

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Financial Report

Year Ended June 30, 2010

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 12/22/10

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INDEPENDENT AUDITORS' REPORT

Mr. Randy Schexnayder, Superintendent,
and Members of the Vermilion Parish School Board
Abbeville, Louisiana

We have audited the accompanying financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of the Vermilion Parish School Board (the School Board), as of and for the year ended June 30, 2010, 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major funds, and the aggregate remaining fund information of the School Board, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 18, 2010 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 important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the other required supplementary information on pages 4 through 15 and 63 through 65, respectively, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historic context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for the consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's financial statements as a whole. The other supplementary information on pages 69 through 95 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards (pages 101-103) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements of the School Board. The other supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information, except for the portion marked "unaudited" on which we express no opinion or provide any assurance on, has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

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

Abbeville, Louisiana
November 18, 2010

REQUIRED SUPPLEMENTARY INFORMATION (RSI)

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2010

Management's Discussion and Analysis (MD&A) of the Vermilion Parish School Board's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole. The reader should read this discussion in conjunction with the financial statements and the notes to the basic financial statements, which are all included in this report, to enhance their understanding of the Vermilion Parish School Board's financial performance.

The MD&A is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board (GASB) Statement No. 34 (Statement). Certain comparative information between the current year (2009-10) and the prior year (2008-09) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

It has been five years since Hurricane Rita slammed into the Gulf Coast causing unprecedented damage to Vermilion Parish. The storm had a devastating impact on our community and in particular, the Vermilion Parish School System. The rebuilding effort began immediately after the storm and continues today. As of the date of this report, most of the renovations to existing facilities have been completed and the construction of a new elementary school is in process.

Construction is underway on a new elementary school in the northern part of the parish. This new school will be called "LeBlanc Elementary School" and will have a capacity of 875 students. The facility is being financed primarily by FEMA reimbursements for the replacement of an elementary school in the southern part of the parish which was damaged by Hurricane Rita, and by a Community Development Block Grant intended by help in storm recovery.

The School Board's net assets decreased by \$6.0 million from July 1, 2009 to June 30, 2010 as reported in the Statement of Activities on page 19. An analysis of the major revenues components is as follows:

Operating Grants – Operating grants and contributions for the Vermilion Parish School Board were \$23.9 million for 2009-10. This is an increase of \$3.4 million over the previous 2008-09 fiscal year. This increase is the result of increased federal funding related to the Hurricane Rita recovery effort.

Minimum Foundation Program (MFP) – MFP is the funding formula from the state for school systems in Louisiana. The funding is based on a formula with many variables and two (2) basic levels of funding. Level one (1) funding is based on the number of students enrolled in the school system. Level two (2) funding is based on the dollar amount of local funding. The more local tax support received by a District, the more state support (MFP) we receive through level two funding. The School Board receives a percentage match in level two funding from the state for local contributions exceeding an established minimum amount. The unrestricted portion of the MFP funding was \$37.2 million during 2009-10 as compared to 40.1 million for 2008-09.

The State of Louisiana used \$1.2 million of State Fiscal Stabilization Funds to finance a portion of Vermilion's MFP funding for 2009-10. Because this amount is federal revenue, the SFSF portion of these proceeds is considered restricted and therefore, accounted for in a separate Special Revenue Fund.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Ad Valorem Taxes – Ad valorem taxes collected for general and specific purposes, and for debt services was \$12.3 million for 2009-10 compared to \$11.6 million for the previous 2008-09 fiscal year.

Sales Taxes – The Board began collecting an additional ½% sales tax during the 2009-2010 fiscal year. This new sales tax was approved by Voters in May, 2009 which increased the total tax levy from 1% to 1 ½%. Total sales tax collections were \$9.3 million during the 2009-10 fiscal year, compared to \$7.9 million the previous fiscal year. The 2009-2010 revenue consists of \$6.7 million for the 1% sales tax levy and \$2.7 for the new ½% levy.

Rentals, Leases and Royalties – 16th section revenues, which include oil and gas leases and royalties, as well as surface rentals, totaled \$3.1 million for the 2009-10 fiscal year compared to \$6.9 million for the 2008-09 fiscal year.

General – The other revenues of the School Board remained relatively stable when compared to prior years.

The expenses of the School Board, as reported in the Statement of Activities, were \$94.4 million in 2009-10. The major expense components are as follows:

Salaries and related benefits - Salaries and related benefits are the School Board's largest expense items. Salaries and related benefits account for \$70.7 million or 74.9% of total expenses. Salaries and related benefits for the prior fiscal year were \$67.3 million. This increase was the direct result of a 5% raise given to all School Board employees for the 2009-2010 fiscal year which is being financed by the new ½% sales tax described above.

As of April 25, 2002, the Board established a partially self-funded health insurance program which is being administered by United HealthCare, a third party administrator. On May 1, 2009 and 2010, the beginning of the last two policy years, the premiums were not adjusted. The School Board's contribution to the health insurance program increased from \$5.9 million in 2008-09 to \$6.0 million in 2009-10.

Operation & Maintenance of Plant Services – The cost of maintaining parish facilities decreased from \$9.2 million in 2008-09 to \$7.8 million in 2009-10. This decrease is the direct result of the recovery effort after Hurricane Ike that that occurred in the previous fiscal year.

Facilities Acquisition and Construction – The amount spend for facilities acquisition and construction dropped from \$1.1 million in 2008-09 to \$0 in 2009-10.

Debt Service Payments – The debt service activity remained relatively consistent with the previous year.

Capital Projects – Two construction projects were accounted for in the Capital Projects Fund during the 2009-10 fiscal year. The Board has completed the construction of a new cafeteria at a parish elementary school and is in the process of constructing a new elementary school facility.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

USING THIS FINANCIAL REPORT

This financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Vermilion Parish School Board as a whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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 financial picture. Also included in the financial statements are the Fund Financial Statements, which report on governmental activities of the School Board.

These statements provide more detail than the government-wide financial statements about the services that were financed in the short-term as well as what remains for future spending in the School Board's more significant funds as well as all other nonmajor funds. The General Fund is Vermilion Parish School Board's most significant fund.

REPORTING THE SCHOOL BOARD AS A WHOLE

Statement of Net Assets and the Statement of Activities

The Statement of Net Assets and the Statement of Activities report information about the School Board as a whole and its activities in a way to try to inform the reader as to how the School Board did financially during the 2009-10 fiscal year.

In short, is the School Board better off financially or is it worse off financially than it was this time last year? These statements report all assets and liabilities of the School Board on the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School Board's net assets and the change in those assets. This change in net assets is important because it tells the reader that, for the School Board as a whole, the financial position of the School Board improved or declined. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors affecting the School Board include the state of the oil and gas industry, the parish's sales and property tax bases and the state and federal government's continued funding.

A change in reporting for the Statement of Net Assets is the inclusion of Other Post Employment Benefits (OPEB) liabilities as required by GASB Statement No. 45. These requirements are described in note 13 on page 54. The net effect of this reporting requirement is to include an additional \$3.7 million in long-term liabilities on the Statement of Net Assets.

The Statement of Net Assets and the Statement of Activities report the governmental activities of the School Board. Most of the School Board's programs and services are reported here including instruction, support services, operating and maintenance of plant, student transportation, and child nutrition programs.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

REPORTING THE SCHOOL BOARD'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The analysis of the School Board's major funds begins on page 22. Fund Financial Statements provide detailed information about the School Board's major funds. The School Board uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School Board's most significant funds. The School Board's only major governmental funds for the 2009-10 fiscal year are the General Fund and the Title I Fund.

The Vermilion Parish School Board's non-major governmental funds for the 2009-10 fiscal year are the 1998 and 1996 Ad Valorem Tax Funds, the Titles II, III and IV Funds, the Education Excellence Fund, the IDEA Fund, the Special Federal Revenue Fund, the Pre-School Flow-Through Fund, the Federal and State Adult Education Funds, the School Lunch/Breakfast Fund, the TASC Fund, the Preschool LA-4 Fund, the Reading First Fund, the State Fiscal Stabilization Fund, the 2009 Sales Tax Fund, the Debt Service Fund, the Capital Projects Fund and the Trust Fund.

Governmental Funds

Most of the School Board's activities are reported as governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds 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 funds' statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or difference) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds

On April 25, 2002, the School Board established a partially self-insured group health insurance program. A separate internal service fund was created to accumulate funds designated for the payment of health care claims, insurance and associated costs of school system employees, retirees and their covered dependants. The School Board has procured insurance with both a specific and aggregate stop loss. Transactions related to meeting the claims incurred in these areas are accounted for in the Internal Service Proprietary Fund. Expenses in the Group Insurance Fund are recognized as claims are incurred. Liabilities are recognized for incurred but unpaid claims. The Internal Service Proprietary Fund transactions are reported on pages 27 through 29 in a separate section consisting of a Statement of Net Assets; a Statement of Revenues, Expenses, and Changes in Net Assets; and a Statement of Cash Flows.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

THE SCHOOL BOARD AS TRUSTEE

Reporting the School Board's Fiduciary Responsibilities

The School Board is the trustee, or fiduciary, for its School Activity Fund and the Sales Tax Fund. All of the School Board's fiduciary activities are reported in a separate Comparative Statement of Assets and Liabilities, accompanied by supporting schedules on pages 92 through 95. These activities have been excluded 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.

Non-Expendable Trust Fund

As explained in note 17 on page 60, the Vermilion Parish School Board established the Daniel R. Dartez Education Public Trust on June 11, 1996. The Trust was established from excess oil and gas revenues and was set-up to help meet the capital outlay needs of the School System. The Trust is administered by a board of trustees which consists of individuals charged with the responsibility of maintaining a high quality investment portfolio which maximizes income within acceptable levels of risk. The trustees operate independent of the School Board, but the trust earnings are dedicated to the School Board. The activities of the Trust Fund are reported in a separate Comparative Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance on pages 89 and 90.

The School Board as a Whole

\$11.5 million of the \$67.6 million of net assets at June 30, 2010 were restricted. Restricted net assets are reported separately to show legal constraints from trust and debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. The following analysis focuses on the net assets (Table 1) and change in net assets (Table 2) of the School Board's governmental activities.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Table 1
Governmental Activities
Net Assets
June 30, 2010
(In Millions)

(With Comparative Totals for June 30, 2009)

	Year Ended	
	June 30	
	2010	2009
Assets		
Current and other assets	\$ 44.7	\$ 52.9
Capital assets	52.6	46.6
Total assets	\$ 97.3	\$ 99.5
Liabilities		
Current and other liabilities	\$ 15.1	\$ 14.9
Long-term liabilities	14.6	11.1
Total liabilities	\$ 29.7	\$ 26.0
Net assets		
Invested in capital assets, net of debt	\$ 49.5	\$ 43.2
Restricted	11.5	10.3
Unrestricted	6.6	20.0
Total net assets	\$ 67.6	\$ 73.5

The balance of \$6.6 million in unrestricted-undesignated assets represents the accumulated results of all past years' operations.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities on page 19. Table 2 reports the information from the Statement of Activities in a different format so that total revenue for the year can be more easily identifiable.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Table 2
Governmental Activities
Changes in Net Assets
Fiscal Year Ended June 30, 2010
(In Millions)

(With Comparative Totals for June 30, 2009)

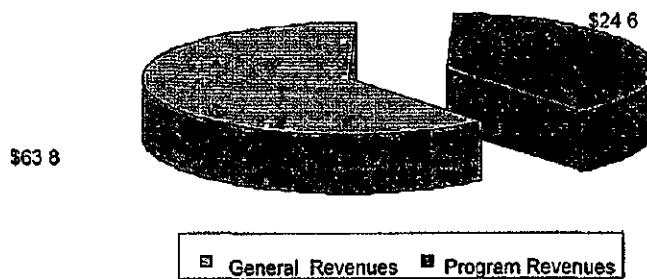
	Year Ended	
	2010	2009
Revenues:		
Program revenues:		
Charges for services	\$ 0.7	\$ 0.7
Operating grants and contributions	23.9	20.5
Capital grants and contributions	0.0	0.0
General revenues:		
Ad valorem taxes	12.3	11.6
Sales taxes	9.3	7.9
State equalization	37.2	40.1
Rentals, leases and royalties	3.1	6.9
Other general revenues	<u>1.9</u>	<u>3.4</u>
Total revenues	<u>\$ 88.4</u>	<u>\$ 91.1</u>
Functions/Program Expenses:		
Instruction:		
Regular programs	\$ 35.5	\$ 34.3
Special education programs	12.8	11.2
Vocational programs	2.7	2.5
Other instructional programs	5.8	4.9
Support services:		
Pupil support services	5.1	4.6
Instructional staff support services	4.9	4.0
General administration	3.0	2.9
School administration	4.9	4.3
Business services	0.9	1.5
Plant services	7.8	9.2
Student transportation services	4.8	4.6
Central services	0.8	0.7
Food services	5.3	4.8
Facilities acquisition & construction	0.0	1.1
Community services programs	0.0	0.0
Debt service -		
Interest on long-term obligations	<u>0.1</u>	<u>0.0</u>
Total expenses	<u>\$ 94.4</u>	<u>\$ 90.6</u>
Increase (Decrease) in net assets	<u>\$ (6.0)</u>	<u>\$ 0.5</u>

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

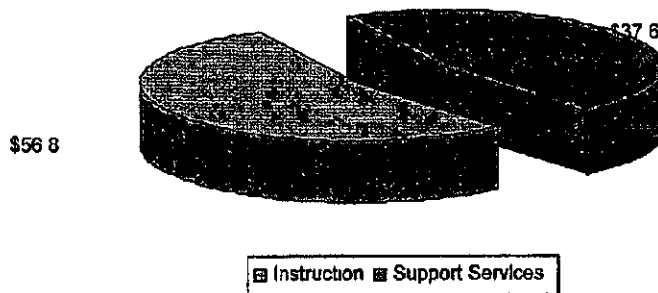
June 30

A summary of Vermilion Parish School Board's 2009-010 revenues and expenditures is presented below

2009-10 Revenues
(in millions)



2009-10 Expenditures
(in millions)



Governmental Activities

As reported in the Statement of Activities on page 19, the net cost of governmental activities this year was \$69.8 million. The taxpayers in the parish provided \$21.6 million in ad valorem and sales tax revenues to help meet the total cost of governmental activities. The state contributed \$37.2 million through the Minimum Foundation Program (MFP), which is the main funding source for the School Board. The balance of the cost of governmental activities for the year was provided through state and Federal grants and from revenues from Board owned property.

The cost of governmental activities exceeding restricted state and Federal grants and charges for services must be paid by the citizens of Vermilion Parish and unrestricted state grants. The following presentation shows the portion of governmental activities that must be paid by the citizens of Vermilion Parish and unrestricted state grants.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Funding of Governmental Activities
2009-10
(In millions)



Table 3 presents the total cost of each of the School Board's five largest functions – regular programs, special education programs, other instructional programs, plant services, and food services, 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.

Table 3
Governmental Activities
Fiscal Year Ended June 30, 2010
(In Millions)

(With Comparative Totals for June 30, 2009)

	Total Cost of Services		Net Cost of Services	
	2010	2009	2010	2009
Regular programs	\$35.5	\$34.3	\$(34.6)	\$(32.8)
Special education programs	12.8	11.2	(10.3)	(9.4)
Pupil support services	5.1	4.6	(3.4)	(3.2)
Plant services	7.8	9.2	(6.5)	(4.2)
Food services	5.3	4.8	(0.7)	(0.5)
Subtotal	\$66.5	\$64.1	\$(55.5)	\$(50.1)
All others	27.9	26.5	(14.3)	(19.4)
Total	\$94.4	\$90.6	\$(69.8)	\$(69.5)

The School Board Funds

The School Board uses funds to help it control and manage money for particular purposes. Accounting for money for particular purposes in different funds helps the reader to determine whether the School Board is being accountable for the resources taxpayers and others provide to it and it may also give the reader more insight into the School Board's overall financial health.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Major Funds - The General Fund is one of the School Board's two major funds for the 2009-10 fiscal year. The General Fund's total fund balance at June 30, 2010 was \$15.1 million. The Board reserved \$5.0 million of the end of year fund balance for specific purposes. An additional \$0.5 million has been reserved for inventory and prepaid expenses.

The standard recommendation is to have at least 10% of the General Fund's budgeted expenditures in unrestricted fund balance. However, because of the Board's reliance on oil and gas, a contingent source of revenue, the goal of Vermilion Parish School Board's management has been 15%.

The other major fund this year is the Title I Fund. The total amount of federal funds received has caused this fund to be classified as a major fund. The revenue from this fund has increased from \$3.0 million in 2008-09 to \$4.2 million in 2009-10. The increase in revenue is directly attributable to the receipt of American Recovery and Reinvestment Act (ARRA) funds generated by federal stimulus grants.

Non-major Governmental Funds - The non-major funds' fund balances were generally stable with a small increase in their total fund balances.

General Fund Budgetary Highlights

The School Board, in accordance with state law, must adopt a budget on the General Fund and all Special Revenue Funds prior to September 15 of each year. In accordance with state law the School Board may have variances of 5 percent of total revenues or expenditures in a fund before it is legally required to amend the budget. The School Board adopted its 2009-10 budget on September 3, 2009, and revised the budget on June 17, 2010. In the revision, the total original General Fund budgeted revenues decreased by 2.0% or \$1.0 million from \$49.4 million to \$48.4 million. The total budgeted General Fund expenditures decreased from the original budget to the final budget by \$0.5 million or 0.7%.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Capital Assets of the School Board used in performance of general School Board functions are recorded in the Fund Financial Statements as expenditures when purchased. The amount represents the original cost of the assets. Depreciation of capital assets is not recognized in the Fund Financial Statements as explained in the notes to the basic financial statements. In the Government-wide Financial Statements the capital assets are recorded as assets at their original cost at the time of purchase or fair market value, if donated. Depreciation of capital assets has been recognized in the Government-wide Financial Statements.

At June 30, 2010 the School Board had \$52.6 million invested in land, buildings and improvements and furniture and equipment, net of depreciation. Net capital assets increased \$5.9 million from the prior year. The increase was caused by new building construction projects, both completed and in progress at the end of the fiscal year. In accordance with State guidelines, beginning July 1, 2008, items costing less than \$5,000 are considered supplies. Table 4 presents capital assets net of depreciation at June 30, 2010.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Table 4
Governmental Activities
Capital Assets at Year-end
Net of Depreciation
June 30, 2010

(With Comparative Totals for June 30, 2009)

	2010	2009
Land	\$ 1,818,952	\$ 2,003,884
Construction in Progress	6,415,084	3,840,122
Buildings and improvements	41,368,782	37,877,712
Furniture and equipment	<u>2,991,118</u>	<u>2,965,161</u>
Total	<u>\$52,593,936</u>	<u>\$46,686,879</u>

Debt

At June 30, 2010, the school board had \$3,100,000 in certificates of indebtedness outstanding. Of this amount outstanding, \$375,000 is due within one year. Table 5 summarizes bonds and certificates of indebtedness outstanding at June 30, 2010.

Table 5
Governmental Activities
Outstanding Debt
June 30, 2010

(With Comparative Totals for June 30, 2009)

	2010	2009
Certificates of Indebtedness:		
Series 2002 – Central Facility Construction	\$ 155,000	\$ 230,000
Series 2008 – Middle School Gymnasium	1,665,000	1,835,000
Series 2009 – Elementary School Cafeteria	<u>1,280,000</u>	<u>1,400,000</u>
Total	<u>\$3,100,000</u>	<u>\$3,465,000</u>

The proceeds of the Series 2002 certificates of indebtedness were used to construct a print shop/technology center at the central office. The certificates will be paid out in 2012.

The proceeds of the Series 2008 certificates of indebtedness were used to construct a gymnasium at Rene Rost Middle School. The certificates will be paid out in 2018.

The proceeds of the Series 2009 certificates of indebtedness were used to construct a cafeteria at Meaux Elementary School. The certificates will be paid out in 2019.

The state limits the amount of general obligation debt that school boards can issue to 35 percent of the assessed value of all taxable property within the School Board's corporate limits. At June 30, 2010, Vermilion Parish School Board's maximum legal debt limit was \$137,898,828. The District's outstanding general obligation bonded debt of \$3,100,000 is well below the maximum debt limit.

VERMILION PARISH SCHOOL BOARD
Management's Discussion and Analysis (Continued)
Fiscal Year Ended June 30, 2010

Other long-term obligations of the School Board include accrued vacation pay and sick leave and net Other Post Employment Benefits (OPEB). More detailed information about our long-term obligations is presented in note 7 to the basic financial statements.

FOR THE FUTURE

As of the date of this report, management is attempting to finalize the recovery process from the recent hurricane disasters and complete the construction of a new elementary school. Renovations to school facilities must be completed so that students and faculty can return to normalcy and continue in the educational process that they have become accustomed to. The main financial focus however, is to stabilize our financial future.

As the Vermilion Parish School Board begins the 2010-2011 fiscal year, it continues to encounter financial challenges. The General Fund unreserved/undesignated fund balance of \$9.6 million as of June 30, 2010 was 14.4% of the 2010-11 budgeted expenditures. In addition to this unrestricted fund balance, the Board has reserved \$3 million to cover reductions in MFP and oil & gas revenues for the 2010-2011 fiscal year. An additional \$2 million has been reserved for FEMA contingencies.

During the fall of 2009, the Board encountered unprecedented budgetary concerns. In addition to an extraordinary drop in MFP for the 2009-2010 fiscal year, sales tax revenues, oil & gas revenues and interest earnings began to rapidly decline. At the same time, School Districts were notified that employer contributions to the retirement systems would be drastically increasing beginning with the 2010-2011 fiscal year. In response to these issues, the Board immediately directed management to analyze the budget and bring recommendations to the Board for considerations that would address the budgetary shortfalls.

In January 2010, the staff presented a budget restructuring proposal that would impact the 2010-2011 budget by \$5 million. The Board approved the recommendation with minor modifications. The approved changes were included in the final adopted 2010-2011 budget document.

As the Educational System moves into the ensuing budget year, management will continue to monitor all expenditures and wherever possible, propose departmental restructuring, reconsider the necessity of vacant positions and monitor individual budget line items searching for possible additional adjustments.

As the System moves along this course, we will exercise financial caution until the Board's revenues are back on a sound financial footing. It is important that we continue conducting the financial operations of the School System in a conservative and responsible manner.

Although the administration has concerns about recent financial matters, if we continue to operate in a fiscally conservative manner, we will be able to address all of those concerns. Management is committed to keeping the Vermilion Parish School System in a strong financial position.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, 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 need additional financial information contact Phillip Sellers, Chief Financial Officer, Vermilion Parish School Board, P.O. Drawer 520, Abbeville, LA 70511-0520 or call at (337) 898-5705 or e-mail to psellers@vrml.k12.la.us.

BASIC FINANCIAL STATEMENTS

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Statement of Net Assets
Governmental Activities
June 30, 2010

ASSETS

Cash and interest-bearing deposits	\$ 27,418,686
Investments	10,607,887
Receivables	6,043,714
Inventory	251,743
Prepaid expense	366,641
Capital assets, net	<u>52,593,936</u>
Total assets	<u>97,282,607</u>

LIABILITIES

Accounts, salaries and other payables	14,716,653
Deferred revenue	326,867
Interest payable	42,387
Long-term liabilities	
Due within one year	375,000
Due in more than one year	<u>14,261,234</u>
Total liabilities	<u>29,722,141</u>

NET ASSETS

Invested in capital assets, net of related debt	49,451,549
Restricted for:	
Trust principal	11,213,935
Debt service	247,330
Unrestricted	<u>6,647,652</u>
Total net assets	<u>\$ 67,560,466</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Statement of Activities
For the Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Assets Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$ 35,475,347	\$ -	\$ 924,608	\$ (34,550,739)
Special education programs	12,767,398	22,891	2,460,836	(10,283,651)
Vocational education programs	2,679,818	-	208,408	(2,471,410)
Other instructional programs	1,012,446	-	465,393	(547,053)
Special programs	4,607,273	-	3,523,415	(1,083,858)
Adult and continuing education programs	109,612	-	96,032	(13,580)
Support services:				
Pupil support services	5,102,613	-	1,735,592	(3,367,021)
Instructional staff support services	4,933,285	-	1,785,737	(3,147,548)
General administration	2,964,374	-	130,301	(2,834,073)
School administration	4,906,335	-	876,124	(4,030,211)
Business services	942,351	-	-	(942,351)
Operation and maintenance of plant services	7,783,388	-	1,311,063	(6,472,325)
Student transportation services	4,845,296	26,659	45,920	(4,772,717)
Central services	825,230	-	112,276	(712,954)
Non-instructional services:				
Food services	5,251,476	615,727	3,929,122	(706,627)
Community service programs	42,793	-	-	(42,793)
Facilities acquisition and construction	-	-	6,327,117	6,327,117
Interest on long-term debt	107,787	-	-	(107,787)
Total governmental activities	\$ 94,356,822	\$ 665,277	\$ 23,931,964	(69,759,581)
Taxes:				
Ad valorem taxes, levied for general purposes				1,668,986
Ad valorem taxes, levied for special purposes				10,613,868
Sales and use taxes, levied for general purposes				9,349,340
State revenue sharing				141,088
Grants and contributions not restricted to specific programs:				
State source - Minimum Foundation Program				37,185,719
State source - PIPS				125,503
Interest and investment earnings				1,273,343
Rentals, leases and royalties				3,119,766
Miscellaneous				1,391,155
Loss on disposal of capital assets				(1,079,030)
Total general revenues				63,789,738
Change in net assets				(5,969,843)
Net assets - July 1, 2009				73,530,309
Net assets - June 30, 2010				\$ 67,560,466

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

FUND FINANCIAL STATEMENTS (FFS)

MAJOR FUNDS DESCRIPTIONS

General Fund

The General fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

No Child Left Behind (NCLB):

Title I

Title I of the NCLB is a program for economically and educationally deprived school children that is federally financed, state administered, and locally operated by the School Board. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Balance Sheet
Governmental Funds
June 30, 2010

ASSETS	General	No Child Left Behind Title I Fund	Other Governmental	Total
Cash and interest-bearing deposits	\$21,519,424	\$ 55,169	\$ 3,739,029	\$25,313,622
Investments	-	-	10,607,887	10,607,887
Receivables	729,433	1,732,134	3,526,503	5,988,070
Due from other funds	2,705,793	-	-	2,705,793
Inventories	161,859	-	89,884	251,743
Accrued interest receivable	42,095	-	-	42,095
Prepaid expenses	366,641	-	-	366,641
Other Receivables	7,211	-	-	7,211
Total assets	<u>\$25,532,456</u>	<u>\$ 1,787,303</u>	<u>\$17,963,303</u>	<u>\$45,283,062</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 320,365	\$ 4,566	\$ 971,778	\$ 1,296,709
Accrued salaries payable	10,080,281	741,370	1,316,488	12,138,139
Retainage payable	-	-	319,186	319,186
Due to other funds	-	1,041,367	1,664,426	2,705,793
Deferred revenue	45,951	-	280,916	326,867
Total liabilities	<u>10,446,597</u>	<u>1,787,303</u>	<u>4,552,794</u>	<u>16,786,694</u>
Fund balances-				
Reserved for -				
Other purposes	528,500	-	89,884	618,384
FEMA contingencies	2,000,000	-	-	2,000,000
Fiscal Year 2010-2011 Revenue Shortfall	3,000,000	-	-	3,000,000
Debt service	-	-	247,330	247,330
Construction	-	-	6,242	6,242
Held in trust for capital improvements	-	-	11,213,935	11,213,935
Total fund balances reserved	<u>5,528,500</u>	<u>-</u>	<u>11,557,391</u>	<u>17,085,891</u>
Unreserved -				
Undesignated, reported in major funds	9,557,359	-	-	9,557,359
Undesignated, reported in nonmajor funds:				
Special Revenue	-	-	1,853,118	1,853,118
Total fund balances unreserved	<u>9,557,359</u>	<u>-</u>	<u>1,853,118</u>	<u>11,410,477</u>
Total fund balances	<u>15,085,859</u>	<u>-</u>	<u>13,410,509</u>	<u>28,496,368</u>
Total liabilities and fund balances	<u>\$25,532,456</u>	<u>\$ 1,787,303</u>	<u>\$17,963,303</u>	<u>\$45,283,062</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2010

Total fund balances for governmental funds at June 30, 2010		\$ 28,496,368
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:</p>		
Land	\$ 1,818,952	
Construction in progress	6,415,084	
Building, net of \$39,997,802 accumulated depreciation	16,293,173	
Improvement, net of \$19,729,841 accumulated depreciation	25,075,609	
Vehicles, net of \$3,795,939 accumulated depreciation	2,271,202	
Equipment, net of \$1,872,287 accumulated depreciation	719,916	52,593,936
<p>Elimination of interfund assets and liabilities:</p>		
Due from other funds	2,705,793	
Due to other funds	(2,705,793)	-
<p>Long-term liabilities at June 30, 2010:</p>		
Bonds payable	(3,100,000)	
Compensated absences payable	(4,367,437)	
Net OPEB obligation payable	(7,168,797)	
Accrued interest payable	(42,387)	(14,678,621)
Assets and liabilities of Self - Insurance Internal Service		1,148,783
Net assets at June 30, 2010		\$ 67,560,466

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For The Year Ended June 30, 2010

	General	No Child Left Behind Title I Fund	Other Governmental	Total
Revenues				
Local sources:				
Ad valorem taxes	\$ 1,668,986	\$ -	\$ 10,613,868	\$ 12,282,854
Sales taxes	6,668,763	-	2,680,577	9,349,340
Food services	-	-	615,727	615,727
Other	<u>5,302,449</u>	<u>-</u>	<u>1,219,523</u>	<u>6,521,972</u>
Total local sources	13,640,198	-	15,129,695	28,769,893
State sources	37,959,156	-	1,876,892	39,836,048
Federal sources	-	4,189,334	17,119,031	21,308,365
Other commodities	<u>-</u>	<u>-</u>	<u>190,281</u>	<u>190,281</u>
Total revenues	<u>51,599,354</u>	<u>4,189,334</u>	<u>34,315,899</u>	<u>90,104,587</u>
Expenditures				
Current:				
Instruction -				
Regular programs	30,150,992	-	1,809,155	31,960,147
Special education programs	9,141,470	-	2,422,549	11,564,019
Vocational education programs	2,217,771	-	208,408	2,426,179
Other instructional programs	920,760	-	-	920,760
Special programs	526,155	2,402,599	1,200,304	4,129,058
Adult and continuing education programs	1,791	-	97,791	99,582
Support services -				
Pupil support services	2,861,751	805,997	931,774	4,599,522
Instructional staff support services	2,702,007	839,295	946,442	4,487,744
General administration	2,248,824	87,018	445,178	2,781,020
School administration	3,525,708	-	876,124	4,401,832
Business services	852,423	-	-	852,423
Operation and maintenance of plant services	7,392,910	2,018	48,836	7,443,764
Student transportation services	4,347,903	18,565	583,275	4,949,743
Central services	640,354	55,876	56,400	752,630
Non-instructional services -				
Food services	-	-	4,886,704	4,886,704
Community service programs	41,080	-	-	41,080
Facilities acquisition and construction	2,063,864	-	8,360,408	10,424,272
Debt service:				
Principal retirement	-	-	365,000	365,000
Interest and fiscal charges	-	-	97,731	97,731
Legal and technical fees	<u>-</u>	<u>-</u>	<u>425</u>	<u>425</u>
Total expenditures	<u>69,635,763</u>	<u>4,211,368</u>	<u>23,336,504</u>	<u>97,183,635</u>
Excess (deficiency) of revenues over expenditures	<u>(18,036,409)</u>	<u>(22,034)</u>	<u>10,979,395</u>	<u>(7,079,048)</u>

(continued)

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For The Year Ended June 30, 2010

	General	No Child Left Behind Title I Fund	Other Governmental	Total
Other financing sources (uses):				
Transfers in	11,171,553	119,038	1,364,524	12,655,115
Transfers out	<u>(738,059)</u>	<u>(97,004)</u>	<u>(11,820,052)</u>	<u>(12,655,115)</u>
Total other financing sources (uses)	<u>10,433,494</u>	<u>22,034</u>	<u>(10,455,528)</u>	<u>-</u>
Net change in fund balances	(7,602,915)	-	523,867	(7,079,048)
Fund balances, beginning	<u>22,688,774</u>	<u>-</u>	<u>12,886,642</u>	<u>35,575,416</u>
Fund balances, ending	<u>\$ 15,085,859</u>	<u>\$ -</u>	<u>\$ 13,410,509</u>	<u>\$ 28,496,368</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010

Total net change in fund balances for the year ended June 30, 2010 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ (7,079,048)
Add: Facilities acquisition and construction costs which are considered as expenditures on Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 11,657,141	
Less: Depreciation expense for year ended June 30, 2010	<u>(4,032,476)</u>	7,624,665
Add: Bond principal retirement considered as an expenditure on Statement of Revenues, Expenditures and Changes in Fund Balance		365,000
Less: Compensated absences earned for year ended June 30, 2010		(218,721)
Add: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		(9,631)
Less: Net income of the Self - Insurance Internal Service Fund		(1,272,128)
Less: Increase in net OPEB obligation at June 30, 2010		(3,662,372)
Less: Proceeds from sale of assets		(638,578)
Less: Losses are not presented in this financial statement because they do not provide or use current financial resources, but they are presented in the statement of activities		<u>(1,079,030)</u>
Total change in net assets for the year ended June 30, 2010 per Statement of Activities		<u>\$ (5,969,843)</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Proprietary Fund
Governmental Activities - Group Insurance Fund
Statement of Net Assets
June 30, 2010

ASSETS

Current assets:	
Cash and interest-bearing deposits	\$2,105,064
Accrued interest receivable	<u>6,338</u>
Total current assets	<u>2,111,402</u>

LIABILITIES

Current liabilities:	
Claims payable	<u>962,619</u>

NET ASSETS

Net assets:	
Unreserved	<u>\$1,148,783</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Proprietary Fund
Governmental Activities - Group Insurance Fund
Statement of Revenues, Expenses and Changes in Fund Net Assets
Year Ended June 30, 2010

Operating revenue:	
Premiums	<u>\$9,936,047</u>
Operating expenses:	
Administration	811,546
Insurance	919,005
Claims	<u>9,501,612</u>
Total operating expenses	<u>11,232,163</u>
Operating loss	(1,296,116)
Nonoperating revenue:	
Interest earned on interest-bearing deposits	<u>23,988</u>
Change in net assets	(1,272,128)
Net assets, beginning	<u>2,420,911</u>
Net assets, ending	<u>\$1,148,783</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Proprietary Fund
Governmental Activities - Group Self Insurance
Statement of Cash Flows
Year ended June 30, 2010

Cash flows from operating activities:	
Receipts from customers	\$ 9,936,047
Payments to suppliers	<u>(11,617,910)</u>
Net cash used by operating activities	<u>(1,681,863)</u>
Cash flows from investing activities:	
Purchase of interest-bearing deposits with maturity in excess of ninety days	(1,000,000)
Interest income	<u>34,133</u>
Net cash used by investing activities	<u>(965,867)</u>
Net decrease in cash and interest bearing deposits	(2,647,730)
Cash and cash equivalents, beginning of period	<u>2,752,794</u>
Cash and cash equivalents, end of period	<u>\$ 105,064</u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (1,296,116)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Changes in current assets and liabilities:	
Increase in claims payable	<u>(385,747)</u>
Net cash used by operating activities	<u>\$ (1,681,863)</u>
Reconciliation of cash and interest-bearing deposits per statement of cash flows to the balance sheet:	
Cash and interest bearing deposits, beginning of period -	
Cash and interest-bearing deposits	\$ 3,752,794
Cash and interest bearing deposits, end of period -	
Cash and interest-bearing deposits	2,105,064
Less: Interest-bearing deposits with a maturity in excess of ninety days	<u>(1,000,000)</u>
Net decrease	<u>\$ (2,647,730)</u>

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

Vermilion Parish School Board
Abbeville, Louisiana

Statement of Fiduciary Net Assets
June 30, 2010

ASSETS

Cash and interest bearing deposits	<u>\$3,470,273</u>
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LIABILITIES

Accounts payable	\$ 70,900
Due to other governmental units	1,893,371
Deposits due others	<u>1,506,002</u>
Total liabilities	<u>\$3,470,273</u>

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Vermilion Parish School Board (School Board) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) Accounting Standards Codification have been applied unless those standards conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The School Board was created by Louisiana Revised Statute (LRS-R.S.) 17:51 to provide public education for the children within Vermilion Parish. The School Board is authorized by LRS-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 eight members who are elected from eight districts for terms of four years.

The School Board operates 19 schools within the parish with a total enrollment of 9,175 pupils. 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.

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

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. The School Board's internal service fund is a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

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

Fund Financial Statements

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

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

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

The School Board reports the following major governmental funds:

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

The Title I Fund of the NCLB is a program for economically deprived school children that is federally financed, state administered, and locally operated by the School Board. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Additionally, the School Board reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Proprietary Funds -

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

Internal Service Fund

The Internal Service Fund is used to account for the accumulation of resources for and the payment of benefits by the School Board's group self-insurance program.

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

Fiduciary Funds -

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

School Activity Fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales Tax Fund – accounts for monies collected on behalf of other taxing authorities within the parish.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Permanent Funds -

Permanent funds are used to account for resources that are legally restricted to the extent that only earnings and not principal, may be used for purposes that support the School Board's programs.

C. Measurement Focus/ Basis of Accounting

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

Measurement Focus

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

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

Basis of Accounting

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Program revenues

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

Allocation of indirect expenses

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically 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 on the Statement of Activities

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

Revenues

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

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

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

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

Substantially all other revenues are recorded when received.

Expenditures

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

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

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

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

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

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

Other Financing Sources (Uses)

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

Deferred Revenues

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

In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized. Recognition of revenue from ad valorem tax collections has been deferred in instances where the School Board has been advised by the tax collecting authority that certain amounts have been paid in protest. Recognition of revenue from minor federal and state grant advances has been deferred to the next fiscal year to allow proper matching of revenues and expenditures.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

D. Assets, Liabilities and Equity

Cash and interest bearing deposits

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

Investments

Trust fund investments are stated at fair value in accordance with GASB 31. Fair value is defined as the amount at which a financial instrument could be exchanged in a current asset transaction between willing parties. Fair value was determined based on quoted market prices.

Interfund receivables and payables

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

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem taxes, sales and use taxes, and federal and state grants.

Inventories

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

Inventory of the General Fund consists of instructional supplies maintained in the central warehouse for use of all schools and janitorial and electrical supplies maintained in the central warehouse for the use of all departments and schools. All inventory purchased are valued at cost (first-in, first-out).

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Inventory of the School Lunch/Breakfast 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 and expenditures when consumed. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

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

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

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

Buildings and improvements	10 - 40 years
Furniture and equipment	5 - 15 years

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

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

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Compensated Absences

All 12-month employees earn from 12 to 18 days vacation leave each year, depending on their length of service with the School Board. Annual leave earned after June 30, 2002, will be accrued to a maximum of forty (40) days. Annual leave earned prior to June 30, 2002 is not subject to this limitation and will be available in full for use by employees. Leave accrued prior to June 30, 2002, may not be used until leave accrued subsequent to that date has been fully exhausted. Employees may only use 18 consecutive days if approved by the superintendent. Upon retirement or termination of employment, the employee may choose to be paid for any unused accumulated annual leave at the employee's daily rate of pay or may convert such unused accumulated annual leave to service credit for retirement purposes if allowed by the retirement system.

All employees earn from 10 to 13 days of sick leave each year, depending on the number of months of the school year they are employed by the School Board. Sick leave may be accumulated. Upon death or retirement, unused accumulated sick leave of up to 25 days is paid to employees (or heirs) at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total unused accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers' Retirement system and for sick leave earned under the Louisiana School Employees Retirement System all unpaid sick leave, which excludes the 25 days paid, is used in the retirement benefit computation as earned service. Employees are not compensated for unused sick leave upon resignation. However, employees who resign from Vermilion Parish School Board and begin employment in another district may transfer unused sick leave to the new district. In cases of layoffs and callbacks, employees are credited with unused sick leave balances at the time they are reinstated to service.

Act 1341 of 1999 changed the extended sick leave (gayle pay) regulations for public school employees. The Act provides that if teachers and school bus operators have no remaining sick leave, they are allowed up to 90 days extended sick leave in a six year period. During these 90 days, the employee is paid 65% of their pay at the time that the leave begins.

Act 1342 of 1999 changed the sabbatical leave regulation. The Act allows both sabbatical medical leave and professional and cultural development sabbatical for teachers. It provides for two sabbatical semesters immediately following twelve or more consecutive semesters of consecutive service or one semester immediately following six semesters of consecutive service. Sabbatical medical leave may be granted if the teacher's regular sick leave balance is twenty-five days or less at the beginning of the sabbatical. No more than 5% of the work force can be on sabbatical at the same time. During sabbatical, the employee is paid 65% of their pay at the time the leave begins.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The cost of current leave privileges is recognized as a current-year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is recorded the general fund.

Long-term debt

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

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds and certificates of indebtedness. For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

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

Equity Classifications

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

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2010, the School Board reported \$11,461,265 of restricted net assets, which is restricted by debt covenants or enabling legislation.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

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

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

E. Budget Practices

The proposed budget for 2010 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2010 budget on September 3, 2009. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General and Special Revenue Funds was published in the official journal ten days prior to the public hearing.

The budgets for the General and Special Revenue Funds for the fiscal year 2010 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

The level of control over the budget is exercised at the function or program level for the General and Special Revenue. The Superintendent and/or assistant superintendents are authorized to transfer budget amounts within each fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments. Amendments to the budget were not material.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation; is not employed by the School Board.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

G. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions on Use</u>
Ad valorem taxes	See Note 3
Sales taxes	See Note 8

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

H. Capitalization of Interest Expense

It is the policy of the School Board to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. At June 30, 2010, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

I. Use of Estimates

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(2) Cash and Investments

A. Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2010, the School Board has cash and interest-bearing deposits (book balances) totaling \$30,888,959 as follows:

	Governmental Activities	Fiduciary Funds	Total
Demand deposits	\$ 15,406,719	\$ 2,115,166	\$ 17,521,885
Interest-bearing accounts	11,867	1,285,649	1,297,516
Time Deposits	12,000,000	69,458	12,069,458
Petty cash	100	-	100
Total	\$ 27,418,686	\$ 3,470,273	\$ 30,888,959

These deposits are stated at cost, which approximates market. Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2010, are secured as follows:

Bank balances	\$ 30,575,426
Federal deposit insurance	315,976
Pledged securities (Category 3)	30,259,450
Total federal insurance and pledged securities	\$ 30,575,426

As of June 30, 2010, the School Board's total bank balances were fully insured and collateralized with securities held in the name of the School Board by the pledging financial institution's agent and, therefore, not exposed to custodial credit risk.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Investments

At June 30, 2010, the School Board's investments (book balance) totaled \$10,607,887. The carrying amounts and approximate market values of investments at June 30, 2010 are summarized as follows:

Description	Interest Rate	Cost	Unrealized Gain/ (Loss)	Reported Amount/ Market Value
Trust fund -				
U.S. Treasury note	4.25%	\$ 438,172	9,172	\$ 447,344
FNMA	4.375% -			
obligations	5.50%	163,033	6,571	169,604
GNMA	6.50% -			
obligations	8.00%	142,989	13,094	156,083
Other government	3.00% -			
debt obligations	6.00%	1,175,792	58,125	1,233,917
Other non-government	4.875% -			
debt obligations	7.875%	6,067,573	(94,556)	5,973,017
Foreign Obligations	6.350%	266,073	605	266,678
Equity securities	N/A	2,386,432	(25,188)	2,361,244
Total investments		<u>\$ 10,640,064</u>	<u>\$ (32,177)</u>	<u>\$ 10,607,887</u>

(3) Ad Valorem Taxes

The following ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2010, taxes were levied by the School Board in July 2009 and were billed to taxpayers by the Assessor in November. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year.

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

For the year ended June 30, 2010, taxes were levied on property with net assessed valuations totaling \$393,996,650 and were dedicated as follows:

Parishwide Taxes:	
School employee salary and benefit tax (1998)	25.00 mills
Special school maintenance and operational tax (1996)	2.00 mills
Special school improvement tax (1996)	5.00 mills
School operations tax (1996)	<u>3.00</u> mills
Total Special Revenue Funds	35.00 mills
School maintenance and operational tax (General Fund)	<u>4.51</u> mills
Total assessment	<u>39.51</u> mills

Gross taxes levied for the current fiscal year, net of homestead exemptions, totaled \$12,090,474. After deductions for various pension distributions and uncollectible taxes and collections of back taxes, net taxes remitted to the School Board amounted to \$11,983,324.

(4) Receivables

Receivables at June 30, 2010 of \$6,043,714 consisted of the following:

	<u>Grants</u>		<u>Accounts</u>	<u>Accrued interest</u>	<u>Totals</u>
	<u>Federal</u>	<u>State</u>			
General Fund	\$ -	\$ 437,877	\$ 298,767	\$ 42,095	\$ 778,739
Title I Fund	1,732,134	-	-	-	1,732,134
Special Revenue Funds	2,388,845	-	-	-	2,388,845
Capital Projects Fund	1,058,331	-	-	-	1,058,331
Group Insurance Fund	-	-	-	6,338	6,338
Permanent Fund	-	-	-	79,327	79,327
Total receivables	<u>\$ 5,179,310</u>	<u>\$ 437,877</u>	<u>\$ 298,767</u>	<u>\$ 127,760</u>	<u>\$ 6,043,714</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(5) Capital Assets

Capital assets balances and activity for the year ended June 30, 2010 is as follows:

	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
Capital assets not being depreciated:				
Land	\$ 2,003,884	\$ -	\$ 184,932	\$ 1,818,952
Construction in progress	3,840,122	6,415,084	3,840,122	6,415,084
Other capital assets:				
Buildings	59,106,142	603,017	3,418,184	56,290,975
Improvements	38,332,052	7,846,675	1,373,277	44,805,450
Vehicles	5,539,121	555,920	27,900	6,067,141
Equipment	2,559,188	76,567	43,552	2,592,203
Total	<u>111,380,509</u>	<u>15,497,263</u>	<u>8,887,967</u>	<u>117,989,805</u>
Less accumulated depreciation:				
Buildings	40,989,445	1,001,926	1,993,569	39,997,802
Improvements	18,571,037	2,430,989	1,272,185	19,729,841
Vehicles	3,375,034	442,505	21,600	3,795,939
Equipment	1,758,114	157,056	42,883	1,872,287
Total	<u>64,693,630</u>	<u>4,032,476</u>	<u>3,330,237</u>	<u>65,395,869</u>
Net capital assets	<u>\$ 46,686,879</u>	<u>\$ 11,464,787</u>	<u>\$ 5,557,730</u>	<u>\$ 52,593,936</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$1,332,483
Special education programs	482,128
Vocational education programs	101,152
Other instructional programs	38,388
Special programs	172,149
Adult and continuing education programs	4,152
Pupil support services	191,764
Instructional staff support services	187,103
General administration	115,947
School administration	183,522
Business services	35,539
Operation and maintenance of plant services	310,346
Student transportation services	206,365
Central services	31,379
Food services	203,737
Facility acquisition and construction	434,609
Community service programs	<u>1,713</u>
Total depreciation expense	<u>\$4,032,476</u>

(6) Accounts, Salaries, and Other Payables

At June 30, 2010, accounts, salaries, and other payables of \$14,716,653 consisted of the following:

Salaries and related benefits payable	\$ 12,138,139
Accounts payable	1,296,709
Retainage payable	319,186
Workers compensation and health claims payable	<u>962,619</u>
Total payables	<u>\$ 14,716,653</u>

Prior to July 1, 1999 the Vermilion Parish School Board was partially self-insured for worker's compensation claims. Under this program the School Board maintained a self-insured retention per occurrence of \$200,000 with excess insurance coverage, and a third party administrator to handle claims.

VERMILION PARISH SCHOOL BOARD
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Notes to Basic Financial Statements (Continued)

(7) Long-Term Liabilities

\$645,000 Certificate of Indebtedness, Series 2002, due in annual installments of \$50,000 to \$80,000 through February 1, 2012; at an interest rate of 4.625% (to be retired from income derived from trust fund investments).	\$ 155,000
\$2,000,000 Certificates of Indebtedness, Series 2008, due in annual installments of \$165,000 to \$240,000 through February 1, 2018; at an interest rate of 3.210% (to be retired from income derived from trust fund investments).	1,665,000
\$1,400,000 Certificates of Indebtedness, Series 2009, due in annual installments of \$120,000 to \$165,000 through February 1, 2019; at an interest rate of 3.31% (to be retired from income derived from trust fund investments).	<u>1,280,000</u>
Total	<u>\$3,100,000</u>

The bonds and certificates are due as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>		<u>Total</u>
	<u>Principal payments</u>	<u>Interest payments</u>	
2011	\$ 375,000	\$ 102,982	\$ 477,982
2012	390,000	89,764	479,764
2013	325,000	75,988	400,988
2014	340,000	65,426	405,426
2015	350,000	54,378	404,378
2016-2019	<u>1,320,000</u>	<u>97,902</u>	<u>1,417,902</u>
Totals	<u>\$ 3,100,000</u>	<u>\$ 486,440</u>	<u>\$ 3,586,440</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Changes in General Long-Term Liabilities

During the year ended June 30, 2010, the following changes occurred in long-term liabilities transactions and balances:

	Balance 7/1/2009	Additions	Reductions	Balance 6/30/2010	Due Within One Year
Certificates of Indebtedness, Series 2002	\$ 230,000	\$ -	\$ 75,000	\$ 155,000	\$ 75,000
Certificates of Indebtedness, Series 2008	1,835,000	-	170,000	1,665,000	180,000
Certificates of Indebtedness, Series 2009	1,400,000	-	120,000	1,280,000	120,000
Compensated absences	4,148,716	218,721	-	4,367,437	-
Net OPEB obligation	<u>3,506,425</u>	<u>5,820,398</u>	<u>2,158,026</u>	<u>7,168,797</u>	<u>-</u>
	<u>\$ 11,120,141</u>	<u>\$ 6,039,119</u>	<u>\$ 2,523,026</u>	<u>\$ 14,636,234</u>	<u>\$ 375,000</u>

Compensated Absences

Compensated absences payable consist of the portion of accumulated sick and annual leave of the governmental funds that is not expected to require current resources. The liability for compensated absences is computed only at the end of each fiscal year; therefore, the increase of \$218,721 for fiscal year 2010, is the net of leave benefits accrued and paid during those years.

(8) Sales and Use Taxes

The School Board is authorized to collect within the parish a one percent sales and use tax. The proceeds of the tax are dedicated to supplement salaries of teachers and/or the expenditures of operating the schools, including salaries of other personnel. On May 2, 2009, the voters of Vermilion Parish authorized the levy of a one half percent sales and use tax dedicated to the salaries and benefits of school employees. The collection of the tax began July 1, 2009.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Effective March 1, 1992, the School Board was appointed the central sales tax collecting agency for all taxing bodies within Vermilion Parish. The following is a summary of taxes that the School Board has the responsibility of collecting:

Taxing Bodies:	Rate
Vermilion Parish Police Jury	1.50%
Vermilion Parish Sheriff	0.75%
Town of Gueydan	1.00%
City of Kaplan	1.00%
City of Abbeville	1.25%
Town of Erath	1.00%
Town of Delcambre	1.00%
Village of Maurice	1.50%
Vermilion Parish Tourist Commission	5.00%
Vermilion Parish School Board	1.50%
Hospital Service District #1	1.00%
Economic Development District #1	0.50%
Abbeville Hospital District #2	0.50%
Abbeville Film and Visitors Commission	0.50%

(9) Retirement Plans

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

A. Teachers' Retirement System of Louisiana – Regular

Plan members are required to contribute 8.0 percent of their annual salary to the system while the School Board is required to contribute the statutory rate of 15.5 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2010, 2009 and 2008 were \$6,887,978, \$6,309,674, and \$6,479,378, respectively, equal to the required contribution for each year.

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Teachers' Retirement System of Louisiana – Plan A

Plan members are required to contribute 9.1 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 15.5 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2010, 2009 and 2008 were \$11,368, \$13,532, and \$17,953, respectively, equal to the required contribution for each year.

C. Parochial Employees' Retirement System

Plan members are required to contribute 9.5 percent of their annual salary to the system while the School Board is required to contribute the statutory rate of 12.25 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2010, 2009 and 2008 were \$8,272, \$7,424, and \$7,890, respectively, equal to the required contribution for each year.

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

D. Louisiana School Employees' Retirement System

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 17.6 percent of the total annual salary covered. The School Board contribution to the system for the years ended 2010, 2009 and 2008 were \$695,540, \$665,648, and \$622,574, respectively.

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

(10) Self-insurance Group Health Insurance Program

On April 25, 2002, the School Board began a partially self-insured group health insurance program. A separate internal service fund was created to accumulate funds designated for the payment of health care claims, insurance and associated costs of school system employees, retirees and their covered dependants. The School Board has procured specific-loss insurance with a self-insured retention of \$150,000 per individual and aggregate-loss insurance with an attachment point of approximately \$13,429,668 based on projected enrollment of 1,450 subscribers.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The liability for unpaid claims of \$962,619 as of June 30, 2010 was determined based on reports obtained from third party administrator regarding claims incurred prior to June 30, 2010 paid out during the subsequent month period ending September 2010, and includes a \$101,462 provision for claims incurred but not reported.

Changes in the claims liability amount for the group health insurance program are as follows:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Benefit Payments and Claims	Balance at Fiscal Year-End
2007-2008	\$ 954,280	\$ 8,179,763	\$ 8,336,586	\$ 797,457
2008-2009	\$ 797,457	\$ 7,001,605	\$ 6,450,696	\$ 1,348,366
2009-2010	\$ 1,348,366	\$ 9,501,612	\$ 9,887,359	\$ 962,619

(11) Commitments and Contingencies

A. Litigation

There are several lawsuits presently pending against the School Board. The School Board's management and legal counsel is of the opinion that any unfavorable outcome in these cases would not materially affect the financial statements.

B. Grant Audits

The School Board receives federal and state grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the School Board, such disallowances, if any, will not be significant.

C. Intergovernmental Agreement

On January 19, 2000 the Vermilion Parish School Board negotiated an intergovernmental agreement with the Iberia Parish School Board to establish certain parameters for calculating annual payments that the School Board shall remit to the Iberia Parish School Board for Vermilion Parish resident students attending Iberia Parish Schools. This agreement is effective for a twenty-year period ending June 30, 2020 but is subject to renegotiation every five years.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(12) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2010 are as follows:

	Interfund Receivables	Interfund Payables
Major funds:		
General Fund	\$ 2,705,793	\$ -
Title I	-	1,041,367
Total major funds	2,705,793	1,041,367
Nonmajor funds:		
Title II	-	153,727
Title III	-	2,675
Title IV	-	6,107
Individual with Disabilities Education Act	-	715,080
Special Federal Revenue Fund	-	689,784
Preschool Flow - Through	-	13,914
Federal Adult Education	-	70,544
School Lunch/Breakfast Fund	-	64
Truancy Assessment and Service Centers	-	6,776
Reading First	-	5,755
Total nonmajor funds	-	1,664,426
Total	\$ 2,705,793	\$ 2,705,793

The amounts due to the General Fund from various other funds are for reimbursements owed for expenditures paid for those funds.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2010:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
General Fund	\$ 11,171,553	\$ 738,059
Title I Fund	119,038	97,004
Total major funds	<u>11,290,591</u>	<u>835,063</u>
Nonmajor funds:		
1998 Ad Valorem Tax	-	7,341,016
Title II	23,056	-
Title IV	153	-
Education Excellence	2,006	-
Individual with Disabilities Education Act	44,056	82,363
Special Federal Revenue Fund	29,475	1,289,684
Preshool Flow-Through	4,526	2,500
State Adult Education	1,759	-
School Lunch/Breakfast fund	65,129	-
TANF	32,392	-
2009 Sales Tax Fund	-	2,680,577
Debt Service	423,912	-
Capital Projects	136,456	-
Dr. Daniel Dartez Educational Trust	601,604	423,912
Total nonmajor funds	<u>1,364,524</u>	<u>11,820,052</u>
Total	<u>\$ 12,655,115</u>	<u>\$ 12,655,115</u>

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

(13) Post-Retirement Health Care and Life Insurance Benefits

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2010, the School Board recognizes the cost of postemployment healthcare in the year when employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the School Board's future cash flows. Because the School Board is adopting the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Plan Description: The Vermilion Parish School Board's medical benefits are provided to employees upon retirement through a comprehensive, self-insured program and are made available to employees upon actual retirement.

Retirement eligibility (D.R.O.P. entry) provisions under the Teachers' Retirement System of Louisiana are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Complete plan provisions are contained in the official plan documents.

"Basic" Life insurance coverage is provided to retirees at employer cost based on blended rates with the same scale of coverage as for the active at time of retirement. "Supplemental" Life insurance coverage is provided to retirees with the retiree paying 50% of the cost based on partially blended rates with the same scale of coverage as when active at time of retirement, up to a maximum of \$28,000. Beyond \$28,000, the employee pays the entire cost. We have "unblended" the blended rates by using the same mortality table as that used in the valuation for other purposes. All of the other assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Basic Insurance coverage amounts are reduced by 25% at age 65 and again by another 25% at age 70.

Contribution Rates: Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy: Until 2008, the Vermilion Parish School Board recognized the cost of providing post-employment medical and life benefits (Vermilion Parish School Board's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. Effective with the Fiscal Year beginning July 1, 2008, Vermilion Parish 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). The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

In Fiscal Year Ending June 30, 2010, Vermilion Parish School Board's portion of health care funding cost for retired employees totaled \$1,859,655, and the life insurance totaled \$95,594. These amounts were applied toward the Net OPEB Benefit Obligation as shown in the table on the following page.

Annual Required Contribution: Vermilion Parish School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 1, 2009 is \$5,122,010 for medical, and \$558,130 for life, as set forth below:

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

	<u>Medical</u>	<u>Life</u>	<u>Total</u>
Normal Cost	\$ 1,439,334	\$ 113,883	\$ 1,553,217
30-year UAL amortization amount	<u>3,682,676</u>	<u>444,247</u>	<u>4,126,923</u>
Annual required contribution (ARC)	<u>\$ 5,122,010</u>	<u>\$ 558,130</u>	<u>\$ 5,680,140</u>

Net Post-employment Benefit Obligation (Asset): The table below shows Vermilion Parish School Board's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for fiscal year ending June 30, 2010:

	<u>Medical</u>	<u>Life</u>	<u>Total</u>
Annual required contribution	\$5,122,010	\$ 558,131	\$ 5,680,141
Interest on net OPEB obligation	122,614	17,643	140,257
Adjustment to annual required contribution	(177,270)	(25,507)	(202,777)
Annual OPEB cost (expense)	5,067,354	550,267	5,617,621
Assumed contributions made	<u>(1,859,655)</u>	<u>(95,594)</u>	<u>(1,955,249)</u>
Increase in net OPEB obligation	3,207,699	454,673	3,662,372
Net OPEB obligation - beginning of year	<u>3,065,355</u>	<u>441,070</u>	<u>3,506,425</u>
Net OPEB obligation - end of year	<u>\$6,273,054</u>	<u>\$ 895,743</u>	<u>\$ 7,168,797</u>

The following table shows Vermilion Parish School Board's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

<u>Post Employment Benefit</u>	<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
Medical	6/30/2010	\$ 5,067,355	36.70%	\$ 6,273,055
Life	6/30/2010	<u>550,266</u>	17.37%	<u>895,742</u>
Total		<u>\$ 5,617,621</u>	34.81%	<u>\$ 7,168,797</u>

Funded Status and Funding Progress: In the fiscal year ending June 30, 2010, Vermilion Parish School Board made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of June 30, 2010, the end of the fiscal year, the Actuarial Accrued Liability (AAL) was \$74,216,501, which is defined as that portion, as determined by a particular actuarial cost method (Vermilion Parish School Board uses the Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2009, the entire actuarial accrued liability of \$74,216,501 was unfunded.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Turnover Rate: An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 8%. The rates for each age are below:

<u>Age</u>	<u>Percent Turnover</u>
18-25	12.0%
26-40	10.0%
41-54	8.0%
55+	6.0%

Post employment Benefit Plan Eligibility Requirements: Based on historical experience, it has been assumed that entitlement to benefits will commence three years after expected retirement (D.R.O.P. entry). The three years represents the three years in the DROP period. Therefore, an expected retirement of three years delay beyond that eligibility has been used. Medical benefits are provided to employees upon actual retirement. Retirement eligibility (D.R.O.P. entry) provisions under the Teachers' Retirement System of Louisiana are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Entitlement to benefits continue through Medicare to death.

Investment Return Assumption (Discount Rate): GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used. This is a conservative estimate of the expected long term return of a balanced and conservative investment portfolio under professional management.

Health Care Cost Trend Rate: The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2009 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Mortality Rate: The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is the mortality table which the Internal Revenue Service requires to be used in determining the value of accrued benefits in defined benefit pension plans. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Method of Determining Value of Benefits: The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. GASB 45 requires unblended rates for valuation purposes. Since the rates provided did not meet that criterion for rates before Medicare eligibility, we estimated the "unblended" retiree rates for retirees before Medicare eligibility to be 130% of the active rates. The same coverage tier has been used after retirement as before except that employee and employee/spouse were substituted after age 65 for employee/child and family, respectively.

(14) Operating Leases

The School Board is obligated under ten operating leases for portable buildings. Four of these leases are for a term of sixty months, beginning July 9, 2006 and August 9, 2006 with a monthly payment of \$800 and six of the leases are for a term of twenty-four months, beginning June 18, 2007, July 31, 2007, and August 14, 2007 with a monthly payment of \$800. Rental expense for the year ended June 30, 2010 was \$40,800.

The minimum future payments for these agreements are as follows:

2011	<u>\$ 38,400</u>
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(15) Risk Management

Commercial Insurance Coverage

The School Board purchases commercial insurance for property coverage, general liability, fleet liability, errors and omissions and flood. The deductibles per occurrence for these coverages are \$100,000, \$25,000, \$25,000 and \$25,000, respectively. For the fiscal year ending June 30, 2010, the deductible for property coverage for named storms is 2% of total insured value per building subject to a minimum of \$500,000 per occurrence.

(16) Excess Oil and Gas Revenue Policy

The School Board has adopted a policy on excess oil and gas royalty revenues whereby mineral revenues over \$6,250,000 will be reserved in the following manner:

- A. 50% of the amount over \$6,250,000 is to be placed in the Vermilion Parish Education Public Trust.
- B. 50% of the amount over \$6,250,000 is to be used for employee salary supplements.

For the year ended June 30, 2010 oil and gas royalty revenues did not exceed the \$6,250,000 threshold, therefore a transfer was not made to the trust and for employee salary supplements.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(17) Non-expendable Trust Fund

On June 11, 1996, pursuant to Louisiana Revised Statute (LSA-RS) 17:81(m), the School Board established the Vermilion Parish Education Trust (a non-expendable trust fund). Trust principal is derived from excess revenues and may not be used for expenditures. Income from the investment of fund principal is restricted to meeting the capital outlay needs of the school system.

The trust is administered by a board of trustees which consists of individuals who occupy the following positions:

- A. Vermilion Parish School Board President
- B. Vermilion Parish School Board Vice-President
- C. Vermilion Parish School System Superintendent
- D. Vermilion Parish School System Chief Financial Officer
- E. Vermilion Association of Educators President
- F. Vermilion Parish School Board legal advisor

The trustees of the Daniel R. Dartez Educational Trust believe that the following asset mixes will produce a pattern of returns over time that will conform to the desired return requirements, risk tolerance and liquidity:

Asset Class	Minimum	Target	Maximum
Intermediate Fixed Income	60%	75%	85%
Equities	15%	25%	35%

Cash equivalents may be held in lieu of equities or intermediate fixed income at the discretion of the investment advisor.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(18) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2010 follows:

Ira W. Searle, Jr.	\$ 9,600
Angela Faulk	9,600
Dexter J. Callahan	10,200
Ricky LeBouef	9,600
Charles Campbell	9,600
Chris Mayard	10,200
Ricky J. Broussard	9,600
Anthony Fontana	9,600
	<u>\$ 78,000</u>

(19) Subsequent Events

The School Board evaluated subsequent events through November 18, 2010, the date which the financial statements were available to be issued.

(20) New Accounting Pronouncements

In March 2009, the Governmental Accounting Standards Board (GASB) approved Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions (Statement)". The statement will require fund balances for each of the School Board's governmental funds to be displayed in various classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used. The provisions of GASBS No. 54 must be implemented by the School Board for the fiscal year ending June 30, 2011. Implementation will require the School Board to restate existing fund balances for the governmental funds.

**OTHER REQUIRED
SUPPLEMENTARY INFORMATION**

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

General Fund
Budgetary Comparison Schedule
Year Ended June 30, 2010

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Revenues				
Local sources:				
Ad valorem taxes	\$ 1,450,000	\$ 1,550,000	\$ 1,668,986	\$ 118,986
Sales taxes	7,700,000	6,400,000	6,668,763	268,763
Other	<u>1,768,500</u>	<u>2,418,395</u>	<u>5,302,449</u>	<u>2,884,054</u>
Total local sources	10,918,500	10,368,395	13,640,198	3,271,803
State sources	<u>38,484,712</u>	<u>37,988,077</u>	<u>37,959,156</u>	<u>(28,921)</u>
Total revenues	<u>49,403,212</u>	<u>48,356,472</u>	<u>51,599,354</u>	<u>3,242,882</u>
Expenditures				
Current:				
Instruction -				
Regular programs	29,970,313	30,134,513	30,150,992	(16,479)
Special education programs	8,954,487	8,983,970	9,141,470	(157,500)
Vocational education programs	2,303,318	2,294,818	2,217,771	77,047
Other instructional programs	685,579	785,579	920,760	(135,181)
Special programs	354,310	352,310	526,155	(173,845)
Adult and continuing education programs	3,326	3,326	1,791	1,535
Support services -				
Pupil support services	2,988,202	2,988,473	2,861,751	126,722
Instructional staff support services	2,883,570	2,696,414	2,702,007	(5,593)
General administration	2,130,191	2,160,191	2,248,824	(88,633)
School administration	4,268,567	3,442,443	3,525,708	(83,265)
Business services	874,690	874,690	852,423	22,267
Operation and maintenance of plant services	7,730,902	7,582,902	7,392,910	189,992
Student transportation services	4,319,101	4,283,101	4,347,903	(64,802)
Central services	704,549	641,342	640,354	988
Non-instructional services -				
Community service programs	35,000	35,000	41,080	(6,080)
Facilities acquisition and construction	<u>1,790,000</u>	<u>2,280,000</u>	<u>2,063,864</u>	<u>216,136</u>
Total expenditures	<u>69,996,105</u>	<u>69,539,072</u>	<u>69,635,763</u>	<u>(96,691)</u>
Deficiency of revenues over expenditures	<u>(20,592,893)</u>	<u>(21,182,600)</u>	<u>(18,036,409)</u>	<u>3,146,191</u>
Other financing sources (uses)				
Transfers in	11,058,870	10,626,701	11,171,553	544,852
Transfers out	<u>(100,000)</u>	<u>(750,000)</u>	<u>(738,059)</u>	<u>11,941</u>
Total other financing sources (uses)	<u>10,958,870</u>	<u>9,876,701</u>	<u>10,433,494</u>	<u>556,793</u>
Net change in fund balance	(9,634,023)	(11,305,899)	(7,602,915)	3,702,984
Fund balances, beginning	<u>22,688,774</u>	<u>22,688,774</u>	<u>22,688,774</u>	-
Fund balances, ending	<u>\$ 13,054,751</u>	<u>\$ 11,382,875</u>	<u>\$ 15,085,859</u>	<u>\$ 3,702,984</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Title I Fund
Budgetary Comparison Schedule
Year Ended June 30, 2010

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Federal sources	\$ 4,345,903	\$ 4,208,699	\$ 4,189,334	\$ (19,365)
Expenditures				
Current:				
Instruction -				
Special programs	2,138,000	2,645,495	2,402,599	242,896
Support services -				
Pupil support services	674,250	670,550	805,997	(135,447)
Instructional staff support services	1,416,703	781,004	839,295	(58,291)
General administration	77,525	70,225	87,018	(16,793)
Operation and maintenance of plant services	9,000	11,000	2,018	8,982
Student transportation services	-	-	18,565	(18,565)
Central Services	-	-	55,876	(55,876)
Total expenditures	<u>4,315,478</u>	<u>4,178,274</u>	<u>4,211,368</u>	<u>(33,094)</u>
Excess (deficiency) of revenues over expenditures	<u>30,425</u>	<u>30,425</u>	<u>(22,034)</u>	<u>(52,459)</u>
Other financing sources (uses):				
Transfers in	69,575	69,575	119,038	49,463
Transfers out	<u>(100,000)</u>	<u>(100,000)</u>	<u>(97,004)</u>	<u>2,996</u>
Total other financing sources (uses)	<u>(30,425)</u>	<u>(30,425)</u>	<u>22,034</u>	<u>52,459</u>
Net change in fund balance	-	-	-	-
Fund balances, beginning	-	-	-	-
Fund balances, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Funding Progress
For the Year Ended June 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2007	N/A	N/A	N/A	N/A	N/A	N/A
July 1, 2008	-	68,617,327	68,617,327	0.0%	51,544,270	133.1%
July 1, 2009	-	74,216,501	74,216,501	0.0%	44,125,910	168.2%

OTHER SUPPLEMENTARY INFORMATION

OTHER FINANCIAL INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
June 30, 2010
With Comparative Totals for June 30, 2009

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals	
					2010	2009
ASSETS						
Cash and interest-bearing deposits	\$ 2,877,648	\$ 247,330	\$ 78,866	\$ 535,185	\$ 3,739,029	\$ 5,793,023
Investments	-	-	-	10,607,887	10,607,887	8,752,449
Receivables	2,388,845	-	1,058,331	79,327	3,526,503	3,285,078
Due from other funds	-	-	-	-	-	29,539
Inventory	89,884	-	-	-	89,884	128,367
Total assets	\$ 5,356,377	\$ 247,330	\$ 1,137,197	\$ 11,222,399	\$ 17,963,303	\$ 17,988,456
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 146,100	\$ -	\$ 817,214	\$ 8,464	\$ 971,778	\$ 59,747
Accrued salaries and related benefits	1,316,488	-	-	-	1,316,488	1,703,690
Contract payable	-	-	-	-	-	118,748
Retainage payable	5,445	-	313,741	-	319,186	112,372
Due to other funds	1,664,426	-	-	-	1,664,426	2,826,341
Deferred revenue	280,916	-	-	-	280,916	280,916
Total liabilities	3,413,375	-	1,130,955	8,464	4,552,794	5,101,814
Fund balances:						
Reserved for inventory	89,884	-	-	-	89,884	128,367
Reserved for debt retirement	-	247,330	-	-	247,330	285,557
Reserved for construction	-	-	6,242	-	6,242	1,106,527
Reserved for trust principal	-	-	-	11,213,935	11,213,935	10,022,298
Unreserved	1,853,118	-	-	-	1,853,118	1,343,893
Total fund balances	1,943,002	247,330	6,242	11,213,935	13,410,509	12,886,642
Total liabilities and fund balances	\$ 5,356,377	\$ 247,330	\$ 1,137,197	\$ 11,222,399	\$ 17,963,303	\$ 17,988,456

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2010
With Comparative Totals for Year Ended June 30, 2009

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals	
					2010	2009
Revenues						
Local sources -						
Ad valorem taxes	\$10,613,868	\$ -	\$ -	\$ -	\$10,613,868	\$ 9,997,950
Sales tax	2,680,577	-	-	-	2,680,577	-
Investment earnings	21,196	1,017	-	1,047,477	1,069,690	(584,807)
Food services	615,727	-	-	-	615,727	596,837
Other	149,833	-	-	-	149,833	114,721
State sources	1,876,892	-	-	-	1,876,892	2,330,555
Federal sources	10,791,914	-	6,327,117	-	17,119,031	9,296,419
Other commodities	190,281	-	-	-	190,281	263,903
Total revenues	<u>26,940,288</u>	<u>1,017</u>	<u>6,327,117</u>	<u>1,047,477</u>	<u>34,315,899</u>	<u>22,015,578</u>
Expenditures						
Current:						
Instruction -						
Regular programs	1,809,155	-	-	-	1,809,155	2,136,240
Special education programs	2,422,549	-	-	-	2,422,549	1,669,372
Vocational education programs	208,408	-	-	-	208,408	-
Special programs	1,200,304	-	-	-	1,200,304	3,149,946
Adult and continuing education programs	97,791	-	-	-	97,791	123,920
Support services -						
Pupil support services	931,774	-	-	-	931,774	1,337,918
Instructional staff support services	946,442	-	-	-	946,442	615,682
General administration	389,146	-	22,500	33,532	445,178	480,895
School administration	876,124	-	-	-	876,124	-
Operation and maintenance of plant services	48,836	-	-	-	48,836	125,124
Student transportation services	583,275	-	-	-	583,275	607,233
Central services	56,400	-	-	-	56,400	53,700
Non-instructional services -						
Food service operations	4,886,704	-	-	-	4,886,704	4,467,734
Facilities acquisition and construction	819,050	-	7,541,358	-	8,360,408	2,779,492
Debt service:						
Principal retirement	-	365,000	-	-	365,000	290,000
Interest and fiscal charges	-	97,731	-	-	97,731	58,805
Legal and technical fees	-	425	-	-	425	450
Total expenditures	<u>15,275,958</u>	<u>463,156</u>	<u>7,563,858</u>	<u>33,532</u>	<u>23,336,504</u>	<u>17,896,511</u>
Excess (deficiency) of revenues over expenditures	<u>11,664,330</u>	<u>(462,139)</u>	<u>(1,236,741)</u>	<u>1,013,945</u>	<u>10,979,395</u>	<u>4,119,067</u>
Other financing sources (uses)						
Proceeds from issuance of debt	-	-	-	-	-	1,400,000
Transfers in	202,552	423,912	136,456	601,604	1,364,524	1,072,899
Transfers out	(11,396,140)	-	-	(423,912)	(11,820,052)	(7,512,391)
Total other financing sources (uses)	<u>(11,193,588)</u>	<u>423,912</u>	<u>136,456</u>	<u>177,692</u>	<u>(10,455,528)</u>	<u>(5,039,492)</u>
Net change in fund balances	470,742	(38,227)	(1,100,285)	1,191,637	523,867	(920,425)
Fund balances, beginning	<u>1,472,260</u>	<u>285,557</u>	<u>1,106,527</u>	<u>10,022,298</u>	<u>12,886,642</u>	<u>13,807,067</u>
Fund balances, ending	<u>\$ 1,943,002</u>	<u>\$247,330</u>	<u>\$ 6,242</u>	<u>\$11,213,935</u>	<u>\$13,410,509</u>	<u>\$12,886,642</u>

NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for special revenues that are legally restricted to expenditures for expenditures for specific purposes.

1998 Ad valorem Tax Fund

In January, 1998 Vermilion Parish voters approved a 25.00 mills ad valorem tax dedicated solely for the purpose of increasing the salaries and benefits of school employees to a level comparable with surrounding parishes.

1996 Ad valorem Tax Fund

In April, 1996 Vermilion Parish voters approved a rededication of a 10.00 mills ad valorem tax. The proposition provided that 3.00 mills be used for acquiring and maintaining equipment and supplies for educational and instructional services including library books and textbooks, 5.00 mills for maintaining and improving public school buildings including roof replacement, and heating and air conditioning systems, and 2.00 mills for acquiring and maintaining school buses.

Title II

Title II of the NCLB is a program by which the federal government provides funds to the School Board for projects that are designed to improve the skills of teachers in the areas of mathematics, science, computer learning, and to increase the accessibility of such instructions to all students.

Title III

Title III of the NCLB is a program to help ensure that children who are limited English proficient, including immigrant children and youth, attain English proficiency, develop high levels of academic attainment in English, and meet the same challenging State academic content and student academic achievement standards as all children are expected to meet.

Title IV

Title IV of NCLB is a program by which the federal government provides funds to the School Board for the Drug Free Schools program.

(continued)

NONMAJOR SPECIAL REVENUE FUNDS (continued)

Education Excellence Fund

The Education Excellence Fund accounts for restricted revenues derived from the state's tobacco settlement. Expenditures from this fund are restricted to instructional enhancements for pre-kindergarten to twelfth grade students.

Individuals With Disabilities Education Act Fund

The IDEA Fund is a federally financed program of free education in the least restricted environment to children with exceptionalities.

Special Federal Revenue Fund

This Special Fund is used to account for federal grants such as Technology Literacy Challenge Grants, Carl Perkins Vocational Education Grants, Job Training Partnership Act Grants and other grants which are not accounted for in other special revenue funds.

Preschool Flow-Through Fund

Vermilion School Board for providing a free appropriate public education to preschool-age handicapped children.

Federal and State Adult Education Funds

The Federal and State Adult Education Funds are programs for the education of adults, who have not received a high school education. These programs are federally and state financed, state administered, and locally operated by the Vermilion Parish School Board.

School Lunch/Breakfast Fund

The School Lunch/Breakfast Fund is a program that provides nourishing morning and noon meals for students in all grades. This fund is supplemented by both federal and state funds that are based on reimbursement and participation.

NONMAJOR SPECIAL REVENUE FUNDS (continued)

Truancy Assessment and Service Centers (TASC) Fund

The TASC Fund accounts for programs to provide for early identification and assessment of truants and the delivery of coordinated interventions to prevent unauthorized school absences.

Preschool LA-4 Fund

The Preschool LA-4 Fund accounts for the Early Childhood Development program for four year old children considered to be at risk of achieving academic success.

Reading First Fund

The Reading First Fund accounts for programs to provide assistance to school districts to establish research-based reading programs for students in kindergarten through third grade. Districts receive support to apply scientifically based reading research to ensure that all children learn to read well by the end of the third grade.

State Fiscal Stabilization Fund

Title XIV of the American Recovery and Reinvestment Act (ARRA) of 2009 authorized the State of Louisiana to award a portion of the federal grant to finance a portion of the Minimum Foundation Program (MFP) allocated to each School District for the 2009-2010 fiscal year. This fund is used to account for the proceeds and disposition of this grant.

2009 Sales Tax Fund

In May, 2009 Vermilion Parish voters approved a 1/2 cent sales tax dedicated solely for the purpose of increasing the salaries and benefits of school employees to a level comparable with surrounding parishes.

VERMILION PARISH SCHOOL BOARD

Abbeville, Louisiana

Nonmajor Special Revenue Funds

Combining Balance Sheet

June 30, 2010

With Comparative Totals for Year Ended June 30, 2009

	1998 Ad valorem Tax Fund	1996 Ad valorem Tax Fund	No Child Left Behind	
			Title II Fund	Title III Fund
ASSETS				
Cash and interest bearing deposits	\$ 185,722	\$ 1,884,899	\$ 10,063	\$ 3,216
Receivables	34,732	13,893	288,107	2,675
Inventory	-	-	-	-
Total assets	<u>\$ 220,454</u>	<u>\$ 1,898,792</u>	<u>\$ 298,170</u>	<u>\$ 5,891</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 119,744	\$ 79	\$ -
Accrued salaries and related benefits	-	4,522	144,364	3,216
Retainage payable	-	5,445	-	-
Due to other funds	-	-	153,727	2,675
Deferred revenue	<u>200,654</u>	<u>80,262</u>	-	-
Total liabilities	<u>200,654</u>	<u>209,973</u>	<u>298,170</u>	<u>5,891</u>
Fund balances:				
Reserved for inventory	-	-	-	-
Unreserved	<u>19,800</u>	<u>1,688,819</u>	-	-
Total fund balances	<u>19,800</u>	<u>1,688,819</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 220,454</u>	<u>\$ 1,898,792</u>	<u>\$ 298,170</u>	<u>\$ 5,891</u>

<u>No Child Left Behind Title IV Fund</u>	<u>Education Excellence Fund</u>	<u>Individuals With Disabilities Educaton Act Fund</u>	<u>Special Federal Revenue Fund</u>	<u>Pre-School Flow-Through Fund</u>	<u>Federal Adult Education Fund</u>	<u>State Adult Education Fund</u>
\$ 62	\$ 15,824	\$ 20,910	\$ 15,151	\$ 1,916	\$ 1,926	\$ 8,606
6,260	-	1,078,678	852,584	27,029	70,562	-
-	-	-	-	-	-	-
<u>\$ 6,322</u>	<u>\$ 15,824</u>	<u>\$ 1,099,588</u>	<u>\$ 867,735</u>	<u>\$ 28,945</u>	<u>\$ 72,488</u>	<u>\$ 8,606</u>
\$ -	\$ -	\$ 6,707	\$ 18,687	\$ -	\$ 18	\$ -
215	15,824	364,069	159,264	15,031	1,926	8,606
-	-	-	-	-	-	-
6,107	-	715,080	689,784	13,914	70,544	-
-	-	-	-	-	-	-
<u>6,322</u>	<u>15,824</u>	<u>1,085,856</u>	<u>867,735</u>	<u>28,945</u>	<u>72,488</u>	<u>8,606</u>
-	-	-	-	-	-	-
-	-	13,732	-	-	-	-
-	-	13,732	-	-	-	-
<u>\$ 6,322</u>	<u>\$ 15,824</u>	<u>\$ 1,099,588</u>	<u>\$ 867,735</u>	<u>\$ 28,945</u>	<u>\$ 72,488</u>	<u>\$ 8,606</u>

(continued)

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Special Revenue Funds

Combining Balance Sheet (continued)
 June 30, 2010
 With Comparative Totals for June 30, 2009

	School Lunch/ Breakfast Fund	TASC Fund	Preschool LA-4 Fund	Reading First Fund
ASSETS				
Cash and interest bearing deposits	\$521,857	\$ 1,064	\$ 206,432	\$ -
Receivables	1,794	6,776	-	5,755
Inventory	89,884	-	-	-
Total assets	<u>\$613,535</u>	<u>\$ 7,840</u>	<u>\$ 206,432</u>	<u>\$ 5,755</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 636	\$ -	\$ 229	\$ -
Accrued salaries and related benefits	392,184	1,064	206,203	-
Retainage payable	-	-	-	-
Due to other funds	64	6,776	-	5,755
Deferred revenue	-	-	-	-
Total liabilities	<u>392,884</u>	<u>7,840</u>	<u>206,432</u>	<u>5,755</u>
Fund balances:				
Reserved for inventory	89,884	-	-	-
Unreserved	130,767	-	-	-
Total fund balances	<u>220,651</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$613,535</u>	<u>\$ 7,840</u>	<u>\$ 206,432</u>	<u>\$ 5,755</u>

State Fiscal Stabilization Fund	2009 Sales Tax Fund	Totals	
		2010	2009
\$ -	\$ -	\$ 2,877,648	\$ 3,009,685
-	-	2,388,845	3,195,389
-	-	89,884	128,367
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,356,377</u>	<u>\$ 6,333,441</u>
\$ -	\$ -	\$ 146,100	\$ 50,234
-	-	1,316,488	1,703,690
-	-	5,445	-
-	-	1,664,426	2,826,341
-	-	280,916	280,916
<u>-</u>	<u>-</u>	<u>3,413,375</u>	<u>4,861,181</u>
-	-	89,884	128,367
-	-	1,853,118	1,343,893
<u>-</u>	<u>-</u>	<u>1,943,002</u>	<u>1,472,260</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,356,377</u>	<u>\$ 6,333,441</u>

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Year Ended June 30, 2010
 With Comparative Totals for June 30, 2009

	1998 Ad valorem Tax Fund	1996 Ad valorem Tax Fund	No Child Left Behind	
			Title II Fund	Title III Fund
Revenues				
Local Sources:				
Taxes:				
Ad valorem tax	\$7,580,362	\$3,033,506	\$ -	\$ -
Sales tax	-	-	-	-
Interest income	11,965	7,378	-	-
Food services	-	-	-	-
Other	-	-	-	-
State sources	-	-	-	-
Federal sources	-	-	709,610	50,143
Other commodities	-	-	-	-
Total revenues	<u>7,592,327</u>	<u>3,040,884</u>	<u>709,610</u>	<u>50,143</u>
Expenditures				
Current:				
Instruction -				
Regular programs	-	884,547	683,944	-
Special education programs	-	-	-	-
Vocational education programs	-	-	-	-
Special programs	-	-	2,370	45
Adult and continuing education programs	-	-	-	-
Support services -				
Pupil support services	-	-	-	49,937
Instructional staff support services	-	-	6,069	161
General administration	247,045	98,818	40,283	-
School administration	-	-	-	-
Operation and maintenance of plant services	-	-	-	-
Student transportation services	-	555,920	-	-
Central services	-	-	-	-
Non-instructional services -				
Food service operations	-	-	-	-
Facility acquisition and construction	-	819,050	-	-
Total expenditures	<u>247,045</u>	<u>2,358,335</u>	<u>732,666</u>	<u>50,143</u>
Excess (deficiency) of revenues over expenditures	<u>7,345,282</u>	<u>682,549</u>	<u>(23,056)</u>	<u>-</u>
Other financing sources (uses):				
Transfers in	-	-	23,056	-
Transfers out	(7,341,016)	-	-	-
Total other financing sources (uses)	<u>(7,341,016)</u>	<u>-</u>	<u>23,056</u>	<u>-</u>
Net change in fund balances	<u>4,266</u>	<u>682,549</u>	<u>-</u>	<u>-</u>
Fund balances, beginning	15,534	1,006,270	-	-
Fund balances, ending	<u>\$ 19,800</u>	<u>\$1,688,819</u>	<u>\$ -</u>	<u>\$ -</u>

<u>No Child Left Behind</u>		<u>Individuals With Disabilities Education Act Fund</u>	<u>Special Federal Revenue Fund</u>	<u>Pre-School Flow-Through Fund</u>	<u>Federal Adult Education Fund</u>	<u>State Adult Education Fund</u>
<u>Title IV Fund</u>	<u>Education Excellence Fund</u>					
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	8,005
-	229,669	-	-	-	-	12,725
48,092	-	3,101,500	2,688,984	119,908	75,748	-
-	-	-	-	-	-	-
<u>48,092</u>	<u>229,669</u>	<u>3,101,500</u>	<u>2,688,984</u>	<u>119,908</u>	<u>\$ 75,748</u>	<u>20,730</u>
-	54,988	-	135,676	-	-	-
-	-	2,364,030	58,183	336	-	-
-	-	-	208,408	-	-	-
-	79,875	-	393,338	-	-	-
-	-	-	-	-	75,302	22,489
39,631	77,314	554,591	38,045	91,176	-	-
8,614	-	105,921	593,245	30,422	446	-
-	-	3,000	-	-	-	-
-	-	-	-	-	-	-
-	19,498	8,296	1,880	-	-	-
-	-	27,355	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>48,245</u>	<u>231,675</u>	<u>3,063,193</u>	<u>1,428,775</u>	<u>121,934</u>	<u>75,748</u>	<u>22,489</u>
<u>(153)</u>	<u>(2,006)</u>	<u>38,307</u>	<u>1,260,209</u>	<u>(2,026)</u>	<u>-</u>	<u>(1,759)</u>
153	2,006	44,056	29,475	4,526	-	1,759
-	-	(82,363)	(1,289,684)	(2,500)	-	-
<u>153</u>	<u>2,006</u>	<u>(38,307)</u>	<u>(1,260,209)</u>	<u>2,026</u>	<u>-</u>	<u>1,759</u>
-	-	-	-	-	-	-
-	-	13,732	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,732</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)
 Year Ended June 30, 2010
 With Comparative Totals for June 30, 2009

	School Lunch/ Breakfast Fund	TASC Fund	Preschool LA-4 Fund	Reading First Fund
Revenues				
Local Sources:				
Taxes:				
Ad valorem tax	\$ -	\$ -	\$ -	\$ -
Sales tax	-	-	-	-
Interest income	1,853	-	-	-
Food services	615,727	-	-	-
Other	58,800	83,028	-	-
State sources	925,000	-	709,498	-
Federal sources	2,813,841	-	-	5,755
Other commodities	190,281	-	-	-
Total revenues	<u>4,605,502</u>	<u>83,028</u>	<u>709,498</u>	<u>5,755</u>
Expenditures				
Current:				
Instruction -				
Regular programs	-	-	-	-
Special education programs	-	-	-	-
Vocational education programs	-	-	-	-
Special programs	-	-	724,676	-
Adult and continuing education programs	-	-	-	-
Support services -				
Pupil support services	-	81,080	-	-
Instructional staff support services	-	-	-	5,755
General administration	-	-	-	-
School administration	-	-	-	-
Operation and maintenance of plant services	-	1,948	17,214	-
Student transportation services	-	-	-	-
Central services	-	-	-	-
Non-instructional services -				
Food service operations	4,886,704	-	-	-
Facility acquisition and construction	-	-	-	-
Total expenditures	<u>4,886,704</u>	<u>83,028</u>	<u>741,890</u>	<u>5,755</u>
Excess (deficiency) of revenues over expenditures	<u>(281,202)</u>	<u>-</u>	<u>(32,392)</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	65,129	-	32,392	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>65,129</u>	<u>-</u>	<u>32,392</u>	<u>-</u>
Net change in fund balances	<u>(216,073)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning	<u>436,724</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 220,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

State Fiscal Stabilization Fund	2009 Sales Tax Fund	Totals	
		2010	2009
\$ -	\$ -	\$ 10,613,868	\$ 9,997,950
-	2,680,577	2,680,577	-
-	-	21,196	22,092
-	-	615,727	596,837
-	-	149,833	114,721
-	-	1,876,892	2,330,555
1,178,333	-	10,791,914	9,296,419
-	-	190,281	263,903
<u>1,178,333</u>	<u>2,680,577</u>	<u>26,940,288</u>	<u>22,622,477</u>
50,000	-	1,809,155	2,136,240
-	-	2,422,549	1,669,372
-	-	208,408	-
-	-	1,200,304	3,149,946
-	-	97,791	123,920
-	-	931,774	1,337,918
195,809	-	946,442	615,682
-	-	389,146	450,420
876,124	-	876,124	-
-	-	48,836	125,124
-	-	583,275	607,233
56,400	-	56,400	53,700
-	-	4,886,704	4,467,734
-	-	819,050	690,702
<u>1,178,333</u>	<u>-</u>	<u>15,275,958</u>	<u>15,427,991</u>
-	<u>2,680,577</u>	<u>11,664,330</u>	<u>7,194,486</u>
-	-	202,552	376,197
-	<u>(2,680,577)</u>	<u>(11,396,140)</u>	<u>(7,081,792)</u>
-	<u>(2,680,577)</u>	<u>(11,193,588)</u>	<u>(6,705,595)</u>
-	-	470,742	488,891
-	-	1,472,260	983,369
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,943,002</u>	<u>\$ 1,472,260</u>

NONMAJOR DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for the payment of bonded debt principal, interest, and related costs.

Certificates of Indebtedness, Series 2002

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2002 issued in the amount of \$645,000. The certificates were issued for the purpose of capital improvements to the print shop/technology center. The bonds are financed by the Dr. Daniel R. Dartez Educational Trust Fund.

Certificates of Indebtedness, Series 2008

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2008 issued in the amount of \$2,000,000. The certificates were issued for the purpose of constructing and equipping a new gymnasium at Rene Rost Middle School. The certificates are secured by and payable from a pledge and dedication of the excess of annual revenues.

Certificates of Indebtedness, Series 2009

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2009 issued in the amount of \$1,400,000. The certificates were issued for the purpose of constructing and equipping a new cafeteria at Meaux Elementary School. The certificates are secured by and payable from a pledge and dedication of the excess of annual revenues.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana
Nonmajor Debt Service Fund

Comparative Balance Sheet
June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash and interest-bearing deposits	<u>\$247,330</u>	<u>\$285,557</u>
LIABILITIES AND FUND BALANCE		
Liabilities	\$ -	\$ -
Fund balance:		
Reserved for debt retirement	<u>247,330</u>	<u>285,557</u>
Total liabilities and fund balance	<u>\$247,330</u>	<u>\$285,557</u>

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Debt Service Fund

Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance
 For the Years Ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Local Sources:		
Interest income	\$ 1,017	\$ 1,879
Expenditures		
Debt service:		
Principal retirement	365,000	290,000
Interest and fiscal charges	97,731	58,805
Legal and technical fees	<u>425</u>	<u>450</u>
Total expenditures	<u>463,156</u>	<u>349,255</u>
Deficiency of revenues over expenditures	(462,139)	(347,376)
Other financing sources:		
Transfers in	<u>423,912</u>	<u>430,559</u>
Net change in fund balances	(38,227)	83,223
Fund balance, beginning	<u>285,557</u>	<u>202,334</u>
Fund balance, ending	<u>\$ 247,330</u>	<u>\$ 285,557</u>

NONMAJOR CAPITAL PROJECTS

Capital projects are used to account for capital asset acquisition, construction, and improvements of public school facilities and is currently funded by grant proceeds from FEMA which is being used for constructing LeBlanc Elementary School.

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Capital Projects Fund

Comparative Balance Sheet
 June 30, 2010

	2010	2009
ASSETS		
Cash and interest-bearing deposits	\$ 78,866	\$1,339,466
Receivables	1,058,331	-
Total assets	\$ 1,137,197	\$1,339,466
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 817,214	\$ 1,819
Contract payable	-	118,748
Retainage payable	313,741	112,372
Total liabilities	1,130,955	232,939
Fund balance:		
Reserved for construction project	6,242	1,106,527
Total liabilities and fund balance	\$ 1,137,197	\$1,339,466

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Capital Projects

Comparative Statement of Revenues, Expenditures and Changes in Fund Balance
 Years Ended June 30, 2010 and 2009

	2010	2009
Revenues		
Federal sources	<u>\$6,327,117</u>	<u>\$ -</u>
Expenditures		
Current:		
Support Services -		
General Administration	22,500	-
Facility acquisition and construction	<u>7,541,358</u>	<u>2,088,790</u>
Total Expenditures	<u>7,563,858</u>	<u>2,088,790</u>
Deficiency of revenues over expenditures	(1,236,741)	(2,088,790)
Other financing sources:		
Proceeds from issuance of debt	-	1,400,000
Transfers in	<u>136,456</u>	<u>236,564</u>
Total other financing sources	<u>136,456</u>	<u>1,636,564</u>
Net change in fund balance	(1,100,285)	(452,226)
Fund balance, beginning	<u>1,106,527</u>	<u>1,558,753</u>
Fund balance, ending	<u>\$ 6,242</u>	<u>\$ 1,106,527</u>

NONMAJOR PERMANENT FUND

Non-expendable trust

Dr. Daniel R. Dartez Educational Public Trust Fund

On June 11, 1996 pursuant to Louisiana Revised Statute LSR-R.S. 17:81(m), the School Board established a nonexpendable trust fund. Trust principal is derived from surplus revenues and may not be used for expenditures. Income from the investment of fund principal is restricted to meeting the capital outlay needs of the Vermilion Parish School System.

VERMILION PARISH SCHOOL BOARD

Abbeville, Louisiana
Nonmajor Permanent Fund

Comparative Balance Sheet
June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash and interest-bearing deposits	\$ 535,185	\$ 1,158,315
Investments	10,607,887	8,752,449
Receivables	79,327	89,689
Due from other funds	<u>-</u>	<u>29,539</u>
Total assets	<u>\$11,222,399</u>	<u>\$10,029,992</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 8,464	\$ 7,694
Fund balance:		
Reserved for trust principal	<u>11,213,935</u>	<u>10,022,298</u>
Total liabilities and fund balance	<u>\$11,222,399</u>	<u>\$10,029,992</u>

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Nonmajor Permanent Fund

Comparative Statement of Revenues, Expenditures and Changes in Fund Balance
 Years Ended June 30, 2010 and 2009

	2010	2009
Operating revenues:		
Investment earnings:		
Interest	\$ 1,079,652	\$ 439,103
Net decrease in fair value of investments	<u>(32,175)</u>	<u>(1,047,881)</u>
Total operating revenues	1,047,477	(608,778)
Operating expenses:		
Administration	<u>33,532</u>	<u>30,475</u>
Operating (loss) income	<u>1,013,945</u>	<u>(639,253)</u>
Other financing sources (uses):		
Transfers in	601,604	29,539
Transfers out	<u>(423,912)</u>	<u>(430,599)</u>
Total other financing sources (uses)	<u>177,692</u>	<u>(401,060)</u>
Net (loss) income	1,191,637	(1,040,313)
Fund balance, beginning	<u>10,022,298</u>	<u>11,062,611</u>
Fund balance, ending	<u>\$11,213,935</u>	<u>\$10,022,298</u>

FIDUCIARY FUNDS

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore can not be used to support the School Boards own programs.

Agency Funds

School Activity Fund

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

Sales Tax Fund

The Sales Tax Fund accounts for the collection and distribution of sales tax that the School Board has the responsibility of collecting. Effective March 1, 1992, the School Board was appointed the central sales tax collecting agency for all taxing bodies within Vermilion Parish. The cost of collecting the taxes is divided among all of the taxing bodies based upon their respective sales and use tax in relation to the combined total.

Vermilion Parish School Board
 Abbeville, Louisiana
 Agency Funds

Combining Statement of Assets and Liabilities
 June 30, 2010
 With Comparative Totals for June 30, 2009

	School Activity	Sales Tax	Totals	
			2010	2009
ASSETS				
Cash and interest-bearing deposits	<u>\$1,355,610</u>	<u>\$2,114,663</u>	<u>\$3,470,273</u>	<u>\$ 3,302,384</u>
LIABILITIES				
Accounts payable	\$ 70,900	\$ -	\$ 70,900	\$ 47,400
Due to other governmental units	-	1,893,371	1,893,371	1,794,757
Deposits due others	<u>1,284,710</u>	<u>221,292</u>	<u>1,506,002</u>	<u>1,460,227</u>
Total liabilities	<u>\$1,355,610</u>	<u>\$2,114,663</u>	<u>\$3,470,273</u>	<u>\$ 3,302,384</u>

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 School Activity Agency Fund

Schedule of Changes in Deposits Due Others
 For the Year Ended June 30, 2010

Schools	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Abbeville High	\$ 78,241	\$ 461,575	\$ 443,207	\$ 96,609
Cecil Picard at Maurice Elementary	28,522	148,454	138,104	38,872
Dozier Elementary	65,380	100,369	121,161	44,588
Eaton Park Elementary	35,274	71,979	76,964	30,289
Erath High	141,989	527,935	560,463	109,461
Erath Middle	155,372	218,058	266,937	106,493
F.I./E. Broussard Elementary	40,414	131,123	75,704	95,833
Gueydan High	84,969	185,223	164,504	105,688
James Herod Elementary	46,983	44,416	67,662	23,737
Indian Bayou Elementary	65,494	107,202	64,208	108,488
J. H. Williams Middle	97,041	138,187	136,403	98,825
Jesse Owens Elementary	30,898	43,777	48,003	26,672
Kaplan Elementary	27,413	138,210	120,643	44,980
Kaplan High	137,856	530,783	557,202	111,437
Leblanc Elementary	-	101,212	63,457	37,755
Meaux Elementary	7,233	94,898	82,123	20,008
North Vermilion High	109,691	657,772	658,789	108,674
Rene A. Rost Middle	31,647	165,182	162,050	34,779
Seventh Ward Elementary	39,750	86,226	84,454	41,522
Total balances	<u>\$1,224,167</u>	<u>\$3,952,581</u>	<u>\$3,892,038</u>	<u>\$1,284,710</u>

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana
Sales Tax Agency Fund

Schedule of Cash Receipts and Disbursements
Years Ended June 30, 2010
With Comparative Totals for June 30, 2009

	2010	2009
Deposits due others - beginning	\$ 236,060	\$ 551,777
Additions:		
Sales tax collections - parishwide	32,652,788	33,374,291
Interest earnings	10,947	21,768
Total Additions	32,663,735	33,396,059
Beginning balance plus additions	32,899,795	33,947,836
Deductions:		
Transfers to:		
General Fund:		
Sales tax	9,603,579	7,914,233
Sales tax administrative allowance	336,809	253,227
Refunds	63,593	146,994
Interest Earnings	2,840	5,214
Vermilion Parish Police Jury:		
Sales Tax	9,763,486	11,669,054
Interest Earnings	-3,022	7,821
Vermilion Parish Sheriff:		
Sales Tax	4,651,091	5,732,947
Interest Earnings	1,436	3,824
City of Kaplan:		
Sales Tax	551,462	618,415
Interest Earnings	168	419
City of Abbeville:		
Sales Tax	3,143,475	3,536,034
Interest Earnings	973	2,314
Town of Gueydan:		
Sales Tax	153,186	179,099
Interest Earnings	47	124
Town of Erath:		
Sales Tax	223,526	261,170
Interest Earnings	69	171
Town of Delcambre:		
Sales Tax	168,246	167,003
Interest Earnings	52	110

(continued)

VERMILION PARISH SCHOOL BOARD
 Abbeville, Louisiana
 Sales Tax Agency Fund

Schedule of Cash Receipts and Disbursements (Continued)
 Years Ended June 30, 2010
 With Comparative Totals for June 30, 2009

	2010	2009
Deductions:		
Village of Maurice:		
Sales Tax	498,514	389,703
Interest Earnings	149	269
Vermilion Parish Tourist Commission:		
Sales Tax	96,006	179,719
Interest Earnings	30	115
Hospital Service District #1:		
Sales Tax	1,110,317	1,445,053
Interest Earnings	329	975
Hospital Service District #2:		
Sales Tax	2,196,960	1,164,809
Interest Earnings	674	400
Economic Development District #1		
Sales Tax	72,839	25,675
Interest Earnings	23	9
Abbeville Film and Visitors Commission		
Sales Tax	35,591	6,873
Interest Earnings	11	3
Total deductions	32,678,503	33,711,776
Deposits due others - ending	\$ 221,292	\$ 236,060

**INTERNAL CONTROL, COMPLIANCE
AND
OTHER MATTERS**

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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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

Mr. Randy Schexnayder, Superintendent,
and Members of the Vermilion Parish School Board
Abbeville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vermilion Parish School Board, (the School Board) as of and for the year ended June 30, 2010, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated November 18, 2010. 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 opinion 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.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of 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 internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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 grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or matters that are required to be reported under Government Auditing Standards.

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

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

Abbeville, Louisiana
November 18, 2010

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mr. Randy Schexnayder, Superintendent
and Members of the Vermilion Parish School Board
Abbeville, Louisiana

Compliance

We have audited the compliance of the Vermilion Parish School Board (the 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, 2010. The School Board's major federal programs are identified in the summary of auditor's 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 of 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, 2010.

Internal Control Over Compliance

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.

A deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

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

Abbeville, Louisiana
November 18, 2010

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Agriculture</u>			
Passed through Louisiana Department of Agriculture and Forestry Food Distribution Program	N/A	10 555	190,281
Passed through Louisiana Department of Education School Breakfast Program	N/A	10 553	655,752
National School Lunch Program	N/A	10 555	2,134,392
Total for Child Nutrition Cluster			<u>2,790,144</u>
Total United States Department of Agriculture			<u>2,980,425</u>
<u>United States Department of Community Planning and Development, Department of Housing and Development</u>			
Passed through State of Louisiana Division of Administration Office of Finance and Support Services Community Development Block Grants/State's Program	670230	14 228	22,500
<u>United States Department of Education</u>			
Passed through State Department of Education Adult Education State Grant Program	28-09-44-57	84 002	5,185
Adult Education State Grant Program	28-10-44-57	84 002	66,998
Total for Adult education			<u>72,183</u>
Title I Grant to Local Education Agencies *	N/A	84 010	3,147,785
ARRA - Title I Grant to Local Education Agencies, Recovery Act *	N/A	84 389	1,041,549
Total for Title I Cluster			<u>4,189,334</u>
Special Education - Grants to States (IDEA, Part B) *	N/A	84 027	1,070,586
ARRA - Special Education - Grants to States (IDEA, Part B), Recovery Act *	N/A	84 391	2,030,914
Special Education - District School Improvement *	28-10-PD-57	84 027	94,920
Special Education - Preschool Grants (IDEA Preschool) *	N/A	84 173	79,699
ARRA - Special Education - Preschool Grants (IDEA Preschool), Recovery Act *	N/A	84 392	40,209
Total for Special Education Cluster			<u>3,316,328</u>
Career and Technical Education - Basic Grants to States	28-09-02-57	84 048	10,762
Career and Technical Education - Basic Grants to States	28-10-02-57	84 048	130,164
Total Career and Technical Education			<u>140,926</u>
Safe and Drug-Free Schools and Communities - State Grants (Title IV)	N/A	84 186	48,092

(continued)

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Education</u> (continued)			
Passed through Louisiana Department of Education/ The Board of Supervisors of Louisiana State University and Agricultural and Mechanical College			
Statewide Positive Behavioral Support Project (SWPBSP)	22482	84 323	<u>60,290</u>
Passed through State Department of Education			
English Language Acquisition Grants	N/A	84 365	33,810
English Language Acquisition Grants - Title III Immigrant Set Aside	28-08-S3-57	84 365	45
English Language Acquisition Grants - Title III Immigrant Set Aside FY 05	28-09-S3-57	84 365	497
English Language Acquisition Grants - Title III Immigrant	28-10-S3-57	84 365	<u>15,791</u>
Total for English Language Acquisition Grants			<u>50,143</u>
Improving Teacher Quality State Grants	N/A	84 367	<u>709,610</u>
Education Technology State Grants (Enhancing Education through Technology Program)			
Consortium Professional Development	28-09-14-57	84.318	49,650
Consortium Professional Development	28-09-49-57	84.318	182,039
Technology Improvement	28-09-49-57	84.318	9,278
Technology Improvement	28-10-49-57	84.318	18,371
ARRA - Education Technology State Grants, Recovery Act	28-09-59-57	84 386	<u>62,346</u>
Total for Education Technology State Grants			<u>321,684</u>
Rural Education Achievement Program	28-08-RE-57	84 358	<u>219,133</u>
Reading First State Grants	28-08-RF-57	84 357	<u>5,755</u>
State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act *	28-10-AS-57	84 394	<u>1,178,333</u>
Hurricane Education Recovery - HEAP	28-08-HE-57	84 938	<u>69,121</u>
Total United States Department of Education			<u>10,380,932</u>

(continued)

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Health & Human Services</u>			
Passed through Louisiana Department of Education			
Temporary Assistance for Needy Families (TANF) -			
Jobs for America's Graduates	28-09-JE-57	93 558	13,977
Jobs for America's Graduates	28-10-JS-57	93 558	39,988
The Cecil J Picard LA 4 Early Childhood Program	28-10-36-57	93 558	427,732
Strategies to Empower People (STEP) Program	28-10-EP-57	93 558	3,564
JAG - LA/EMPLOY	28-10-JE-57	93 558	15,000
EMPLOY Reimbursement II	28-09-J2-57	93 558	<u>7,746</u>
Total Temporary Assistance for Needy Families (TANF)			<u>508,007</u>
<u>United States Department of Homeland Security</u>			
Passed through State Department of Homeland Security			
Emergency Preparedness			
Public Assistance Grants	N/A	97 036	<u>7,606,782</u>
TOTAL FEDERAL AWARDS			<u>\$21,498,646</u>

* Denotes major programs

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2010

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Vermilion Parish School Board (the School Board). The School Board's reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2010. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following programs are considered major federal programs of the School Board: Title I Cluster, Special Education Cluster, and State Fiscal Stabilization Fund.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2010.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2010

Part I Summary of Auditor's Results

- 1 An unqualified report was issued on the basic financial statements
- 2 No significant deficiencies in internal control were disclosed by the audit of the basic financial statements
- 3 There were no material instances of noncompliance
- 4 No significant deficiencies in internal control over the major programs were disclosed by the audit of the basic financial statements
- 5 An unqualified opinion was issued on compliance for the major programs
- 6 The audit disclosed no findings required to be reported under Section 510(a) of Circular A-133
- 7 The following programs were considered to be major programs:
 - U S Department of Education/Louisiana Department of Education – Title I Grant to Local Education Agencies, CFDA 84 010
 - ARRA – Title I Grant to Local Education Agencies, Recovery Act, CFDA 84 010
 - Special Education – Grants to States (IDEA, Part B), CFDA 84 027
 - ARRA – Special Education – Grants to States (IDEA, Part B), Recovery Act, CFDA 84 391
 - Special Education – District School Improvement, CFDA 84 027
 - Special Education – Preschool Grants (IDEA Preschool), CFDA 84 173
 - ARRA – Special Education – Preschool Grants (IDEA Preschool), Recovery Act CFDA 84.392
 - State Fiscal Stabilization Fund (SFSF) – Education State Grants, Recovery Act, CFDA 84 394
- 8 The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$644,959
- 9 The auditee did qualify as a low-risk auditee under Section 530 of Circular A-133

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2010

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

There were no compliance findings.

B. Internal Control Findings –

There were no internal control findings.

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

There are no findings and questioned costs related to federal programs.

VERMILION PARISH SCHOOL BOARD

Summary Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended June 30, 2010

Ref No	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
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CURRENT YEAR (6/30/10) --

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards Compliance

There are no compliance findings to be reported.

Internal Control Over Financial Reporting

There are no findings to be reported

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

There are no findings that are required to be reported

PRIOR YEAR (6/30/09) --

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards Compliance

There are no compliance findings to be reported.

Internal Control Over Financial Reporting

There are no findings to be reported

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

There are no findings that are required to be reported

**SUPPLEMENTAL SCHEDULES
OF
PERFORMANCE MEASURES**

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Albert R. Leger, CPA, PFS, CSA*
Penny Angela Scruggins, CPA
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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Mr. Randy Schexnayder, Superintendent
and Members of the Vermilion Parish School Board
Abbeville, Louisiana

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

Our procedures and findings are as follows:

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

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

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

There were no exceptions noted.

II. Education Levels of Public School Staff (Schedule 2)

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

There were no exceptions noted.

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

There were no exceptions noted

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

There were no exceptions noted

III. Number and Type of Public Schools (Schedule 3)

- 5 We obtained a list of schools by type as reported on the schedule We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84 010) application and/or the National School Lunch Program (CFDA 10 555) application

There were no exceptions noted.

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

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

There were no exceptions noted.

V. Public Staff Data (Schedule 5)

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

There were no exceptions noted

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

There were no exceptions noted.

VI. 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 class roster as of the MFP date for those classes and determined if the class was properly classified on the schedule.

There were no exceptions noted.

VII. 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 Vermilion Parish School Board.

There were no exceptions noted.

VIII. 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 Vermilion Parish School Board.

There were no exceptions noted.

IX. iLEAP 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 Vermilion Parish School Board.

There were no exceptions noted.

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

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

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

Abbeville, Louisiana
November 18, 2010

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 1
General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2010

General Fund Instructional and Equipment Expenditures

General fund instructional expenditures:		
Teacher and student interaction activities -		
Classroom teacher salaries	\$ 29,561,259	
Other instructional staff salaries	3,298,176	
Employee benefits	8,731,371	
Purchased professional and technical services	165,908	
Instructional materials and supplies	663,909	
Instructional equipment	16,175	
Total teacher and student interaction activities		\$ 42,436,798
Other instructional activities		520,339
Pupil support activities	2,861,751	
Less: Equipment for pupil support activities	-	
Net pupil support activities		2,861,751
Instructional staff services	2,702,007	
Less: Equipment for instructional staff services	-	
Net instructional staff services		2,702,007
School Administration	3,525,708	
Less: Equipment for School Administration	-	
Net School Administration		3,525,708
Total general fund instructional expenditures		\$ 52,046,603
Total general fund equipment expenditures		\$ 63,251

Certain Local Revenue Sources

Local taxation revenue:		
Constitutional ad valorem taxes		\$ 1,369,455
Renewable ad valorem tax		10,613,868
Up to 1% of collections by the Sheriff on taxes other than school taxes		299,531
Sales and use taxes		9,348,632
Total local taxation revenue		\$ 21,631,486
Local earnings on investment in real property:		
Earnings from 16th section property		\$ 3,119,766
State revenue in lieu of taxes:		
Revenue sharing - constitutional tax		\$ 141,088
Nonpublic textbook revenue		\$ 23,750
Nonpublic transportation revenue		\$ 26,659

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 2
Education Levels of Public School Staff
As of October 1, 2009

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%
Bachelor's degree	521	81%	4	80%	-	0%	-	0%
Master's degree	95	15%	1	20%	17	49%	-	0%
Master's degree + 30	27	4%	-	0%	14	40%	-	0%
Specialist in education	3	0%	-	0%	4	11%	-	0%
Ph. D. or Ed. D.	2	0%	-	0%	-	0%	-	0%
Total	648	100%	5	100%	35	100%	-	0%

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 3
Number and Type of Public Schools
For the Year Ended June 30, 2010

Type	Number
Elementary	11
Middle/Junior high	3
Secondary	5
Combination	0
Total	19

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 4
Experience of Public Principals and Full-time Classroom Teachers
As of October 1, 2009

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant principals	-	-	-	4	4	2	6	16
Principals	-	-	-	-	2	6	11	19
Classroom teachers	38	53	158	99	92	71	142	653
Total	38	53	158	103	98	79	159	688

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 5
Public School Staff Data
For the Year Ended June 30, 2010

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average classroom teachers' salary including extra compensation	\$50,293	\$50,295
Average classroom teachers' salary excluding extra compensation	\$49,293	\$49,292
Number of teacher full-time equivalents (FTEs) used in computation of average salaries	643	641

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers; some teachers may have been flagged as receiving reduced salaries (e.g., extended medical leave); and ROTC teachers receive more compensation because of a federal supplement. For these reasons, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes, temporary employees and any teacher on sabbatical leave during any part of the school year.

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 6
Class Size Characteristics
As of October 1, 2009

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	67.6%	1066	31.1%	490	1.1%	18	20.0%	3
Elementary activity classes	64.0%	157	31.0%	76	2.5%	6	2.5%	6
Middle/Junior high	63.7%	342	33.5%	180	2.8%	15	0.0%	-
Middle/Junior high activity classes	46.0%	46	23.0%	23	26.0%	26	5.0%	5
High	73.2%	806	21.9%	241	74.5%	49	0.4%	5
High activity classes	83.6%	168	10.4%	21	4.5%	9	1.5%	3
Combination	100.0%	27	0.0%	-	0.0%	-	0.0%	-
Combination activity classes	100.0%	1	0.0%	-	0.0%	-	0.0%	-

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

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 7

Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Year Ended June 30, 2010

District Achievement Level Results	English Language Arts												Mathematics												
	2010		2009		2008		2010		2009		2008		2010		2009		2008								
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent							
Grade 4	47	6%	37	5%	30	4%	37	5%	33	4%	39	5%	172	22%	199	26%	159	23%	179	23%	92	12%	131	18%	
Advanced	366	47%	382	49%	345	48%	335	43%	387	50%	355	49%	128	16%	113	15%	129	18%	139	18%	164	21%	116	16%	
Approaching basic	64	8%	47	6%	55	8%	87	11%	102	13%	77	11%	777		778		718		777		778		718		
Unsatisfactory																									
Total	777		778		718		777		778		718		777		778		718		777		778		718		

District Achievement Level Results	Science												Social Studies												
	2010		2009		2008		2010		2009		2008		2010		2009		2008								
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent							
Grade 4	36	5%	70	9%	14	2%	22	3%	23	3%	17	2%	128	16%	163	21%	137	19%	172	22%	140	18%	128	18%	
Advanced	422	54%	385	50%	389	54%	432	55%	419	54%	373	52%	148	19%	125	16%	140	19%	110	14%	134	17%	136	19%	
Approaching basic	45	6%	34	4%	38	5%	43	6%	61	8%	64	9%	779		777		718		779		777		718		
Unsatisfactory																									
Total	779		777		718		779		777		718		779		777		718		779		777		718		

(continued)

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 7 (Continued)
Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Year Ended June 30, 2010

District Achievement Level Results	English Language Arts						Mathematics						
	2010		2009		2008		2010		2009		2008		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 8													
Advanced	16	3%	9	2%	17	3%	24	4%	30	5%	16	3%	
Mastery	109	18%	89	15%	90	16%	22	4%	33	6%	27	5%	
Basic	299	48%	311	53%	296	53%	349	56%	313	54%	352	63%	
Approaching basic	164	27%	149	25%	129	23%	143	23%	127	22%	120	22%	
Unsatisfactory	30	5%	28	5%	25	4%	80	13%	81	14%	43	8%	
Total	618		586		557		618		584		558		

District Achievement Level Results	Science						Social Studies						
	2010		2009		2008		2010		2009		2008		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 8													
Advanced	9	1%	28	5%	8	1%	5	1%	9	2%	2	0%	
Mastery	90	15%	113	19%	146	26%	62	10%	87	15%	69	12%	
Basic	297	48%	236	41%	233	42%	348	56%	275	47%	285	51%	
Approaching basic	170	28%	155	27%	130	23%	133	22%	149	26%	142	25%	
Unsatisfactory	51	8%	50	9%	40	7%	69	11%	62	11%	59	11%	
Total	617		582		557		617		582		557		

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 8

The Graduation Exit Exam for the 21st Century
For the Year Ended June 30, 2010

District Achievement Level Results	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	10	2%	5	1%	6	1%	60	13%	59	12%	67	13%
Mastery	84	18%	61	12%	75	15%	99	21%	76	15%	114	22%
Basic	243	52%	269	53%	287	56%	214	46%	277	55%	211	41%
Approaching basic	105	23%	138	27%	101	20%	56	12%	62	12%	67	13%
Unsatisfactory	22	5%	30	6%	47	9%	35	8%	31	6%	58	11%
Total	464		503		516		464		505		517	

District Achievement Level Results	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	21	4%	40	8%	14	3%	6	1%	5	1%	1	0%
Mastery	88	18%	106	23%	83	16%	46	98%	65	14%	35	7%
Basic	237	48%	211	45%	217	43%	301	62%	273	58%	284	56%
Approaching basic	107	22%	79	17%	124	25%	103	21%	88	19%	114	23%
Unsatisfactory	36	7%	35	7%	68	13%	33	7%	42	9%	71	14%
Total	489		471		506		489		473		505	

VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 9
iLEAP Tests
For the Year Ended June 30, 2010

iLEAP District Achievement Level Results Students	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3												
Advanced	36	5%	48	7%	36	5%	26	4%	61	8%	73	10%
Mastery	173	25%	220	30%	149	20%	104	15%	171	23%	125	17%
Basic	300	43%	322	44%	364	49%	332	48%	311	42%	348	46%
Approaching basic	125	18%	113	15%	140	19%	145	21%	119	16%	118	16%
Unsatisfactory	56	8%	33	4%	60	8%	83	12%	74	10%	85	11%
Total	690		736		749		690		736		749	

iLEAP District Achievement Level Results Students	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3												
Advanced	35	5%	32	4%	34	5%	24	3%	8	1%	41	5%
Mastery	128	19%	157	21%	125	17%	130	19%	236	32%	141	19%
Basic	314	46%	355	48%	366	49%	331	48%	346	47%	361	48%
Approaching basic	154	22%	154	21%	170	23%	127	18%	99	13%	133	18%
Unsatisfactory	59	9%	38	5%	53	7%	78	11%	47	6%	71	10%
Total	690		736		748		690		736		747	

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VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 9 (Continued)
iLEAP Tests
For the Year Ended June 30, 2010

iLEAP District Achievement Level Results Students	English Language Arts						Mathematics							
	2010		2009		2008		2010		2009		2008			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 5														
Advanced	24	3%	21	3%	10	2%	54	8%	41	6%	44	8%		
Mastery	137	20%	120	18%	126	22%	100	14%	66	10%	96	17%		
Basic	349	50%	314	47%	260	46%	351	50%	337	50%	275	48%		
Approaching basic	150	21%	146	22%	113	20%	107	15%	125	19%	91	16%		
Unsatisfactory	41	6%	69	10%	59	10%	90	13%	101	15%	62	11%		
Total	701		670		568		702		670		568		568	

iLEAP District Achievement Level Results Students	Science						Social Studies							
	2010		2009		2008		2010		2009		2008			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 5														
Advanced	23	3%	26	4%	19	3%	39	6%	20	3%	34	6%		
Mastery	149	21%	123	18%	118	21%	101	14%	121	18%	142	25%		
Basic	330	47%	347	52%	271	48%	389	56%	331	49%	288	51%		
Approaching basic	159	23%	139	21%	123	22%	101	14%	134	20%	69	12%		
Unsatisfactory	39	6%	35	5%	37	7%	70	10%	64	10%	36	6%		
Total	700		670		568		700		670		569		569	

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VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 9 (Continued)
iLEAP Tests

For the Year Ended June 30, 2010

iLEAP District Achievement Level Results Students	English Language Arts						Mathematics							
	2010		2009		2008		2010		2009		2008			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 6														
Advanced	35	5%	21	3%	11	2%	23	3%	48	8%	42	7%		
Mastery	132	19%	129	21%	104	16%	75	11%	98	16%	61	9%		
Basic	361	52%	291	48%	325	50%	417	60%	343	56%	361	56%		
Approaching basic	111	16%	114	19%	143	22%	105	15%	74	12%	101	16%		
Unsatisfactory	52	8%	54	9%	62	10%	71	10%	46	8%	80	12%		
Total	691		609		645		691		609		645		645	

iLEAP District Achievement Level Results Students	Science						Social Studies							
	2010		2009		2008		2010		2009		2008			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 6														
Advanced	32	5%	28	5%	21	3%	66	10%	66	11%	46	7%		
Mastery	152	22%	127	21%	118	18%	97	14%	100	16%	94	15%		
Basic	308	45%	271	45%	325	50%	342	50%	279	46%	327	51%		
Approaching basic	152	22%	134	22%	134	21%	117	17%	115	19%	105	16%		
Unsatisfactory	46	7%	48	8%	47	7%	68	10%	48	8%	73	11%		
Total	690		608		645		690		608		645		645	

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VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 9 (Continued)
iLEAP Tests
For the Year Ended June 30, 2010

iLEAP District Achievement Level Results Students	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	38	6%	20	3%	19	3%	18	3%	27	4%	9	1%
Mastery	101	17%	97	16%	95	15%	71	12%	63	10%	38	6%
Basic	296	49%	308	50%	285	46%	331	55%	355	57%	337	55%
Approaching basic	130	22%	145	23%	171	28%	129	22%	113	18%	146	24%
Unsatisfactory	34	6%	48	8%	46	7%	50	8%	61	10%	86	14%
Total	599		618		616		599		619		616	

iLEAP District Achievement Level Results Students	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	12	2%	14	2%	12	2%	19	3%	25	4%	7	1%
Mastery	112	19%	129	21%	72	12%	118	20%	118	19%	67	11%
Basic	283	47%	282	46%	290	47%	307	51%	321	52%	336	55%
Approaching basic	149	25%	150	24%	171	28%	96	16%	115	19%	118	19%
Unsatisfactory	42	7%	43	7%	71	12%	58	10%	39	6%	88	14%
Total	598		618		616		598		618		616	

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VERMILION PARISH SCHOOL BOARD
Abbeville, Louisiana

Schedule 9 (Continued)
iLEAP Tests

For the Year Ended June 30, 2010

iLEAP District Achievement Level Results Students	English Language Arts						Mathematics						
	2010		2009		2008		2010		2009		2008		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 9													
Advanced	5	1%	3	1%	6	1%	47	9%	45	9%	34	6%	
Mastery	87	16%	69	13%	85	15%	58	11%	84	16%	53	9%	
Basic	299	55%	313	59%	324	57%	298	55%	296	56%	321	56%	
Approaching basic	128	24%	121	23%	128	23%	75	14%	63	12%	98	17%	
Unsatisfactory	21	4%	22	4%	24	4%	62	11%	40	8%	63	11%	
Total	540		528		567		540		528		569		