u>\$ 1,598,082</u>

Claiborne Parish School Board

**Schedule of Compensation Paid Board Members
As of and For the Year Ended June 30, 2009**

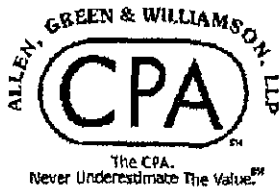
Exhibit 11

The schedule of compensation paid School Board members is in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the general fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation.

<u>Board Member</u>	<u>Amount</u>
William H. Maddox, President	\$4,800
Vera R. Walker Meadors, Vice President	4,800
Thomas F. Davidson	4,800
Stanley O. Edwards	4,800
E. Blake Hemphill	4,800
Danny Lee	4,800
Joe M. Lee	4,800
Almeter H. Willis	4,800
Terry Willis	4,800
Ardifene Williams	<u>4,800</u>
Total	<u>\$48,000</u>

Claiborne Parish School Board

SINGLE AUDIT INFORMATION



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Angie Williamson, CPA

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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

Board Members
Claiborne Parish School Board
Homer, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Claiborne Parish School Board, as of and for the year ended June 30, 2009, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 17, 2009. 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 School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the School Board's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the School Board's financial statements that is more than inconsequential will not be prevented or detected by the School Board's internal control. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as 09-F1 and 09-F4 to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the School Board's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe the significant deficiency described above as 09-F1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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 two instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which is described in the accompanying Schedule of Findings and Questioned Costs as items 09-F2 and 09-F3.

We noted a certain matter that we reported to management of the School Board in a separate letter dated December 17, 2009.

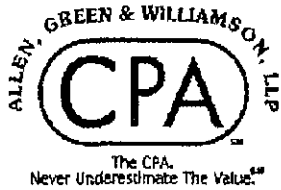
The School Board's responses to the findings identified in our audit are described in the accompanying corrective action plan for current-year findings. We did not audit the School Board's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Board, management, 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. Although the intended use of this letter may be limited, under Louisiana Revised Statute 24:513 this letter is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 17, 2009



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(Retired) 1963 - 2000

Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Board Members
Claiborne Parish School Board
Homer, Louisiana

Compliance

We have audited the compliance of Claiborne 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, 2009. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the 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 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 School Board's compliance with those requirements.

In our opinion, the 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, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 09-F5, 09-F6, 09-F7, and 09-F8.

Internal Control Over Compliance

The management of the 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 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 09-F5, 09-F6, 09-F7, and 09-F8 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider the significant deficiencies described above to be material weaknesses.

The School Board's response to the finding identified in our audit is described in the accompanying corrective action plan for current year audit findings. We did not audit the School Board's response and, accordingly we express no opinion on it.

This report is intended solely for the information and use of the Board, management, 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. Although the intended use of this letter may be limited, under Louisiana Revised Statute 24:513 this letter is distributed by the Office of the Louisiana Legislative Auditor as a public document

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 17, 2009

Claiborne Parish School Board
Schedule of Expenditures of Federal Awards
As of and For the Year Ended June 30, 2009

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA <u>Number</u>	Pass-Through <u>Grantor No.</u>	<u>Expenditures</u>
FEDERAL AWARDS			
United States Department of Agriculture			
Passed through Louisiana Department of Education:			
Child Nutrition Cluster:			
Cash Assistance:			
School Breakfast Program	10.553	NONE	\$ 235,690
National School Lunch Program	10.555	NONE	588,107
Non-cash Assistance:			
National School Lunch Program	10.555	NONE	73,783
Child Nutrition Cluster Total			<u>897,580</u>
Schools and Roads -- Forestry	10.665	NONE	<u>51,584</u>
Total United States Department of Agriculture			949,164
United States Department of Education			
Passed Through Louisiana Department of Education:			
Adult Education - State Grant Program	84.002A	28-08-44-14	28,205
Title I Grants to Local Educational Agencies	84.010A	28-09-T1-14	1,111,084
Special Education Cluster:			
Grants to States (Part B)	84.027A	28-09-B1-14	647,894
Preschool Grants	84.173A	28-09-P1-14	42,590
Special Education Cluster Total			<u>690,484</u>
Vocational Education:			
Basic Grants to States	84.048A	28-08-02-14	
		28-09-02-14	33,697
Rural Education Achievement Program	84.358B	28-08-RE-14	
		28-09-RE-14	143,191
Enhancing Education Through Technology	84.318X	28-08-49-14	9,277
Title IV (Safe and Drug Free Schools)	84.186A	28-09-70-14	14,368
Title II Part A Improving Teacher Quality	84.367A	28-09-50-14	277,623
Title V	84.298A	28-09-80-14	6,059
Total United States Department of Education			<u>2,313,988</u>
United States Department of Health and Human Services			
Passed Through the Louisiana Department of Education:			
Child Care and Development Block Grant (Starting Points Preschool)	93.575	UKN	56,000
TOTAL FEDERAL AWARDS			<u><u>\$ 3,319,152</u></u>

Claiborne Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
As of and For the Year Ended June 30, 2009

NOTE 1 - GENERAL The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Claiborne Parish School Board. The School Board reporting entity is defined in Note 1 to the School Board's basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included in the schedule.

NOTE 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.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS Federal awards revenues are reported in the School Board's basic financial statements as follows:

Major funds:	
General Fund	\$ 60,861
Title I	1,111,084
School Lunch	897,580
Special Education	647,894
Nonmajor Special revenue funds:	
Title II	277,623
Title V	6,059
Title IV (Safe and Drug Free Schools)	14,368
Vocational Education	33,697
Adult education	28,205
Starting points	56,000
Preschool	42,590
REAP	143,191
Total	\$ 3,319,152

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

NOTE 5 - MATCHING REVENUES For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

NOTE 6 - NONCASH PROGRAMS The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009

PART I - Summary of the Auditors' Results

Financial Statement Audit

- i. The type of audit report issued was unqualified.
- ii. There were two significant deficiencies required to be disclosed by Government Auditing Standards, issued by the Comptroller General of the United States of America.

There was one significant deficiency considered to be a material weakness.

- iii. There were two instances of noncompliance considered material, as defined by the Government Auditing Standards, to the financial statements.

Audit of Federal Awards

- iv. *There were four significant deficiencies required to be disclosed by OMB Circular A-133. We did not consider the significant deficiencies to be a material weakness.*
- v. The type of report the auditor issued on compliance for major programs was unqualified.
- vi. The audit disclosed four findings which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal programs are:
 - CFDA # 84.010A Title I Grants to Local Educational Agencies
 - CFDA # 84.367A Title II Improving Teacher Quality

 - Child Nutrition Cluster
 - CFDA # 10.553 School Breakfast Program
 - CFDA # 10.555 National School Lunch Program
- viii. The dollar threshold used to distinguish between Type A and Type B programs as described in OMB Circular A-133, Section .520(b) was \$300,000.
- ix. The auditee does not qualify as a low-risk auditee under OMB Circular A-133, Section .530.

**Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009**

PART II – Findings related to financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

Reference # and title: 09-F1 Inadequate Internal Control Over Financial Reporting

Entity-Wide or program /department specific: This finding is entity-wide.

Criteria or specific requirement: Good internal control over financial reporting requires that accounting records be maintained in a manner which would ensure that financial data can be used in a timely manner in order to monitor the financial well-being of the School Board.

Condition: The School Board has experienced issues with financial reporting for the past few years. Upon examination of the accounting records for the current year, the following was noted:

- Bank reconciliations were not prepared in a timely manner. The 2007-2008 bank reconciliations were not prepared until February, 2009, thus the reconciliation of the 2008-2009 bank reconciliations were not begun until March, 2009. At June 30, 2009, the bank reconciliations were current.
- Journal entries were posted to cost-reimbursement funds incorrectly.
- Revenue and expenses were not recorded in a consistent manner. The pension deductions from ad valorem tax received was only recorded in the General Fund. Other revenues and expenses were posted to the incorrect fund.
- Journal entries are not being reviewed after preparation and posting.
- School Lunch invoices were not being reviewed by the Business Manager as are invoices of all other funds' invoices.

Possible asserted effect (cause and effect):

Cause: Inadequate internal control over financial reporting and financial records.

Effect: The School Board continues to have several issues with financial records.

Recommendations to prevent future occurrences: The School Board should take the necessary steps to ensure that the financial records reflect correct, current, and complete information. Each position in the business department should be evaluated to determine if any duties need to be changed or if additional personnel are needed to ensure that accounting records are maintained in an efficient and correct manner. Invoices and journal entries should be reviewed for appropriateness by School Board personnel other than the preparer.

Reference # and title: 09-F2 Violation of the Local Government Budget Act

Entity-Wide or program /department specific: This finding is entity-wide.

Criteria or specific requirement: The Louisiana Local Budget Act calls for amendments to be made to the budget when budgeted revenues exceed actual revenues by a variance of greater than 5% or actual expenditures exceed budgeted expenditures by a variance of greater than 5%. Louisiana Revised Statute 17:88 requires district school boards submit its adopted budget to the State Superintendent of Education no later than September 30 of each year.

**Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009**

PART II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

Condition: The Title I, Maintenance fund, and Special Education actual expenditures exceeded budgeted expenditures by more than 5%. The School Board did not submit its adopted budget to the State Superintendent of Education until October 1, 2008.

Possible asserted effect (cause and effect):

Cause: Budget to actual variances were not monitored for these two funds during the year. The adopted 2008-2009 budget was not sent to the State Superintendent of Education before the September 30, 2008 deadline as required by state law.

Effect: The School Board is in violation of Louisiana Revised Statute 17:88.

Recommendations to prevent future occurrences: Budget to actual variances should be monitored consistently and the budget amended as needed. The School Board should ensure that the adopted budget is sent to the State Superintendent by the required deadline of September 30th of each year to be in compliance with state law.

Reference # and title: **09-F3** **Violation of the Public Bid Law**

Entity-Wide or program /department specific: This finding is entity-wide.

Criteria or specific requirement: The Louisiana State Bid Law R. S. 38:2212.1 reads in part, “all purchases of materials and supplies exceeding the sum of twenty thousand dollars to be paid out of public funds shall be advertised and let by contract to the lowest responsible bidder”.

Condition found: We noted that the School Board purchased lockers at one of the District’s schools with a total cost of \$28,500 from a vendor without soliciting for bids or quotes as required by the State Bid Law.

Possible asserted effect (cause and effect):

Cause: Unknown.

Effect: The School Board did not follow the requirements of the Louisiana State Bid Law.

Recommendations to prevent future occurrences: The School Board should follow the requirements of the bid law for all future purchases.

Reference # and title: **09-F4** **School Activity Funds**

Entity-Wide or program /department specific: This finding is specific to student activity funds.

Criteria or specific requirement: Schools should follow the best practices stated in the Louisiana Legislative Auditor’s School Accounting Procedures Manual.

Condition: The following exceptions were noted from the test work performed at the three schools for the 2008-2009 school year:

**Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009**

PART II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

In testing 15 receipts at each school, the following exceptions were noted:

- 4 exceptions in which the deposit was not made in a timely manner.
- 10 exceptions in which the individual receipts within the deposit could not be traced to the cash receipts journal to determine that the receipt batch matched the deposit total.
- 2 exceptions in which the individual receipts within the deposit could not be traced to the related account ledger card, teacher log/receipt, and concession inventory or admission ticket reconciliation.

In testing 25 disbursements at each school, the following exceptions were noted:

- 2 exceptions in which there was no evidence of the receipt of goods or services.
- 1 exception in which the invoice amount did not agree with the check amount.
- 12 exceptions in which the charge was not supported by proper documentation.
- 14 exceptions in which the invoice date was not current when compared to date of the check.
- 1 exception in which the check was not posted correctly.
- 4 exceptions in which the expenditure was not in accordance with the School Board's purchasing policy.

Possible asserted effect (cause and effect):

Cause: Unknown.

Effect: The schools noted above may not have adequate documentation for the receipts and disbursements noted above.

Recommendations to prevent future occurrences: All schools should adhere to the best practices stated for student activity funds in the Louisiana Legislative Auditor's School Accounting Procedures Manual.

Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009

PART III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

Reference # and title: **09-F5** **Verification of Eligibility Selection**

Federal program and specific Federal award identification: School Breakfast Program CFDA# 10.553 and National School Lunch Program CFDA # 10.555.

Criteria or specific requirement: Except as otherwise provided, the sample for a local educational agency for a school year shall equal the lesser of 3 percent of all applications approved by the local educational agency for the school year, as of October 1 of the school year.

Condition found: The Louisiana Department of Education, Division of Nutrition Assistance School Food Service Section monitored the School Board's Child Nutrition Program during the 2008-2009 school year. During the visit, it was noted that the School Board did not verify the correct number of meal applications in compliance with the USDA Eligibility Guidance for School Meals. The School verified 19 out of 979 applications instead of the required 30 applications (979 applications times 3%).

Also, in testing verification of the meal applications, it was noted that one student was verified and changed from free to reduced meals after verification. However, the parent's pay stub was used to calculate household income which included overtime hours not regularly received. Due to using overtime hours which are not consistent, the student was changed from free to reduced meals. Actual amount of wages without overtime calculated to an amount in which the student should have received free meals during 2008-2009.

Possible asserted effect (cause and effect):

Cause: The sample selection was based on number of students and not the number of applications.

Effect: The School Board did not verify the correct number of applications and incorrectly changed one student from free to reduced meals.

Recommendations to prevent future occurrences: The School Board should comply with USDA Eligibility Guidance for School Meals and current USDA memos in determining sample size of applications in the future.

Reference # and title: **09-F6** **Procurement, Suspension and Debarment**

Federal program and specific Federal award identification: Title I, CFDA#84.010. Award year 2009.

Criteria or specific requirement: Federal regulations require that entities receiving federal funds determine that the vendors who purchases are made from are not under debarment or suspension.

Condition found: The Title I program does not have controls implemented to ensure businesses the programs purchase from are not under debarment or suspension.

Possible asserted effect (cause and effect):

Cause: Personnel were not aware of the requirement.

Effect: The Title I programs do not determine if vendors are suspended or debarred before purchasing from the vendor.

Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009

PART III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

Recommendations to prevent future occurrences: The Title I program should implement controls to determine vendors with which it makes purchases are not debarred or suspended. Verifications checks should be performed by accessing the EPLS website to ascertain if each vendor is under either suspension or debarment.

Reference # and title: **09-F7** **Certifications of Effort of Time Spent on Federal Awards**

Federal program and specific Federal award identification: Title I, CFDA #84.010, Title II, CFDA#84.367, School Breakfast Program CFDA# 10.553 and National School Lunch Program CFDA # 10.555.

Criteria or specific requirement: OMB Circular A-87 reads, in part, where employees work on more than one federal award or a federal award and non-federal award, their salaries/wages will be supported by personnel activity reports or equivalent documentation which meet the following standards: 1) They must reflect an after the fact distribution of the activity of each employee, 2) they must account for total activity for which each employee is compensated, 3) they must be prepared monthly and must coincide with one or more pay periods, 4) they must be signed by the employee.

Condition found: In examining certifications for effort of time spend on federal programs, it was noted that two employees, one working on more than one federal award and one working on a federal award and non-federal award, completed semi-annual certifications and noted on the semi-annual certifications the percentage of their time to distribute to each activity.

Possible asserted effect (cause and effect):

Cause: Unknown.

Effect: The School Board is not documenting monthly the time of employees working on more than one federal award or a federal award and non-federal award.

Recommendations to prevent future occurrences: The School Board should maintain proper documentation of personnel activity (i.e. daily time sheets, or monthly activity reports) for employees whose salary is split between two or more federal awards or a federal award and non-federal award which supports the percentage charged to the federal programs.

Reference # and title: **09-F8** **School-wide Plans**

Federal program and specific Federal award identification: Title I, CFDA#84.010.

Criteria or specific requirement: The Code of Federal Regulations (CFR) reads, in part, that a school-wide plan also must include the following components in addition to the three core components: 1) school-wide reform strategies, 2) instruction by highly qualified professional staff, 3) strategies to increase parental involvement, 4) additional support to students experiencing difficulty, 5) transition plans for assisting preschool children in the successful transition to the school-wide program.

Condition found: In examining the school-wide plans for the schools in the District, it was noted that the strategies for improving parental involvement were not included.

Claiborne Parish School Board
Schedule of Findings and Questioned Costs
As of and For the Year Ended June 30, 2009

PART III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

Possible asserted effect (cause and effect):

Cause: Unknown.

Effect: The school-wide plans for the schools being served do not include all the required elements as stated by the Code of Federal Regulations (CFR).

Recommendations to prevent future occurrences: The School Board should review all school-wide plans to ensure all necessary elements are provided in accordance with federal regulations.

OTHER INFORMATION

Claiborne Parish School Board
Schedule of Prior Year Audit Findings
As of and For the Year Ended June 30, 2009

Reference # and title: **08-F1** **Inadequate Internal Control Over Financial Reporting**

Entity-Wide or program /department specific: This finding is entity-wide.

Condition: For the past three years, the School Board has been unable to submit their annual financial audit report to the Louisiana State Legislative Auditor's Office by the required deadline of six months after the fiscal year end of June 30th of each year due mainly to the financial reports of the School Board not being maintained in a timely and efficient manner.

In January, 2009, auditors received trial balances from the School Board so that auditing of the financial records could begin. The trial balances had numerous errors. Auditors noted that revenues for the month of June 30, 2009 had not been recorded by the School Board, along with the recording of accounts receivable and accounts payable. A meeting was called which included auditors, the Superintendent, the head of the financial committee of the School Board, Business Manager, and an outside consultant to formula a plan for bringing the accounting records up to date so that the audit could be conducted. It was revealed at the time that the bank reconciliations for all bank accounts with the exception of the School Lunch bank account had not been completed and reconciled since June 30, 2007. The plan was to have the financial records in order by the end of February, 2009 by the outside consultant in conjunction with the Business Manger to enable auditors to perform the work necessary to complete the audit.

During the examination of the School Board's accounting records, the following items were noted:

- Funds for federal programs which are cost reimbursement programs were found to have a fund balance remaining at year-end. Supervisors were not adequately trained in completing reimbursement requests for the cost reimbursement programs.
- Due to/from and transfers in/out were not reconciled.
- Revenues for June, 2008 were actually recorded in July, 2008.
- While examining the Sales Tax Agency, it was noted that accounting problems exist with the handling of refunds of overpayments of sales tax made by taxpayers. The School Board refunded approximately \$15,000 to a taxpayer for an overpayment of sales tax and recorded the refund in an expense account instead of a reduction of sales tax received, and the Sales Tax Agency financial records did not reflect the refund to the taxpayer.
- The QZAB Bond construction costs for the year had not been recorded.
- The annual financial report submitted to the Louisiana Department of Education had numerous errors. A corrected copy was obtained by auditors during February, 2009.
- Capital assets were being classified as non-capitalizing asset accounts and were not being depreciated as required.
- 1099's were not being issued to all vendors who received more than \$600 from the School Board and were not incorporated as required by the Internal Revenue Service.

Corrective action taken: See current-year finding 09-F1.

**Claiborne Parish School Board
Schedule of Prior Year Audit Findings
As of and For the Year Ended June 30, 2009**

Reference # and title: **08-F2** **Violations of the Local Government Budget Act**

Entity-Wide or program /department specific: This finding is fund specific.

Condition: The Louisiana Local Government Budget Act calls for amendments to be made to the budget when budgeted revenues exceed actual revenues by a variance of greater than 5% or actual expenditures exceeds budgeted expenditures by a variance of greater than 5%. The adopted budget should be balanced with approved expenditures not exceeding the total of estimated funds available. The law prohibits the adoption of a budget in which the ending fund balance is a deficit.

Actual expenditures of the General Fund were greater than budgeted expenditures by an amount greater than 5% which is in violation of the Louisiana Local Government Budget Act. Also, an ending deficit fund balance was adopted for the School Lunch Fund.

Corrective action taken: See current-year finding 09-F2.

Reference # and title: **08-F3** **School Activity Funds**

Entity-Wide or program /department specific: This finding is specific to student activity funds.

Condition: Schools should follow the best practices stated in the Louisiana Legislative Auditor's School Accounting Procedures Manual.

The follow exceptions were noted at the three schools audited for the 2007-2008 school year:

- While testing cash receipts at the three schools, 16 receipts were found not to be deposited timely at one school, 9 individual receipts could not be traced to the general ledger, and one in which the deposit amount was not the amount of the actual receipt.
- While testing cash disbursements at the three schools, 2 disbursements were found which did not have supporting documentation (invoice, etc.), 4 invoices were not paid in a timely manner, 4 invoices were copies or faxes of the original invoice.

Corrective action taken: See current-year finding 09-F4.

Reference # and title: **08-F4** **Inadequate Internal Control Over Accounting Records**

Condition: In examining the internal control activities and accounting procedures for Title I, the following items were noted:

- The bookkeeper for the Title I program had no supervision in preparation of cost reimbursement requests.
- The Supervisor of Title I was unaware of the procedures performed in regards to the control over equipment purchased.
- There were no procedures in place to comply with the federal requirement that vendors in which Title I make purchases from should be screened to determine if the vendor had been suspended or debarred prior to the purchase.

Claiborne Parish School Board
Schedule of Prior Year Audit Findings
As of and For the Year Ended June 30, 2009

- Purchase orders were not being used systematically for all purchases made with Title I funds.

Corrective action taken: The School Board has complied with the recommendations as presented by the auditor.

**Claiborne Parish School Board
Corrective Action Plan for Current-Year Audit Findings
As of and For the Year Ended June 30, 2009**

Reference # and title: **09-F1** **Inadequate Internal Control Over Financial Reporting**

Entity-Wide or program /department specific: This finding is entity-wide.

Condition: Good internal control over financial reporting requires that accounting records be maintained in a manner which would ensure that financial data can be used in a timely manner in order to monitor the financial well-being of the School Board.

The School Board has experienced issues with financial reporting for the past few years. Upon examination of the accounting records for the current year, the following was noted:

- Bank reconciliations were not prepared in a timely manner. The 2007-2008 bank reconciliations were not prepared until February, 2009, thus the reconciliation of the 2008-2009 bank reconciliations were not begun until March, 2009. At June 30, 2009, the bank reconciliations were current.
- Journal entries were posted to cost-reimbursement funds incorrectly.
- Revenue and expenses were not recorded in a consistent manner. The pension deductions from ad valorem tax received was only recorded in the General Fund. Other revenues and expenses were posted to the incorrect fund.
- Journal entries are not being reviewed after preparation and posting.
- School Lunch invoices were not being reviewed by the Business Manager as are invoices of all other funds' invoices.

Corrective action planned: We concur with the findings and have corrected and will continue to amend our internal procedures to ensure sound internal control over financial reporting. All bank reconciliations are current, journal entries are being reviewed before and after posting, pension fund deductions are being recorded in all funds and school lunch invoices are being reviewed and signed by the Business Manager.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: June 30, 2010.

Reference # and title: **09-F2** **Violation of the Local Government Budget Act**

Entity-Wide or program /department specific: This finding is entity-wide.

Condition: The Louisiana Local Budget Act calls for amendments to be made to the budget when budgeted revenues exceed actual revenues by a variance of greater than 5% or actual expenditures exceed budgeted expenditures by a variance of greater than 5%. Louisiana Revised Statue 17:88 requires district school boards submit its adopted budget to the State Superintendent of Education no later than September 30 of each year.

**Claiborne Parish School Board
Corrective Action Plan for Current-Year Audit Findings
As of and For the Year Ended June 30, 2009**

The Title I, Maintenance funds, and Special Education actual expenditures exceeded budgeted expenditures by more than 5%. The School Board did not submit its adopted budget to the State Superintendent of Education until October 1, 2008.

Corrective action planned: We consider this to be very important in managing School Board budgets. We will review all budgets as often as possible to assure compliance with the Local Government Budget Act.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F3** **Violation of the Public Bid Law**

Entity-Wide or program /department specific: This finding is entity-wide.

Condition: The Louisiana State Bid Law R. S. 38:2212.1 reads in part, "all purchases of materials and supplies exceeding the sum of twenty thousand dollars to be paid out of public funds shall be advertised and let by contract to the lowest responsible bidder".

We noted that the School Board purchased lockers at one of the District's schools with a total cost of \$28,500 from a vendor without soliciting for bids or quotes as required by the State Bid Law.

Corrective action planned: Schools will be informed that their activity funds are also all under the jurisdiction of the Public Bid Law. We plan to cover this at the next Principals meeting.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F4** **School Activity Funds**

Entity-Wide or program /department specific: This finding is specific to student activity funds.

Condition: Schools should follow the best practices stated in the Louisiana Legislative Auditor's School Accounting Procedures Manual.

**Claiborne Parish School Board
Corrective Action Plan for Current-Year Audit Findings
As of and For the Year Ended June 30, 2009**

The following exceptions were noted from the test work performed at the three schools for the 2008-2009 school year:

In testing 15 receipts at each school, the following exceptions were noted:

- 4 exceptions in which the deposit was not made in a timely manner.
- 10 exceptions in which the individual receipts within the deposit could not be traced to the cash receipts journal to determine that the receipt batch matched the deposit total.
- 2 exceptions in which the individual receipts within the deposit could not be traced to the related account ledger card, teacher log/receipt, and concession inventory or admission ticket reconciliation.

In testing 25 disbursements at each school, the following exceptions were noted:

- 2 exceptions in which there was no evidence of the receipt of goods or services.
- 1 exception in which the invoice amount did not agree with the check amount.
- 12 exceptions in which the charge was not supported by proper documentation.
- 14 exceptions in which the invoice date was not current when compared to date of the check.
- 1 exception in which the check was not posted correctly.
- 4 exceptions in which the expenditure was not in accordance with the School Board's purchasing policy.

Corrective action planned: We plan to cover this as well with the Principals at our next meeting. Emphasis will be placed on the findings as well as recommending to the schools that they use the Louisiana Legislative Auditor's School Accounting Procedures Manual.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F5** **Verification of Eligibility Selection**

Federal program and specific Federal award identification: School Breakfast Program CFDA# 10.553 and National School Lunch Program CFDA # 10.555.

Condition: Except as otherwise provided, the sample for a local educational agency for a school year shall equal the lesser of 3 percent of all applications approved by the local educational agency for the school year, as of October 1 of the school year.

The Louisiana Department of Education, Division of Nutrition Assistance School Food Service Section monitored the School Board's Child Nutrition Program during the 2008-2009 school year. During the visit, it was noted that the School Board did not verify the correct number of meal applications in compliance with the USDA Eligibility Guidance for School Meals. The School verified 19 out of 979 applications instead of the required 30 applications (979 applications times 3%).

Also, in testing verification of the meal applications, it was noted that one student was verified and changed from free to reduced meals after verification. However, the parent's pay stub was used to calculate household income which included overtime hours not regularly received. Due to using overtime hours which are not consistent, the student was changed from free to reduced meals. Actual amount of wages without overtime calculated to an amount in which the student should have received free meals during 2008-2009.

Claiborne Parish School Board
Corrective Action Plan for Current-Year Audit Findings
As of and For the Year Ended June 30, 2009

Corrective action planned: School Food Services department is in the process of purchasing updated software which will allow them to be more flexible and comprehensive in their sampling of participants in the School Food Breakfast Program and National School Lunch Program.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F6** **Procurement, Suspension and Debarment**

Federal program and specific Federal award identification: Title I, CFDA#84.010. Award year 2009.

Condition: Federal regulations require that entities receiving federal funds determine that the vendors who purchases are made from are not under debarment or suspension.

The Title I program does not have controls implemented to ensure businesses the programs purchase from are not under debarment or suspension.

Corrective action planned: We simply were not aware of this federal requirement. We will implement controls and procedures necessary to evaluate vendors to determine if they have been debarred or suspended.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F7** **Certifications of Effort of Time Spent on Federal Awards**

Federal program and specific Federal award identification: Title I, CFDA #84.010, Title II, CFDA#84.367, School Breakfast Program CFDA# 10.553 and National School Lunch Program CFDA # 10.555.

Condition: OMB Circular A-87 reads, in part, where employees work on more than one federal award or a federal award and non-federal award, their salaries/wages will be supported by personnel activity reports or equivalent documentation which meet the following standards: 1) They must reflect an after the fact distribution of the activity of each employee, 2) they must account for total activity for which each employee is compensated, 3) they must be prepared monthly and must coincide with one or more pay periods, 4) they must be signed by the employee.

In examining certifications for effort of time spend on federal programs, it was noted that two employees, one working on more than one federal award and one working on a federal award and non-federal award, completed semi-annual certifications and noted on the semi-annual certifications the percentage of their time to distribute to each activity.

**Claiborne Parish School Board
Corrective Action Plan for Current-Year Audit Findings
As of and For the Year Ended June 30, 2009**

Corrective action planned: We will maintain proper documentation for personnel whose salary is split between two or more federal programs as recommended in the audit.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.

Reference # and title: **09-F8** **School-wide Plans**

Federal program and specific Federal award identification: Title I, CFDA#84.010.

Condition: The Code of Federal Regulations (CFR) reads, in part, that a school-wide plan also must include the following components in addition to the three core components: 1) school-wide reform strategies, 2) instruction by highly qualified professional staff, 3) strategies to increase parental involvement, 4) additional support to students experiencing difficulty, 5) transition plans for assisting preschool children in the successful transition to the school-wide program.

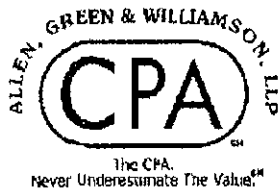
In examining the school-wide plans for the schools in the District, it was noted that the strategies for improving parental involvement were not included.

Corrective action planned: The parental involvement has been added to the School Board's school-wide plan.

Contact person responsible for corrective action:

Dr. Janice Williams, Superintendent Telephone: (318) 927-3502
Claiborne Parish School Board Fax: (318) 927-9184
415 East Main Street
Homer, LA 71040

Anticipated completion date: Immediately.



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Management Letter

Board Members
Claiborne Parish School Board
Homer, Louisiana

In planning and performing our audit of the financial statements of the Claiborne Parish School Board for the year ended June 30, 2009, we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control.

However, during our audit, we noted certain matters involving internal control that are presented for your consideration. This letter does not affect our report dated December 17, 2009, on the financial statements of the School Board. We will review the status of these comments during our next audit engagement. Our comments and recommendations which have been discussed with appropriate members of management are intended to improve the internal control or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. Management's response has also been included. We have performed no audit work to verify the content of the responses.

09-M1 Electronic Bids

Comment: The Louisiana State Bid Law, R.S. 38:2212(f)(i) states, in part, "Contractors shall be provided the option to submit bids for public contracts through a uniform and secure electronic interactive system".

Recommendation: The School Board should make arrangements necessary to comply with the electronic bid requirement of the Louisiana State Bid Law.

Management's response: The School Board plans to comply with Louisiana State Bid Law, R.S. 38:2212(f)(i) as it relates to submission of electronic bids.

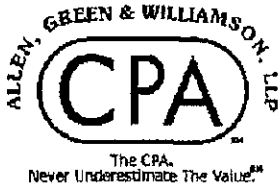
Our audit procedures are designed primarily to enable us to form opinions on the financial statements and, therefore, may not reveal all weaknesses in policies and procedures that may exist.

This report is intended solely for the information and use of the Board, management, 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. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green + Williamson, LLP

Allen, Green & Williamson, LLP

Monroe, Louisiana
December 17, 2009



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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board Members
Claiborne Parish School Board
Homer, 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 Claiborne Parish School Board, Homer, Louisiana, 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 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). This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the reports. 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:
 - a. Total General Fund Instructional Expenditures
 - b. Total General Fund Equipment Expenditures
 - c. Total Local Taxation Revenue
 - d. Total Local Earnings on Investment in Real Property
 - e. Total State Revenue in Lieu of Taxes
 - f. Nonpublic Textbook Revenue
 - g. Nonpublic Transportation Revenue

Comment: Several variances were noted when tracing the numbers reported on this schedule to the Annual Financial Report (AFR) as of June 30, 2009. Also, one transaction was found to be improperly classified according to the Louisiana Accounting and Uniform Governmental Handbook guidelines.

Management's Response: This schedule was revised to reflect the actual numbers per the June 30, 2009 AFR. Also, we have noted the improper classification mentioned above and will review the coding process closer in the future.

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 1.

Comment: No exceptions were noted as a result of applying agreed upon procedures.

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.

Comment: No exceptions were noted as a result of applying agreed upon procedures.

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

Comment: No exceptions were noted as a result of applying agreed upon procedures.

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 I Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555)

Comment: No exceptions were noted as a result of applying agreed upon procedures.

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 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.

Comment: No exceptions were noted as a result of applying agreed upon procedures.

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.

Comment: There were exceptions noted on the base pay and extra compensation that was reported for each of the employees tested. This is due primarily to incorrectly coding a sales tax supplement pay to extra compensation instead of base pay. There were also some instances noted of pay being excluded from the Profile of Education Personnel report that should have been included in extra compensation.

Management's Response: Personnel have already taken steps to correct this finding. This should not be an issue in the future.

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

Comment: No exceptions were noted as a result of applying agreed upon procedures

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 1 roll books for those classes and determined if the class was properly classified on the schedule.

Comment: There was a variance noted on one of the roll books that were tested when tracing from the teacher's roll book to the student count submitted to the state as of October 1, 2008.

Management's Response: Every attempt will be made in the future to assure accurate and correct roll book reporting.

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 the School Board.

Comment: No exceptions were noted as a result of applying agreed upon procedures

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 the School Board.

Comment: No exceptions were noted as a result of applying agreed upon procedures

The Iowa Tests (Schedule 9)

12. 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 the School Board.

Comment: No exceptions were noted as a result of applying agreed upon procedures

This report is intended solely for the use of management of the Claiborne 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

Allen, Green + Williamson, LLP
ALLEN, GREEN & WILLIAMSON, LLP
Monroe, Louisiana
December 17, 2009

Schedule 2

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Education Levels of Public School Staff
As of October 1, 2008

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	112	55.4	10	5	0	0	0	0
Master's Degree	33	16.3	1	0.5	4	2	0	0
Master's Degree + 30	30	14.9	0	0	10	5	0	0
Specialist in Education	0	0	0	0	0	0	0	0
Ph. D. or Ed. D	1	0.5	1	0.5	0	0	0	0
Total	176	87.1	12	6	14	7	0	0

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Number and Type of Public Schools
For the Year Ended June 30, 2009

Type	Number
Elementary	2
Middle/Jr. High	1
Secondary	1
Combination	3
Total	7

Schedule 4

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers
As of October 1, 2008

	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	0	1	0	0	2	3
Principals	0	0	0	0	3	0	8	11
Classroom Teachers	18	17	52	20	23.01	15.57	42	187.58
Total	18	17	52	21	26.01	15.57	52	201.58

CLAIBORNE PARISH SCHOOL BOARD
 Homer, Louisiana

Public School Staff Data: Average Salaries
For the Year Ended June 30, 2009

Classroom Teachers
Excluding ROTC,
Rehired Retirees, and
Flagged Salary
Reductions

	All Classroom Teachers	
Average Classroom Teachers' Salary Including Extra Compensation	\$ 45,031.00	\$ 44,912.00
Average Classroom Teachers' Salary Excluding Extra Compensation	\$ 40,936.00	\$ 40,904.00
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	187	173

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Class Size Characteristics
As of October 1, 2008

School Type	Class Size Range											
	1 - 20		21 - 26		27 - 33		34+					
	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	87	190	4	8	2	4	7	15				
Elementary Activity Classes	38	6	12	2	19	3	31	5				
Middle/Jr. High	77	82	23	24	0	0	0	0				
Middle/Jr. High Activity Classes	71	10	21	3	8	1	0	0				
High	83	144	11	20	3	5	3	4				
High Activity Classes	94	34	3	1	3	1	0	0				
Combination	80	361	13	59	7	28	0	0				
Combination Activity Classes	80	45	11	6	5	3	4	2				

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2009

District Achievement Level Results	English Language Arts						Mathematics						
	2007		2008		2009		2007		2008		2009		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 4													
Advanced	3	2	8	5	10	6	1	1	16	9	7	4	
Mastery	22	13	30	17	37	22	21	12	40	23	28	16	
Basic	79	46	80	51	72	43	84	49	79	45	81	49	
Approaching Basic	31	18	31	18	30	18	37	22	25	14	36	22	
Unsatisfactory	36	21	18	10	17	10	28	16	17	10	16	10	
Total	171		177		168		171		177		166		

District Achievement Level Results	Science						Social Studies					
	2007		2008		2009		2007		2008		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	1	1	3	2	6	4	0	0	4	2	1	1
Mastery	10	6	20	11	11	7	8	5	16	9	13	8
Basic	73	43	69	39	75	45	91	53	78	44	75	45
Approaching Basic	56	33	65	37	48	29	41	24	47	27	48	29
Unsatisfactory	31	18	19	11	26	16	30	18	31	18	29	17
Total	171		176		166		171		176		166	

District Achievement Level Results	English Language Arts						Mathematics					
	2007		2008		2009		2007		2008		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	0	0	1	1	0	0	1	0	3	2	5	3
Mastery	9	4	15	8	10	6	5	2	3	2	8	5
Basic	68	33	69	35	68	43	76	37	100	51	69	43
Approaching Basic	95	47	81	41	61	38	74	36	48	24	34	21
Unsatisfactory	32	16	30	15	21	13	48	24	42	21	44	28
Total	204		196		160		204		196		160	

District Achievement Level Results	Science						Social Studies					
	2007		2008		2009		2007		2008		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	0	0	1	1	1	1	0	0	1	1	0	0
Mastery	12	6	9	5	13	8	3	1	7	4	11	7
Basic	53	26	53	27	50	31	73	36	52	27	59	37
Approaching Basic	80	39	69	35	56	35	77	38	65	33	40	25
Unsatisfactory	59	29	63	32	41	25	50	25	70	36	51	32
Total	204		195		161		203		195		161	

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

Graduation Exit Examination (GEE)
For the Year Ended June 30, 2009

District Achievement Level Results	English Language Arts						Mathematics					
	2007		2008		2009		2007		2008		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	0	0	1	1	0	0	7	4	9	5	3	2
Mastery	8	5	9	5	8	5	21	12	18	10	12	9
Basic	66	38	58	33	66	50	76	43	62	35	74	56
Approaching Basic	64	37	47	27	42	32	42	24	34	19	33	25
Unsatisfactory	36	21	60	34	19	14	29	17	53	30	11	8
Total	174		175		133		175		176		133	

District Achievement Level Results	Science						Social Studies					
	2007		2008		2009		2007		2008		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	2	1	0	0	3	2	1	1	0	0	2	1
Mastery	7	4	15	10	18	12	6	4	8	5	7	5
Basic	72	46	59	38	55	38	86	55	78	50	88	48
Approaching Basic	47	30	44	28	37	26	37	24	41	26	40	28
Unsatisfactory	29	18	38	24	32	22	27	17	29	19	26	18
Total	157		156		145		157		156		143	

Schedule 9

CLAIBORNE PARISH SCHOOL BOARD
Homer, Louisiana

IOWA and ILEAP Tests
For the Year Ended June 30, 2009

District Achievement Level Results	English Language Arts 2007		Mathematics 2007		Science 2007		Social Studies 2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Students							
Grade 3								
Advanced	3	2	12	7	3	2	0	0
Mastery	27	17	25	15	20	12	15	9
Basic	71	44	71	44	60	37	62	38
Approaching Basic	33	20	25	15	47	29	49	30
Unsatisfactory	28	17	23	18	32	20	36	22
Total	162		162		162		162	

District Achievement Level Results	English Language Arts 2007		Mathematics 2007		Science 2007		Social Studies 2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Students							
Grade 5								
Advanced	3	2	3	2	1	1	3	2
Mastery	9	5	18	10	10	5	12	7
Basic	68	37	81	44	56	30	71	39
Approaching Basic	47	26	39	21	76	41	45	24
Unsatisfactory	57	31	43	23	41	22	53	29
Total	184		184		184		184	

District Achievement Level Results	English Language Arts 2007		Mathematics 2007		Science 2007		Social Studies 2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Students							
Grade 6								
Advanced	0	0	1	1	1	1	3	2
Mastery	22	13	13	7	10	6	11	8
Basic	66	38	81	46	62	36	69	40
Approaching Basic	57	33	31	18	72	41	51	29
Unsatisfactory	30	17	49	28	29	17	40	23
Total	175		175		174		174	

Students	District Achievement Level Results							
	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	4	2	1	1	1	1	1	1
Mastery	16	9	12	7	14	8	9	5
Basic	66	37	81	46	62	35	61	34
Approaching Basic	55	31	43	24	70	40	71	40
Unsatisfactory	36	20	40	23	30	17	35	20
Total	177		177		177		177	

Students	District Achievement Level Results					
	English Language Arts		Mathematics		Mathematics	
	2007		2007		2007	
	Number	Percent	Number	Percent	Number	Percent
Grade 9						
Advanced	1	1	1	7	4	4
Mastery	12	6	5	5	3	3
Basic	64	33	64	33	33	33
Approaching Basic	77	40	49	25	25	25
Unsatisfactory	40	21	69	36	36	36
Total	194		194		194	

Students	District Achievement Level Results							
	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	3	2	9	5	3	2	0	0
Mastery	21	11	21	11	16	9	10	5
Basic	74	40	77	42	71	39	74	40
Approaching Basic	53	29	39	21	66	35	50	27
Unsatisfactory	33	18	36	21	28	15	50	27
Total	184		184		184		184	

Students	District Achievement Level Results							
	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	1	1	4	3	1	1	0	0
Mastery	17	13	12	9	8	6	5	4
Basic	49	37	50	37	35	25	62	46
Approaching Basic	31	23	31	23	61	46	41	31
Unsatisfactory	36	27	37	28	29	22	26	19
Total	134		134		134		134	

District Achievement Level Results	English Language Arts 2008		Mathematics 2008		Science 2008		Social Studies 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Grade 6							
Advanced	3	2	3	2	1	1	4	2
Mastery	15	8	4	2	8	4	9	5
Basic	77	42	99	54	62	34	63	34
Approaching Basic	53	29	38	21	75	41	58	32
Unsatisfactory	36	20	40	22	38	21	50	27
Total	184		184		184		184	

District Achievement Level Results	English Language Arts 2008		Mathematics 2008		Science 2008		Social Studies 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Grade 7							
Advanced	2	1	0	0	0	0	0	0
Mastery	20	12	7	4	8	5	6	4
Basic	53	32	61	37	54	32	71	43
Approaching Basic	63	38	47	28	60	36	44	26
Unsatisfactory	29	17	52	31	45	27	46	28
Total	167		167		167		167	

District Achievement Level Results	English Language Arts 2008		Mathematics 2008	
	Number	Percent	Number	Percent
	Grade 8			
Advanced	0	0	1	1
Mastery	4	3	2	1
Basic	71	48	62	42
Approaching Basic	56	38	47	32
Unsatisfactory	17	11	36	24
Total	148		148	

District Achievement Level Results	English Language Arts 2009		Mathematics 2009		Science 2009		Social Studies 2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	Grade 3							
Advanced	1	1	15	10	2	1	0	0
Mastery	29	19	25	16	14	9	16	10
Basic	66	43	71	46	58	38	60	39
Approaching Basic	37	24	31	20	57	37	37	24
Unsatisfactory	21	14	12	8	22	14	40	26
Total	154		154		153		153	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	1	1	6	11	4	2	0	0
Mastery	19	11	6	10	12	7	6	4
Basic	62	36	33	56	51	30	58	34
Approaching Basic	42	25	23	40	55	32	58	34
Unsatisfactory	47	27	32	54	48	28	48	28
Total	171		171		170		170	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	1	1	3	2	1	1	2	2
Mastery	14	11	8	6	9	7	8	6
Basic	56	44	73	58	47	37	57	45
Approaching Basic	36	29	20	16	47	37	37	29
Unsatisfactory	19	15	22	17	22	17	22	17
Total	126		126		126		126	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	0	0	4	2	1	1	0	0
Mastery	12	7	1	1	12	7	18	10
Basic	70	40	81	46	64	37	74	43
Approaching Basic	63	38	42	24	65	37	57	33
Unsatisfactory	30	17	47	27	32	18	25	14
Total	175		175		174		174	

District Achievement Level Results	English Language Arts		Mathematics	
	2009		2009	
	Number	Percent	Number	Percent
Grade 9				
Advanced	0	0	1	1
Mastery	9	6	15	9
Basic	66	41	64	40
Approaching Basic	77	48	46	28
Unsatisfactory	10	8	38	22
Total	162		162	