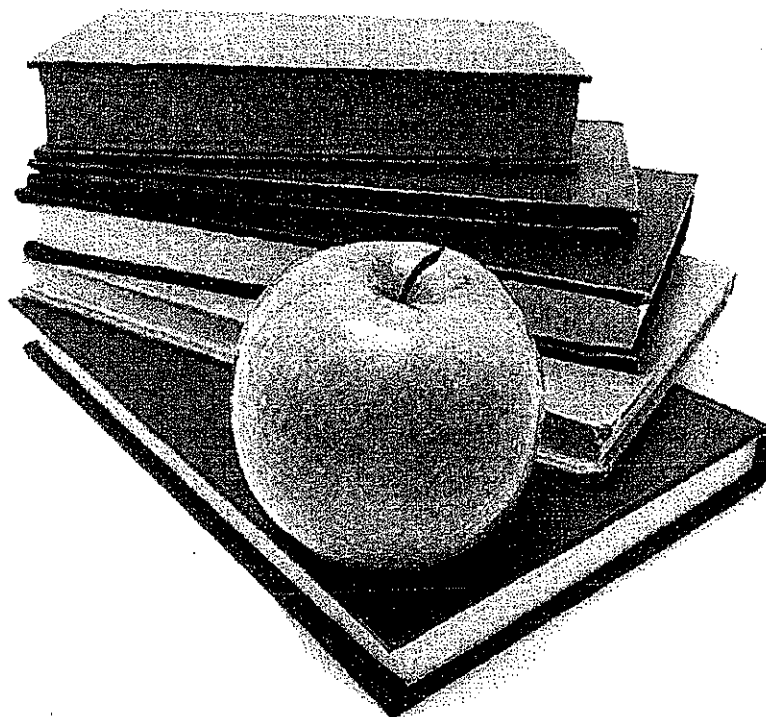


# Vernon Parish School Board

Leesville, Louisiana



## Comprehensive Annual Financial Report

### for the year ended June 30, 2008

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 2-4-09

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**AS OF AND FOR THE YEAR ENDED JUNE 30, 2008**

**Beryl Ford**  
**President**

**Cynthia A. Gillespie**  
**Superintendent**

**Tim Ward**  
**Director of Finance**

**Prepared by the Department of Finance**

**Vernon Parish School Board  
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# INTRODUCTORY SECTION

President  
Beryl Ford

Superintendent  
Dr. Cynthia A. Gillespie

Vice-President  
Steve Woods

## Vernon Parish School Board

201 Belview Road  
LEESVILLE, LOUISIANA 71446  
(337) 239-3401  
Fax (337) 238-5777

### BOARD MEMBERS:

District One  
John C. Burns  
Mel Harris  
Robert Pynes, Jr.  
Mark H. Smith  
Steve Woods

District Two  
Ricky Reese

District Three  
Beryl Ford

District Four  
Randy Martin

District Five  
Michael Perkins

District Six  
Vernon Travis

District Seven  
Gaye McKee

District Eight  
M. Gene Haymon

### Transmittal Letter

December 19, 2008

Mr. Beryl Ford, President  
and Members of the Board  
Vernon Parish School Board  
Leesville, Louisiana

Dear President and Members of the Board:

The Comprehensive Annual Financial Report of the Vernon Parish School Board (School Board) for the year ended June 30, 2008, is submitted herewith. Finance Department personnel following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada have prepared this report.

**A. Management Responsibility** Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

**B. Reporting Entity** The report includes all entities or organizations that are required to be included in the School Board's reporting entity. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity.

The financial statements present the Vernon Parish School Board (the primary government). Based on the above criteria there are no component units included in the School Board's reporting entity.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U. S. Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations. Information related to this single audit includes the Schedule of Expenditures of Federal Awards, findings and recommendations, if applicable, and auditors' reports on internal

"An Equal Opportunity Employer"

control and compliance with applicable laws and regulations. The single audit report is issued separately from this Comprehensive Annual Financial Report.

The School Board provides a full range of educational services appropriate to grade levels K through 12 for 8,997 students. These include providing instructional personnel, instructional materials, instructional facilities, child nutrition, administrative support, business services, systems operations, and *plant maintenance and bus transportation*. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics.

**C. Internal Control** Management of the School Board is responsible for establishing and maintaining internal control designed to ensure that the assets of the School Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs.

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2008, provided no instances of material weaknesses in internal control or significant violations of applicable laws and regulations.

#### **D. Major Initiatives**

- ★ All schools have developed comprehensive improvement plans to provide direction for future curriculum, staff development, assessment, and technology improvements. To support these comprehensive school plans, our central office staff developed district improvement plans. Our School Board supported all the plans by developing its own strategic goals. Much progress has been made in meeting the objectives addressed in these plans. Staff development in our schools is targeted to help schools meet these goals.
- ★ All new teachers to our system were given one day of intensive induction. The teachers received training in classroom management, parish and state policies, and special programs appropriate for their grade levels and/or their subject area. Most of our new teachers also go through the Louisiana Teacher Assistance and Assessment Program. New teachers are paired with a mentor and given two years of support.
- ★ The State of Louisiana has implemented "Reading for Results," a high-stakes testing policy. Teachers are working to prepare students for tests, which are rigorous, standards-driven, and high stakes for students.
- ★ Vernon Parish cares about education and has a tradition of pride in its schools. That tradition will be continued through a commitment to innovation in learning programs. We must continue to seek out new methods to ensure success for every student.

- ★ Vernon Parish School Board receives federal Impact Aid funding due to the Fort Polk military installation being located in Vernon Parish. The amount of aid received can fluctuate. This uncertainty provides a challenge in addressing the problems shared by many school systems across America - teachers' salaries and school plant improvement. Effective and decisive leadership will be required to address these problems given the fluctuation in Impact Aid funding.

**E. Economic Conditions and Outlook and Long Term Financial Planning** The economy of Vernon Parish is driven primarily by the Fort Polk military installation, the fifth largest such facility in the nation. More than half the work force of Vernon Parish is comprised of active duty military personnel, and the base also employs civilians. Aside from its \$970 million annual direct economic impact on Vernon Parish, Fort Polk indirectly influences the surrounding parishes' economy as well. One-third of the population of Vernon Parish is comprised of military personnel or their families living on- or off-base. This influx of career- and family-age population gives the area a relatively low median age, a factor, which appeals to companies seeking to build industrial and manufacturing establishments. The large military population has also drawn specialists to both Bayne-Jones Army Community Hospital and civilian medical practice, giving the Vernon Parish area substantially better medical and health care technology.

The School Board receives Impact Aid because of the number of students that are federally connected. The federally connected child count fluctuates from year to year based on activity at the base. Elected officials and administrators must be conscious of the effect this fluctuation has on funding while assuring that critical instructional needs are met.

**F. Budgetary Controls** In addition, the School Board maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function by fund. School Board policy provides that expenditures within a fund may not exceed appropriations by more than five percent. Revisions to the budget enacted require School Board approval.

As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

**G. Cash Management** Cash temporarily idle during the year was invested in demand deposits, a U. S. government security, and the Louisiana Asset Management Pool (LAMP) administered by the State Treasurer. The School Board earned interest revenue of \$732,244 on all investments for the year ended June 30, 2008.

The School Board's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, instruments issued by the United States Government or federal government agencies created by an act of congress or insured by the Federal Deposit Insurance Corporation collateralized deposits in financial institutions.

**H. Risk Management** The School Board maintains a combination of self-insurance and stop-loss coverage for workers' compensation insurance. Third-party coverage is currently maintained for individual workers' compensation claims in excess of \$300,000.

**I. Independent Audits** The report of our independent certified public accountants, Allen, Green & Williamson, LLP, follows as an integral component of this report. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the School Board's system of budgetary and accounting controls.



**J. Awards** The Government Finance Officers Association (GFOA) of the United States and Canada issues a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) issues a Certificate of Excellence in Financial Reporting to governments for their Comprehensive Annual Financial Report (CAFR). To be awarded these certificates, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. These certificates are valid for a period of one year only. The School Board was awarded the Certificate of Achievement for Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the years ended June 30, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, and 2007.



The School Board received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for the fiscal years ended June 30, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, and 2007. The awards certified that the Comprehensive Annual Financial Report for these fiscal years substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

**K. Acknowledgments** The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Department of Finance. We want to express our appreciation to them for their assistance. We also thank the members of the School Board for their interest and support in planning and conducting the financial operations of the school system in a responsible and progressive manner.

A handwritten signature in cursive script, reading "Cynthia A. Gillespie".

Cynthia A. Gillespie  
Superintendent

A handwritten signature in cursive script, reading "Tim Ward".

Tim Ward  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Vernon Parish School Board  
Louisiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Oliver S. Cox*

President

*Jeffrey R. Emmer*

Executive Director

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**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**VERNON PARISH SCHOOL BOARD**

**For its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2007**

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

*Grome E. Brendel*

President

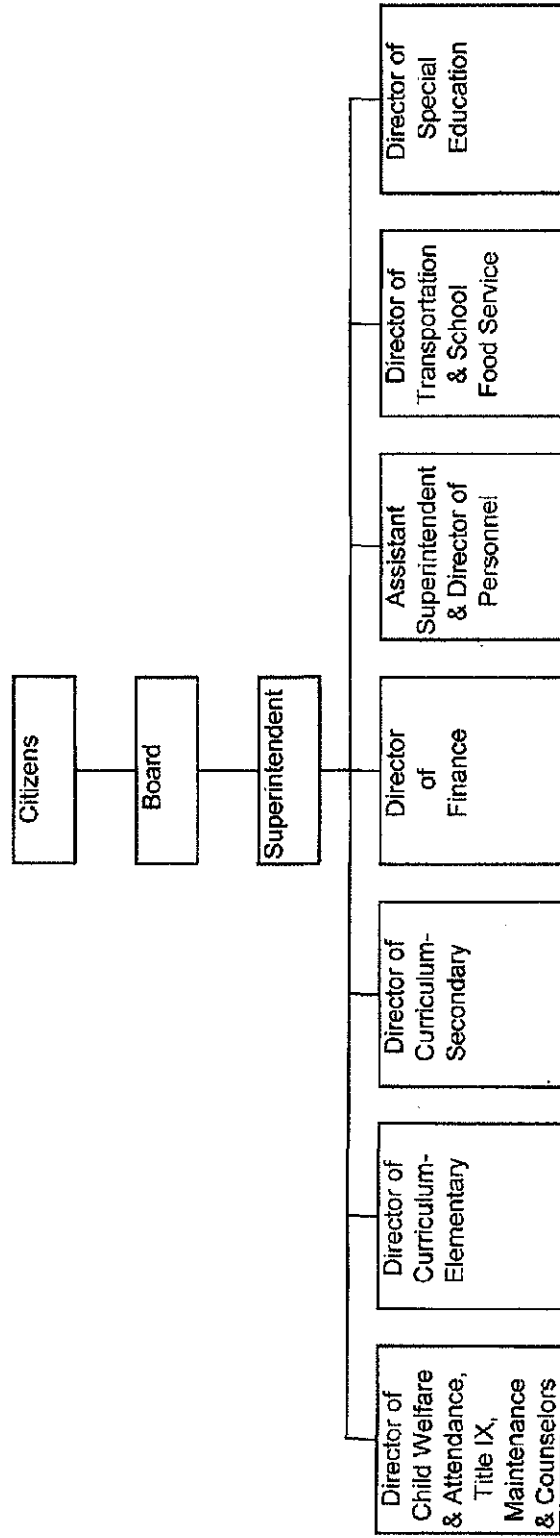
*John D. Masso*

Executive Director

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# Vernon Parish School Board Organization Chart

June 30, 2008



**Vernon Parish School Board**

**Elected Officials  
June 30, 2008**

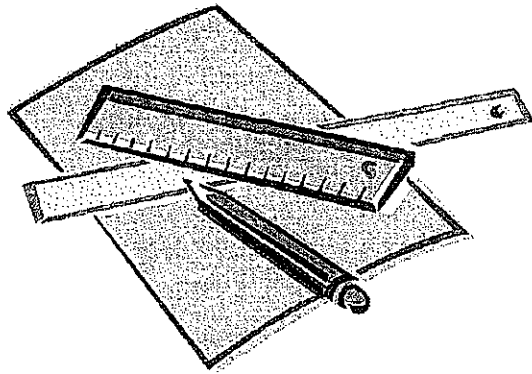
<u>Board Member</u>	<u>District</u>
M. Gene Haymon	8
James K. Armes, III, Resigned Jan. 10, 2008	1
Beryl Ford, President	3
Vernon Travis	6
Millard "Mel" L. Harris	1
Mike Perkins	5
William Randy Martin	4
Gaye W. McKee	7
Robert Pynes, Jr.	1
Ricky Reese	2
Mark H. Smith	1
Steven P. Woods, Vice President	1
John C. Burns, Feb. 7, 2008, replaced James Armes	1

**Vernon Parish School Board**

**Selected Administrative Officials  
June 30, 2008**

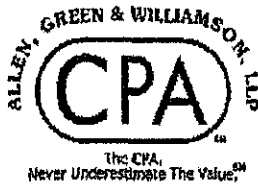
Cynthia A. Gillespie	Superintendent
Tim Ward	Director of Finance
Dottie Neugebauer	Director of Special Education
Tom Neubert	Director of Child Welfare and Attendance, Title IX, Maintenance and Counselors
Jackie Self	Assistant Superintendent / Director of Personnel
Jimmie Funderburk	Director of Transportation and School Food Service
Anne Smith	Director of Curriculum - Elementary
John Farris	Director of Curriculum - Secondary

Vernon Parish School Board



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# FINANCIAL SECTION



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Phone: (318) 388-4422  
Fax: (318) 388-4564

Toll-free: (888) 741-0205  
[www.allengreencpa.com](http://www.allengreencpa.com)

Tim Green, CPA  
Marge Williamson, CPA

Diane Ferschoff, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Angie Williamson, CPA  
Cindy Thomason, CPA

Ernest L. Allen, CPA  
(Retired) 1993 - 2000

## INDEPENDENT AUDITORS' REPORT

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

**Basic Financial Statements** We have audited the accompanying *financial statements* of the governmental activities, each major fund, and the aggregate remaining fund information of Vernon Parish School Board, as of and for the year ended June 30, 2008, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the School Board, as of June 30, 2008, and the respective changes in financial position 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 under separate cover, our report dated December 19, 2008, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

**Supplemental Information** Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying information identified in the table of contents as supplemental information is presented for purposes of additional analysis and is not a required part of the *basic financial statements*. Such information has been subjected to the auditing procedures applied in the audit of the *basic financial statements* and, in our opinion, is fairly stated in all material respects in relation to the *basic financial statements* taken as a whole.

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

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 19, 2008

**REQUIRED SUPPLEMENTAL INFORMATION:**

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

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

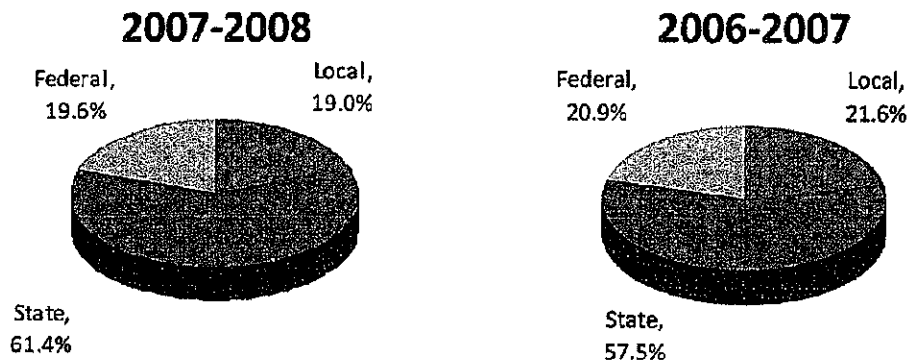
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Our discussion and analysis of Vernon Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2008. Please read it in conjunction with the transmittal letter included in the introductory section of this report and the School Board's financial statements, which follows this Management's Discussion and Analysis. Amounts are reported in millions unless otherwise noted.

**FINANCIAL HIGHLIGHTS** Our financial statements provide these insights into the results of this year's operations:

This year, the primary resources available to the school system are local revenues, primarily tax receipts, which total \$17.1 million or 19.0% of the total; state revenues, primarily minimum foundation funding (equalization) program and special grants, totaling \$55.3 million or 61.4% of the total; and federal funds, primarily impact aid and special grants totaling \$17.8 million or 19.6%. Last year, local revenues were \$18.4 million or 21.6% of the total, while state revenues were \$48.9 million or 57.5%, and federal revenues were \$17.9 million or 20.9%.

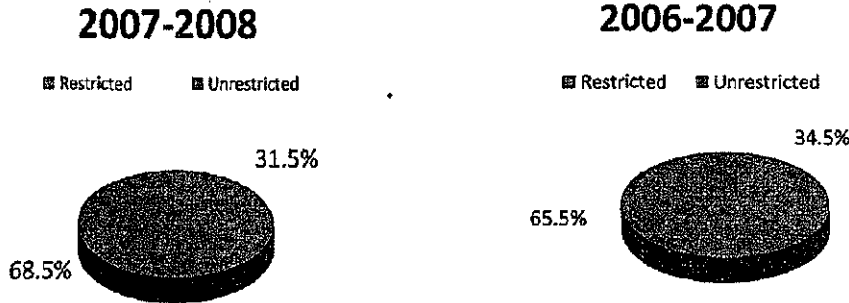
**TOTAL REVENUES BY SOURCE**



Of the total \$90.2 million revenues received by the school system this year, \$28.5 million or 31.5% is restricted. Unrestricted revenues were \$61.7 million or 68.5%. Last year total revenue was \$85.2 million, of which total \$29.4 million or 34.5% was restricted revenue and \$55.8 million or 65.5% was unrestricted revenue.

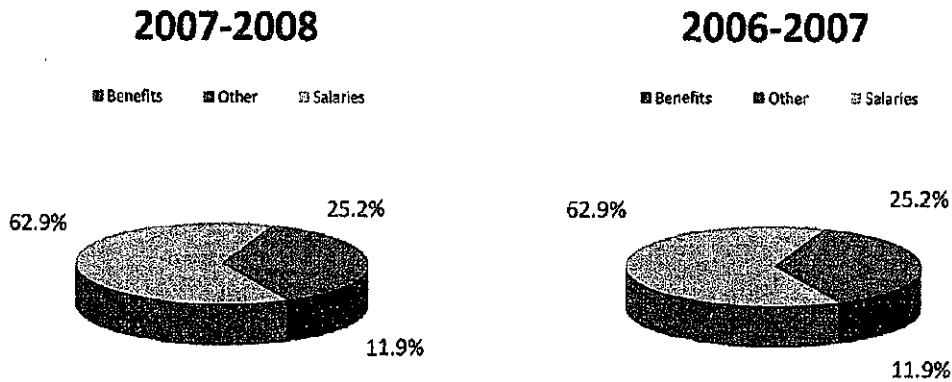
**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

**RESTRICTED VS. UNRESTRICTED REVENUES**



Of the unrestricted amount of \$61.7 million in 2007-2008, \$37.7 million or 61.1% was spent for salaries; \$15.6 million or 25.2% was spent for employee benefits; \$8.4 million or 13.7% for other functions of the school system. Of the unrestricted amount of \$55.8 million in 2006-2007, \$35.1 million or 62.9% was spent for salaries; \$14.1 million or 25.2% was spent for employee benefits; and \$6.6 million or 11.9% was spent for other functions of the school system.

**USES OF UNRESTRICTED REVENUE**



**FUND FINANCIAL STATEMENTS**

The fund balances of all governmental funds showed an increase of \$4.9 million. The general fund, a major fund of the School Board, showed an increase of \$2.6 million due primarily to an increase of 5.3 million increase in state equalization revenue. Fund balances in maintenance funds and other special revenue funds increased \$.1 million due primarily an increase in property tax revenue. Fund balances in the debt service funds increased \$.1 million due primarily to an increase in property tax revenue. The capital project funds increased \$2.1 million due to a new bond issue for Ward 3 that has not been expended.

---

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

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Total revenue for all governmental funds for the current year was \$90.2 million, an increase of \$5 million from the prior year. Total expenditures of \$87.6 million for the current year were an increase of \$2.2 million over last year.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Most of the School Boards taxes and State Minimum Foundation Program funds were used to support the net cost (after deducting restricted grants and fees charged to users) of these four areas: instruction \$42.0 million or 57.3%, plant services \$7.7 million or 10.5%, transportation \$6.6 million or 9.0% and other functions \$17.0 million or 23.2%. The changes between these areas and the prior year were: 5.8% increase in instruction, 8.5% increase in the plant services, 8.2% increase in transportation and 6.9% increase in all other functions.

Our budgeted revenues for the 2007-2008 year include an 8.3% increase in budgeted revenues and a 4.9% increase in budgeted expenditures. The increase in budgeted revenues and expenditures is primarily due to increased state equalization funding and mandated pay raises. The School Board is mandated by state law to adopt its budget by September 15 of each year. This original budget is based on a "bare bones" approach that reflects only guaranteed revenues and necessary expenditures since the major sources of revenues, i.e., minimum foundation program and impact aid, are based on October 1 student enrollment figures. The original budget figures are amended when revenues or expenditures exceed 5% of estimate.

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

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Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)

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**Comprehensive Annual Financial Report**

**Introductory Section**

Transmittal Letter  
Certificates of Excellence in Financial Reporting  
Organization Chart  
Elected Officials and Selected Administrative Officers

**Financial Section**

(Details outlined in the next chart)

**Statistical Section**

Ten Years of Historical Financial Operating Data  
Financial Trends  
Revenue Capacity  
Debt Capacity  
Demographic and Economic Indicators  
Operating Information

(Refer to the Table of Contents in the front  
of this report for more details and the specific  
location of items identified above)

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Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)

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***Financial Section***

**Required Supplemental Information**

Management's Discussion & Analysis (MD&A)

**Basic Financial Statements**

**Government-wide  
Financial Statements**



**Fund  
Financial Statements**

**Notes to the Basic Financial Statements**

**Required Supplemental Information**

Budgetary Information for Major Funds

**Supplemental Information**

**Nonmajor Funds Combining Statements & Budgetary Information  
Agency Funds Statements/Schedules  
Schedule of Compensation Paid Board Members  
Bond Covenant Information**

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

**Reporting the School Board as a Whole**

***The Statement of Net Assets and the Statement of Activities***

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

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**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**

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

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

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

### **Reporting the School Board's Most Significant Funds**

#### ***Fund Financial Statements***

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

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

#### **The School Board as Trustee**

#### ***Reporting the School Board's Fiduciary Responsibilities***

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

**THE SCHOOL BOARD AS A WHOLE** The School Board's net assets were \$32.2 million at June 30, 2008. Of this amount \$10.2 million was unrestricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**

operations. Our analysis below focuses on the net assets, (Table 1) and the change in net assets (Table 2) of the School Board's governmental activities.

**Table 1**  
**Net Assets**  
(in millions)  
June 30,

	<u>Governmental</u>		<u>Variance</u>
	<u>2008</u>	<u>2007</u>	
Current and other assets	\$ 26.2	\$ 20.9	\$ 5.3
Capital assets	36.4	37.2	(0.8)
<b>Total assets</b>	<u>62.6</u>	<u>58.1</u>	<u>4.5</u>
Current and other liabilities	7.2	6.8	0.4
Long-term liabilities	23.2	22.2	1.0
<b>Total liabilities</b>	<u>30.4</u>	<u>29.0</u>	<u>1.4</u>
<b>Net assets</b>			
Invested in capital assets, net of related debt	14.8	16.6	(1.8)
Restricted	7.2	4.8	2.4
Unrestricted	10.2	7.7	2.5
<b>Total net assets</b>	<u>\$ 32.2</u>	<u>\$ 29.1</u>	<u>\$ 3.1</u>

The \$10.2 million in unrestricted net assets of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today including all of its non-capital liabilities such as compensated absences, there would be \$10.2 million left.

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

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**

**Table 2**  
**Changes in Net Assets**  
(in millions)  
For the Years Ended June 30,

	<u>2008</u>	<u>2007</u>	<u>Variance</u>
<b>Governmental Activities:</b>			
Net Assets – beginning	\$ 29.1	\$ 27.5	\$ 1.6
Prior Period adjustment	-	(1.1)	1.1
Net Assets-beginning, restated	<u>29.1</u>	<u>26.4</u>	<u>2.7</u>
<b>Revenues:</b>			
Program revenues			
Charges for services	0.9	0.8	0.1
Federal Grants	9.8	10.8	(1.0)
State Grants and Entitlements	3.0	2.0	1.0
General Revenue			-
Ad Valorem	5.1	6.0	(0.9)
Sales Taxes	9.6	9.7	(0.1)
State minimum foundation program	52.0	46.7	5.3
Other general revenues	9.7	9.2	0.5
Total revenues	<u>90.1</u>	<u>85.2</u>	<u>4.9</u>
<b>Functions/Program Expenses:</b>			
Instruction			
Regular programs	32.7	29.4	3.3
Special programs	14.5	15.7	(1.2)
Other instructional programs	3.8	3.7	0.1
Support services			-
Student services	3.3	3.3	-
Instructional staff support	3.2	2.9	0.3
General administration	1.7	1.7	-
School administration	5.5	4.5	1.0
Business services	0.5	0.5	-
Plant services	7.8	7.2	0.6
Student transportation services	6.6	6.1	0.5
Central service	0.5	0.8	(0.3)
Food services	5.9	5.6	0.3
Community service programs	0.1	0.1	-
Interest on long term debt	0.9	1.0	(0.1)
Total expenses	<u>87.0</u>	<u>82.5</u>	<u>4.5</u>
<b>Increase (decrease) in net assets</b>	<u>3.1</u>	<u>2.7</u>	<u>0.4</u>
Net Assets – ending	<u>\$ 32.2</u>	<u>\$ 29.1</u>	<u>\$ 3.1</u>

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

**Governmental Activities** As reported in the Statement of Activities, the cost of all governmental activities this year was \$87.0 million. The amount that taxpayers ultimately financed for these activities through School Board taxes was only \$14.7 million because some of the cost was paid by those who benefited from the programs (\$.9) million or by other governments and organizations who subsidized certain programs with grants and contributions (\$12.8) million.

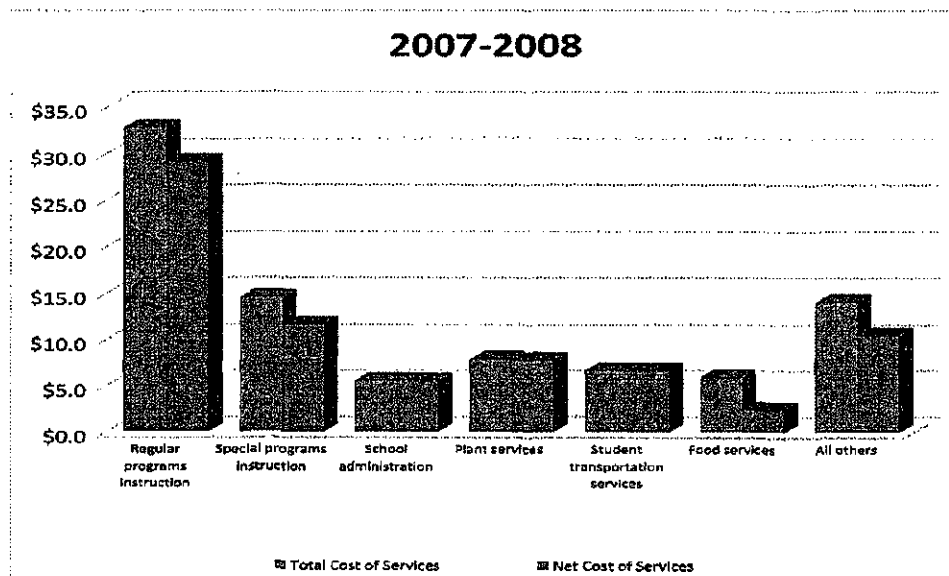
In the table below, we have presented the cost of each of the School Board's six largest functions - regular programs , special programs, school administration, plant services, student transportation services, and school food services, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, 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.

**For the Years Ended June 30,  
(in millions)**

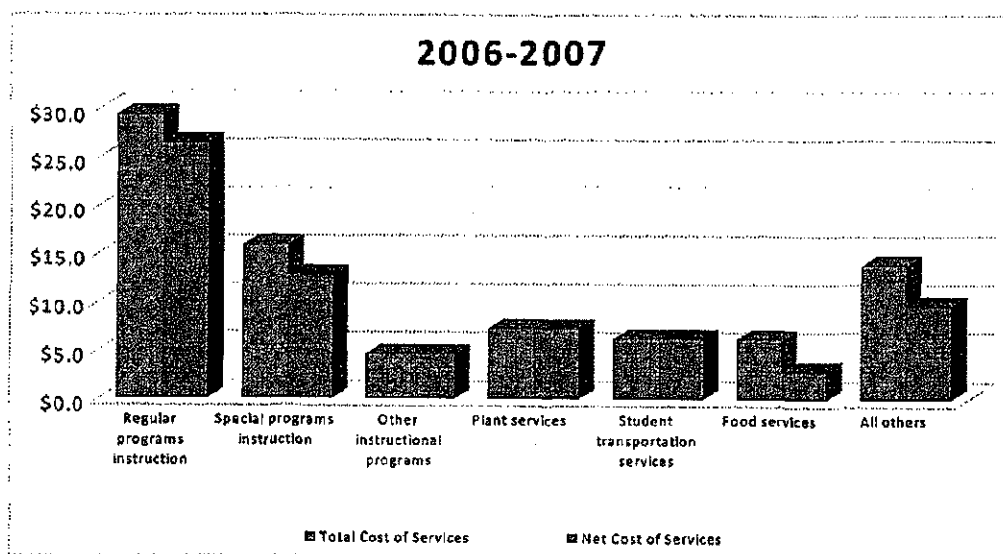
	<b>Governmental Activities</b>			
	<b><u>Total Cost of Services</u></b>		<b><u>Net Cost of Services</u></b>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Regular programs	\$ 32.7	\$ 29.4	\$ 29.1	\$ 26.5
Special programs	14.5	15.7	11.6	12.7
School administration	5.5	4.5	5.5	4.5
Plant services	7.8	7.2	7.7	7.1
Student transportation services	6.6	6.1	6.6	6.1
Food services	5.9	5.6	2.4	2.3
All others	14.0	14.0	10.4	9.6
<b>Totals</b>	<b><u>\$ 87.0</u></b>	<b><u>\$ 82.5</u></b>	<b><u>\$ 73.3</u></b>	<b><u>\$ 68.8</u></b>

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

**2007-2008  
Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**



**2006-2007  
Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**



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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

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Revenues increased \$4.9 million in the current year as compared to the prior year. This increase was due primarily to an increase of \$5.3 million in state equalization revenue. Except as noted earlier, expenses remained relatively constant this year as compared to last year.

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

As the School Board completed this year, our governmental funds reported a combined fund balance of \$19.4 million.

Other significant changes in revenues and expenditures, which affected fund balances, were:

The general fund is our principal operating fund. The fund balance in the general fund increased by \$2.6 million, with the following events occurring in addition to the \$5.3 million increase in state equalization funding and the increase in federal grants of \$.9 million:

- an increase in education support fund revenue of \$1.5 million due to an increase in grants;
- a decrease of \$.3 million in other unrestricted state revenue;
- an increase of \$.5 million in textbook expenses due to new textbook adoptions;
- an increase of \$.5 million in instructional materials and supplies due to drop in number of students;
- an increase of \$1.3 million in employee benefits due primarily to increased health insurance costs and increased retirement costs;
- an increase of \$2.3 million in mandated pay raises.

There were significant changes in special revenue funds:

- a decrease of \$.1 million in ad valorem revenue due to decreased property taxes, \$1 million decrease in federal grants.

The capital projects funds had one significant change:

- substantial completion of Ward 8 (Hicks) renovations.

**General Fund Budgetary Highlights** As mentioned earlier, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the School Board's original and final budget amounts compared with actual amounts paid and received is provided later in this report as Required Supplemental Information.)

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

There were significant revisions made to the 2007-2008 general fund original budgets. Budgeted amount available for appropriations increased \$3.6 million primarily due to the following:

- An increase of federal revenues of \$1.6 million;
- An increase in transfers from other funds of \$2.3 million to accurately reflect transfers;
- Because of the increases in appropriations the ending fund balance was increased \$2.4 million.

Budgeted changes to appropriations increased by \$1.2 million due to the following:

- A decrease in regular instruction of \$.5 million;
- An increase in special programs of \$.6 million;
- A decrease in other instructional programs of \$.3 million;
- An increase in student transportation of \$.2 million;
- A decrease in general administration of \$.4 million;
- A decrease in central services of \$.3 million;
- An increase in transfers of \$2.1 million to accurately reflect transfers.

There were no significant differences between final budget and actual data.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

*Capital Assets* At June 30, 2008, the School Board had \$36,371,774 invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions and depreciation) of just over \$.9 million or 2.3%, from last year.

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Land	\$ 1,354,547	\$ 1,354,547
Construction in progress	69,312	1,572,576
Buildings	32,569,455	32,159,819
Furniture and equipment	2,378,460	2,156,858
<b>Totals</b>	<b><u>\$ 36,371,774</u></b>	<b><u>\$ 37,243,800</u></b>

This year's additions of \$2,606,357 included vehicles of \$69,471, building improvements of \$1,731,607 (transfer from construction in progress), construction in progress of \$148,823 for mainly the completion of Hicks, and other equipment of \$656,456, such as computers and technology equipment.

We present more detailed information about our capital assets in Note 6 of the notes to the financial statements.

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)**

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**DEBT ADMINISTRATION** At June 30, 2008, the School Board had \$21,504,492 in general obligation bonds outstanding with maturities from 2008 to 2037 with interest rates ranging from 1.00 to 7.75 percent. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 35% of the assessed value of taxable property. At June 30, 2008, the School Board's net bonded debt of \$19,508,926 (total bonded debt of \$21,504,492 less assets in debt service funds of \$1,995,566) was well below the legal limit of \$50,749,216. For more detailed information, please refer to the Notes to the Basic Financial Statement (Note 11).

	<u>Amount</u>	<u>Debt per Capita</u>
June 30, 2008 Net direct general obligation bonded debt	\$19,508,926	412

The School Board maintained a Baa bond rating from Moody's Investors Service.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES** Our elected and appointed officials and citizens consider many factors when setting the School Board's 2008-2009 fiscal year budget and tax rates. One of the most important factors affecting the budget is our student count. The 2008-2009 budget was adopted in September 2008, based on an estimate of students that will be enrolled on October 1. The October 1 student count affects our Minimum Foundation Program (MFP) funding from the state. Approximately 57.7% of total revenues are from the MFP. Our Impact Aid federal funding is also tied to the number of federally connected students. Impact Aid fluctuates between \$6 to \$8 million per year. The October 1, 2008, student count was about the same as the 2007-2008 budget projection amount but due to a change in the formula for state equalization, a general 2% increase was budgeted.

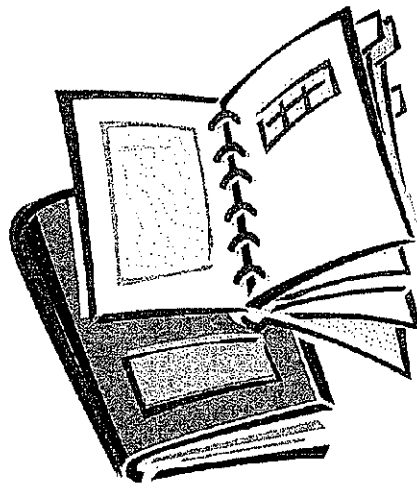
We have projected an increase of \$.3 million for the 2008-2009 fiscal year with no major uncertainties anticipated for the future.

**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT** Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Tim Ward, Director of Finance, at Vernon Parish School Board, 201 Belview Road, Leesville, Louisiana 71446, telephone number (337) 239-3401.

**BASIC FINANCIAL STATEMENTS:**

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

Vernon Parish School Board



VERNON PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS  
June 30, 2008

Statement A

	<u>GOVERNMENTAL ACTIVITIES</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 3,803,619
Investments	17,258,691
Receivables (net)	5,083,477
Inventory	100,074
Capital assets:	
Land and construction in progress	1,423,859
Depreciable capital assets	<u>34,947,915</u>
<b>TOTAL ASSETS</b>	<u>62,617,635</u>
<b>LIABILITIES</b>	
Accounts, salaries and other payables	6,829,521
Deferred revenue	31,095
Interest payable	332,578
Long-term liabilities	
Due within one year	1,981,670
Due in more than one year	<u>21,213,043</u>
<b>TOTAL LIABILITIES</b>	<u>30,387,907</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	14,823,115
Restricted for:	
Federal and state funds	285,788
School food service	210,484
Maintenance funds	1,892,938
Debt service	1,995,566
Capital projects	2,164,211
Workers' Compensation	640,508
Unrestricted	<u>10,217,118</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 32,229,728</u>

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

VERNON PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2008

	<u>PROGRAM REVENUES</u>		Statement B
	<u>EXPENSES</u>	<u>CHARGES FOR SERVICES</u>	<u>OPERATING REVENUE AND CONTRIBUTIONS</u>
FUNCTIONS/PROGRAMS			NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS
<i>Governmental activities:</i>			
Instruction:			
Regular programs	\$ 32,701,309		\$ (29,121,453)
Special programs	14,538,577		(11,646,384)
Other instructional programs	3,804,143		(1,272,817)
Support services:			
Student services	3,276,441		(2,913,189)
Instructional staff support	3,186,308		(2,495,035)
General administration	1,753,800		(1,753,800)
School administration	5,467,501		(5,450,152)
Business services	532,187		(509,337)
Plant services	7,812,785		(7,721,879)
Student transportation services	6,644,271		(6,614,154)
Central services	462,815		(418,053)
Food services	5,911,613	\$ 895,971	(2,449,527)
Community service programs	59,904		(59,904)
Interest on long-term debt	865,655	0	(865,655)
<b>Total Governmental Activities</b>	<u>87,017,309</u>	<u>895,971</u>	<u>12,830,019</u> (73,281,319)
General revenues:			
Taxes:			
Property taxes, levied for general purposes			2,720,354
Property taxes, levied for debt services			2,403,961
Sales taxes			9,610,440
Grants and contributions not restricted to specific programs			
Minimum Foundation Program			52,007,161
Federal Forest Lands			275,549
State revenue sharing			305,171
Interest and investment earnings			732,244
Impact Aid, Department of Defense, ROTC			7,626,843
Miscellaneous			<u>726,274</u>
<b>Total general revenues</b>			<u>76,407,997</u>
			Changes in net assets 3,116,878
<b>Net assets - beginning</b>			<u>29,113,050</u>
<b>Net assets - ending</b>			<u>\$ 32,229,728</u>

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

**BASIC FINANCIAL STATEMENTS:**  
**FUND FINANCIAL STATEMENTS (FFS)**

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2008

Statement C

	GENERAL	TITLE I	OTHER GOVERNMENTAL	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	\$ 717,266	\$ 0	\$ 3,086,353	\$ 3,803,619
Investments	13,419,238	0	3,839,453	17,258,691
Receivables	1,833,989	918,022	2,331,466	5,083,477
Interfund receivables	1,845,587	0	3,054	1,848,641
Inventory	0	0	100,074	100,074
<b>TOTAL ASSETS</b>	<b>17,816,080</b>	<b>918,022</b>	<b>9,360,400</b>	<b>28,094,502</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	4,981,436	322,632	1,525,453	6,829,521
Interfund payables	0	595,390	1,253,251	1,848,641
Deferred revenue	0	0	31,095	31,095
<b>Total Liabilities</b>	<b>4,981,436</b>	<b>918,022</b>	<b>2,809,799</b>	<b>8,709,257</b>
<b>Fund Balances:</b>				
<b>Reserved for:</b>				
Debt Service	0	0	1,995,566	1,995,566
Workers' Compensation	640,508	0	0	640,508
Protested taxes	52,868	0	0	52,868
<b>Unreserved, reported in:</b>				
General Fund	12,141,268	0	0	12,141,268
Special Revenue Funds	0	0	2,390,824	2,390,824
Capital Projects Fund	0	0	2,164,211	2,164,211
<b>Total Fund Balances</b>	<b>12,834,644</b>	<b>0</b>	<b>6,550,601</b>	<b>19,385,245</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 17,816,080</b>	<b>\$ 918,022</b>	<b>\$ 9,360,400</b>	<b>\$ 28,094,502</b>

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

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Balance Sheet to the Statement of Net Assets  
June 30, 2008**

Statement D

Total fund balances - governmental funds \$ 19,385,245

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

Costs of capital assets	\$	69,104,687	
Depreciation expense to date		<u>(32,732,913)</u>	36,371,774

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

Balances at June 30, 2008 are:

Long-term liabilities			
Bonds payable	(21,504,492)		
Workers' compensation payable	(568,728)		
Lease payable	(44,167)		
Compensated absences payable	(1,077,326)		
Interest payable	<u>(332,578)</u>		<u>(23,527,291)</u>

**Net Assets** **\$ 32,229,728**

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

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2008

Statement E

	GENERAL	TITLE I	OTHER GOVERNMENTAL	TOTAL
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 1,273,683	\$ 0	\$ 3,850,632	\$ 5,124,315
Sales and use	9,610,440	0	0	9,610,440
Interest earnings	590,462	0	141,782	732,244
Food services	0	0	895,971	895,971
Other	385,433	0	452,351	837,784
State sources:				
Equalization	51,548,060	0	459,101	52,007,161
Other	299,914	0	2,989,581	3,289,495
Federal sources	7,971,792	2,293,544	7,482,751	17,748,087
<b>Total Revenues</b>	<b>71,679,784</b>	<b>2,293,544</b>	<b>16,272,169</b>	<b>90,245,497</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	28,388,085	17,139	3,041,931	31,447,155
Special programs	9,972,789	1,963,197	2,547,025	14,483,011
Other instructional programs	3,022,733	88	666,672	3,689,493
Support services:				
Student services	2,856,334	29	420,078	3,276,441
Instructional staff support	2,487,723	130,341	567,191	3,185,255
General administration	1,193,874	128,302	529,629	1,851,805
School administration	5,355,070	0	27,488	5,382,558
Business services	471,339	3,138	55,397	529,874
Plant services	6,515,916	43,410	1,219,622	7,778,948
Student transportation services	6,459,054	0	138,094	6,597,148
Central services	428,703	0	34,112	462,815
Food services	488,017	0	5,155,100	5,643,117
Community service programs	23,314	0	36,590	59,904
Capital outlay	221,851	7,900	724,719	954,270
Debt service:				
Principal retirement	12,400	0	1,365,105	1,377,505
Interest and bank charges	4,998	0	911,737	916,735
<b>Total Expenditures</b>	<b>67,902,000</b>	<b>2,293,544</b>	<b>17,440,490</b>	<b>87,636,034</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 3,777,784</b>	<b>\$ 0</b>	<b>\$ (1,168,321)</b>	<b>\$ 2,609,463</b>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2008

Statement E

	GENERAL	TITLE I	OTHER GOVERNMENTAL	TOTAL
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 203,000	\$ 0	\$ 1,362,007	\$ 1,565,007
Transfers out	(1,350,000)	0	(215,007)	(1,565,007)
Issuance of debt	0	0	4,189,400	4,189,400
Premium on bonds issued	0	0	3,379	3,379
Payments to refunding bond agent	0	0	(1,848,609)	(1,848,609)
<b>Total Other Financing Sources (Uses)</b>	<u>(1,147,000)</u>	<u>0</u>	<u>3,491,170</u>	<u>2,344,170</u>
<b>Net Change in Fund Balances</b>	<b>2,630,784</b>	<b>0</b>	<b>2,322,849</b>	<b>4,953,633</b>
<b>FUND BALANCES - BEGINNING</b>	<u>10,203,860</u>	<u>0</u>	<u>4,227,752</u>	<u>14,431,612</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 12,834,644</u>	<u>\$ 0</u>	<u>\$ 6,550,601</u>	<u>\$ 19,385,245</u>

(CONCLUDED)

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

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
to the Statement of Activities  
For the Year Ended June 30, 2008**

**Statement F**

Total net change in fund balances - governmental funds \$ 4,953,633

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the period:

Depreciation expense	(\$1,789,514)	
Capital outlays	954,270	(835,244)

Repayment of bond principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 3,267,990

In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$582,718) exceeded the amounts used (\$512,983) by \$69,735. (69,735)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds

Increase of incurred but not reported workers' compensation claims (20,332)

The Statement of Activities reflects the effects of the disposition of capital assets during the year. The cost less the depreciation (net value) of the items disposed of during the year are not reflected in the fund balance. (36,782)

Bond and capital lease proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities.

Proceeds for bonds (4,189,400)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. 46,548

**Change in net assets of governmental activities. \$ 3,116,678**

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

**VERNON PARISH SCHOOL BOARD**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**June 30, 2008**

Statement G

	<u>AGENCY FUNDS</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,088,900
Investments	212,341
Accounts receivable	<u>2,415,460</u>
<b>TOTAL ASSETS</b>	<u><b>3,716,701</b></u>
<b>LIABILITIES</b>	
Deposits due others	1,301,241
Deposits due other taxing authorities	<u>2,415,460</u>
<b>TOTAL LIABILITIES</b>	<u><b>\$ 3,716,701</b></u>

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

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**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** The accompanying financial statements of the Vernon Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**A. REPORTING ENTITY** The Vernon Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within Vernon Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of thirteen members who are elected from seven districts for terms of four years.

The School Board operates twenty schools within the parish with a total enrollment of 8,997 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.

The School Board is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no *component units* as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

**B. FUNDS** 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 self-balancing set of 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.

The funds of the School Board are classified into two categories: governmental and fiduciary.

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

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

**Title I** - federal funding to improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills.

**Fiduciary Funds** Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the School Board.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

*Agency funds* are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

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

**Scholarship fund** – accounts for voluntary employee contributions and is used to provide an annual scholarship for a graduate from the parish schools.

**Sales tax fund** – accounts for monies collected on behalf of other taxing authorities within the parish.

**C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

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

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

**Program revenues** Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as 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. 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.

**Fund Financial Statements (FFS)**

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

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

**Revenues**

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

**Sales Taxes** are recognized when underlying exchange transaction occurs and the resources are available.

**Entitlements and shared revenues** (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

**Other receipts** become measurable and available when cash is received by the School Board and are recognized as revenue at that time.

**Expenditures**

**Salaries** are recorded as paid. Salaries for nine-month employees are accrued at June 30.

**Other Financing Sources (Uses)** Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed 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.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as needed.

**Fiduciary Funds** The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the School Board holds for others in an agency capacity.

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

**E. INVESTMENTS** Under state law, the School Board may invest in United States bonds treasury notes or certificates. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

Investments in certificates of deposits are stated at amortized cost. Investments in U. S. Treasury securities are stated at market value. Investments in the Louisiana Asset Management Pool (LAMP) are valued at fair value.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

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

Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

The School Board reported at amortized cost money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

**Definitions:**

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

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP) which is an external investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33.2955.

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

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

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

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

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

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

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

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

**G. ELIMINATION AND RECLASSIFICATIONS** In the process of aggregating data for the statement of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column. Interfund services provided and used are not eliminated in the process of consolidation.

**H. INVENTORY** Inventory is accounted for using the consumption method, where expenditures are recognized as inventory is used.

Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. Unused commodities at June 30 are reported as unearned revenue. All purchased inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

**I. CAPITAL ASSETS** Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$2,000. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Vehicles and trailers are assigned a salvage value of five percent of historical costs. Straight line depreciation is used based on the following estimated useful lives:

Buildings	10 - 40 years
Furniture and equipment	3 - 10 years

**J. DEFERRED REVENUES** The School Board reports unearned revenues on its Statement of Net Assets and fund balance sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

**K. COMPENSATED ABSENCES** All 12-month employees earn ten days of vacation leave each year. Employees cannot accumulate more than 13 days of vacation leave. Upon retirement, unused vacation leave of up to 13 days is paid to employees.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

All School Board employees earn ten days of sick leave each year. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees per Louisiana Revised Statute 17:425 at the employees' current rate of pay and all unused sick leave is used in the retirement computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service.

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

Vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

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

A liability for sick leave should be accrued using one of the following termination approaches:

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

Sabbatical leave benefits are accrued in the government-wide financial statements if they are based on past service, will be used as unrestricted time off, and are probable of being paid. In the fund financial statements, sabbatical leave benefits are recorded in the governmental fund only if the benefits are due and payable.

**L. LONG-TERM LIABILITIES** 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.

For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. All restricted net assets reported in the statement of net assets are restricted by enabling legislation. See additional information in Note 13.

**N. FUND BALANCES OF FUND FINANCIAL STATEMENTS** Reservations of fund balance represent amounts that are not appropriable for expenditures or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

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

**P. SALES TAXES** The Vernon Parish School Board has the following two sales tax ordinances:

The School Board collects a one cent parish-wide sales and use tax as authorized in a special election held January 12, 1991. In accordance with the proposition approved by the voters of the parish, the "net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System" and for benefits of the retirees of the Vernon Parish School System.

The School Board collects a one cent parish-wide sales and use tax authorized in a special election held March 31, 1973. In accordance with the proposition approved by the voters of the parish, the "net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System."

**Q. BUDGETS**

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

State statute requires budgets be adopted for the general fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and all special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain citizens' comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were significant revisions made to the 2007-2008 general fund original budget. Budgeted revenues were increased \$3.6 million. Budgeted expenditures were also increased \$2.4 million.

**Vernon Parish School Board  
Notes to the Basic Financial Statements  
June 30, 2008**

**Encumbrances** Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

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

**NOTE 2 - STEDWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Excess of Expenditures Over Appropriations in Individual Funds** The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2008:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Ward 2 Hornbeck Maintenance	\$ 79,797	\$ 79,938	\$ (141)
Ward 7 Maintenance	208,584	209,032	(448)
Adult Education	146,245	148,025	(1,780)
School Food Service	5,205,921	5,215,408	(9,487)

Actual expenditures exceeded appropriations as a result of unanticipated expenditures occurring in the month of June after the last budget revision. However, all of the above variances are insignificant.

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

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

	<u>Property Tax Calendar</u>
Assessment date	January 01, 2007
Levy date	January 01, 2007
Tax bills mailed	November 26, 2007
Due date	December 31, 2007
Collection Date	December 2007-February 2008
Lien date	May 08, 2008
Tax sale – 2006	May 07, 2008

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2005. Total assessed value was \$144,997,760 in calendar year 2007. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$40,805,178 of the assessed value in calendar year 2007.

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

All property taxes are recorded in the general, special revenue funds and debt service funds on the basis explained in Note 1. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Available means due, or past due, and receivable within the current period and collected with the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivable are considered because they are substantially collected within 60 days subsequent to year-end.

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2007 property taxes to be collected occurs in December and January and February of the next year.

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
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The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

	<u>Date of Voter Approval</u>	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
<b>Parish-wide taxes:</b>				
Constitutional and Operations	Statutory	3.70	3.84	Statutory
Maintenance and Operations	April 29, 1995	7.17	7.44	2015
<b>District Taxes:</b>				
<b>Ward</b>				
1	April 29, 1995	13.03	13.03	2015
2 Hornbeck	April 29, 1995	23.32	23.32	2015
2 Orange	April 29, 1995	13.24	13.24	2015
3	January 18, 1997	13.14	13.14	2016
4 Pickering	March 26, 1994	13.98	13.98	2013
5	March 26, 1994	14.53	17.64	2013
6	March 26, 1994	12.59	12.59	2013
7	April 20, 1996	13.00	13.00	2016
8	March 26, 1994	13.48	13.48	2013
<b>District Sinking Fund Taxes:</b>				
1		Variable	8.93	2013
2 Hornbeck		Variable	55.14	2013
2 Orange		Variable	31.36	2008
3		Variable	27.64	2022
4 Pickering		Variable	37.76	2015
5		Variable	15.62	2012
6		Variable	44.23	2024
7		Variable	47.49	2015
8		Variable	87.99	2008

**NOTE 4 - DEPOSITS AND INVESTMENTS** Deposits are stated at cost, which approximates fair value. 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 fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2008, the School Board had the following investments:

<u>Investment type</u>	<u>Maturities</u>	<u>Fair Value</u>
U.S. Treasury obligations	Less than 1 year	\$ 640,508
Louisiana Asset Management Pool (LAMP)	Less than 1 year	12,987,007
Certificates of Deposit	Less than 1 year	3,737,041
Stock Certificates		106,476
Total		<u>\$17,471,032</u>

**Vernon Parish School Board**  
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Total investments of the School Board are \$17,258,691; however, \$212,341 is reported in agency funds (Statement G). The stock certificates were donated to Pitkin High School FFA for educational training on the stock market. The school does not invest school funds but uses the donated funds for training, in which all earnings and losses flow through the account.

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

Credit Risk: The School Board invests in certificates of deposit and U.S. Treasury obligations which do not have credit ratings. The School Board's investment in LAMP was rated AAAM by Standard & Poor's. The School Board's policy does not address credit rate risk.

Custodial Credit Risk-Deposits: In the case of deposits this is the risk that in the event of a bank failure, the School Board's deposits may not be returned to it. As of June 30, 2008 the School Board's bank balance of \$15,392,581 including \$3,687,040 which is in certificates of deposit, classified as investments) of which \$14,984,226 was exposed to custodial credit risk because it was uninsured and collateralized with security held by pledging financial institutions trust department or agent but not in the School Board's name. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon request. The School Board has no formal custodial credit risk for deposit policy.

**NOTE 5 -- RECEIVABLES** The receivables at June 30, 2008, are as follows:

Class of Receivables	General	Title I	Other Governmental	Total
<b>Taxes:</b>				
Sales Tax	\$ 943,790	\$ -	\$ -	\$ 943,790
<b>Intergovernmental - grants:</b>				
Federal	602,234	918,022	1,423,115	2,943,371
State	25,904	-	903,249	929,153
Other	262,061	-	5,102	267,163
<b>Total</b>	<b>\$ 1,833,989</b>	<b>\$ 918,022</b>	<b>\$ 2,331,466</b>	<b>\$ 5,083,477</b>

No allowance for doubtful accounts has been established as the School Board expects to collect the full balance.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
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**NOTE 6 - CAPITAL ASSETS** Capital asset balances and activity for the year ended June 30, 2008 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
Governmental activities				
Capital asset not being depreciated				
Land	\$ 1,354,547	\$ -	\$ -	\$ 1,354,547
Construction in progress	1,572,576	148,823	1,652,087	69,312
Total capital assets not being depreciated	2,927,123	148,823	1,652,087	1,423,859
Capital assets being depreciated				
Buildings	57,176,151	1,731,607	13,910	58,893,848
Furniture and equipment	9,136,777	725,927	1,075,724	8,786,980
Total capital assets being depreciated	66,312,928	2,457,534	1,089,634	67,680,828
Less accumulated depreciation				
Buildings	25,016,332	1,321,971	13,910	26,324,393
Furniture and equipment	6,979,919	467,543	1,038,942	6,408,520
Total accumulated depreciation	31,996,251	1,789,514	1,052,852	32,732,913
Total capital assets being depreciated, net	34,316,677	668,020	36,782	34,947,915
Governmental activities				
Capital assets, net	\$ 37,243,800	\$ 816,843	\$ 1,688,869	\$ 36,371,774

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 1,178,218
Special programs	55,566
Other instructional programs	114,650
Instructional staff support	1,053
General administration	17,446
School administration	84,943
Business services	2,313
Plant services	28,469
Student transportation services	47,062
Food services	259,794
Total depreciation expense	\$ 1,789,514

**NOTE 7 - RETIREMENT SYSTEMS**

**Plan Description** As required by state statute, substantially all School Board employees participate in either the Teachers' Retirement System of Louisiana or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems (PERS). Benefit provisions are ultimately approved and amended by the Louisiana Legislature. Participation in the Teachers' Retirement System of Louisiana is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana (TRSL); other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System (LSERS). Generally, all full-time employees are eligible to participate in the system.

**Vernon Parish School Board**  
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With respect to the Teachers' Retirement System of Louisiana Regular Plan, normal retirement is at age sixty with ten years of service, or at any age with twenty years of service. The formula for annual maximum retirement benefits is generally two percent (with less than twenty-five years of service) or 2.5 percent (with twenty-five or more years of service) times the years of creditable service times the average salary of the thirty-six highest successive months (plus \$300 applicable to persons becoming members prior to July 1, 1986).

Under the Teachers' Retirement System of Louisiana Plan A, normal retirement is generally at any age with 30 or more years of creditable service, at age fifty-five with at least twenty-five years of creditable service and at age sixty with at least ten years of creditable service. The retirement benefit formula is generally three percent times the years of creditable service times the average salary of the thirty-six highest successive months plus \$24 per year of service.

Employees participating in the School Employees' Retirement System are eligible for normal retirement after thirty years of service, or after twenty-five years of service at age fifty-five or after ten years of service at age sixty. The maximum retirement allowance is computed at 2.5 percent times the highest thirty-six months of average salary, times the years of service plus a supplement of \$2.00 per month times the years of service.

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

Teachers' Retirement System of Louisiana Post Office Box 94123 Baton Rouge, Louisiana 70804-9123 (225) 925-6446	Louisiana School Employees' Retirement System Post Office Box 44516 Baton Rouge, Louisiana 70804 (225) 925-6484
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**Funding Policy** Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates approved and amended by the Louisiana Legislature. Benefits of the systems are funded by employee and employer contributions. Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974.

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

Contribution rates (as a percentage of covered salaries) for active plan members as established by the Louisiana Legislature for the year ended June 30, 2008, are as follows:

	Employee	Employer
Teachers' Retirement System of Louisiana:		
Regular	8.00%	16.6%
Plan A	9.10%	16.6%
Louisiana School Employees' Retirement System	7.50%	18.1%

Total covered payroll of the School Board for TRSL - Regular Plan, TRSL - Plan A, and LSERS for the year ended June 30, 2008, amounted to \$42,342,180, \$66,596, and \$4,837,324 respectively. Employer annual actuarially required contributions for the year ended June 30, 2008 and each of the two preceding years are as follows:

<u>Fiscal Year Ended</u>	<u>TRSL</u>	<u>LSERS</u>
June 30, 2006	\$6,531,997	\$835,161
June 30, 2007	6,426,900	881,045
June 30, 2008	7,039,859	875,638

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
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The above annual required contributions were made.

**NOTE 8 - OTHER POST EMPLOYMENT BENEFITS** In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and by the School Board. The cost of retiree benefits included in these expenditures was \$3,617,319 for 497 retirees.

**NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES** The payables at June 30, 2008, are as follows:

	General	Title I	Other Governmental	Total
Salaries	\$ 4,600,562	\$ 207,464	\$ 1,217,155	\$ 6,025,181
Accounts	311,149	115,168	308,298	734,615
Claims	69,725	-	-	69,725
Total	<u>\$ 4,981,436</u>	<u>\$ 322,632</u>	<u>\$ 1,525,453</u>	<u>\$ 6,829,521</u>

**NOTE 10 - AGENCY FUND DEPOSITS DUE OTHERS (FFS LEVEL ONLY)** A summary of changes in agency fund deposit due others follows:

	Balance at Beginning of year	Additions	Deletions	Balance at Ending of year
School activities agency	\$ 1,288,346	\$ 3,261,218	\$ 3,250,140	\$ 1,299,424
Scholarship	1,919	1,235	1,337	1,817
Sales tax agency	2,501,848	23,508,927	23,595,315	2,415,460
Total	<u>\$ 3,792,113</u>	<u>\$ 26,771,380</u>	<u>\$ 26,846,792</u>	<u>\$ 3,716,701</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
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**NOTE 11- LONG-TERM LIABILITIES** The following is a summary of the long-term obligation transactions for the year ended June 30, 2008:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One year</u>
<b>Governmental Activities</b>					
<b>Bonds payable:</b>					
General Obligation debt	\$ 20,570,682	\$ 4,189,400	\$ 3,255,590	\$21,504,492	\$ 1,106,567
<b>Other liabilities:</b>					
Worker's Compensation	548,396	512,098	491,766	568,728	348,625
Capital Leases	56,567	-	12,400	44,167	13,495
Compensated absences	1,007,591	582,718	512,983	1,077,326	512,983
<b>Governmental activities</b>					
Long-term liabilities	<u>\$ 22,183,236</u>	<u>\$ 5,284,216</u>	<u>\$ 4,272,739</u>	<u>\$23,194,713</u>	<u>\$ 1,981,670</u>

Payments on the general obligation bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds. In the past, approximately 90% was paid by the general fund, 3 % by Special Education fund, 3% by the school food service fund and the remaining 5% by other governmental funds. The payments on the capital lease and worker's compensation claims payable are made by the general fund.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
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	Original Issue	Interest Rates	Final Payment Due	Interest to Maturity	Principal Outstanding
WARD I					
October 01, 2002	\$ 5,500,000	4.375 - 5.000	2022	\$ 1,598,079	\$ 4,405,000
WARD II - HORNBECK					
December 01, 1997	532,000	1.00 - 7.75	2011	21,310	158,000
June 01, 2001	600,000	4.70 - 5.25	2021	187,142	465,000
WARD III					
November 01, 2007	900,000	4.25	2022	297,373	855,000
May 01, 2008	2,225,000	3.00 - 6.00	2033	1,474,657	2,225,000
WARD IV					
December 01, 1997	1,230,000	4.10 - 5.00	2010	11,434	180,000
March 01, 2005	3,200,000		2025	1,411,825	2,965,000
WARD V					
December 01, 1997	616,000	1.00 - 7.75	2009	2,866	37,000
August 01, 2003	3,800,000	3.85 - 5.50	2023	1,338,130	3,185,000
WARD VI					
November 26, 2007	949,000	1.00 - 4.5	2021	268,945	885,000
April 25, 2002	450,000	5.00	2031	303,123	406,379
WARD VII					
July 01, 2004	775,000	3.85	2015	84,123	505,000
September 01, 2003	4,400,000	5.00	2023	1,397,362	3,670,000
WARD VIII					
July 18, 2006	1,570,000	4.50	2037	1,261,697	1,563,113
Total general obligation bonds				<u>\$ 9,658,066</u>	<u>\$ 21,504,492</u>

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At year end, the School Board has accumulated \$1,995,566 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	Bonds Principal Payments	Interest Payments	Total
2009	\$ 1,106,567	\$ 934,682	\$ 2,041,249
2010	1,075,259	897,901	1,973,160
2011	1,029,029	847,181	1,876,210
2012	1,060,881	799,772	1,860,653
2013	1,119,819	754,891	1,874,710
2014-2018	6,239,463	3,046,709	9,286,172
2019-2023	6,906,324	1,596,319	8,502,643
2024-2028	1,440,450	509,335	1,949,785
2029-2033	1,182,420	256,538	1,438,958
2034 and thereafter	344,280	14,738	359,018
Total	<u>\$ 21,504,492</u>	<u>\$ 9,658,066</u>	<u>\$ 31,162,558</u>

**Vernon Parish School Board**  
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In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At year end, the statutory limit is \$50,749,216 and outstanding net bonded debt totals \$19,508,926.

The School Board records items under capital leases as an asset and an obligation on the accompanying financial statements. The following is an analysis of capital leases:

Type:  
 Band Equipment

During the year ended June 30, 2007, the School Board purchased various band equipment under a capital lease. The band equipment totaled \$67,960 however only \$39,326 was for equipment over the capitalization threshold of \$2,000. For the June 30, 2008, the depreciation expense was \$3,933 and the total accumulated depreciation was \$5,899.

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 2008.

	<u>Band Equipment</u>
Fiscal year:	
2009	\$ 17,398
2010	17,398
2011	17,399
Less amounts representing executory costs	0
Net minimum lease payments	52,195
Less amounts representing interest	8,028
Present value of net minimum lease payments	\$ 44,167

**NOTE 12 - INTERFUND ASSETS / LIABILITIES (FFS LEVEL ONLY)**

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General	\$ 595,390	Title I	\$ 595,390
General	1,250,197	Other Governmental	1,250,197
Other Governmental	3,054	Other Governmental	3,054
Total	\$ 1,848,641		\$ 1,848,641

The purpose of \$1,848,641 of the interfund assets/liabilities was to cover current-year expenditures on cost reimbursement programs until the reimbursement requisitions are deposited.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

**NOTE 13 - RESTRICTED NET ASSETS FOR WORKERS' COMPENSATION** The School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) Department of Employment and Training that grants to OWC a security interest in the School Board's \$640,508 U.S. Government Security. The security interest is to secure the prompt payment of all present and future obligations, including, but not limited to, prompt payment of workers' compensation payments, the furnishing of medical treatment, and or any other requirement under the provisions of the Louisiana Workers' Compensation Act and Rules of the OWC Fiscal Responsibility Unit. The following is a summary of transactions relating to the restricted net assets for the year ended June 30, 2008:

Balance, beginning		\$	615,437
Additions			25,071
Deletions			-
Balance, ending			\$ 640,508

**NOTE 14 - INTERFUND TRANSFERS (FFS LEVEL ONLY)**

<u>Transfer In Fund</u>	<u>Amount</u>	<u>Transfer Out Fund</u>	<u>Amount</u>
General	\$ 1,350,000	Other Governmental	\$ 1,350,000
Other Governmental	203,000	General	203,000
Other Governmental	12,007	Other Governmental	12,007
Totals	\$ 1,565,007		\$ 1,565,007

The purpose of interfund transfers was due mainly to the school food service as a result of the food service's expenditures exceeding the current-year revenues.

**NOTE 15 - ENCUMBRANCES (FFS LEVEL ONLY)** Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end and outstanding encumbrances are re-appropriated in the next year. At June 30, 2008, the School Board had entered into purchase orders and commitments as follows:

<u>Fund</u>	<u>General</u>	<u>Title 1</u>	<u>Other Governmental</u>	<u>Total</u>
Totals	\$ 954,916	\$ 16,101	\$ 135,768	\$ 1,106,785

**NOTE 16 - RISK MANAGEMENT** The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several years ago. Premiums are paid into the general fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 2008 such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds.

An insurance policy covers individual claims in excess of \$300,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses

**Vernon Parish School Board**  
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**June 30, 2008**

include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information and does not include incremental costs. The liability does not include incremental costs, if any.

Changes in the claims amount in previous fiscal years were as follows:

<u>Years Ended June 30</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
2006	\$ 103,896	\$ 1,495,709	\$ 435,131	\$ 1,164,474
2007	1,164,474	226,704	842,782	548,396
2008	548,396	581,823	491,766	638,453

Of the total liability of \$638,453, \$69,725 is recorded as an accounts payable and the remaining liability of \$568,728 is recorded as long-term debt.

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

**NOTE 17 - LITIGATION AND CLAIMS**

**Litigation** At June 30, 2008, the School Board is involved in various litigations. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

**Self-Insurance** The School Board is partially self-insured for workers' compensation. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company for claims in excess of \$250,000 per occurrence for each employee.

**Construction Projects** The School Board is in the process of bidding the construction contract for renovations to Ward 3 school district. The construction in progress of \$69,312 at year end June 30, 2008 were for architectural fees for this project.

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

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

**Protested Taxes** Throughout the year, the School Board receives sales taxes that are paid in protest. The School Board reserved all protested taxes until the issue is resolved.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2008**

**Energy Performance Contract** The School Board entered into an energy performance contract with TAC Americas, Inc. in May 2005 which includes an operational stipulated savings. The School Board contracts with Associated Design Group to monitor savings. The contract may be terminated by the School Board at any time by giving 30 days written notice. The Louisiana Attorney General recently issued an opinion (A. G. Opinion No. 07-0002) regarding a similar contract with another School Board and concluded that some of these contracts may not meet the statutory definition of a performance based energy contract. The School Board plans to sign an addendum to the contract excluding the operational stipulated savings.

**NOTE 18 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES** On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The state of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$16,561. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

**NOTE 19 - ECONOMIC DEPENDENCY** Statement of Financial Accounting Standards (SFAS) No. 14 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entities' revenue. Approximately one-half of the student population consists of students from military families at Fort Polk. The Minimum Foundation funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$52,007,161 to the School Board, which represents approximately 58% of the School Board's total revenues for the year. Potentially up to approximately one-half of this Minimum Foundation funding is attributable to the students of military personnel. Additionally, the federal government provided \$7,626,843 in direct funding (Impact Aid) to the School Board.

**NOTE 20 - CHANGES IN PRESENTATION** For fiscal year end June 30, 2007, the General fund was the major fund; however, for fiscal year end June 30, 2008, the General fund and Title I are major funds.

**NOTE 21 - ADVANCED REFUNDING** The School Board issued \$900,000 of general obligation refunding bonds to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$900,000 of 1982 general obligation bonds for Ward III school district. As a result, the refunded bonds are considered defeased and the liability has been removed from the statement of net assets. This advanced refunding was undertaken to reduce total debt service payments over the next 14 years by \$91,128 and resulted in an economic gain of \$64,649. The School Board issued \$949,000 of general obligation refunding bonds to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$948,609 of 1993 general obligation bonds for Ward VI school district. As a result, the refunded bonds are considered defeased and the liability has been removed from the statement of net assets. The advanced refunding was undertaken to reduce total debt service payments over the next 14 years by \$111,595 and resulted in an economic gain of \$59,411.

**REQUIRED SUPPLEMENTAL  
INFORMATION**

Vernon Parish School Board

Budgetary Comparison Schedules

General Fund and Major Special Revenue Funds With a Legally Adopted Annual Budget

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

**TITLE I** The Title I fund accounts for federal funds to improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills primarily for provision of compensatory instructional activities to educationally deprived children that reside in low-income areas and have been selected on the basis of a needs assessment. Services supplement, not supplant, those normally provided by state and local education agencies.

VERNON PARISH SCHOOL BOARD

GENERAL FUND  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2008

Exhibit 1-1

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET
			(Budgetary Basis)	POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 10,261,682	\$ 10,203,860	\$ 10,203,860	0
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	1,353,171	1,353,171	1,273,883	(79,488)
Sales and use	9,786,590	9,786,590	9,610,440	(176,150)
Interest earnings	602,952	552,952	590,462	37,510
Other	550,190	391,380	385,433	(5,947)
State sources:				
Equalization	51,538,118	51,538,021	51,548,060	10,039
Other	307,762	317,382	299,914	(17,468)
Federal sources	6,367,781	7,941,781	7,971,792	30,031
Transfers from other funds	700,000	2,979,482	2,984,620	5,138
Proceeds from capital leases	0	2	0	(2)
Amounts available for appropriations	<u>81,468,246</u>	<u>85,064,601</u>	<u>84,868,264</u>	<u>(196,337)</u>
Charges to appropriations (outflows)				
Current:				
Instruction:				
Regular programs	28,882,583	28,375,222	28,388,085	(12,863)
Special programs	9,905,338	10,549,463	9,972,789	576,674
Other instructional programs	3,465,342	3,148,627	3,022,733	125,894
Support services:				
Student services	3,025,283	2,841,578	2,856,334	(14,756)
Instructional staff support	2,462,482	2,410,779	2,487,723	(76,944)
General administration	1,706,360	1,257,589	1,193,874	63,715
School administration	5,220,905	5,309,704	5,355,070	(45,366)
Business services	550,103	536,467	471,339	65,128
Plant services	6,272,431	6,358,341	6,515,916	(157,575)
Student transportation services	6,172,958	6,371,071	6,459,054	(87,983)
Central services	772,554	439,196	428,703	10,493
Food services	687,160	687,619	488,017	199,602
Community service programs	20,208	25,447	23,314	2,133
Capital Outlay	0	5,000	221,651	(216,651)
Debt Service:				
Principal retirement	0	0	12,400	(12,400)
Interest and bank charges	0	0	4,998	(4,998)
Transfers to other funds	<u>1,990,701</u>	<u>4,056,482</u>	<u>4,131,621</u>	<u>(75,139)</u>
Total charges to appropriations	<u>71,134,408</u>	<u>72,372,585</u>	<u>72,033,621</u>	<u>338,964</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>10,333,838</u>	\$ <u>12,692,016</u>	\$ <u>12,834,643</u>	<u>142,627</u>

VERNON PARISH SCHOOL BOARD

TITLE I  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2008

Exhibit 1-2

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (Budgetary Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 0	\$ 0	\$ 0	0
Resources (inflows)				
Federal sources	2,227,413	2,293,544	2,293,544	0
Amounts available for appropriations	2,227,413	2,293,544	2,293,544	0
Charges to appropriations (outflows)				
General government:				
Instruction:				
Regular programs	26,031	17,139	17,139	0
Special programs	0	1,971,096	1,963,197	7,899
Other instructional programs	1,913,468	88	88	0
Support services:				
Student services	0	29	29	
Instructional staff support	120,543	130,341	130,341	0
General administration	124,258	128,302	128,302	0
Business services	3,055	3,138	3,138	0
Plant services	40,058	43,411	43,410	1
Capital outlay	0	0	7,900	(7,900)
Total charges to appropriations	2,227,413	2,293,544	2,293,544	0
BUDGETARY FUND BALANCES, ENDING	\$ 0	\$ 0	\$ 0	0

**Vernon Parish School Board**  
**Notes to the Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

**A. BUDGETS**

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were significant revisions made to the 2007-2008 general fund original budget. Budgeted revenues were increased \$3.6 million. Budgeted expenditures were increased \$1.3 million. The budgeted revenue and expenditures for the Title I fund remained relatively the same.

The general fund and Title I budgets are prepared on the modified accrual basis of accounting. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

VERNON PARISH SCHOOL BOARD

Notes to the Budgetary Comparison Schedule  
For the Year Ended June 30, 2008

**Note B - Budget to GAAP Reconciliation**

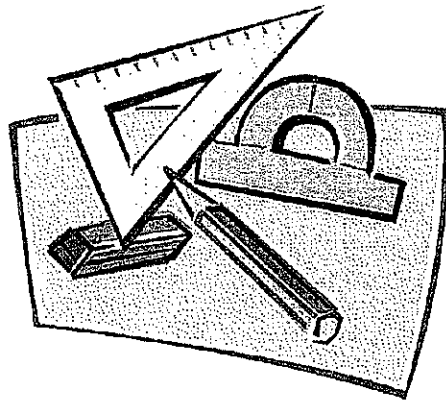
Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

	<u>GENERAL</u> <u>FUND</u>	<u>TITLE I</u>
<u>Sources/inflows of resources:</u>		
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 84,868,264	\$ 2,293,544
Transfer from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	(2,984,620)	0
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	<u>(10,203,860)</u>	<u>0</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>71,679,784</u>	<u>2,293,544</u>
<u>Uses/outflows of resources:</u>		
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	72,033,621	2,293,544
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(4,131,621)</u>	<u>0</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 67,902,000</u>	<u>\$ 2,293,544</u>

**Vernon Parish School Board**

**SUPPLEMENTAL INFORMATION  
COMBINING  
NONMAJOR GOVERNMENTAL FUNDS  
AGENCY FUNDS**

Vernon Parish School Board



**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Combining Balance Sheet - By Fund Type**  
**June 30, 2008**

Exhibit 2

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	\$ 894,799	\$ 26,995	\$ 2,164,559	\$ 3,086,353
Investments	1,870,882	1,968,571	0	3,839,453
Receivables	2,331,466	0	0	2,331,466
Interfund receivables	3,054	0	0	3,054
Inventory	100,074	0	0	100,074
	<u>5,200,275</u>	<u>1,995,566</u>	<u>2,164,559</u>	<u>9,360,400</u>
<b>TOTAL ASSETS</b>				
 <b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	1,525,105	0	348	1,525,453
Interfund payables	1,253,251	0	0	1,253,251
Deferred revenue	31,095	0	0	31,095
	<u>2,809,451</u>	<u>0</u>	<u>348</u>	<u>2,809,799</u>
<b>Total Liabilities</b>				
 <b>Fund Balances:</b>				
Reserved for debt service	0	1,995,566	0	1,995,566
Unreserved, reported in				
Special revenue	2,390,824	0	0	2,390,824
Capital projects	0	0	2,164,211	2,164,211
	<u>2,390,824</u>	<u>1,995,566</u>	<u>2,164,211</u>	<u>6,550,601</u>
<b>Total Fund Balances</b>				
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 5,200,275</u>	<u>\$ 1,995,566</u>	<u>\$ 2,164,559</u>	<u>\$ 9,360,400</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2008

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 1,446,671	\$ 2,403,961	\$ 0	\$ 3,850,632
Interest earnings	69,859	68,800	3,123	141,782
Food services	895,971	0	0	895,971
Other	452,351	0	0	452,351
State sources:				
Equalization	459,101	0	0	459,101
Other	2,989,581	0	0	2,989,581
Federal sources				
	7,482,751	0	0	7,482,751
<b>Total Revenues</b>	<b>13,796,285</b>	<b>2,472,761</b>	<b>3,123</b>	<b>16,272,169</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	3,041,931	0	0	3,041,931
Special programs	2,547,025	0	0	2,547,025
Other instructional programs	666,672	0	0	666,672
Support services:				
Student services	420,078	0	0	420,078
Instructional staff support	567,191	0	0	567,191
General administration	391,769	137,860	0	529,629
School administration	27,488	0	0	27,488
Business services	54,625	719	53	55,397
Plant services	1,162,723	0	56,899	1,219,622
Student transportation services	138,094	0	0	138,094
Central services	34,112	0	0	34,112
Food services	5,155,100	0	0	5,155,100
Community service programs	36,590	0	0	36,590
Capital outlay	575,896	0	148,823	724,719
Debt service:				
Principal retirement	0	1,365,105	0	1,365,105
Interest and bank charges	0	911,737	0	911,737
<b>Total Expenditures</b>	<b>14,819,294</b>	<b>2,415,421</b>	<b>205,775</b>	<b>17,440,490</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>				
	<b>\$ (1,023,009)</b>	<b>\$ 57,340</b>	<b>\$ (202,652)</b>	<b>\$ (1,168,321)</b>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances- By Fund Type  
 For the Year Ended June 30, 2008

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,362,007	\$ 0	\$ 0	\$ 1,362,007
Transfers out	(212,000)	0	(3,007)	(215,007)
Issuance of debt	0	1,849,000	2,340,400	4,189,400
Premium on bonds issued	0	0	3,379	3,379
Payments to refunding bond agent	0	(1,848,609)	0	(1,848,609)
Total Other Financing Sources (Uses)	<u>1,150,007</u>	<u>391</u>	<u>2,340,772</u>	<u>3,491,170</u>
Net Change in Fund Balances	126,998	57,731	2,138,120	2,322,849
FUND BALANCES - BEGINNING	<u>2,263,826</u>	<u>1,937,835</u>	<u>26,091</u>	<u>4,227,752</u>
FUND BALANCES - ENDING	<u>\$ 2,390,824</u>	<u>\$ 1,995,566</u>	<u>\$ 2,164,211</u>	<u>\$ 6,550,601</u>

(CONCLUDED)

Vernon Parish School Board

Nonmajor Special Revenue Funds

MAINTENANCE FUNDS

- Ward 1
- Ward 2 - Orange
- Ward 2 - Hornbeck
- Ward 3
- Ward 4
- Ward 5
- Ward 6
- Ward 7
- Ward 8

The maintenance funds for the various school districts are used to account for the proceeds of ad valorem taxes levied for the purpose of maintaining and improving schools within each school district.

OTHER SPECIAL FUNDS This fund represents various small state and federally funded programs for advancement of education in Vernon Parish.

8G STATE FUNDS The 8G State Fund is a program to provide enhancement to elementary, secondary and vocational programs funded through the State Minimum Foundation Program.

DRUG FREE SCHOOLS To establish state and local programs of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

INDIAN EDUCATION GRANT To address the unique education and culturally related academic needs of Indian students.

ADULT EDUCATION To improve educational opportunities for adults and to encourage the establishment of adult education programs that will enable all adults to acquire basic educational skills necessary to function in a literate society, enable adults who so desire to complete secondary school, and enable adults to benefit from job training and retraining programs and obtain productive employment to more fully enjoy the benefits and responsibilities of citizenship.

Special emphasis is given to programs of instruction in computational skills and in speaking, reading, or writing English for those adults who are educationally disadvantaged.

VOCATIONAL EDUCATION

BASIC GRANTS TO STATES To make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population, principally through concentrating resources on improving educational programs leading to academic and occupational skills needed to work in a technologically advanced society.

TECH-PREP EDUCATION To distribute funds to states to enable them to provide planning and demonstration grants to consortia of local educational agencies and post-secondary educational agencies, for the development and operation of four-year programs designed to provide a tech-prep education program leading to a two-year associate

(continued)

**Vernon Parish School Board**

**Nonmajor Special Revenue Funds**

degree or a two-year certificate and to provide, in a systematic manner, strong, comprehensive links between secondary schools and post-secondary educational institutions.

**SPECIAL EDUCATION** To provide grants to states to assist them in providing a free appropriate public education to all children with disabilities.

**LA 4 STATE** To increase the availability of early childhood development programs.

**SCHOOL FOOD SERVICE** To assist through grants and food donations in providing a nutritious breakfast and lunch service for school students and to encourage the domestic consumption of nutritious agricultural commodities.

**FOOD PROCESSING CENTERS** The food processing centers receive revenues from sales and services for the purpose of operating the food processing centers.

**JAG** To implement a school-to-career program to assist in keeping young people in school through graduation and provide work-based learning experiences that will lead to career advancement opportunities or to enroll in a postsecondary institution.

**TITLE VI** To assist state and local educational agencies to improve elementary and secondary education. Funds may be used for: innovative assistance in the acquisition and use of instructional materials; technology related to the implementation of school bus reforms; promising education reform projects; promoting higher order thinking skills of disadvantaged students; and reform activities associated with Goals 2000.

**TITLE II** To ensure that teachers, staff and administrators have access to sustained and intensive high-quality professional development. To challenge state content standards in core academic subjects.

**TITLE III** To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same challenging state academic content and student academic achievement standards as all children and youth are expected to meet.

**SALES TAX** Vernon Parish School Board is the centralized sales tax collection agency for all taxing authorities in Vernon Parish. As a result, Vernon Parish School Board receives a fee of 1.5 percent of collections for performing the duties of collection agency. Expenditures are the cost of operating the sales tax department.

**HEAD START** To provide comprehensive health, educational, nutritional, social and other services primarily to economically disadvantaged preschool children, including Indian children on federally-recognized reservations, and children of migratory workers and their families; and to involve parents in activities with their children so that the children will attain overall social competence.

**PRESCHOOL** To provide grants to states to assist them in providing a free appropriate public education to preschool disabled children aged three through five years.

**EDUCATION EXCELLENCE** To enhance instructional programs approved by the legislature for students of pre-kindergarten through twelfth grade with proceeds received from tobacco settlement monies.

**REAP** To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in schools.

(Concluded)

VERNON PARISH SCHOOL BOARD  
**NONMAJOR SPECIAL REVENUE FUNDS**  
 Combining Balance Sheet  
 June 30, 2008

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 18,101	\$ 9,656	\$ 2,967	\$ 32,803
Investments	422,890	25,879	34,587	154,092
Receivables	0	0	0	0
Interfund receivables	0	0	0	0
Inventory	0	0	0	0
<b>TOTAL ASSETS</b>	<u>440,991</u>	<u>35,535</u>	<u>37,554</u>	<u>186,895</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	23,467	4,791	159	3,003
Interfund payables	0	0	0	0
Deferred revenue	0	0	0	0
<b>Total Liabilities</b>	<u>23,467</u>	<u>4,791</u>	<u>159</u>	<u>3,003</u>
<b>Fund Balances:</b>				
Unreserved - undesignated	<u>417,524</u>	<u>30,744</u>	<u>37,395</u>	<u>183,892</u>
<b>Total Fund Balances</b>	<u>417,524</u>	<u>30,744</u>	<u>37,395</u>	<u>183,892</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 440,991</u>	<u>\$ 35,535</u>	<u>\$ 37,554</u>	<u>\$ 186,895</u>

Exhibit 4

	WARD 4	WARD 5	WARD 6	WARD 7	WARD 8
\$	5,415	\$ 16,879	\$ 2,409	\$ 6,255	\$ 2,374
	117,896	936,938	27,960	139,479	8,890
	10	0	0	50	0
	0	0	0	0	0
	0	0	0	0	0
	<u>123,321</u>	<u>953,817</u>	<u>30,369</u>	<u>145,784</u>	<u>11,264</u>
	6,706	26,703	1,323	3,401	3,039
	0	0	0	0	0
	0	0	0	0	0
	<u>6,706</u>	<u>26,703</u>	<u>1,323</u>	<u>3,401</u>	<u>3,039</u>
	<u>116,615</u>	<u>927,114</u>	<u>29,046</u>	<u>142,383</u>	<u>8,225</u>
	<u>116,615</u>	<u>927,114</u>	<u>29,046</u>	<u>142,383</u>	<u>8,225</u>
\$	<u>123,321</u>	<u>\$ 953,817</u>	<u>\$ 30,369</u>	<u>\$ 145,784</u>	<u>\$ 11,264</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2008

	OTHER SPECIAL FUNDS	8G STATE FUNDS	DRUG FREE SCHOOLS	INDIAN EDUCATION GRANT
<b>ASSETS</b>				
Cash and cash equivalents	\$ 26,412	\$ 0	\$ 0	\$ 0
Investments	0	0	0	0
Receivables	330,034	64,565	9,055	367
Interfund receivables	0	0	0	0
Inventory	0	0	0	0
<b>TOTAL ASSETS</b>	<b>356,446</b>	<b>64,565</b>	<b>9,055</b>	<b>367</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	191,252	33,624	6,247	169
Interfund payables	138,370	30,941	2,808	198
Deferred revenue	0	0	0	0
<b>Total Liabilities</b>	<b>329,622</b>	<b>64,565</b>	<b>9,055</b>	<b>367</b>
<b>Fund Balances:</b>				
Unreserved - undesignated	26,824	0	0	0
<b>Total Fund Balances</b>	<b>26,824</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 356,446</b>	<b>\$ 64,565</b>	<b>\$ 9,055</b>	<b>\$ 367</b>

ADULT EDUCATION	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4 STATE	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS	JAG
\$ 0	\$ 0	\$ 47	\$ 0	\$ 540,521	\$ 71	0
0	0	0	0	2,271	0	0
53,396	120,741	381,465	487,242	0	2,000	14,783
0	0	0	0	0	0	0
0	0	0	0	100,074	0	0
<u>53,396</u>	<u>120,741</u>	<u>381,512</u>	<u>487,242</u>	<u>642,866</u>	<u>2,071</u>	<u>14,783</u>
19,657	60,287	155,237	264,085	380,729	457	6,395
33,739	60,454	226,275	200,201	20,558	0	8,388
0	0	0	0	31,095	0	0
<u>53,396</u>	<u>120,741</u>	<u>381,512</u>	<u>464,286</u>	<u>432,382</u>	<u>457</u>	<u>14,783</u>
0	0	0	22,956	210,484	1,614	0
0	0	0	22,956	210,484	1,614	0
<u>\$ 53,396</u>	<u>\$ 120,741</u>	<u>\$ 381,512</u>	<u>\$ 487,242</u>	<u>\$ 642,866</u>	<u>\$ 2,071</u>	<u>\$ 14,783</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Balance Sheet**  
**June 30, 2008**

	TITLE VI	TITLE II	TITLE III	SALES TAX
<b>ASSETS</b>				
Cash and cash equivalents	\$ 0	\$ 0	\$ 0	71,688
Investments	0	0	0	0
Receivables	11,732	205,150	5,718	3,042
Interfund receivables	0	0	0	3,054
Inventory	0	0	0	0
<b>TOTAL ASSETS</b>	<b>11,732</b>	<b>205,150</b>	<b>5,718</b>	<b>77,784</b>
 <b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	10,217	89,617	2,892	125
Interfund payables	1,515	115,533	2,826	0
Deferred revenue	0	0	0	0
<b>Total Liabilities</b>	<b>11,732</b>	<b>205,150</b>	<b>5,718</b>	<b>125</b>
 <b>Fund Balances:</b>				
Unreserved - undesignated	0	0	0	77,659
<b>Total Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>77,659</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,732</b>	<b>\$ 205,150</b>	<b>\$ 5,718</b>	<b>\$ 77,784</b>

Exhibit 4

	HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$	0	\$ 0	159,201	\$ 0	894,799
	0	0	0	0	1,870,882
	486,223	26,892	0	129,001	2,331,466
	0	0	0	0	3,054
	0	0	0	0	100,074
	<u>486,223</u>	<u>26,892</u>	<u>159,201</u>	<u>129,001</u>	<u>5,200,275</u>
	216,178	14,493	852	0	1,525,105
	270,045	12,399	0	129,001	1,253,251
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>31,095</u>
	<u>486,223</u>	<u>26,892</u>	<u>852</u>	<u>129,001</u>	<u>2,809,451</u>
	<u>0</u>	<u>0</u>	<u>158,349</u>	<u>0</u>	<u>2,390,824</u>
	<u>0</u>	<u>0</u>	<u>158,349</u>	<u>0</u>	<u>2,390,824</u>
\$	<u>486,223</u>	<u>\$ 26,892</u>	<u>\$ 159,201</u>	<u>\$ 129,001</u>	<u>\$ 5,200,275</u>

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2008

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 550,518	\$ 63,781	\$ 56,288	\$ 83,671
Interest earnings	11,351	1,071	1,054	5,692
Food services	0	0	0	0
Other	0	0	0	528
State sources:				
Equalization	0	0	0	0
Other	53,678	21,656	19,139	9,137
Federal sources				
	0	0	0	0
<b>Total Revenues</b>	<b>615,547</b>	<b>86,508</b>	<b>76,481</b>	<b>99,026</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	0	0	0	0
Special programs	1,417	0	0	0
Other instructional programs	88,032	9,108	6,770	2,987
Support services:				
Student services	297	0	0	0
Instructional staff support	0	0	0	0
General administration	18,336	2,299	7,023	2,785
School administration	0	0	2,135	3,329
Business services	461	7,927	2,287	0
Plant services	391,249	58,266	50,094	74,584
Student transportation services	31,997	10,991	4,377	6,763
Central services	0	0	0	0
Food services	14	0	0	0
Community service programs	0	0	0	0
Capital Outlay	76,584	16,496	7,252	2,470
<b>Total Expenditures</b>	<b>608,387</b>	<b>105,087</b>	<b>79,938</b>	<b>92,918</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>				
	\$ 7,160	\$ (18,579)	\$ (3,457)	\$ 6,108

Exhibit 5

	WARD 4	WARD 5	WARD 6	WARD 7	WARD 8
\$	154,847	\$ 301,530	\$ 36,603	\$ 166,706	\$ 32,727
	3,208	37,164	623	4,475	165
	0	0	0	0	0
	0	222	0	0	0
	0	0	0	0	0
	11,178	10,706	5,554	22,528	6,872
	0	0	0	0	0
	<u>169,233</u>	<u>349,622</u>	<u>42,780</u>	<u>193,709</u>	<u>39,764</u>
	2,673	2,177	0	16	0
	0	0	0	0	0
	4,112	8,884	2,584	15,990	0
	0	57,390	0	0	116
	0	0	0	0	0
	5,157	10,062	1,260	5,509	1,168
	0	4,611	0	64	0
	0	8,838	0	7	7
	107,719	198,129	20,963	142,441	19,690
	20,757	6,349	4,179	16,290	4,621
	0	0	0	0	0
	0	8,359	0	0	0
	0	0	0	0	0
	<u>9,998</u>	<u>103,551</u>	<u>0</u>	<u>28,716</u>	<u>0</u>
	<u>150,416</u>	<u>408,350</u>	<u>28,986</u>	<u>209,033</u>	<u>25,602</u>
\$	<u>18,817</u>	<u>(58,728)</u>	<u>13,794</u>	<u>(15,324)</u>	<u>14,162</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2008

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 0	\$ 0	\$ 0	0
Transfers out	0	0	0	(12,000)
Total Other Financing Sources (Uses)	0	0	0	(12,000)
Net Change in Fund Balances	7,160	(18,579)	(3,457)	(5,892)
FUND BALANCES - BEGINNING	410,364	49,323	40,852	189,784
FUND BALANCES - ENDING	\$ 417,524	\$ 30,744	\$ 37,395	\$ 183,892

Exhibit 5

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8
\$ 0	\$ 0	\$ 0	\$ 7	\$ 0
0	0	0	0	(10,000)
0	0	0	7	(10,000)
18,817	(58,728)	13,794	(15,317)	4,162
97,798	985,842	15,252	157,700	4,063
\$ 116,615	\$ 927,114	\$ 29,046	\$ 142,383	\$ 8,225

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2008

	OTHER SPECIAL FUNDS	SG STATE FUNDS	DRUG FREE SCHOOLS	INDIAN EDUCATION GRANT
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 0	\$ 0	\$ 0	0
Interest earnings	0	0	0	0
Food services	0	0	0	0
Other	2,629	0	0	0
State sources:				
Equalization	0	0	0	0
Other	823,318	206,841	0	0
Federal sources	155,926	0	48,506	30,155
<b>Total Revenues</b>	<b>981,873</b>	<b>206,841</b>	<b>48,506</b>	<b>30,155</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	375,614	176,562	0	0
Special programs	94,345	23,362	528	0
Other instructional programs	152,786	0	0	0
Support services:				
Student services	40,134	0	47,027	0
Instructional staff support	796	6,917	0	28,610
General administration	3,970	0	951	1,545
School administration	7,460	0	0	0
Business services	0	0	0	0
Plant services	18,437	0	0	0
Student transportation services	16,125	0	0	0
Central services	34,112	0	0	0
Food services	0	0	0	0
Community service programs	0	0	0	0
Capital Outlay	262,700	0	0	0
<b>Total Expenditures</b>	<b>1,006,479</b>	<b>206,841</b>	<b>48,506</b>	<b>30,155</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>				
	\$ (24,606)	\$ 0	\$ 0	0

Exhibit 5

ADULT EDUCATION	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4 STATE	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS	JAG
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
0	0	0	0	5,056	0	0
0	0	0	0	895,971	0	0
0	0	0	65,755	0	31,676	0
0	0	0	0	459,101	0	0
86,230	0	0	1,465,118	0	0	54,178
<u>81,795</u>	<u>278,161</u>	<u>1,818,774</u>	<u>0</u>	<u>2,586,115</u>	<u>0</u>	<u>0</u>
<u>148,025</u>	<u>278,161</u>	<u>1,816,774</u>	<u>1,530,873</u>	<u>3,926,243</u>	<u>31,676</u>	<u>54,178</u>
0	1,214	65,230	1,463,248	0	0	45,922
0	458	1,136,227	29,284	0	0	0
143,788	211,409	0	0	0	0	8,132
0	1,595	273,519	0	0	0	0
0	51,273	219,262	0	0	0	0
3,810	0	101,856	0	0	0	0
0	3,375	0	0	0	0	6
0	2,483	14,929	42	2,822	0	0
427	2,402	0	13,690	24,953	5,651	0
0	0	0	1,653	0	0	118
0	0	0	0	0	0	0
0	0	0	0	5,146,727	0	0
0	0	0	0	0	36,590	0
0	3,952	5,751	0	40,907	0	0
<u>148,025</u>	<u>278,161</u>	<u>1,816,774</u>	<u>1,507,917</u>	<u>5,215,409</u>	<u>42,241</u>	<u>54,178</u>
\$ 0	\$ 0	\$ 0	\$ 22,956	\$ (1,289,166)	\$ (10,565)	0

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2008

	OTHER SPECIAL FUNDS	86 STATE FUNDS	DRUG FREE SCHOOLS	INDIAN EDUCATION GRANT
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 0	\$ 0	\$ 0	\$ 0
Transfers out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	(24,606)	0	0	0
FUND BALANCES - BEGINNING	51,430	0	0	0
FUND BALANCES - ENDING	\$ 26,824	\$ 0	\$ 0	\$ 0

Exhibit 5

<u>ADULT</u> <u>EDUCATION</u>	<u>VOCATIONAL</u> <u>EDUCATION</u>	<u>SPECIAL</u> <u>EDUCATION</u>	<u>LA 4</u> <u>STATE</u>	<u>SCHOOL</u> <u>FOOD</u> <u>SERVICE</u>	<u>FOOD</u> <u>PROCESSING</u> <u>CENTERS</u>	<u>JAG</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,350,000	\$ 12,000	\$ 0
0	0	0	0	0	0	0
0	0	0	0	1,350,000	12,000	0
0	0	0	22,956	60,834	1,435	0
0	0	0	0	149,650	179	0
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>22,956</u>	<u>\$ 210,484</u>	<u>\$ 1,614</u>	<u>\$ 0</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2008**

	<u>TITLE VI</u>	<u>TITLE II</u>	<u>TITLE III</u>	<u>SALES TAX</u>
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 0	\$ 0	\$ 0	\$ 0
Interest earnings	0	0	0	0
Food services	0	0	0	0
Other	0	0	0	351,543
State sources:				
Equalization	0	0	0	0
Other	0	0	0	0
Federal sources	<u>12,144</u>	<u>673,390</u>	<u>19,862</u>	<u>0</u>
<b>Total Revenues</b>	<u>12,144</u>	<u>673,390</u>	<u>19,862</u>	<u>351,543</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	0	631,774	8,303	0
Special programs	0	3,330	10,881	47
Other instructional programs	11,624	0	289	0
Support services:				
Student services	0	0	0	0
Instructional staff support	0	0	0	0
General administration	520	38,286	389	89,673
School administration	0	0	0	0
Business services	0	0	0	12,522
Plant services	0	0	0	5,162
Student transportation services	0	0	0	0
Central services	0	0	0	0
Food services	0	0	0	0
Community service programs	0	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Expenditures</b>	<u>12,144</u>	<u>673,390</u>	<u>19,862</u>	<u>107,404</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>244,139</u>

Exhibit 5

	HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$	0 \$	0 \$	0 \$	0 \$	1,446,671
	0	0	0	0	69,859
	0	0	0	0	895,971
	0	0	0	0	452,351
	0	0	0	0	459,101
	0	84,865	128,583	0	2,989,581
	<u>1,611,972</u>	<u>43,167</u>	<u>0</u>	<u>144,784</u>	<u>7,482,751</u>
	<u>1,611,972</u>	<u>128,032</u>	<u>128,583</u>	<u>144,784</u>	<u>13,796,285</u>
	6,086	77,133	45,333	140,646	3,041,931
	1,195,796	46,011	5,339	0	2,547,025
	0	0	177	0	666,672
	0	0	0	0	420,078
	255,575	134	4,624	0	567,191
	90,578	2,454	0	4,138	391,769
	3,678	0	2,830	0	27,488
	0	2,300	0	0	54,625
	28,866	0	0	0	1,162,723
	13,874	0	0	0	138,094
	0	0	0	0	34,112
	0	0	0	0	5,155,100
	0	0	0	0	36,590
	<u>17,519</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>575,896</u>
	<u>1,611,972</u>	<u>128,032</u>	<u>58,303</u>	<u>144,784</u>	<u>14,819,294</u>
\$	0 \$	0 \$	70,280 \$	0 \$	(1,023,009)

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2008**

	<u>TITLE VI</u>	<u>TITLE II</u>	<u>TITLE III</u>	<u>SALES TAX</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 0	\$ 0	\$ 0	0
Transfers out	<u>0</u>	<u>0</u>	<u>0</u>	<u>(190,000)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(190,000)</u>
<b>Net Change in Fund Balances</b>	0	0	0	54,139
<b>FUND BALANCES - BEGINNING</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>23,520</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>77,659</u>

Exhibit 5

HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$ 0	\$ 0	\$ 0	\$ 0	1,362,007
0	0	0	0	(212,000)
0	0	0	0	1,150,007
0	0	70,280	0	126,998
0	0	88,069	0	2,263,826
\$ 0	\$ 0	\$ 158,349	\$ 0	2,390,824

(CONCLUDED)

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-1

	*****WARD 1 MAINTENANCE*****		
	VARIANCE		
	FAVORABLE		
	BUDGET	ACTUAL	(UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 550,000	\$ 550,518	\$ 518
Interest earnings	12,500	11,351	(1,149)
State sources: Other	54,856	53,678	(1,178)
Total Revenues	617,356	615,547	(1,809)
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	138	0	138
Special programs	1,417	1,417	0
Other instructional programs	87,966	88,032	(66)
Support services:			
Student services	337	297	40
General administration	18,336	18,336	0
School administration	18,323	17,610	713
Business services	461	461	0
Plant services	452,865	450,223	2,642
Student transportation services	30,878	31,997	(1,119)
Food services	0	14	(14)
Total Expenditures	610,721	608,387	2,334
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	6,635	7,160	525
FUND BALANCE AT BEGINNING OF YEAR	410,364	410,364	0
FUND BALANCE AT END OF YEAR	\$ 416,999	\$ 417,524	\$ 525

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-2

\*\*\*\*\*WARD 2 - ORANGE MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 65,000	\$ 63,781	\$ (1,219)
Interest earnings	1,290	1,071	(219)
State sources: Other	21,270	21,656	386
<b>Total Revenues</b>	<b>87,560</b>	<b>86,508</b>	<b>(1,052)</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	9,108	9,108	0
Support services:			
General administration	2,299	2,299	0
School administration	2,950	2,950	0
Business services	7,261	7,927	(666)
Plant services	71,696	71,812	(116)
Student transportation services	13,258	10,991	2,267
<b>Total Expenditures</b>	<b>106,572</b>	<b>105,087</b>	<b>1,485</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>(19,012)</b>	<b>(18,579)</b>	<b>433</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	5,000	5,000	0
Transfers out	(5,000)	(5,000)	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>(19,012)</b>	<b>(18,579)</b>	<b>433</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>49,323</b>	<b>49,323</b>	<b>0</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 30,311</b>	<b>\$ 30,744</b>	<b>\$ 433</b>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-3

\*\*\*\*\*WARD 2 - HORNBECK MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 57,000	\$ 56,288	\$ (712)
Interest earnings	1,000	1,054	54
State sources: Other	19,092	19,139	47
Total Revenues	77,092	76,481	(611)
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	7,000	6,770	230
Support services:			
General administration	7,023	7,023	0
School administration	2,391	2,135	256
Business services	2,287	2,287	0
Plant services	57,550	57,348	204
Student transportation services	3,546	4,377	(831)
Total Expenditures	79,797	79,938	(141)
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	(2,705)	(3,457)	(752)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	40,852	40,852	0
<b>FUND BALANCE AT END OF YEAR</b>	\$ 38,147	\$ 37,395	\$ (752)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-4

\*\*\*\*\*WARD 3 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 85,000	\$ 83,671	\$ (1,329)
Interest earnings	6,000	5,692	(308)
Other	0	528	528
State sources: Other	<u>9,415</u>	<u>9,137</u>	<u>(278)</u>
 Total Revenues	 <u>100,415</u>	 <u>99,026</u>	 <u>(1,389)</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	3,000	2,987	13
Support services:			
General administration	2,785	2,785	0
School administration	3,329	3,329	0
Plant services	77,500	77,054	446
Student transportation services	<u>7,576</u>	<u>6,763</u>	<u>813</u>
 Total Expenditures	 <u>94,190</u>	 <u>92,918</u>	 <u>1,272</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>6,225</u>	 <u>6,108</u>	 <u>(117)</u>
 <b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(12,000)</u>	<u>(12,000)</u>	<u>0</u>
 Total Other Financing Sources (Uses)	 <u>(12,000)</u>	 <u>(12,000)</u>	 <u>0</u>
 Net Change in Fund Balances	 <u>(5,775)</u>	 <u>(5,892)</u>	 <u>(117)</u>
 FUND BALANCE AT BEGINNING OF YEAR	 <u>189,784</u>	 <u>189,784</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 184,009</u>	 <u>\$ 183,892</u>	 <u>\$ (117)</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-5

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
*****WARD 4 MAINTENANCE*****			
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 155,000	\$ 154,847	(153)
Interest earnings	3,500	3,208	(292)
State sources: Other	<u>10,978</u>	<u>11,178</u>	<u>200</u>
 Total Revenues	 <u>169,478</u>	 <u>169,233</u>	 <u>(245)</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	2,673	2,673	0
Other instructional programs	5,000	4,112	888
Support services:			
General administration	5,157	5,157	0
Plant services	117,418	117,717	(299)
Student transportation services	<u>20,951</u>	<u>20,757</u>	<u>194</u>
 Total Expenditures	 <u>151,199</u>	 <u>150,416</u>	 <u>783</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 18,279	 18,817	 538
 FUND BALANCE AT BEGINNING OF YEAR	 <u>97,798</u>	 <u>97,798</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 118,077</u>	 <u>\$ 118,615</u>	 <u>\$ 538</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-6

\*\*\*\*\*WARD 5 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 302,000	\$ 301,530	\$ (470)
Interest earnings	40,000	37,164	(2,836)
Other	0	222	222
State sources: Other	10,706	10,706	0
Total Revenues	352,706	349,622	(3,084)
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	2,177	2,177	0
Other instructional programs	9,000	8,884	116
Support services:			
Student services	57,292	57,390	(98)
General administration	10,062	10,062	0
School administration	13,552	13,861	(309)
Business services	8,838	8,838	0
Plant services	223,659	222,959	700
Student transportation services	75,961	75,820	141
Food services	8,694	8,359	335
Total Expenditures	409,235	408,350	885
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(56,529)	(58,728)	(2,199)
FUND BALANCE AT BEGINNING OF YEAR	985,842	985,842	0
FUND BALANCE AT END OF YEAR	\$ 929,313	\$ 927,114	\$ (2,199)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-7

\*\*\*\*\*WARD 6 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 37,000	\$ 36,603	(397)
Interest earnings	500	623	123
State sources: Other	5,687	6,554	(133)
<b>Total Revenues</b>	<b>43,187</b>	<b>42,780</b>	<b>(407)</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	2,583	2,584	(1)
Support services:			
General administration	1,260	1,260	0
Plant services	21,900	20,963	937
Student transportation services	3,815	4,179	(364)
<b>Total Expenditures</b>	<b>29,558</b>	<b>28,986</b>	<b>572</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>13,629</b>	<b>13,794</b>	<b>165</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>15,252</b>	<b>15,252</b>	<b>0</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 28,881</b>	<b>\$ 29,046</b>	<b>165</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-8

\*\*\*\*\*WARD 7 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 167,500	\$ 166,708	\$ (794)
Interest earnings	4,700	4,475	(225)
State sources: Other	<u>21,030</u>	<u>22,528</u>	<u>1,498</u>
 Total Revenues	 <u>193,230</u>	 <u>193,709</u>	 <u>479</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	15	15	0
Other instructional programs	19,208	19,198	10
Support services:			
General administration	5,509	5,509	0
School administration	5,049	5,613	(564)
Business services	7	7	0
Plant services	161,473	162,400	(927)
Student transportation services	<u>17,323</u>	<u>16,290</u>	<u>1,033</u>
 Total Expenditures	 <u>208,584</u>	 <u>209,032</u>	 <u>(448)</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>(15,354)</u>	 <u>(15,323)</u>	 <u>31</u>
 <b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>0</u>	<u>7</u>	<u>7</u>
 Total Other Financing Sources (Uses)	 <u>0</u>	 <u>7</u>	 <u>7</u>
 Net Change in Fund Balances	 (15,354)	 (15,316)	 38
 FUND BALANCE AT BEGINNING OF YEAR	 <u>157,700</u>	 <u>157,700</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 142,346</u>	 <u>\$ 142,384</u>	 <u>\$ 38</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-9

\*\*\*\*\*WARD 8 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 33,000	\$ 32,727	\$ (273)
Interest earnings	250	165	(85)
State sources: Other	6,886	6,872	(14)
<b>Total Revenues</b>	<b>40,136</b>	<b>39,764</b>	<b>(372)</b>
<b>EXPENDITURES</b>			
Current:			
Support services:			
Student services	115	115	0
General administration	1,168	1,168	0
Business services	7	7	0
Plant services	19,912	19,690	222
Student transportation services	5,124	4,621	503
<b>Total Expenditures</b>	<b>26,326</b>	<b>25,601</b>	<b>725</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>13,810</b>	<b>14,163</b>	<b>353</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	20,300	20,300	0
Transfers out	(30,300)	(30,300)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(10,000)</b>	<b>(10,000)</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>3,810</b>	<b>4,163</b>	<b>353</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>4,063</b>	<b>4,063</b>	<b>0</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 7,873</b>	<b>\$ 8,226</b>	<b>\$ 353</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-10

\*\*\*\*\*OTHER SPECIAL FUNDS\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Other	\$ 2,629	\$ 2,629	\$ 0
State sources:			
Other	841,026	823,318	(17,708)
Federal sources	<u>138,218</u>	<u>155,926</u>	<u>17,708</u>
 Total Revenues	 <u>981,873</u>	 <u>981,873</u>	 <u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	653,138	638,314	14,824
Special programs	93,703	94,345	(642)
Other instructional programs	165,751	152,786	12,965
Support services:			
Student services	40,134	40,134	0
Instructional staff support	796	796	0
General administration	3,970	3,970	0
School administration	7,460	7,460	0
Plant services	18,437	18,437	0
Student transportation services	0	16,125	(16,125)
Central services	<u>23,090</u>	<u>34,112</u>	<u>(11,022)</u>
 Total Expenditures	 <u>1,006,479</u>	 <u>1,006,479</u>	 <u>0</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 (24,606)	 (24,606)	 0
 FUND BALANCE AT BEGINNING OF YEAR	 <u>51,430</u>	 <u>51,430</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 26,824</u>	 <u>\$ 26,824</u>	 <u>\$ 0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
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**For the Year Ended June 30, 2008**

Exhibit 6-11

\*\*\*\*\*GG STATE FUNDS\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 207,722	\$ 206,841	\$ (881)
Total Revenues	<u>207,722</u>	<u>206,841</u>	<u>(881)</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	180,467	176,562	3,905
Special programs	20,338	23,362	(3,024)
Support services:			
Instructional staff support	<u>6,917</u>	<u>6,917</u>	<u>0</u>
Total Expenditures	<u>207,722</u>	<u>206,841</u>	<u>881</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-12

\*\*\*\*\*DRUG FREE SCHOOLS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 48,506	\$ 48,506	0
Total Revenues	<u>48,506</u>	<u>48,506</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	8,418	0	8,418
Special programs	0	528	(528)
Support services:			
Student services	38,501	47,027	(8,526)
General administration	1,181	951	230
School administration	<u>406</u>	<u>0</u>	<u>406</u>
Total Expenditures	<u>48,506</u>	<u>48,506</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
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**For the Year Ended June 30, 2008**

Exhibit 6-13

\*\*\*\*\*INDIAN EDUCATION GRANT\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 30,155	\$ 30,155	\$ 0
Total Revenues	<u>30,155</u>	<u>30,155</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Support services:			
Instructional staff support	28,610	28,610	0
General administration	<u>1,545</u>	<u>1,545</u>	<u>0</u>
Total Expenditures	<u>30,155</u>	<u>30,155</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-14

\*\*\*\*\*ADULT EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
State sources:			
Other	\$ 66,230	\$ 66,230	0
Federal sources	<u>80,015</u>	<u>81,795</u>	<u>1,780</u>
Total Revenues	<u>146,245</u>	<u>148,025</u>	<u>1,780</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	145,818	143,788	2,030
School administration	0	3,810	(3,810)
Plant services	<u>427</u>	<u>427</u>	<u>0</u>
Total Expenditures	<u>146,245</u>	<u>148,025</u>	<u>(1,780)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-15

\*\*\*\*\*VOCATIONAL EDUCATION\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 278,161	\$ 278,161	\$ 0
Total Revenues	<u>278,161</u>	<u>278,161</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,219	1,214	5
Special programs	458	458	0
Other instructional programs	215,361	215,361	0
Support services:			
Student services	1,592	1,595	(3)
Instructional staff support	51,273	51,273	0
School administration	3,375	3,375	0
Business services	2,483	2,483	0
Plant services	<u>2,400</u>	<u>2,402</u>	<u>(2)</u>
Total Expenditures	<u>278,161</u>	<u>278,161</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-16

	*****SPECIAL EDUCATION*****		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 1,816,774	\$ 1,816,774	\$ 0
Total Revenues	<u>1,816,774</u>	<u>1,816,774</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	65,230	65,230	0
Special programs	1,141,978	1,141,978	0
Support services:			
Student services	273,519	273,519	0
Instructional staff support	219,262	219,262	0
General administration	101,856	101,856	0
Business services	<u>14,929</u>	<u>14,929</u>	<u>0</u>
Total Expenditures	<u>1,816,774</u>	<u>1,816,774</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
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**For the Year Ended June 30, 2008**

Exhibit 6-17

\*\*\*\*\*LA 4 STATE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Other	\$ 65,755	\$ 65,755	0
State sources: other	<u>1,465,118</u>	<u>1,465,118</u>	<u>0</u>
Total Revenues	<u>1,530,873</u>	<u>1,530,873</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,463,248	1,463,248	0
Special programs	29,284	29,284	0
Support services:			
Business services	42	42	0
Plant services	13,690	13,690	0
Student transportation services	<u>1,653</u>	<u>1,653</u>	<u>0</u>
Total Expenditures	<u>1,507,917</u>	<u>1,507,917</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>22,956</b>	<b>22,956</b>	<b>0</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 22,956</u>	<u>\$ 22,956</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD  
 NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-18

\*\*\*\*\*SCHOOL FOOD SERVICE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Interest earnings	\$ 4,000	\$ 5,056	\$ 1,056
Food services	896,291	895,971	(320)
State sources:			
Equalization	459,101	459,101	0
Federal sources	<u>2,589,444</u>	<u>2,566,115</u>	<u>(23,329)</u>
 Total Revenues	 <u>3,948,836</u>	 <u>3,926,243</u>	 <u>(22,593)</u>
 <b>EXPENDITURES</b>			
Current:			
Support services:			
Business services	2,500	2,822	(322)
Plant services	25,052	24,953	99
Food services	<u>5,178,369</u>	<u>5,187,633</u>	<u>(9,264)</u>
 Total Expenditures	 <u>5,205,921</u>	 <u>5,215,408</u>	 <u>(9,487)</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>(1,257,085)</u>	 <u>(1,289,165)</u>	 <u>(32,080)</u>
 <b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>1,350,000</u>	<u>1,350,000</u>	<u>0</u>
 Total Other Financing Sources (Uses)	 <u>1,350,000</u>	 <u>1,350,000</u>	 <u>0</u>
 Net Change in Fund Balances	 92,915	 60,835	 (32,080)
 FUND BALANCE AT BEGINNING OF YEAR	 <u>149,649</u>	 <u>149,650</u>	 <u>1</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 242,564</u>	 <u>\$ 210,485</u>	 <u>\$ (32,079)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-19

\*\*\*\*\*FOOD PROCESSING CENTERS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Other	\$ 28,523	\$ 31,676	\$ 3,153
Total Revenues	28,523	31,676	3,153
<b>EXPENDITURES</b>			
Current:			
Support services:			
General administration	713	0	713
Plant services	5,531	5,651	(120)
Community service programs	36,256	36,590	(334)
Total Expenditures	42,500	42,241	259
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(13,977)	(10,565)	3,412
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	15,500	12,000	(3,500)
Total Other Financing Sources (Uses)	15,500	12,000	(3,500)
Net Change in Fund Balances	1,523	1,435	(88)
FUND BALANCE AT BEGINNING OF YEAR	179	179	0
FUND BALANCE AT END OF YEAR	\$ 1,702	\$ 1,614	\$ (88)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-20

\*\*\*\*\*JAG\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources	\$ 54,178	\$ 54,178	\$ 0
<b>Total Revenues</b>	<u>54,178</u>	<u>54,178</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	50,789	45,922	4,867
Other instructional programs	3,389	8,132	(4,743)
Support services:			
School administration	0	6	(6)
Student transportation services	0	118	(118)
<b>Total Expenditures</b>	<u>54,178</u>	<u>54,178</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	0	0	0
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-21

\*\*\*\*\*TITLE VI\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Federal sources	\$ 12,145	\$ 12,144	\$ (1)
Total Revenues	<u>12,145</u>	<u>12,144</u>	<u>(1)</u>
<b>EXPENDITURES</b>			
Current			
Instruction:			
Other instructional programs	11,535	11,624	(89)
Support services:			
General administration	<u>610</u>	<u>520</u>	<u>90</u>
Total Expenditures	<u>12,145</u>	<u>12,144</u>	<u>1</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-22

\*\*\*\*\*TITLE II\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 673,390	\$ 673,390	\$ 0
Total Revenues	<u>673,390</u>	<u>673,390</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	631,774	631,774	0
Special programs	3,330	3,330	0
Support services:			
General administration	<u>38,286</u>	<u>38,286</u>	<u>0</u>
Total Expenditures	<u>673,390</u>	<u>673,390</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-23

\*\*\*\*\*TITLE III\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 19,862	\$ 19,862	\$ 0
Total Revenues	<u>19,862</u>	<u>19,862</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	11,410	8,303	3,107
Special programs	8,040	10,881	(2,841)
Other instructional programs	0	289	(289)
Support services:			
General administration	<u>412</u>	<u>389</u>	<u>23</u>
Total Expenditures	<u>19,862</u>	<u>19,862</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-24

*****SALES TAX*****			
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Other	\$ 352,037	\$ 351,543	\$ (494)
<b>Total Revenues</b>	<u>352,037</u>	<u>351,543</u>	<u>(494)</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Special programs	47	47	0
Support services:			
General administration	89,956	89,673	283
Business services	12,517	12,522	(5)
Plant services	5,514	5,162	352
<b>Total Expenditures</b>	<u>108,034</u>	<u>107,404</u>	<u>630</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>244,003</u>	<u>244,139</u>	<u>136</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(210,780)	(190,000)	(20,780)
<b>Total Other Financing Sources (Uses)</b>	<u>(210,780)</u>	<u>(190,000)</u>	<u>(20,780)</u>
<b>Net Change in Fund Balances</b>	33,223	54,139	20,916
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>23,520</u>	<u>23,520</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 56,743</u>	<u>\$ 77,659</u>	<u>\$ 20,916</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-25

\*\*\*\*\*HEAD START\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Federal sources	\$ 1,611,972	\$ 1,611,972	\$ 0
Total Revenues	1,611,972	1,611,972	0
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	4,677	6,086	(1,409)
Special programs	1,217,909	1,213,315	4,594
Support services:			
Instructional staff support	252,395	255,575	(3,180)
General administration	90,578	90,578	0
School administration	3,678	3,678	0
Plant services	28,861	28,866	(5)
Student transportation services	13,874	13,874	0
Total Expenditures	1,611,972	1,611,972	0
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	0	0	0
FUND BALANCE AT END OF YEAR	\$ 0	\$ 0	\$ 0

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**In Fund Balance - Budget (GAAP Basis) and Actual**  
**For the Year Ended June 30, 2008**

Exhibit 6-26

\*\*\*\*\*PRESCHOOL\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 84,865	\$ 84,865	0
Federal sources	<u>43,167</u>	<u>43,167</u>	<u>0</u>
Total Revenues	<u>128,032</u>	<u>128,032</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	84,342	77,133	7,209
Special programs	38,788	46,011	(7,223)
Support services:			
Instructional staff support	148	134	14
General administration	2,454	2,454	0
Business services	<u>2,300</u>	<u>2,300</u>	<u>0</u>
Total Expenditures	<u>128,032</u>	<u>128,032</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	0	0	0
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-27

\*\*\*\*\*EDUCATION EXCELLENCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
<i>State sources:</i>			
Other	\$ 128,583	\$ 128,583	\$ 0
<b>Total Revenues</b>	<u>128,583</u>	<u>128,583</u>	<u>0</u>
<b>EXPENDITURES</b>			
<i>Current:</i>			
<i>Instruction:</i>			
Regular programs	45,333	45,333	0
Special programs	5,339	5,339	0
Other instructional programs	177	177	0
<i>Support services:</i>			
Instructional staff support	4,625	4,624	1
School administration	2,830	2,830	0
<b>Total Expenditures</b>	<u>58,304</u>	<u>58,303</u>	<u>1</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	70,279	70,280	1
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>88,069</u>	<u>88,069</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 158,348</u>	<u>\$ 158,349</u>	<u>1</u>

VERNON PARISH SCHOOL BOARD

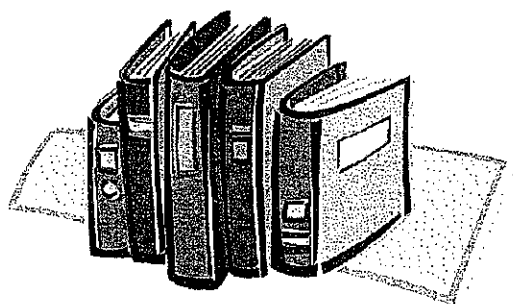
NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2008

Exhibit 6-28

\*\*\*\*\*REAP\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 144,784	\$ 144,784	\$ 0
Total Revenues	<u>144,784</u>	<u>144,784</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	140,646	140,646	0
Support services:			
General administration	<u>4,138</u>	<u>4,138</u>	<u>0</u>
Total Expenditures	<u>144,784</u>	<u>144,784</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Vernon Parish School Board



**Vernon Parish School Board**

**Nonmajor Debt Service Funds**

- Ward No. 1
- Ward No. 2 - Orange
- Ward No. 2 - Hornbeck
- Ward No. 3
- Ward No. 4
- Ward No. 5
- Ward No. 6
- Ward No. 7
- Ward No. 8

The debt service funds are used to accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire lands for building sites and to purchase, erect, and improve school buildings, equipment, and furnishings. The bond issues are financed by an ad valorem tax on property within the territorial boundaries of the respective wards.

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS  
 Combining Balance Sheet  
 June 30, 2008

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
ASSETS				
Cash and cash equivalents	\$ 4,218	\$ 3,079	\$ 2,202	\$ 2,686
Investments	<u>289,821</u>	<u>10,426</u>	<u>81,142</u>	<u>62,896</u>
TOTAL ASSETS	<u>294,039</u>	<u>13,505</u>	<u>83,344</u>	<u>65,582</u>
Fund Balances:				
Reserved for debt service	<u>294,039</u>	<u>13,505</u>	<u>83,344</u>	<u>65,582</u>
TOTAL FUND BALANCES	<u>\$ 294,039</u>	<u>\$ 13,505</u>	<u>\$ 83,344</u>	<u>\$ 65,582</u>

Exhibit 7

	<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>	<u>TOTAL</u>
\$	3,484 \$	2,728 \$	2,102 \$	4,162 \$	2,334 \$	26,995
	<u>211,174</u>	<u>346,726</u>	<u>34,625</u>	<u>726,800</u>	<u>204,961</u>	<u>1,988,571</u>
	<u>214,658</u>	<u>349,454</u>	<u>36,727</u>	<u>730,962</u>	<u>207,295</u>	<u>1,995,566</u>
	<u>214,658</u>	<u>349,454</u>	<u>36,727</u>	<u>730,962</u>	<u>207,295</u>	<u>1,995,566</u>
\$	<u>214,658 \$</u>	<u>349,454 \$</u>	<u>36,727 \$</u>	<u>730,962 \$</u>	<u>207,295 \$</u>	<u>1,995,566</u>

VERNON PARISH SCHOOL BOARD

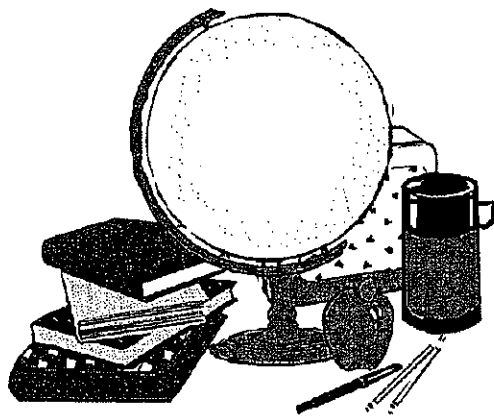
NONMAJOR DEBT SERVICE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2008

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 376,121	\$ 151,071	\$ 133,094	\$ 108,132
Interest earnings	10,683	982	2,758	2,947
<b>Total Revenues</b>	<b>386,804</b>	<b>152,033</b>	<b>135,852</b>	<b>111,079</b>
<b>EXPENDITURES</b>				
Current:				
Support services:				
General administration	12,566	5,446	4,784	48,092
Business services	19	0	350	0
Debt service:				
Principal retirement	205,000	150,000	82,000	45,000
Interest and bank charges	206,286	6,000	41,902	36,635
<b>Total Expenditures</b>	<b>423,871</b>	<b>161,446</b>	<b>129,036</b>	<b>129,727</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>(37,067)</b>	<b>(9,413)</b>	<b>6,816</b>	<b>(18,648)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of debt	0	0	0	900,000
Payments to refunding bond agent	0	0	0	(900,000)
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>(37,067)</b>	<b>(9,413)</b>	<b>6,816</b>	<b>(18,648)</b>
<b>FUND BALANCES - BEGINNING</b>	<b>331,106</b>	<b>22,918</b>	<b>76,528</b>	<b>84,230</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 294,039</b>	<b>\$ 13,505</b>	<b>\$ 83,344</b>	<b>\$ 65,582</b>

Exhibit 8

	WARD 4	WARD 5	WARD 6	WARD 7	WARD 8	TOTAL
\$	418,262	\$ 267,018	\$ 128,599	\$ 608,041	\$ 213,623	\$ 2,403,961
	6,594	14,662	3,131	21,759	5,304	68,800
	424,856	281,680	131,730	629,800	218,927	2,472,761
	13,930	8,910	16,385	20,126	7,621	137,860
	350	0	0	0	0	719
	230,000	217,000	121,105	215,000	100,000	1,365,105
	154,125	155,695	82,378	189,511	39,205	911,737
	398,405	381,605	219,868	424,637	146,826	2,415,421
	26,451	(99,925)	(88,138)	205,163	72,101	57,340
	0	0	949,000	0	0	1,849,000
	0	0	(948,609)	0	0	(1,848,609)
	0	0	391	0	0	391
	26,451	(99,925)	(87,747)	205,163	72,101	57,731
	188,207	449,379	124,474	525,799	135,194	1,937,835
\$	214,658	\$ 349,454	\$ 36,727	\$ 730,962	\$ 207,295	\$ 1,995,566

Vernon Parish School Board



**Vernon Parish School Board**

**Nonmajor Capital Project Funds**

**Ward 1 Construction School District 16 Fund** was established to make classroom additions, replace air conditioning units, repair roofs, and make other building improvements.

**Rosepine Construction** was set up to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building improvements.

**Hicks Construction** was set up to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building improvements.

**Pickering Construction** was set up to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building improvements.

**Ward 3 Construction** was established to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building improvements.

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**Combining Balance Sheet**  
**June 30, 2008**

	WARD 1 CONSTRUCTION SCHOOL DISTRICT 16	ROSEPINE CONSTRUCTION	HICKS CONSTRUCTION
<b>ASSETS</b>			
Cash and cash equivalents	\$ 425	\$ 0	\$ 75
<b>Total Assets</b>	<u>425</u>	<u>0</u>	<u>75</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts, salaries and other payables	140	0	0
<b>Fund Balances</b>			
Undesignated	<u>285</u>	<u>0</u>	<u>75</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 425</u>	<u>\$ 0</u>	<u>\$ 75</u>

Exhibit 9

<u>PICKERING</u>	<u>WARD 3</u>	<u>TOTAL</u>
<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>	
\$ 2,079	\$ 2,161,980	\$ 2,164,559
<u>2,079</u>	<u>2,161,980</u>	<u>2,164,559</u>
208	0	348
<u>1,871</u>	<u>2,161,980</u>	<u>2,164,211</u>
<u>\$ 2,079</u>	<u>\$ 2,161,980</u>	<u>\$ 2,164,559</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2008**

	<u>WARD 1</u>		
	<u>CONSTRUCTION</u>	<u>ROSEPINE</u>	<u>HICKS</u>
	<u>SCHOOL</u>	<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>
	<u>DISTRICT 16</u>	<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>
<b>REVENUES</b>			
<b>Local sources:</b>			
Interest earnings	\$ 73	\$ 27	\$ 36
<b>Total Revenues</b>	<u>73</u>	<u>27</u>	<u>36</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
<b>Support services:</b>			
Business services	0	0	0
Plant services	8,510	12,172	36,009
Capital outlay	<u>0</u>	<u>0</u>	<u>79,511</u>
<b>Total Expenditures</b>	<u>8,510</u>	<u>12,172</u>	<u>115,520</u>
<b>EXCESS (Deficiency) OF</b>			
<b>REVENUES OVER EXPENDITURES</b>	<u>(8,437)</u>	<u>(12,145)</u>	<u>(115,484)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	0	(7)	(3,000)
Issuance of debt	0	0	115,400
Premium on bonds issued	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Other financing sources (uses)</b>	<u>0</u>	<u>(7)</u>	<u>112,400</u>
<b>Net Change in Fund Balances</b>	(8,437)	(12,152)	(3,084)
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>8,722</u>	<u>12,152</u>	<u>3,159</u>
<b>FUND BALANCES AT END YEAR</b>	<u>\$ 285</u>	<u>\$ 0</u>	<u>\$ 75</u>

Exhibit 10

<u>PICKERING</u>	<u>WARD 3</u>	<u>TOTAL</u>
<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>
\$ 21	\$ 2,966	\$ 3,123
21	2,966	3,123
0	53	53
208	0	56,899
0	69,312	148,823
208	69,365	205,775
(187)	(66,399)	(202,652)
0	0	(3,007)
0	2,225,000	2,340,400
0	3,379	3,379
0	2,228,379	2,340,772
(187)	2,161,980	2,138,120
2,058	0	26,091
\$ 1,871	\$ 2,161,980	\$ 2,164,211

**Vernon Parish School Board**

**Agency Funds**

**SCHOOL ACTIVITIES FUND** The activities of the various individual school accounts are accounted for in the school activities agency fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

**SCHOLARSHIP FUND** This scholarship agency fund is funded by voluntary employee contributions. The proceeds are used to provide an annual scholarship for an outstanding graduate who plans to major in education.

**SALES TAX FUND** The sales tax fund accounts for monies collected on behalf of the other taxing authorities in Vernon Parish. Upon receipt of sales tax returns and monies, a direct deposit is made into the bank account of the other taxing authorities.

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Statement of Fiduciary Assets and Liabilities  
June 30, 2008

Exhibit 11

	SCHOOL ACTIVITIES FUND	SCHOLARSHIP FUND	SALES TAX FUND	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,087,083	\$ 1,817	\$ 0	\$ 1,088,900
Investments	212,341	0	0	212,341
Accounts receivable	<u>0</u>	<u>0</u>	<u>2,415,460</u>	<u>2,415,460</u>
Total assets	<u>1,299,424</u>	<u>1,817</u>	<u>2,415,460</u>	<u>3,716,701</u>
<b>LIABILITIES</b>				
Deposits due others	1,299,424	1,817	0	1,301,241
Deposits due other taxing authorities	<u>0</u>	<u>0</u>	<u>2,415,460</u>	<u>2,415,460</u>
Total liabilities	<u>\$ 1,299,424</u>	<u>\$ 1,817</u>	<u>\$ 2,415,460</u>	<u>\$ 3,716,701</u>

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS  
 Combining Statement of Changes in Assets and Liabilities  
 For the Year Ended June 30, 2008

Exhibit 12

	Balance, Beginning	Additions	Deductions	Balance, Ending
<b>*****SCHOOL ACTIVITIES FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,072,655	\$ 3,261,218	\$ 3,246,690	\$ 1,087,083
Investments	<u>215,791</u>	<u>0</u>	<u>3,450</u>	<u>212,341</u>
<b>Total Assets</b>	<u>\$ 1,288,346</u>	<u>\$ 3,261,218</u>	<u>\$ 3,250,140</u>	<u>\$ 1,299,424</u>
<b>LIABILITIES</b>				
Deposits due others	<u>\$ 1,288,346</u>	<u>\$ 3,261,218</u>	<u>\$ 3,250,140</u>	<u>\$ 1,299,424</u>
<b>*****SCHOLARSHIP FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	<u>\$ 1,919</u>	<u>\$ 1,235</u>	<u>\$ 1,337</u>	<u>\$ 1,817</u>
<b>LIABILITIES</b>				
Deposits due others	<u>\$ 1,919</u>	<u>\$ 1,235</u>	<u>\$ 1,337</u>	<u>\$ 1,817</u>
<b>*****SALES TAX FUND*****</b>				
<b>ASSETS</b>				
Accounts receivable	<u>\$ 2,501,848</u>	<u>\$ 23,508,927</u>	<u>\$ 23,595,315</u>	<u>\$ 2,415,460</u>
<b>LIABILITIES</b>				
Deposits due other taxing authorities	<u>\$ 2,501,848</u>	<u>\$ 23,508,927</u>	<u>\$ 23,595,315</u>	<u>\$ 2,415,460</u>
<b>*****ALL AGENCY FUNDS*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,074,474	\$ 3,262,453	\$ 3,248,027	\$ 1,088,900
Investments	215,791	0	3,450	212,341
Accounts receivable	<u>2,501,848</u>	<u>23,508,927</u>	<u>23,595,315</u>	<u>2,415,460</u>
<b>Total Assets</b>	<u>\$ 3,792,113</u>	<u>\$ 26,771,380</u>	<u>\$ 26,846,792</u>	<u>\$ 3,716,701</u>
<b>LIABILITIES</b>				
Deposits due others	\$ 1,290,265	\$ 3,262,453	\$ 3,251,477	\$ 1,301,241
Deposits due other taxing authorities	<u>2,501,848</u>	<u>23,508,927</u>	<u>23,595,315</u>	<u>2,415,460</u>
<b>Total Liabilities</b>	<u>\$ 3,792,113</u>	<u>\$ 26,771,380</u>	<u>\$ 26,846,792</u>	<u>\$ 3,716,701</u>

**VERNON PARISH SCHOOL BOARD**  
**SCHOOL ACTIVITIES AGENCY FUND**  
**Schedule of Changes in Deposits Due Others**  
**For the Year Ended June 30, 2008**

Exhibit 13

SCHOOL	Balance, Beginning	Additions	Deductions	Balance, Ending
ANACOCO HIGH	\$ 56,900	\$ 206,014	\$ 204,307	\$ 58,607
ANACOCO ELEMENTARY	18,843	140,996	136,674	23,165
EAST LEESVILLE ELEMENTARY	23,342	67,091	64,047	26,386
EVANS	40,413	98,697	100,200	38,910
GATES	5,906	13,192	13,337	5,761
HICKS	51,630	157,747	168,336	41,041
HORNBECK	52,509	180,376	167,821	65,064
LEESVILLE HIGH	156,791	696,089	643,794	209,086
LEESVILLE JUNIOR HIGH	28,422	104,849	101,414	31,857
NORTH POLK ELEMENTARY	83,310	82,809	110,356	55,763
OPTIONAL SCHOOL	251	897	687	461
PICKERING HIGH	110,450	239,486	253,818	96,118
PICKERING ELEMENTARY	28,422	139,500	115,727	52,195
PITKIN HIGH	324,834	308,170	347,971	285,033
ROSEPINE HIGH	59,399	315,057	310,025	64,431
ROSEPINE ELEMENTARY	47,719	126,312	129,774	44,257
SIMPSON	62,911	108,403	106,094	65,220
SOUTH POLK ELEMENTARY	44,613	66,364	64,466	46,511
VERNON ELEMENTARY	55,368	129,643	144,309	40,692
WEST LEESVILLE ELEMENTARY	33,490	79,526	64,150	48,866
WEST LEESVILLE PRESCHOOL	2,833	0	2,833	0
<b>TOTAL</b>	<b><u>\$ 1,288,346</u></b>	<b><u>\$ 3,261,218</u></b>	<b><u>\$ 3,250,140</u></b>	<b><u>\$ 1,299,424</u></b>

**Vernon Parish School Board**

**SCHEDULE OF COMPENSATION PAID  
BOARD MEMBERS**

Vernon Parish School Board

General

Exhibit 14

**Schedule of Compensation Paid Board Members  
For the Year Ended June 30, 2008**

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the general fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month, and the president receives \$900 per month for performing the duties of his office.

Beryl Ford, President	\$ 10,200
Stephen P. Woods, Vice President	9,600
James K. Armes	5,067
John C. Burns	4,000
Millard "Mel" L. Harris	9,600
M. Gene Haymon	9,600
William Randy Martin	9,600
Gaye W. McKee	9,600
Mike Perkins	9,600
Robert Pynes, Jr.	9,600
Ricky Reese	10,200
Mark H. Smith	9,600
Vernon Travis	<u>9,600</u>
TOTAL	<u>\$115,867</u>

**Vernon Parish School Board**

**COMPARATIVE INFORMATION  
&  
OTHER DATA REQUIRED BY  
BOND COVENANT  
WITH THE  
U. S. DEPARTMENT OF AGRICULTURE**

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR DEBT SERVICE FUND - WARD 6**  
**Comparative Balance Sheets**  
**June 30, 2007 and 2008**

Exhibit 15

	<u>2007</u>	<u>2008</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,862	\$ 2,102
Investments	<u>121,612</u>	<u>34,625</u>
<b>TOTAL ASSETS</b>	<u>124,474</u>	<u>36,727</u>
 <b>FUND BALANCES:</b>		
Reserved for debt service	<u>124,474</u>	<u>36,727</u>
 <b>TOTAL FUND BALANCES</b>	<u>\$ 124,474</u>	<u>\$ 36,727</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND - WARD 6  
 Comparative Statements of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Years Ended June 30, 2007 and 2008

Exhibit 16

	<u>2007</u>	<u>2008</u>
REVENUES		
Local sources:		
Taxes:		
Ad valorem	\$ 129,840	\$ 128,599
Interest earnings	<u>5,003</u>	<u>3,131</u>
Total Revenues	<u>134,843</u>	<u>131,730</u>
EXPENDITURES		
Current:		
Support services:		
General administration	4,507	16,385
Debt service:		
Principal retirement	54,095	121,105
Interest and bank charges	<u>74,612</u>	<u>82,378</u>
Total Expenditures	<u>133,214</u>	<u>219,868</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>1,629</u>	<u>(88,138)</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from bond payments	0	949,000
Payments to refunding bond agent	<u>0</u>	<u>(948,609)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>391</u>
Net Change in Fund Balances	<u>1,629</u>	<u>(87,747)</u>
FUND BALANCES - BEGINNING	<u>122,845</u>	<u>124,474</u>
FUND BALANCES - ENDING	<u>\$ 124,474</u>	<u>\$ 36,727</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR DEBT SERVICE FUND - WARD 8**  
**Comparative Balance Sheets**  
**June 30, 2007 and 2008**

Exhibit 17

	<u>2007</u>	<u>2008</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 3,268	\$ 2,334
Investments	<u>131,926</u>	<u>204,961</u>
<b>TOTAL ASSETS</b>	<u>135,194</u>	<u>207,295</u>
<b>FUND BALANCES:</b>		
Reserved for debt service	<u>135,194</u>	<u>207,295</u>
<b>TOTAL FUND BALANCES</b>	<u>\$ 135,194</u>	<u>\$ 207,295</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND - WARD 8  
 Comparative Statements of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Years Ended June 30, 2007 and 2008

Exhibit 18

	<u>2007</u>	<u>2008</u>
<b>REVENUES</b>		
Local sources:		
Taxes:		
Ad valorem	\$ 184,044	\$ 213,623
Interest earnings	<u>4,426</u>	<u>5,304</u>
Total Revenues	<u>188,470</u>	<u>218,927</u>
<b>EXPENDITURES</b>		
Current:		
Support services:		
General administration	6,493	7,621
Debt service:		
Principal retirement	100,000	100,000
Interest and bank charges	<u>6,350</u>	<u>39,205</u>
Total Expenditures	<u>112,843</u>	<u>146,826</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	75,627	72,101
<b>FUND BALANCES - BEGINNING</b>	<u>59,567</u>	<u>135,194</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 135,194</u>	<u>\$ 207,295</u>

**Vernon Parish School Board**

**Schedule of Insurance  
For the Year Ended June 30, 2008**

**Exhibit 19**

The School Board has insurance coverage for the following major types of coverage:

<u>Type of Coverage</u>	<u>Policy Effective Date</u>	<u>Policy Expiration Date</u>	<u>Amount of Deductible</u>	<u>Amount of Policy Coverage</u>
Fire & Extended Coverage	7/1/07	7/1/08	\$100,000	\$128,586,187
General Liability	7/1/07	7/1/08	25,000	1,000,000
Workers' Compensation	8/1/07	8/1/08	300,000	1,000,000
Employee Fidelity	8/1/07	8/1/08	5,000	250,000
Vehicle Liability	7/1/07	7/1/08	10,000	1,000,000
Vehicle Collision	7/1/07	7/1/08	2,000	175,000
Board Members' Officers Liability	7/1/07	7/1/08	25,000	1,000,000
Equipment Breakdown Coverage	8/1/06	8/1/08	2,500	50,000,000

**Vernon Parish School Board**

**Reserve Account  
June 30, 2008**

**Exhibit 20**

The Vernon Parish School Board maintains a sinking fund bank account for Ward VI Wardwide School District #161 and Ward VIII Hicks School District. These accounts are used to fund annual debt service payments for the bond issuance in Ward VI and Ward VIII from the United States Department of Agriculture Rural Development.

The following is the detail of the two bond issuances:

<u>Date of Issuance</u>	<u>Original Amount</u>	<u>Amount Drawn to Date</u>	<u>June 30, 2008 Principal Outstanding</u>
Ward VI			
April 25, 2002	\$ 450,000	\$ 450,000	\$ 406,379
Ward VIII			
July 18, 2006	1,570,000	1,563,113	1,563,113

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# STATISTICAL SECTION

**Vernon Parish School Board  
Statistical Section  
Contents**

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**Financial Trends**

These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time.

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**Revenue Capacity**

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**Debt Capacity**

These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future.

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**Vernon Parish School Board  
Statistical Section  
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
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These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report (CAFR) for the relevant year.

(concluded)

Table 1

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Net Assets by Component  
Fiscal Years Ended June 30, 1999 through June 30, 2008  
(Accrual Basis of Accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>Governmental Activities</b>										
Invested in capital assets, net of related debt	\$ 15,897,545	\$ 16,501,013	\$ 15,342,236	\$ 14,683,081	\$ 15,877,051	\$ 14,724,829	\$ 14,927,832	\$ 15,908,956	\$ 16,616,551	\$ 14,823,115
Restricted	1,421,481	2,505,536	3,451,553	2,807,623	3,278,808	4,967,803	3,919,624	3,887,522	4,843,189	7,189,495
Unrestricted	1,163,138	171,105	2,081,110	4,307,021	3,865,028	5,743,862	6,450,960	7,700,397	7,653,310	10,217,118
<b>Total governmental activities net assets</b>	<b>\$ 18,482,164</b>	<b>\$ 19,177,654</b>	<b>\$ 20,874,899</b>	<b>\$ 21,797,725</b>	<b>\$ 23,020,887</b>	<b>\$ 25,436,494</b>	<b>\$ 25,298,416</b>	<b>\$ 27,496,875</b>	<b>\$ 29,113,050</b>	<b>\$ 32,229,728</b>

Source: Comprehensive Annual Financial Report.

Table 2

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Changes in Net Assets  
Fiscal Years Ended June 30, 1999 through June 30, 2008  
(Accrual Basis of Accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>Expenses</b>										
<b>Instruction:</b>										
Regular programs	\$ 24,102,950	\$ 25,005,721	\$ 25,342,208	\$ 27,048,089	\$ 28,050,594	\$ 29,434,612	\$ 30,944,989	\$ 33,012,955	\$ 29,401,351	\$ 32,701,309
Special programs	8,552,071	8,814,006	10,748,989	11,219,895	11,859,139	12,434,267	13,868,144	14,780,498	15,750,032	14,538,577
Other instructional programs	4,227,493	4,002,734	2,404,456	2,583,517	3,072,432	2,820,695	3,252,453	3,434,608	3,665,528	3,804,143
<b>Support services:</b>										
Student services	2,287,819	2,432,470	2,362,617	2,609,415	2,708,577	2,919,505	3,065,160	3,078,977	3,250,503	3,276,441
Instructional staff support	2,377,649	2,382,612	2,427,288	2,439,031	2,497,430	2,493,424	2,649,660	2,671,572	2,853,256	3,186,308
General administration	1,255,811	1,400,490	1,355,382	1,403,282	1,529,382	1,467,866	1,582,637	1,539,209	1,729,063	1,753,800
School administration	2,802,128	3,157,004	3,683,155	3,552,513	3,506,421	3,597,609	3,844,721	4,029,261	4,516,103	5,467,501
Business services	462,438	528,529	524,140	466,844	557,772	519,636	505,065	515,413	551,095	532,187
Plant services	5,337,504	5,473,467	5,581,469	5,765,648	6,072,446	6,276,572	6,528,526	7,259,883	7,189,088	7,812,785
Student transportation services	4,208,452	4,109,943	4,046,400	4,303,580	4,664,597	5,070,014	5,479,318	5,751,312	6,129,112	6,644,271
Central services	227,943	385,528	519,499	631,498	460,289	443,887	516,118	415,655	775,894	462,815
Food services	4,062,996	4,072,033	4,145,461	4,261,555	4,314,613	4,731,816	5,284,644	5,286,207	5,582,776	5,911,613
Community services	1,466	5,067	6,839	10,293	33,344	44,510	67,114	84,272	55,531	59,904
Interest on long-term debt	560,741	415,679	589,054	479,947	622,087	965,518	950,440	914,995	975,949	865,655
Total expenses	60,457,461	62,185,283	63,736,957	66,776,107	69,949,523	73,219,931	78,538,989	82,774,817	82,425,279	87,017,309
<b>Program Revenues</b>										
<b>Changes for services:</b>										
Food Service Operations	739,704	727,610	748,871	751,751	725,389	732,474	832,657	849,265	824,623	895,971
Operating Grants and Contributions	11,849,355	13,449,561	8,444,148	8,481,376	9,548,849	11,417,563	10,743,809	13,320,942	12,761,872	12,830,019
Capital Grants and Contributions	227,385	0	0	0	0	0	0	0	0	0
Total program revenues	12,816,444	14,177,171	9,193,019	9,233,127	10,274,238	12,150,037	11,576,466	14,170,207	13,586,495	13,725,990
<b>Net (Expense) / Revenue</b>	<b>(47,651,017)</b>	<b>(48,008,112)</b>	<b>(54,543,938)</b>	<b>(57,542,980)</b>	<b>(59,675,285)</b>	<b>(61,069,894)</b>	<b>(66,962,523)</b>	<b>(68,604,610)</b>	<b>(68,838,784)</b>	<b>(75,291,319)</b>
<b>General Revenues and Other Changes in Net Assets</b>										
<b>Taxes</b>										
Ad valorem taxes levied for general purposes	1,740,652	2,081,588	2,046,360	1,957,804	2,078,839	2,042,171	2,253,405	2,422,564	2,898,498	2,720,354
Ad valorem taxes levied for debt service purposes	1,410,027	1,581,419	1,263,570	1,216,184	1,666,123	2,150,675	2,355,516	2,408,637	3,063,579	2,403,961
Sales taxes	6,931,159	7,081,312	7,957,256	7,260,026	7,470,030	8,553,516	9,283,499	9,730,746	9,767,480	9,610,440
Grants and contributions not restricted to specific programs	36,471,517	36,732,007	38,684,553	40,305,259	41,187,252	42,623,182	43,698,749	46,280,337	47,213,663	52,587,881
Interest and investment earnings	419,978	484,683	472,620	307,077	230,877	178,219	303,404	607,089	852,136	732,244
Impact Aid, Department of Defense, ROTC	0	0	5,070,191	6,038,767	6,904,128	7,832,160	8,307,222	8,312,798	6,752,611	7,626,843
Miscellaneous	361,595	742,593	766,633	1,382,689	1,361,197	305,577	622,646	1,040,905	1,004,976	726,274
Special items- Gain on sale of assets	2,500	0	0	0	0	0	0	0	0	0
Total	47,337,428	48,703,602	56,241,183	58,465,806	60,898,446	63,482,500	66,824,441	70,803,076	71,572,893	76,407,997
<b>Change in Net Assets</b>	<b>\$(313,589)</b>	<b>695,490</b>	<b>1,697,245</b>	<b>922,826</b>	<b>1,223,161</b>	<b>2,415,606</b>	<b>\$(138,082)</b>	<b>2,198,466</b>	<b>2,734,109</b>	<b>3,116,678</b>

Source: Comprehensive Annual Financial Report

Table 3

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>General Fund</b>										
Reserved	\$ 291,266	\$ 302,647	\$ 318,498	\$ 763,332	\$ 1,109,165	\$ 846,320	\$ 648,089	\$ 663,900	\$ 670,097	\$ 693,376
Unreserved	1,218,924	1,387,849	3,400,217	4,113,536	5,004,214	7,061,986	8,055,122	9,221,797	9,533,763	12,141,268
Total general fund	<u>1,510,190</u>	<u>1,690,496</u>	<u>3,718,715</u>	<u>4,876,868</u>	<u>6,113,379</u>	<u>7,908,306</u>	<u>8,703,211</u>	<u>9,885,697</u>	<u>10,203,860</u>	<u>12,834,644</u>
<b>All Other Governmental Funds</b>										
Reserved	1,374,349	1,595,803	1,499,163	1,271,903	1,161,530	1,058,868	884,171	1,048,187	1,937,835	1,995,566
Unreserved, reported in:										
Special revenue funds	909,276	767,243	1,265,121	1,293,990	1,521,149	2,479,768	1,488,298	1,659,723	2,263,826	2,390,824
Capital projects funds	567	0	533,826	26,410	(196,660)	7,240,620	3,656,562	588,708	26,091	2,164,211
Total all other governmental funds	<u>2,284,192</u>	<u>2,363,046</u>	<u>3,298,110</u>	<u>2,592,303</u>	<u>2,486,019</u>	<u>10,779,256</u>	<u>6,029,031</u>	<u>3,296,618</u>	<u>4,227,752</u>	<u>6,550,601</u>
Grand total of funds	<u>\$ 3,794,382</u>	<u>\$ 4,053,542</u>	<u>\$ 7,016,825</u>	<u>\$ 7,469,171</u>	<u>\$ 8,599,398</u>	<u>\$ 18,687,562</u>	<u>\$ 14,732,242</u>	<u>\$ 13,182,315</u>	<u>\$ 14,431,612</u>	<u>\$ 19,385,245</u>

Source: Comprehensive Annual Financial Report

Table 4

YEENON PARISH SCHOOL BOARD  
L Leesville, Louisiana

Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Annual Basis of Accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>Revenues</b>										
Ad valorem taxes	\$ 3,150,679	\$ 3,663,007	\$ 3,109,930	\$ 3,173,988	\$ 3,744,562	\$ 4,192,846	\$ 4,608,921	\$ 4,831,201	\$ 5,982,077	\$ 5,129,315
Sales & use taxes	6,931,159	7,081,312	7,957,256	7,959,026	7,470,030	8,153,516	9,260,440	9,730,746	9,787,480	9,610,440
Investment Earning	419,978	484,683	473,620	307,077	230,872	178,219	303,404	607,089	832,136	732,244
Food services	735,704	727,610	748,871	751,751	725,389	732,474	824,657	849,265	824,623	883,971
Other Revenues	361,595	816,404	833,696	752,416	675,372	874,928	1,029,591	1,079,691	1,019,691	857,784
Total revenues from local sources	11,602,115	12,773,016	13,322,373	13,245,258	12,846,630	14,331,953	16,058,012	17,097,391	18,446,007	17,200,754
Equalization	35,914,230	36,134,378	38,164,424	39,662,112	40,446,843	42,172,018	43,052,370	45,664,496	46,656,010	52,007,161
Other	2,229,213	1,832,905	1,857,255	2,009,912	2,534,643	2,602,043	1,709,519	2,406,928	2,233,411	3,289,485
Total revenue from state sources	38,143,443	37,967,283	40,021,629	41,672,024	42,981,486	44,774,061	44,767,889	48,071,424	48,889,421	55,489,646
Revenue from federal sources	10,404,814	12,224,282	12,241,123	13,923,089	15,415,364	17,098,844	17,794,193	19,864,156	17,833,723	17,748,087
Total Revenues	60,151,572	62,954,584	65,615,175	67,842,371	71,243,230	76,204,868	78,614,894	85,032,972	83,174,155	98,245,497
<b>Expenditures:</b>										
Current:										
Instruction services	35,631,247	36,583,739	37,024,713	39,633,862	41,729,832	43,226,493	47,000,215	50,249,402	47,698,521	49,619,659
Student services	2,287,819	2,432,470	2,362,617	2,609,415	2,708,377	2,919,503	3,085,160	3,078,977	3,250,503	3,276,441
Instructional staff support	2,356,556	2,368,776	2,408,753	2,417,277	2,490,692	2,490,086	2,647,394	2,670,487	2,832,517	3,185,255
General administration	1,225,003	1,377,629	1,390,717	1,499,321	1,550,176	1,778,001	1,753,511	1,979,358	1,773,632	1,851,805
School administration	2,734,292	3,069,327	3,616,638	3,490,961	3,445,814	3,245,408	3,780,757	3,958,889	4,441,296	5,382,558
Business services	434,782	529,833	519,528	461,615	552,330	518,041	503,699	514,633	549,861	529,874
Plant services	5,209,717	5,494,093	5,531,014	5,631,988	6,060,940	6,395,112	6,495,144	7,226,582	7,183,203	7,778,948
Student transportation services	4,186,257	4,092,234	4,027,096	4,265,679	4,612,661	4,395,112	4,495,144	5,216,148	6,088,447	6,597,148
Central services	227,293	385,238	319,499	631,498	460,289	443,887	516,118	577,894	462,815	599,994
Food service	3,983,138	3,973,446	4,090,088	4,119,817	4,234,835	4,320,801	5,003,395	5,077,443	5,806,370	5,643,117
Community services	1,466	5,067	6,839	10,293	33,344	44,510	67,114	84,272	55,531	59,994
Capital Outlay	803,785	1,442,711	443,281	1,210,231	2,259,105	4,609,624	7,063,493	3,817,917	2,776,226	954,270
Debt service:										
Principal	849,514	870,431	924,239	968,242	1,173,653	1,350,419	1,281,204	1,199,875	1,239,488	1,377,505
Interest	574,564	542,500	505,773	487,432	562,466	632,472	673,060	983,226	916,735	916,735
Advanced crowd funding	0	0	0	0	0	0	307,402	0	0	0
Total Expenditures	60,271,913	62,873,724	63,324,795	67,449,035	72,360,624	77,925,655	85,812,918	86,582,894	83,440,532	87,636,034
Excess of revenues over (under) expenditures	(616,541)	89,860	2,290,380	402,346	(1,117,349)	(1,720,767)	(7,198,824)	(1,549,922)	(666,376)	2,699,463
<b>Other Financing Sources (Uses)</b>										
Proceeds from borrowing	0	0	0	50,000	5,856,300	8,200,000	4,958,500	0	1,515,673	4,189,400
Proceeds from refunding	0	0	0	0	0	0	0	0	0	(1,848,609)
Payments to escrow agent	0	0	0	0	0	0	(1,715,000)	0	0	0
Transfers in	964,848	775,722	939,420	1,091,285	953,309	0	1,302,245	1,743,442	1,698,500	1,565,007
Transfers out	(964,848)	(775,722)	(939,420)	(1,091,285)	(953,309)	0	(1,302,245)	(1,743,442)	(1,698,500)	(1,565,007)
Premium on bonds issued	0	0	0	0	0	0	0	0	0	3,279
Total other financing sources (uses)	0	0	0	50,000	5,856,300	8,200,000	3,246,250	0	1,515,673	3,344,170
<b>Special Items</b>										
Proceeds from sale of assets	2,500	0	0	0	0	0	0	0	0	0
Bond and capital lease proceeds	0	0	672,903	0	0	0	0	0	0	0
Total special items	2,500	0	672,903	0	0	0	0	0	0	0
Net change in fund balances	\$ (424,041)	\$ 80,860	\$ 2,962,283	\$ 452,346	\$ 4,739,156	\$ 6,479,233	\$ (3,955,324)	\$ (1,549,922)	\$ 1,249,297	\$ 4,953,633
Debt service as a percentage of noncapital expenditures	2.4%	2.3%	2.3%	2.2%	2.5%	3.0%	2.7%	2.6%	2.6%	2.6%

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
1999	\$ 49,183,313	\$ 45,810,067	\$ 11,945,431	\$ 30,945,470	\$ 75,993,341	129.88	\$ 828,257,163	12.91%
2000	50,851,209	47,360,998	12,275,593	31,304,880	79,182,920	129.88	857,104,549	12.89%
2001	52,238,378	48,653,675	12,631,327	32,699,910	80,823,470	131.18	897,688,780	12.65%
2002	52,481,560	48,950,040	14,725,430	33,175,350	82,981,680	131.18	916,345,665	12.68%
2003	53,489,930	49,448,210	14,970,980	33,946,550	83,962,570	131.18	934,146,900	12.62%
2004	53,830,130	49,706,760	14,417,220	34,456,620	83,497,490	131.18	934,147,684	12.63%
2005	59,563,020	52,273,800	15,948,490	37,745,930	90,039,380	131.18	1,019,744,139	12.53%
2006	61,236,460	66,752,210	17,356,540	38,386,650	106,958,560	131.18	1,191,318,246	12.20%
2007	71,122,170	29,932,680	44,916,520	39,393,293	106,578,077	141.18	1,106,672,498	13.19%
2008	74,483,380	31,868,780	38,645,600	40,805,178	104,192,582	144.70	1,111,344,816	13.05%

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years.
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
  - 10% land
  - 10% residential improvements
  - 15% industrial improvements
  - 15% machinery
  - 15% commercial improvements
  - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.
- (4) Total direct tax rate includes only operating millages.
- (5) For years prior to 2007 oil and gas wells were classified as commercial property. For 2007 this was changed to classify oil and gas wells as personal property.

Table 6

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Overlapping Governments  
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate		Total School		Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Operating Millage	Debt Service Millage	Vernon Parish Police Jury	City of Leesville	
1999	129.88	301.11	430.99		119.35	24.75	575.09
2000	129.88	301.11	430.99		119.35	25.42	575.76
2001	131.18	270.11	401.29		119.35	23.39	544.03
2002	131.18	297.65	428.83		119.35	23.57	571.75
2003	131.18	297.65	428.83		119.35	22.69	570.87
2004	131.18	385.57	516.75		119.35	23.69	659.79
2005	131.18	356.34	487.52		147.41	22.77	657.70
2006	131.18	353.16	484.34		147.41	21.38	653.13
2007	141.18	357.56	498.74		147.41	20.66	666.81
2008	144.70	356.16	500.86		155.30	20.75	676.91

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) School district debt service millage is for individual school districts.
- (2) The above schedule does not include water districts, fire districts, forestry districts, or levee districts.
- (3) Overlapping rates are those of city and parish governments that apply to property owners within Vernon Parish. Not all overlapping rates apply to all property owners.

Table 7

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Property Taxpayers  
June 30, 2008 and Nine Years Ago

Taxpayer	Fiscal Year 2008			Fiscal Year 1999		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Merit Energy	\$ 6,802,070	1	6.53 %	\$		%
Swift Energy Operating	6,119,650	2	5.87			
Bell South Telecommunications	4,313,210	3	4.14	2,131,660	1	1.99
Cleco Corporation	4,062,680	4	3.90	1,428,240	3	1.34
Eagle Rock Energy	3,898,570	5	3.74			
Meriwether Louisiana	2,184,890	6	2.10			
Amisub (Byrd Hospital), Inc.	2,146,440	7	2.06	828,070	6	0.77
Merchants & Farmers Bank	2,002,490	8	1.92	1,459,800	2	1.37
Beauregard Electric Co.	1,884,860	9	1.81			
Entergy Louisiana, Inc.	1,604,840	10	1.54	812,980	7	0.76
McRae Auto Plaza				1,338,620	4	1.25
Lowe's Home Centers, Inc.				1,204,710	5	1.13
Wal-Mart Stores Inc.				729,210	8	0.68
Comm-Care Corporation				575,500	10	0.54
Byrd Regional Hospital				600,830	9	0.56
Totals	\$ 35,019,700		33.61 %	\$ 11,109,620		10.39 %

Source: Vernon Parish Tax Assessor Agency

Table 8

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years		Total Collections to Date	
		Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
1999	\$ 3,305,382	\$ 3,114,761	94.23%	\$ 59,083		\$ 3,173,844	96.02%
2000	3,464,787	3,600,378	103.91%	72,715		3,673,093	106.01%
2001	3,214,006	3,222,795	100.27%	18,398		3,241,193	100.85%
2002	3,249,127	3,153,340	97.05%	18,577		3,171,917	97.62%
2003	3,717,648	3,721,819	100.11%	49,830		3,771,649	101.45%
2004	4,945,138	4,139,223	83.70%	703		4,139,926	83.72%
2005	4,602,691	4,602,910	100.00%	862		4,603,772	100.02%
2006	5,433,774	4,831,201	88.91%	579,254		5,410,455	99.57%
2007	5,451,101	5,402,823	99.11%	14,672		5,417,495	99.38%
2008	5,028,414	5,109,643	101.62%	N/A		5,109,643	101.62%

Source: Vernon Parish Sheriff (ex-officio tax collector)

N/A - Information is not yet available.

Table 9

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Sales and Use Tax Rates and Collections - All Governments  
Last Ten Fiscal Years

Fiscal Year	Sales and Use Tax Rates					Tax Collections				
	Parishwide		Municipalities		Total Rate	Parishwide		Municipalities		Total Collections
	School Board	Police Jury	Leesville	Other		School Board	Police Jury	Leesville	Other	
1999	2.00%	1.50%	1.50%	3.00%	5.00%	\$ 6,870,308	\$ 5,679,709	\$ 1,719,046	\$ 196,695	\$ 14,465,758
2000	2.00%	1.50%	1.50%	3.00%	5.00%	7,109,036	5,358,496	1,714,227	193,295	14,375,054
2001	2.00%	1.50%	1.50%	3.00%	5.00%	7,421,554	5,531,410	1,758,621	188,047	14,899,632
2002	2.00%	1.50%	1.50%	3.00%	5.00%	7,220,892	5,409,250	1,847,324	171,258	14,648,724
2003	2.00%	1.50%	1.50%	3.00%	5.00%	7,412,940	5,552,438	1,965,800	179,265	15,110,443
2004	2.00%	1.50%	1.50%	3.00%	5.50%	8,257,329	6,260,936	2,332,067	194,356	17,353,716
2005	2.00%	1.50%	1.50%	3.00%	5.50%	9,184,428	6,974,229	3,494,100	222,644	22,117,390
2006	2.00%	1.50%	1.50%	3.00%	5.50%	9,641,500	7,327,996	3,645,023	223,770	23,161,283
2007	2.00%	1.50%	1.50%	3.00%	5.50%	9,798,921	7,465,740	3,841,304	224,372	23,743,152
2008	2.00%	1.50%	1.50%	3.50%	5.50%	9,682,872	7,405,130	3,855,955	255,172	23,595,314

## Notes:

- (1) Information provided by Vernon Parish Sales and Use Tax Agency, which is on a cash basis.
- (2) Total rate represents the maximum amount that may be assessed by local taxing authorities. These rates do not include the state sales and use tax rate.
- (3) The Municipalities - Other column includes 1% each for Hornbeck and Rosepine, and 1.5% for New Llano.
- (4) Sales tax collections reported by the Vernon Sales and Use Tax Agency are on the cash basis.
- (5) The Sheriff's Office is a new sales and use tax levy of 1/2% effective for 4/1/2004.

Table 10

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds		Capital Leases		Total Debt Outstanding	Percentage of Personal Income	Per Capita
	\$	\$					
1999	10,372,752	16,044			10,388,796	1.09%	200
2000	9,518,365	0			9,518,365	0.96%	185
2001	9,280,182	56,506			9,336,688	0.88%	178
2002	8,374,811	43,635			8,418,446	0.74%	164
2003	13,071,332	29,961			13,101,293	1.09%	257
2004	19,935,440	15,434			19,950,874	1.55%	394
2005	21,607,737	0			21,607,737	1.58%	436
2006	20,407,862	0			20,407,862	1.41%	419
2007	20,570,682	56,567			20,627,249	1.30%	441
2008	21,504,492	44,167			21,548,659	1.26%	455

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics (Table 14) for personal income and population data.

Table 11

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property		Per Capita
1999	\$ 10,372,752	\$ 1,374,349	\$ 8,998,403	1.09%	\$	173
2000	9,518,365	1,595,803	7,922,562	0.92%		153
2001	9,280,182	1,499,163	7,781,019	0.87%		148
2002	8,374,811	1,271,903	7,102,908	0.78%		139
2003	13,071,332	1,161,530	11,909,802	1.27%		233
2004	19,935,440	1,058,868	18,876,572	2.02%		373
2005	21,607,737	884,171	20,723,566	2.03%		418
2006	20,407,862	1,048,187	19,359,675	1.63%		397
2007	20,570,682	1,937,835	18,632,847	1.68%		399
2008	21,504,492	1,995,566	19,508,926	1.76%		412

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics for personal income and population data.
- (4) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

Table 12

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Direct and Overlapping Governmental Activities Debt  
As of June 30, 2008

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Vernon Parish Police Jury	\$ 1,440,000	100.00%	\$ 1,440,000
City of Leesville	4,380,000	100.00%	4,380,000
Subtotal, overlapping debt			<u>5,820,000</u>
<b>Vernon Parish School Board Direct Debt</b>			<u>21,504,492</u>
Total direct and overlapping debt			<u>\$ 27,324,492</u>

Sources: Debt outstanding data extracted from annual financial report of respective governments.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School Board. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School Board.
- (2) Various tax districts exist within Vernon Parish that involve a small percentage of parish taxpayers. These districts' debt is not included as the amounts and impact on this schedule is not significant.
- (3) Debt outstanding includes only general bonded debt.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Legal Debt Margin Information  
Last Ten Fiscal Years

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt Limit	\$ 37,428,584	\$ 38,670,730	\$ 39,733,183	\$ 40,654,961	\$ 41,267,142	\$ 41,283,939	\$ 44,724,859	\$ 50,870,824	\$ 51,089,980	\$ 50,749,216
Total net debt applicable to limit	8,998,403	7,922,562	7,781,019	7,102,908	11,909,802	18,876,572	20,723,566	19,359,675	18,632,847	19,508,926
Legal debt margin	\$ 28,430,181	\$ 30,748,168	\$ 31,952,164	\$ 33,552,053	\$ 29,357,340	\$ 22,407,367	\$ 24,001,293	\$ 31,511,149	\$ 32,457,133	\$ 31,240,290
Total net debt applicable to the limit as a percentage of debt limit	24.04%	20.49%	19.38%	17.47%	28.86%	45.72%	46.34%	38.06%	36.47%	38.44%

Legal Debt Margin Calculation for Fiscal Year 2008

Assessed value	\$ 104,192,582
Acid back, exempt real property	40,805,178
Total assessed value	144,997,760
Debt limit ( 35% of total assessed value)	50,749,216
Debt applicable to limit:	
General Obligation bonds	21,504,492
Less: Amount set aside for repayment of general obligation debt	1,995,566
Total net debt applicable to limit	19,508,926
Legal debt margin	\$ 31,240,290

Source: Comprehensive Annual Financial Report

Notes:

(1) The debt limit is 35% of total assessed value. This percentage is in accordance with Act 103 or 1980 Regular Session of the Louisiana Legislature R. S. 39:562 ( C ).

Table 14

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income	Per Capita Personal Income	School Enrollment	Percentage on Free & Reduced Meals	Unemployment Rate
1999	51,894	\$ 955,222,000	\$ 18,407	10,029	N/A	6.2 %
2000	51,667	994,177,000	19,242	10,247	N/A	7.2
2001	52,531	1,055,188,000	20,087	10,215	N/A	6.1
2002	51,273	1,142,753,000	22,288	9,980	N/A	6.4
2003	51,008	1,203,687,000	23,598	9,677	N/A	6.5
2004	50,669	1,284,139,000	25,344	9,544	N/A	6.5
2005	49,545	1,367,319,000	27,598	9,621	N/A	6.5
2006	48,745	1,448,952,000	29,725	9,232	N/A	4.1
2007	46,748	1,582,628,000	33,854	9,107	47.35 %	4.2
2008	47,380	1,716,304,000	36,224	8,997	55.83	4.5

## Sources:

- (1) Population data obtained from the U. S. Census Bureau.
- (2) School enrollment and free and reduced meals data obtained from Louisiana Department of Education.
- (3) Unemployment rate obtained from U. S. Department of Labor.
- (4) Personal Income data obtained from [www.stats.indiana.edu](http://www.stats.indiana.edu).

Table 15

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Employers  
Current Year

	Number of Employees	% of Total Employment
Fort Polk-JRTC (civilian employees)	6,613	30.29%
Ameri-Tech Building Systems, LLC	3,000	13.74%
Vernon Parish School Board	1,447	6.63%
Wal-Mart Supercenter	500	2.29%
Byrd Regional Hospital	260	1.19%
Vernon Parish Police Jury	210	0.96%
Vernon Parish Sheriff's Office	179	0.82%
The Woodlands	150	0.69%
Leesville Developmental Center	125	0.57%
Lowe's	125	0.57%

Source: City of Leesville

Notes:

- (1) Principal employers information was not available for nine years ago.
- (2) Employment data obtained from U.S. Department of Labor.

Table 16

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

School Personnel

Fiscal Years Ended June 30, 2002 Through June 30, 2008

	2002	2003	2004	2005	2006	2007	2008
<b>Teachers</b>							
Less than a Bachelor's degree	0	0	14	7	16	16	6
Bachelor	556	555	540	517	530	484	462
Master	94	104	96	110	116	121	110
Master +30	49	50	44	40	47	53	44
Specialist in Education	3	3	4	3	4	3	3
Ph.D or Ed.D	1	1	2	0	1	1	1
<b>Total</b>	<b>703</b>	<b>713</b>	<b>700</b>	<b>677</b>	<b>714</b>	<b>678</b>	<b>626</b>
<b>Principals &amp; Assistants</b>							
Bachelor	0	0	0	0	0	0	0
Master	15	15	15	15	20	19	19
Master +30	26	21	24	23	22	20	20
Specialist in Education	2	3	3	3	3	2	2
Ph.D or Ed.D	0	0	0	0	0	0	0
<b>Total</b>	<b>43</b>	<b>39</b>	<b>42</b>	<b>41</b>	<b>45</b>	<b>41</b>	<b>41</b>

Source: Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

Notes:

(1) The agreed upon procedures report on performance and statistical data is available only for the fiscal years ended June 30, 2002 and later.

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**School Building Information**  
June 30, 2008

<u>Instructional Sites</u>	<u>Date Constructed</u>	<u>Enrollment</u>	<u>Grades Taught</u>
<b>High Schools:</b>			
Anacoco	1986	383	7-12
Evans	1958	313	Pre K-12
Hicks	1986	315	Pre K-12
Hornbeck	1967	444	Pre K-12
Leesville	1959	913	9-12
Pickering	1981	445	7-12
Pitkin	1970	506	Pre K-12
Rosepine	1986	487	7-12
Simpson	1970	342	Pre K-12
<b>Middle Schools:</b>			
Leesville Junior High	1976	562	7-8
Vernon	1958	561	5-6
<b>Elementary Schools:</b>			
East Leesville	1952	357	Pre K-1
Pickering	1966	605	Pre K-6
South Polk	1975	526	2-4
West Leesville	1958	505	2-4
Rosepine	1932	726	Pre K-6
Anacoco	1967	508	Pre K-6
North Polk	1995	499	Pre K-1
Vernon Optional		21	7-12

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Operating Statistics

For the Fiscal Years Ended June 30, 2002 through June 30, 2008

Fiscal Year Ended June 30	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2002	\$ 66,776,107	9,980	\$ 6,691	0	703	14.20
2003	69,949,523	9,677	7,228	8.03%	713	13.57
2004	73,219,931	9,544	7,672	6.13%	700	13.63
2005	78,538,989	9,621	8,163	6.41%	677	14.21
2006	82,774,817	9,232	8,966	9.83%	714	12.93
2007	82,425,279	9,107	9,051	0.94%	678	13.43
2008	\$ 87,017,305	8,997	\$ 9,672	6.86%	626	14.37

Notes:

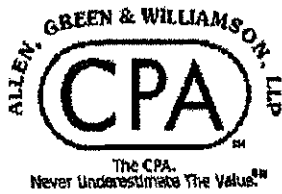
- (1) This information is presented for 2002 and thereafter because the teaching staff information is extracted from the agreed upon procedures report on performance and statistical data which is available only for the fiscal years ended June 30, 2002 and later.
- (2) Expenses are on full accrual and is extracted from Table 2, Changes in Net Assets.
- (3) Enrollment is extracted from Table 14, Demographic and Economic Statistics.
- (4) Teaching staff is extracted from Table 16, School Personnel.

**Vernon Parish School Board  
Leesville, Louisiana**

**Compliance with Single Audit Act Amendment of 1996  
And Other Information  
For the Year Ended June 30, 2008**

**Vernon Parish School Board  
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## **Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards**

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board as of and for the year ended June 30, 2008, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 19, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over financial reporting.

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

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

Our consideration of 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 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 other matters that are required to be reported under Government Auditing Standards.

Management Letter Items

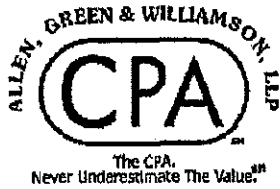
We noted a certain matter that we reported to management of the School Board in a separate letter dated December 19, 2008, included later in this report.

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

*Allen, Green + Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 19, 2008



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

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

### Compliance

We have audited the compliance of Vernon Parish School Board with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2008. 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 on the School Board's compliance with those requirements.

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

### Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the 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 the 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 control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the School Board's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the School Board's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the School Board's internal control.

Our consideration of 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 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of and for the year ended June 30, 2008, and have issued our report thereon dated December 19, 2008. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

*Allen, Green + Williamson, LLP*  
ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 19, 2008

**Vernon Parish School Board**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2008**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	<u>No.</u>	<u>Grantor No.</u>	<u>Pass-Through Expenditures</u>
<b>CASH FEDERAL AWARDS</b>			
United States Department of Agriculture			
Passed Through Louisiana Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	\$ 565,382
National School Lunch Program	10.555	N/A	<u>1,788,718</u>
Child Nutrition Cluster Total			<u>2,354,100</u>
Passed Through Louisiana Department of Treasury:			
Schools and Roads - Grants to States (National Forest Lands)	10.665	N/A	<u>275,549</u>
Total United States Department of Agriculture			<u>2,629,649</u>
United States Department of Education			
Direct Programs:			
Impact Aid - Maintenance and Operation	84.041	N/A	7,626,843
Passed Through Louisiana Department of Education:			
Adult Education - State-Administered			
Basic Grant Program	84.002	28-08-44-58	81,795
Title I Grants to Local Educational Agencies			
Basic Grant Program	84.010	S010A070018	2,293,544
Special Education Cluster:			
State Grants - Part B	84.027	28-06-S0-58; H027A070033	1,821,601
Preschool Grants	84.173	H173A0770082	<u>43,167</u>
Special Education Cluster Total			<u>1,864,768</u>
Vocational Education:			
Basic Grants to States	84.048	28-08-02-58; 28-07-02-58C	141,794
Tech-Prep Education	84.243	SB58/07-08	136,367
Innovative Education Program Strategies - Title V	84.298	S298A070018	12,144
Improving Teacher Quality (Title II)	84.367A	S367A070017	673,390
English Language Acquisition Grant (Title III)	84.365	T365A060018	19,862
Technology Literacy Challenge	84.318	28-08-49-58	21,071
Title IV (Safe and Drug-Free Schools)	84.186	Q186A70019	48,506
Mathematics and Science Partnership	84.366B	28-07-MP-58	81,461
HERA Assistance for Homeless Youth	84.938B	28-06-IH-58	8,140
Rural Education Achievement Program	84.358B	28-08-RE-58	144,784
Indian Education	84.060	N/A	<u>30,155</u>
Total United States Department of Education			<u>13,184,624</u>
United States Department of Health and Human Services			
Direct program - Head Start	93.600	08CH5622/30	1,611,972
Passed Through the Louisiana Department of Education:			
Temporary Assistance for Needy Families (TANF)	93.558	28-08-EP-58	<u>5,148</u>
Total United States Department of Health and Human			<u>\$ 1,617,120</u>

(Continued)

**Vernon Parish School Board  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2008**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	<u>CFDA</u>	<u>Grantor No.</u>	<u>Pass-Through Expenditures</u>
<b>CASH FEDERAL AWARDS</b>			
United States Department of Homeland Security			
Passed Through the State of Louisiana			
Disaster Grant-Public Assistance	97.036	N/A	6,212
Corporation for National and Community Service			
Passed Through the Louisiana Department of Education:			
Learn and Serve America	94.004	N/A	17,708
United States Department of Defense			
Direct Programs:			
Department of The Army			
JROTC	12.609	N/A	59,588
Passed Through the Louisiana Department of Education:			
Unisys	12.UKN	N/A	21,171
Total United States Department of Defense			<u>80,759</u>
<b>TOTAL CASH FEDERAL AWARDS</b>			<u><u>17,536,072</u></u>
<b>NONCASH FEDERAL AWARDS</b>			
United States Department of Agriculture			
Passed Through Louisiana Department of Agriculture and Forestry:			
Food Distribution Program (Commodities)	10.550	N/A	212,015
<b>TOTAL NONCASH FEDERAL AWARDS</b>			<u>212,015</u>
<b>TOTAL FEDERAL AWARDS</b>			<u><u>\$17,748,087</u></u>
			(Concluded)

**Vernon Parish School Board**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2008**

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

**NOTE 2 - BASIS OF ACCOUNTING** The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements.

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

<u>Federal Sources</u>	
General	\$ 7,971,792
Title I	2,293,544
Non Major Funds:	
Other Special	155,926
Drug Free Schools	48,506
Indian Education Grant	30,155
Adult Education	81,795
Vocational Education	278,161
Special Education	1,816,774
School Food Service	2,566,115
Title VI	12,144
Title II	673,390
Title III	19,862
Headstart	1,611,972
Preschool	43,167
REAP	144,784
Total	<u>\$ 17,748,087</u>

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

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

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

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2008**

**PART I - Summary of the Auditors' Results**

**Financial Statement Audit**

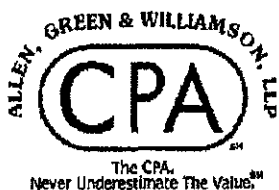
- i. The type of audit report issued was unqualified.
- ii. There were no significant deficiencies required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America.
- iii. There were no instances of noncompliance considered material to the financial statements, as defined by the Government Auditing Standards.

**Audit of Federal Awards**

- iv. There were no significant deficiencies required to be disclosed by OMB Circular A-133.
- v. The type of report the auditor issued on compliance of major federal awards was unqualified.
- vi. The audit disclosed no audit findings which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal awards are:  

CFDA # 84.041                      Impact Aid
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in OMB Circular A-133, Section .520(b) was \$532,443.
- ix. The auditee qualifies as a low-risk auditee under OMB Circular A-133, Section .530.

## **OTHER INFORMATION**



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## Management Letter

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board, as of and for the year ended June 30, 2008, which collectively comprise the School Board's basic financial statements, we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on internal control.

However, during our audit, we noted a certain matter involving other operational matters that are presented for your consideration. This letter does not affect our report dated December 19, 2008, on the basic financial statements of the School Board. We will review the status of this comment during our next audit engagement. Our comment and recommendation, all of which have been discussed with appropriate members of management, is intended to result in operating efficiency. We will be pleased to discuss this comment in further detail at your convenience, to perform any additional study of this matter, or to assist you in implementing the recommendation. Our comment is summarized as follows:

### 08-M1

### Accounting System

**Comment:** The School Board is not fully utilizing a specialized clearing account accounting system, which is provided by a software vendor. The system as it is currently being utilized requires added work by the accounting staff in processing checks and posting journal entries and extra cost to the School Board when new software changes occur to adopt the new changes to the currently used system. A fully implemented system, using a master fund accounting system, would save personnel time and software costs.

**Recommendation:** The School Board accounting system should be changed to a master fund accounting system. This change would minimize the additional software changes and costs necessary by the vendor as well as allow accounting staff to better focus on other functions.

**Management's response:** The School Board will communicate with the software vendor in setting up the master fund accounting system.

\* \* \* \* \*

Also included are management's responses to our current-year management letter items. We have performed no audit work to verify the content of the responses.

Immediately following this letter is the Status of Prior Year Management Letter Items. This information has not been audited by Allen, Green & Williamson, LLP, and no opinion is expressed. However, we did follow-up on the prior year management items and performed procedures to access the reasonableness of the Status of Prior Year Management Letter Items prepared by the auditee, and we would report, as a current-year management letter item when Allen, Green & Williamson, LLP, concludes the Status of Prior Year Management Letter Items materially misrepresents the status of any prior year management letter item.

Our audit procedures are designed primarily to enable us to form opinions on the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2008, which collectively comprise the School Board's basic financial statements, and therefore, may not reveal all weaknesses in policies and procedures that may exist.

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

*Allen, Green + Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 19, 2008

**Vernon Parish School Board  
Status of Prior Year Management Letter Item  
June 30, 2008**

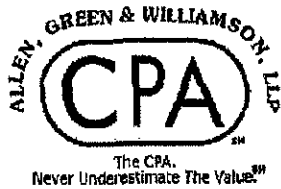
**07-M1**

**Pledged Securities**

**Year of Origination:** June 30, 2007

**Comment:** The School Board and the bank monitor bank deposits on a monthly basis to ensure that School Board balances are adequately secured. Two large payroll deposits were made by the School Board on June 20 and on June 27 for the semi annual sales tax check and for the June payroll which is paid on the last day of the month. The sales tax deposit did not clear out before the end of the month payroll deposit was made. Since the 30<sup>th</sup> was on a Saturday the payroll checks did not clear out by June 30 which left \$2,201,337 of School Board deposits unsecured for two days in July 2007.

**Management's response:** The School Board better communicated with the bank to ensure all bank accounts were properly secured for all deposits.



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## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

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

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

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

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

- 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.

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

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.

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

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

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

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 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.

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

Number and Type of Public Schools (Schedule 3)

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

**Comment:** There was one instance in which the list of schools improperly excluded preschool in the grade levels. There was one instance in which the Title 1 application improperly included preschool in the grade levels.

**Management's Response:** The Title I director will correct the Title I application to ensure each school has the proper list of grade levels at each school.

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.

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

Public Staff Data (Schedule 5)

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

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

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

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

*Class Size Characteristics (Schedule 6)*

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

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

*Louisiana Educational Assessment Program (LEAP) for the 21<sup>st</sup> Century (Schedule 7)*

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

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

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

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

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

*The Iowa Tests (Schedule 9)*

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

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

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

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

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 19, 2008

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2008**

**General Fund Instructional and Equipment Expenditures**

General Fund Instructional Expenditures:	
Teacher and Student Interaction Activities:	
Classroom Teacher Salaries	\$ 27,621,800
Other Instructional Staff Activities	3,221,575
Employee Benefits	9,698,128
Purchased Professional and Technical Services	688,085
Instructional Materials and Supplies	1,876,495
Instructional Equipment	497,059
Total Teacher and Student Interaction Activities	\$ 43,503,142
Other Instructional Activities	\$508,133
Pupil Support Activities	\$ 2,896,467
Less: Equipment for Pupil Support Activities	-
Net Pupil Support Activities	2,896,467
Instructional Staff Services	\$ 2,499,397
Less: Equipment for Instructional Staff Services	-1,100
Net Instructional Staff Services	2,498,297
School Administration	\$ 5,360,218
Less: Equipment for School Administration	(1,375)
Net School Administration	\$ 5,358,843
Total General Fund Instructional Expenditures	\$ 64,764,882
Total General Fund Equipment Expenditures	\$ 512,032

**Certain Local Revenue Sources**

Local Taxation Revenue:	
Constitutional Ad Valorem Taxes	\$ 392,368
Renewable Ad Valorem Tax	2,206,889
Debt Service Ad Valorem Tax	2,403,963
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	121,099
Sales and Use Taxes	9,810,440
Total Local Taxation Revenue	\$ 14,734,759
Local Earnings on Investment in Real Property:	
Earnings from 16th Section Property	\$ -
Earnings from Other Real Property	2,518
Total Local Earnings on Investment in Real Property	\$ 2,518
State Revenue in Lieu of Taxes:	
Revenue Sharing - Constitutional Tax	\$43,630
Revenue Sharing - Other Taxes	244,983
Revenue Sharing - Excess Portion	0
Other Revenue in Lieu of Taxes	0
Total State Revenue in Lieu of Taxes	\$ 288,613
Nonpublic Textbook Revenue	\$ -
Nonpublic Transportation Revenue	\$ -

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**Education Levels of Public School Staff**  
**As of October 1, 2007**

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			6	0.9				
Bachelor's Degree	442.88	66.402	19	2.849				
Master's Degree	106.14	15.914	4	0.6	18.93	2.838		
Master's Degree + 30	43.14	6.468	1	0.15	19.87	2.979		
Specialist in Education	3	0.45			2	0.3		
Ph. D. or Ed. D.	1	0.15						
<b>Total</b>	<b>596.16</b>	<b>89.384</b>	<b>30</b>	<b>4.499</b>	<b>40.8</b>	<b>6.117</b>		

**Vernon Parish School Board  
Leesville, Louisiana**

**Number and Type of Public Schools  
For the Year Ended June 30, 2008**

<b>Type</b>	<b>Number</b>
Elementary	8
Middle/Jr. High	1
Secondary	5
Combination	5
<b>Total</b>	<b>19</b>

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

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers**  
**As of October 1, 2007**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals			1	2	3.99	4	6.83	17.82
Principals				1	1.99	7	12.99	22.98
Classroom Teachers	39.88	55	187	80	96.1	71	97.18	626.16
<b>Total</b>	<b>39.88</b>	<b>55</b>	<b>188</b>	<b>83</b>	<b>102.08</b>	<b>82</b>	<b>117</b>	<b>666.96</b>

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Public School Staff Data: Average Salaries**  
**For the Year Ended June 30, 2008**

	<b>All Classroom Teachers</b>	<b>Classroom Teachers Excluding ROTC, Rehired Retirees, and Flagged Salary Reductions</b>
<b>Average Classroom Teachers' Salary Including Extra Compensation</b>	45818	45367
<b>Average Classroom Teachers' Salary Excluding Extra Compensation</b>	45085	44703
<b>Number of Teacher Full-time Equivalent (FTEs) used in Computation of Average Salaries</b>	651.2336	621.5624

**Note:** Figures reported include all sources of funding (i.e., federal, state, and local) but exclude stipends and 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 usually 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 teachers on sabbatical leave during any part of the school year.

**VERNON PARISH SCHOOL BOARD  
LEESVILLE, Louisiana**

**Class Size Characteristics  
As of October 1, 2007**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	40.28	431	44.11	472	15.52	166	0.09	1
Elementary Activity Classes	19.78	74	51.07	191	23.8	89	5.35	20
Middle/Jr. High	59.14	110	17.2	32	19.89	37	3.77	7
Middle/Jr. High Activity Classes	77.5	31	15	6	0	0	7.5	3
High	68.08	657	24.04	232	7.57	73	0.31	3
High Activity Classes	86.13	149	9.83	17	2.31	4	1.73	3
Combination	77.41	620	16.73	136	5.36	43	0.5	4
Combination Activity Classes	67.05	116	24.28	42	7.52	13	1.15	2

**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.

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Louisiana Educational Assessment Program (LEAP)**  
For the Year Ended June 30, 2008

District Achievement Level Results	English Language Arts						Mathematics					
	2006		2007		2008		2006		2007		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	33	5	31	4	38	5	54	7	58	8	58	8
Mastery	150	20	186	26	230	30	208	28	146	20	204	27
Basic	376	51	350	48	343	45	312	43	377	52	366	48
Approaching Basic	128	17	111	15	111	15	113	15	101	14	87	11
Unsatisfactory	45	6	51	7	38	5	45	6	47	6	45	6
<b>Total</b>	<b>732</b>		<b>729</b>		<b>760</b>		<b>732</b>		<b>729</b>		<b>760</b>	

District Achievement Level Results	Science						Social Studies					
	2006		2007		2008		2006		2007		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	11	2	20	3	11	2	8	1	20	3	7	1
Mastery	101	15	159	23	171	26	81	12	145	20	120	18
Basic	323	48	328	47	260	40	399	59	358	51	334	51
Approaching Basic	185	28	147	21	161	25	128	19	118	17	139	21
Unsatisfactory	52	8	48	7	54	8	58	9	60	9	57	9
<b>Total</b>	<b>672</b>		<b>700</b>		<b>657</b>		<b>672</b>		<b>699</b>		<b>657</b>	

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Graduation Exit Examination (GEE)**  
For the Year Ended June 30, 2008

District Achievement Level Results	English Language Arts						Mathematics					
	2006		2007		2008		2006		2007		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	5	1	2	0	2	0	33	6	25	5	48	9
Mastery	63	11	50	9	74	13	102	18	87	16	102	19
Basic	318	55	277	51	293	53	280	48	282	52	266	48
Approaching Basic	122	21	147	27	119	22	96	17	63	12	75	14
Unsatisfactory	71	12	67	12	62	11	69	12	87	16	58	11
<b>Total</b>	<b>579</b>		<b>543</b>		<b>550</b>		<b>580</b>		<b>544</b>		<b>549</b>	

District Achievement Level Results	Science						Social Studies					
	2006		2007		2008		2006		2007		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	18	4	14	3	15	3	2	0	2	0	5	1
Mastery	59	12	96	19	65	14	39	8	65	13	42	9
Basic	233	49	238	47	218	45	284	60	298	59	282	59
Approaching Basic	115	24	114	22	130	27	107	22	88	17	100	21
Unsatisfactory	53	11	47	9	46	10	45	9	55	11	45	9
<b>Total</b>	<b>478</b>		<b>509</b>		<b>474</b>		<b>477</b>		<b>508</b>		<b>474</b>	

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and ILEAP Tests**  
For the Year Ended June 30, 2008

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	48	8	43	6	50	7	17	2
Mastery	204	28	178	24	159	22	135	18
Basic	342	46	335	45	363	49	403	55
Approaching Basic	87	12	121	16	130	18	132	18
Unsatisfactory	59	8	63	9	38	5	50	7
<b>Total</b>	<b>738</b>		<b>738</b>		<b>738</b>		<b>737</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	29	4	54	8	9	1	16	2
Mastery	140	21	102	15	123	18	84	12
Basic	366	54	381	53	345	51	394	56
Approaching Basic	111	16	97	14	182	24	133	20
Unsatisfactory	35	5	68	10	43	6	55	8
<b>Total</b>	<b>682</b>		<b>682</b>		<b>682</b>		<b>682</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	30	4	27	4	11	2	34	5
Mastery	184	27	83	12	119	17	93	14
Basic	347	50	411	60	348	51	365	53
Approaching Basic	101	15	105	15	188	24	139	20
Unsatisfactory	28	4	52	8	43	6	55	8
<b>Total</b>	<b>688</b>		<b>688</b>		<b>687</b>		<b>686</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	77	11	30	4	14	2	27	4
Mastery	150	20	72	10	122	17	191	26
Basic	345	47	394	54	338	46	366	50
Approaching Basic	125	17	159	22	191	26	94	13
Unsatisfactory	35	5	77	11	67	9	53	7
<b>Total</b>	<b>732</b>		<b>732</b>		<b>782</b>		<b>731</b>	

District Achievement Level Results	English Language Arts		Mathematics	
	2006		2006	
	Number	Percent	Number	Percent
<b>Grade 8</b>				
Advanced	9	1	38	6
Mastery	94	14	74	11
Basic	403	59	380	53
Approaching Basic	141	21	119	17
Unsatisfactory	31	5	87	13
<b>Total</b>	<b>678</b>		<b>675</b>	

(Continued)

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and ILEAP Tests**  
For the Year Ended June 30, 2008

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	51	7	85	11	39	5	19	2
Mastery	216	28	178	23	193	25	188	24
Basic	352	46	331	43	367	48	397	52
Approaching Basic	110	14	121	16	147	19	127	17
Unsatisfactory	41	5	54	7	23	3	38	5
<b>Total</b>	<b>770</b>		<b>769</b>		<b>769</b>		<b>789</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	32	5	40	6	21	3	24	4
Mastery	141	21	98	14	130	19	119	18
Basic	313	46	345	51	320	47	351	52
Approaching Basic	124	18	109	16	166	23	130	19
Unsatisfactory	69	10	87	13	52	8	55	8
<b>Total</b>	<b>679</b>		<b>679</b>		<b>679</b>		<b>679</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	28	4	35	5	16	2	45	7
Mastery	155	24	109	17	128	20	92	14
Basic	378	58	398	56	351	54	387	58
Approaching Basic	68	10	89	14	126	19	111	17
Unsatisfactory	27	4	57	9	34	5	40	6
<b>Total</b>	<b>656</b>		<b>658</b>		<b>655</b>		<b>655</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	37	5	24	3	18	3	29	4
Mastery	131	19	67	9	111	18	140	20
Basic	348	49	380	54	307	43	362	51
Approaching Basic	146	21	145	20	200	28	111	16
Unsatisfactory	45	6	93	13	71	10	64	9
<b>Total</b>	<b>707</b>		<b>709</b>		<b>707</b>		<b>706</b>	

District Achievement Level Results	English Language Arts		Mathematics	
	2007		2007	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	6	1	40	6
Mastery	108	17	93	15
Basic	367	58	320	60
Approaching Basic	126	20	108	17
Unsatisfactory	28	5	73	12
<b>Total</b>	<b>634</b>		<b>634</b>	

(Continued)

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and iLEAP Tests**  
**For the Year Ended June 30, 2008**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	45	8	61	8	31	4	16	2
Mastery	180	26	159	22	157	21	121	17
Basic	351	48	326	45	359	49	395	54
Approaching Basic	92	13	127	17	144	20	129	18
Unsatisfactory	53	7	58	8	40	5	70	10
<b>Total</b>	<b>731</b>		<b>731</b>		<b>731</b>		<b>731</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	38	5	64	10	30	5	26	4
Mastery	160	24	100	15	140	21	135	21
Basic	323	49	345	53	310	47	357	55
Approaching Basic	94	14	89	14	135	21	100	15
Unsatisfactory	42	6	56	9	38	6	35	5
<b>Total</b>	<b>655</b>		<b>654</b>		<b>653</b>		<b>653</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	31	5	58	9	26	4	43	6
Mastery	165	25	91	14	131	20	114	17
Basic	343	52	390	59	367	55	372	56
Approaching Basic	100	15	72	11	105	16	94	14
Unsatisfactory	27	4	55	8	37	6	43	6
<b>Total</b>	<b>666</b>		<b>666</b>		<b>666</b>		<b>669</b>	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2008		2008		2008		2008	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	48	7	22	3	6	1	27	4
Mastery	131	20	82	12	84	13	123	18
Basic	330	49	359	54	355	53	378	57
Approaching Basic	122	18	121	18	155	23	91	14
Unsatisfactory	36	5	84	13	67	10	49	7
<b>Total</b>	<b>667</b>		<b>668</b>		<b>667</b>		<b>685</b>	

District Achievement Level Results	English Language Arts		Mathematics	
	2008		2008	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	10	2	33	5
Mastery	114	17	77	12
Basic	378	57	365	55
Approaching Basic	133	20	109	17
Unsatisfactory	25	4	74	11
<b>Total</b>	<b>658</b>		<b>658</b>	

(Concluded)