

CITY OF BOGALUSA SCHOOL BOARD
Bogalusa, Louisiana

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2010

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

Release Date 1/5/11

Prepared by:

Ms. Deloris Walker,
Finance Director
&
Business Office Staff

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INTRODUCTORY SECTION

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CITY OF BOGALUSA SCHOOL BOARD

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Mr. Mike Applewhite, President

Ruth A. Horne, Superintendent

Board Members

Mrs. Eleanor W. Duke
Mr. Paul D. Kates
Mr. Adam Kemp

Bogalusa City Schools

Board Members

Rev. Raymond Mims
Ms. Robin Simmons
Dr. Brad Williams

1705 Sullivan Dr., Bogalusa, LA 70429-0310

“Making a Difference for Children”

P.O. Box 310

www.bogalusaschools.org

985-735-1392

November 12, 2010

Members, Board of Education
City of Bogalusa School Board
Bogalusa, Louisiana

The Comprehensive Annual Financial Report (CAFR) of the City of Bogalusa School Board (School Board), Bogalusa, Louisiana for the fiscal year ended June 30, 2010 is presented herewith. The report was prepared by the School Board’s business office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the School Board. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School Board as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the School Board’s financial affairs have been included.

Reporting Standards

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States of America and Canada and the Association of School Board Officials. A Certificate of Achievement for Excellence in Financial Reporting is awarded by the Government Finance Officers Association to those governments whose financial reports are judged to conform substantially to high financial reporting standards. A Certificate of Excellence in Financial Reporting is awarded by the Association of School Board Officials International. Both of these evaluations include reporting in accordance with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board.

The School Board is required to undergo an annual single audit in conformance with the provisions of the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and reports on internal control and compliance, is included in this report.

Management’s Discussion and Analysis

The Management’s Discussion and Analysis on page 3 provides an overall review of the School Board’s activities for the year ended June 30, 2010. Included in this analysis are discussions on budget variances and modifications and the financial condition of the School Board.

Reporting Entity

This report includes all funds of the School Board. The School Board is a legislative body authorized to govern the public education system of the City of Bogalusa, Louisiana. The School Board provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through grade 12. The School Board operates 8 schools within the parish with a total enrollment of 2,255 pupils for the year ended June 30, 2010. Projected enrollment for the upcoming year is expected to approximate 2,300 pupils. The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities, to determine the number of teachers to be employed and to determine the local supplement to their salaries. Accordingly, since the School Board members are elected by the public and have decision-making authority, the power to influence operations and primary accountability for financial matters, the School Board is not included in any other governmental reporting entity. Based on these criteria the City of Bogalusa School Board and all its individual schools constitute the School Board's reporting entity.

Services Provided

The City of Bogalusa School Board is a legislative body authorized to govern the public education system of the City of Bogalusa, Louisiana. It is the responsibility of the School Board to make public education available to the residents of City of Bogalusa by providing various services, including instruction, instructional materials, instructional facilities, administrative support, business services, system operations, plant maintenance and bus transportation.

Structure, Local Economic Condition and Outlook

The City of Bogalusa School Board is located in the southeastern part of Louisiana. The parish in which the School Board is located has a land area of 676 square miles and a population of 45,430. The School Board is empowered to levy a property tax on both real and personal property located within its boundaries. The School Board also levies a sales and use tax on the sale at retail, the use, the lease or rental, and the consumption of tangible personal property and upon sales of some services within its boundaries.

The School Board has operated under the board form of government. Policymaking is vested in the School Board, which consists of seven members elected within their respective districts for a four-year term. The School Board is responsible, among other things, for passing local ordinances, adopting the budget, appointing committees, adhering to the Louisiana Board of Elementary and Secondary Education's requirements, and hiring the Superintendent and the School Board's attorney. The Superintendent is responsible for carrying out the policies and ordinances of the School Board, for overseeing the day to day operations of the School Board, for informing the School Board of changes in the Louisiana Board of Elementary and Secondary Education requirements, and for making recommendations when these changes occur to ensure compliance.

The School Board finished 2010 with a fund balance in the General Fund of \$8,899,260, which reflects an \$89,406 increase in the prior year's fund balance.

The Parish has a manufacturing and industrial base on which the unemployment rate is somewhat dependent. The major industries with operations within the Parish consist mainly of paper manufacturers. The Parish's unemployment rate is 10.3%, which is higher than the state's unadjusted rate of 7.8% as of July 2010.

Major Initiatives and Major Operational/Financial Concerns

For the Year: The School Board finished 2010 with a General Fund surplus of approximately \$89,000. The Budgetary Comparison Schedule can be seen on page 44 of the CAFR. The surplus decreased significantly from 2009. As the financial position gets stronger, financial resources will be allocated to areas that have the most effect on student achievement.

The State of Louisiana requires all fourth and eighth grade students to pass a standard test (LEAP Test) before they are allowed to advance to the next grade. The School Board offers an after school assistance program during the year for students having problems with the skills necessary to pass this test. In addition the School Board offers a mandatory Summer School Remediation Program for all students that do not pass this LEAP test. This summer program focuses strictly on teaching the skills necessary to pass the LEAP test. Students can re-take the LEAP test after completion of this summer program.

Major Concerns: The Board has several major financial concerns.

First and foremost is that the Board expects a decrease in the state minimum foundation funding for the 10-11 and 11-12 fiscal years. This decrease is due largely in part to the state budget cuts.

Because of investment losses in the state's retirement systems, these systems are planning to increase the rate charged to school systems. The employer contribution rate for the Teachers Retirement System of Louisiana for 10-11 will increase from 15.5% to 20.2%. The projected increase will have a negative impact on the School Board's finances.

FINANCIAL INFORMATION

Internal Control

The management of the City of Bogalusa School Board is responsible for establishing and maintaining internal controls 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 generally accepted accounting principles. Internal controls are 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 costs and benefits require estimates and judgments by management.

Single Audit

As a recipient of federal, state and local financial assistance, the School Board is also responsible for ensuring that adequate internal control is in place to ensure and document compliance with applicable laws and regulations related to these programs. The internal control structure is subject to periodic evaluation by management.

As part of the School Board's single audit, tests are made of the School Board's internal control and of its compliance with applicable laws and regulations, including those related to federal award programs. The results of the audit for the year ended June 30, 2010, disclosed no material internal control weaknesses or material violations of laws and regulations.

Budgetary Controls

In addition, the School Board maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget, and all subsequent amendments, approved by the School Board. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. Budgetary control is maintained at the fund level. Variances with the budget at this level, as well as line item levels, are reported to the School Board's management monthly. The School Board also maintains an encumbrance accounting system for the General Fund as one technique of accomplishing budgetary control.

Debt Administration

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the School Board's debt position. As of June 30, 2010, the School Board does not have any general obligation bonded debt.

Independent Audit

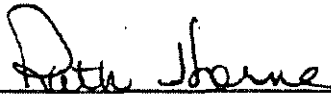
As required by Louisiana State Statute, the School Board has had an annual audit by independent certified public accountants, Rebowe & Company, CPAs and Consultants, APC. The independent auditor's report on the basic financial statements has an unqualified opinion. The audit meets the requirements of Louisiana State Law and the Single Audit Act of 1996 and related OMB Circular A-133. The independent auditor's report on the basic financial statements is included in the financial section of this report; the single audit reports are included in a separately issued document.

Acknowledgments

We believe that this report contains the necessary information and data, which will provide a better understanding of the operations of our school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability to the public.

We would like to take this opportunity to express our sincere appreciation to the accounting staff and other participating employees whose efforts contributed significantly in the timely preparation of this report.

Respectfully submitted,



Ms. Ruth Horne
Superintendent



Ms. Deloris Walker
Director of Finance

CITY OF BOGALUSA SCHOOL BOARD

LIST OF PRINCIPAL OFFICIALS For the Year Ended June 30, 2010

BOARD OF EDUCATION

Mr. Mike Applewhite	President
Ms. Eleanor Duke	Member
Mr. Paul Kates	Member
Mr. Adam Kemp	Member
Reverend Raymond E. Mims	Member
Ms. Robin Simmons	Member
Dr. Brad Williams	Member

CENTRAL ADMINISTRATION

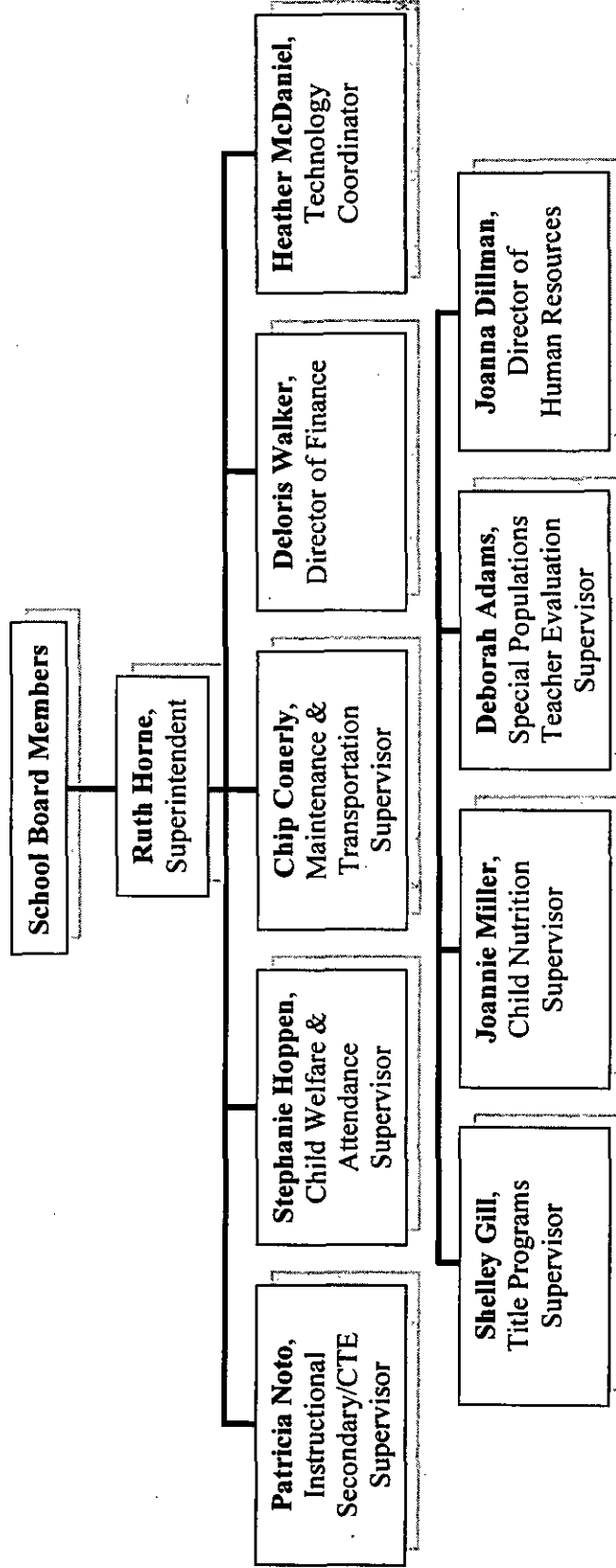
Ms. Ruth Horne	Superintendent of Schools
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OFFICIAL PREPARING REPORT

Ms. Deloris Walker	Director of Finance
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CITY OF BOGALUSA SCHOOL BOARD

ORGANIZATIONAL CHART



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FINANCIAL SECTION

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REBOWE & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

CONSULTANTS

A PROFESSIONAL CORPORATION

3501 N. Causeway Blvd. • Suite 810 • P.O. Box 6952 • Metairie, LA 70009
Phone (504) 837-9116 • Fax (504) 837-0123 • www.rebowe.com

INDEPENDENT AUDITOR'S REPORT

Members of the
City of Bogalusa School Board
Bogalusa, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Bogalusa School Board (the "School Board") as of and for the year ended June 30, 2010, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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, 2010, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2010, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of

that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and the budgetary comparison information on pages 3 through 11 and 43 through 48, respectively, are not a required part of the basic financial statements but are supplementary 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 supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the School Board. The combining and individual non-major fund financial statements and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Rebowe & Company

November 12, 2010

REQUIRED SUPPLEMENTARY INFORMATION

PART I

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CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis For the Year Ended June 30, 2010

The Management's Discussion and Analysis (MD&A) of the Bogalusa City School Board (School Board) financial performance provides an overall review and an objective, easily readable analysis of the School Board's financial activities for the fiscal year ended June 30, 2010. The intent of the MD&A is to look at the School Board's overall financial performance and to assist readers in assessing the financial position as a result of the year's operations. Therefore, readers should read the MD&A in conjunction with the School Board's Basic Financial Statements and the Notes to the Financial Statements.

The MD&A is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* issued in June 1999.

FINANCIAL HIGHLIGHTS

Key financial highlights for the years ending June 30, 2010 and 2009 include the following:

Net assets amounted to \$12,409,142 and \$12,725,758 for the years ended June 30, 2010 and 2009, respectively. The net assets were composed of the following elements:

Net Assets	<u>2010</u>	<u>2009</u>
Invested in capital assets, net of related debt	\$ 5,458,998	\$ 5,842,473
Restricted for:		
Debt service	556,212	-
Unrestricted	<u>6,393,932</u>	<u>6,883,285</u>
	<u>\$ 12,409,142</u>	<u>\$ 12,725,758</u>

Net Assets decreased from July 1, 2009 to June 30, 2010 by \$316,616. The amount "Invested in capital assets, net of related debt," represents the Board's net book value of its fixed assets. It is the accumulation of years of investments in capital projects. The Restricted for: Debt service portion of net assets reflects a balance of \$556,212, representing the balance of principal and interest due for the CDL loan payment. The Unrestricted portion of net assets reflects a balance of \$6,393,932, representing several years of reduced expenditures and the reduction of non-essential personnel.

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

As of June 30, 2010 and 2009, total assets amounted to \$15,891,554 and \$17,356,868, respectively, composed of the following items:

	<u>2010</u>	<u>2009</u>
Cash and cash equivalents	\$ 9,331,430	\$ 9,388,628
Other receivables	325	712
Due from other governments	1,033,351	2,074,910
Inventory	67,450	50,145
Capital assets (net of accumulated depreciation)	<u>5,458,998</u>	<u>5,842,473</u>
TOTAL ASSETS	<u>\$ 15,891,554</u>	<u>\$ 17,356,868</u>

Due from other governments represents federal and state grant monies due at year end. Capital assets represent the investment in capital projects over the history of the School Board.

As of June 30, 2010 and 2009, total liabilities amounted to \$3,482,412 and \$4,631,110, respectively, composed of the following items:

	<u>2010</u>	<u>2009</u>
Accounts, salaries, and other payables	\$ 1,318,233	\$ 2,511,015
Liabilities due within one year	973,715	468,392
Due in over a year	<u>1,190,464</u>	<u>1,651,703</u>
TOTAL LIABILITIES	<u>\$ 3,482,412</u>	<u>\$ 4,631,110</u>

Accounts, salaries, and other payables represent normal year end payables and the accrued summer payroll. The remainder represents compensated absences, capital lease payables, a CDL loan, and the Net post-employment benefit obligation.

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

For the years ended June 30, 2010 and 2009, total revenues amounted to \$28,690,243 and \$28,941,939, respectively, composed of the following items:

	<u>2010</u>	<u>2009</u>
Minimum Foundation Program	\$ 13,579,045	\$ 14,768,870
Sales Taxes	2,334,972	2,416,311
Operating Grants	6,967,222	6,267,909
Ad Valorem Taxes	4,419,571	4,375,006
Other Revenue	<u>1,389,433</u>	<u>1,113,843</u>
TOTAL REVENUES	<u>\$ 28,690,243</u>	<u>\$ 28,941,939</u>

The largest single revenue source continues to be the Minimum Foundation Program (MFP) distribution from the state, amounting to \$13,579,045. This MFP formula establishes a standard of local support for each school system based on the state average local support relative to the system's capacity to raise local funds.

The School Lunch Program and Title I continue to be the largest federally funded programs with \$1,420,668 and \$2,075,873 in grant revenue, respectively.

For the years ended June 30, 2010 and 2009, total expenses amounted to \$29,006,859 and \$27,913,537, respectively, composed of the following items:

	<u>2010</u>	<u>2009</u>
Instruction related expenses	\$ 16,094,397	\$ 15,890,408
Support services	12,800,542	11,893,408
Construction and land improvement	97,420	115,231
Interest	<u>14,500</u>	<u>14,490</u>
TOTAL EXPENSES	<u>\$ 29,006,859</u>	<u>\$ 27,913,537</u>

Expenditure increases are the result of an increase in expenditure driven grants. This, however, was countered by the application of cost saving measures in the fiscal budget to eliminate deficit spending, which in turn led to an overall increase in Net Assets at year end. See Table I on the following page for a detail of the changes in net assets for the years ended June 30, 2010 and 2009.

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

Table I
Changes in Net Assets
Governmental Activities

	2010	2009
Revenues:		
Program revenues:		
Charges for services	\$ 74,076	\$ 96,381
Operating grants and contributions	6,967,222	6,267,909
General revenues:		
Property taxes	4,419,571	4,375,006
Sales and use taxes	2,334,972	2,416,311
State revenue sharing	214,245	218,155
Minimum Foundation Program	13,579,045	14,768,870
Interest and investment earnings	50,276	62,774
Miscellaneous	1,050,836	736,533
Total revenues	28,690,243	28,941,939
Expenses:		
General government		
Instruction:		
Regular programs	10,487,449	9,930,846
Special programs	3,526,159	3,374,119
Vocational programs	423,920	446,883
Adult programs	-	23,838
All other programs	1,656,869	2,114,722
Support services:		
Student services	1,950,877	1,528,618
Instructional staff support	2,470,443	2,507,009
General administration	753,209	688,874
School administration	1,576,999	1,322,471
Business services	504,874	530,413
Plant services	2,032,352	2,107,179
Student transportation services	1,227,304	1,114,312
Central services	210,437	216,214
Food services	1,873,756	1,674,704
Community service programs	200,291	203,614
Construction and land improvement	97,420	115,231
Interest	14,500	14,490
Total expenses	29,006,859	27,913,537
Increase (Decrease) in net assets	(316,616)	1,028,402
Net assets – Beginning	12,725,758	11,697,356
Net assets – Ending	\$ 12,409,142	12,725,758

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

USING THE BASIC FINANCIAL STATEMENTS

The School Board's Basic Financial Statements consist of a series of financial statements and the associated notes to those statements. These statements are organized so the reader can understand the operations of the School Board as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The "Basic Financial Statements" Section, consisting of the Statement of Net Assets and the Statement of Activities provide highly consolidated financial information, and render a government-wide perspective of the School Board's financial condition. The Fund Financial Statements provide the next level of detail and look at the School Board's most significant funds and a total of all other non-major funds.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities (Government-wide)

The Statement of Net Assets and the Statement of Activities present an aggregate view of the School Board's finances and a longer-term view of those finances. These statements seek to answer the question, "How did the School Board do financially during the 2009-2010 fiscal year?" These statements include *all assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

These two statements report the School Board's net assets and changes in those assets. By showing the change in net assets for the year, the reader may ascertain whether the School Board's financial condition has improved or deteriorated. The causes of the change may be the result of many factors, both financial and non-financial in nature. Non-financial factors which may have an impact on the School Board's financial condition include the School Board's property and sales tax base, student enrollment, facility conditions, required educational programs for which little or no funding is provided, or other external factors.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School Board's major funds provides more in-depth reporting of the School Board's financial position and the results of operations. Fund basis financial information is presented in the "Fund Financial Statements" Section. The School Board uses many funds to account for the numerous funding sources provided annually. However, the Fund Financial Statements look at the School Board's most significant funds with all non-major funds presented in total in one column. These statements report governmental activities on a more current basis rather than a long-term basis, indicating sources and uses of funding and resources available for spending in future periods.

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

Fund Financial Statements provide more in-depth data on the School Board's most significant funds, such as its General Fund. This fund is considered a "major fund" under GASB Statement No. 34.

Governmental Funds - Most of the School District's activities are reported in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at year-end and the amount available for spending in future periods.

These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

The relationship between governmental activities reported in the Government-wide Financial Statements and the governmental funds reported in the Fund Financial Statements are reconciled in the financial statements.

Statement of Fiduciary Net Assets - This statement presents financial information relative to assets held by the School Board on behalf of students and others in a position of trust.

Governmental Activities

As reported in the Statement of Activities, the cost of the School Board's governmental activities for the year ended June 30, 2010 was \$29,006,859. The Statement of Activities reports the cost of program services and the charges and grants offsetting some of those services. Grants of \$6,967,222 subsidized certain programs, and charges for services for school lunches were the only contributor of charges for services totaling \$74,076. The remaining amount was financed by the taxpayers in the parish through ad valorem and sales and use taxes totaling \$6,754,543 and \$214,245 in State Revenue Sharing. The Minimum Foundation Program (MFP) from the State of Louisiana funded \$13,579,045 and other general revenues contributed the remainder. In Table I, shown on the following page, the cost of the School Board's largest categories of expenses are presented as well as each program's net cost (total cost less revenues generated by the activities). This "net cost" presentation allows the parish taxpayers to determine the remaining cost of the various categories, and also allows them the opportunity to assess the cost of each function in comparison to the benefits they believe are provided by the function. The net cost also reflects the amount needed to finance these functions from general sources such as taxes and the MFP.

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

Total and Net Cost of Governmental Activities

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Governmental activities:		
Instruction:		
Regular programs	\$ 10,487,449	\$ (7,590,807)
Special programs	3,526,159	(3,089,070)
Vocational programs	423,920	(379,021)
All other programs	1,656,869	(775,073)
Support services:		
Student services	1,950,877	(1,371,155)
Instructional staff support	2,470,443	(1,797,987)
General administration	753,209	(753,209)
School administration	1,576,999	(1,576,999)
Business services	504,874	(504,874)
Plant services	2,032,352	(2,032,352)
Student transportation services	1,227,304	(1,221,671)
Central services	210,437	(210,437)
Food services	1,873,756	(350,695)
Community service programs	200,291	(200,291)
Construction and land improvement	97,420	(97,420)
Interest	<u>14,500</u>	<u>(14,500)</u>
 Total Governmental Activities	 <u>\$ 29,006,859</u>	 <u>\$(21,965,561)</u>

THE SCHOOL BOARD'S FUNDS

The School Board uses funds to control and permit measurement in the short term of the revenues and expenditures of a particular activity or purpose (e.g., dedicated taxes and grant programs). The Fund Financial Statements allow the School Board to demonstrate its stewardship over and accountability for resources provided by taxpayers and other entities. These statements also allow the reader to obtain more insight into the financial management of the School Board and assess further the School Board's overall financial stability.

As the School Board completed the fiscal year ended June 30, 2010, its combined fund balance was \$9,170,535 as compared to a combined fund balance of \$9,045,092 as of June 30, 2009.

CITY OF BOGALUSA SCHOOL BOARD

**Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2010**

General Fund Budgetary Highlights

The School Board's budget is prepared according to Louisiana law. During the course of the year, the School Board revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the School Board was adopted in September 2009 and the amended budget was adopted in May 2010. A statement showing the School Board's original and final budget compared with actual operating results is provided in this financial report. The General Fund's projected revenues exceeded actual revenues by \$109,565. Projected expenditures exceeded total expenditures by \$28,984.

Significant variations between the original budget and the final budget for the General Fund are as follows:

Original and Final Amended Budget Comparison
June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Difference</u>
Total Revenues	\$ 21,791,112	\$ 22,041,252	\$ 250,140
Total Expenditures	(22,035,725)	(22,184,168)	(148,443)
Other Financing Sources	<u>244,613</u>	<u>214,319</u>	<u>(30,294)</u>
 Net Change in Fund Balance	 <u>\$ -</u>	 <u>\$ 71,403</u>	 <u>\$ 71,403</u>

A comparison of actual results as of June 30, 2010 and the final amended budget for the General Fund are as follows:

Final Budget Comparison
June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Difference</u>
Total Revenues	\$ 22,041,252	\$ 21,931,687	\$ (109,565)
Total Expenditures	(22,184,168)	(22,155,184)	28,984
Other Financing Sources	<u>214,319</u>	<u>312,903</u>	<u>98,584</u>
 Net Change in Fund Balance	 <u>\$ 71,403</u>	 <u>\$ 89,406</u>	 <u>\$ 18,003</u>

CITY OF BOGALUSA SCHOOL BOARD

Management's Discussion and Analysis (Continued) For the Year Ended June 30, 2010

CAPITAL ASSETS AND DEBT ADMINISTRATION

At June 30, 2010, the School Board had approximately \$18.3 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment.

Capital Assets at June 30, 2010

Land	\$ 185,626
Buildings and improvements	15,953,104
Furniture and equipment	<u>2,156,671</u>
Totals	<u>\$ 18,295,401</u>

During the current year, additions of \$194,844 of fixed assets were capitalized while \$40,702 were deleted. More detailed information on capital assets is included in Note E on page 30 of the basic financial statements.

Long-Term Debt

Other long-term obligations include accrued sick leave and annual leave at June 30, 2010 of \$501,875, capital lease payables of \$760,127, a CDL loan payable of \$500,000 and a net other post-employment benefit obligation of \$503,382. More detailed information on long-term debt is included in Note H on page 32 of the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Bogalusa School Board and the Superintendent will continue to monitor the Budget closely to evaluate the need for any adjustments to the District's budget. The District will be monitoring the economic condition of the parish.

The future collections of ad valorem and sales taxes will have to be closely monitored based on the current financial crisis in our country.

One of the concerns of the School Board is tied in large measure to the Minimum Foundation Program. Any loss of student population will put pressure on the general fund to maintain current levels of operation.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT

While this financial report is designed to provide full and complete disclosure of the financial condition and operations of the School Board, citizens groups, taxpayers, parents, students, other parish officials, investors or creditors may need further details. To obtain such details, please contact Bogalusa City School District, 1705 Sullivan Dr., Bogalusa, LA 70427, or by calling (985) 281-2100 during regular office hours, Monday through Friday, 8:00 a.m. to 4:00 p.m., Central Standard Time, or e-mail at deloriswalker@bogalusaschools.org.

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BASIC FINANCIAL STATEMENTS

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CITY OF BOGALUSA SCHOOL BOARD
STATEMENT OF NET ASSETS
June 30, 2010

ASSETS	
Cash and cash equivalents	\$ 9,331,430
Other receivables	325
Due from other governments	1,033,351
Inventory	67,450
Capital assets (net of accumulated depreciation)	<u>5,458,998</u>
 Total Assets	 <u>15,891,554</u>
 LIABILITIES	
Accounts, salaries, and other payables	1,318,233
Long-term liabilities:	
Due within one year	973,715
Due in more than one year	<u>1,190,464</u>
 Total Liabilities	 <u>3,482,412</u>
 NET ASSETS	
Invested in capital assets, net of related debt	5,458,998
Restricted for:	
Debt service	556,212
Unrestricted	<u>6,393,932</u>
 TOTAL NET ASSETS	 <u><u>12,409,142</u></u>

The notes to the financial statements are an integral part of this statement.

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CITY OF BOGALUSA SCHOOL BOARD
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2010

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS		CAPITAL GRANTS AND CONTRIBUTIONS
<i>Governmental activities:</i>					
<i>Instruction:</i>					
Regular programs	\$ 10,487,449	\$ -	\$ 2,896,642	\$ -	\$ (7,590,807)
Special programs	3,526,159	-	437,089	-	(3,089,070)
Vocational programs	423,920	-	44,899	-	(379,021)
All other programs	1,656,869	-	881,796	-	(775,073)
<i>Support services:</i>					
Student services	1,950,877	-	579,722	-	(1,371,155)
Instructional staff support	2,470,443	-	672,456	-	(1,797,987)
General administration	753,209	-	-	-	(753,209)
School administration	1,576,999	-	-	-	(1,576,999)
Business services	504,874	-	-	-	(504,874)
Plant services	2,032,352	-	-	-	(2,032,352)
Student transportation services	1,227,304	-	5,633	-	(1,221,671)
Central services	210,437	-	-	-	(210,437)
Food services	1,873,756	74,076	1,448,985	-	(350,695)
Community service programs	200,291	-	-	-	(200,291)
Construction and land improvement	97,420	-	-	-	(97,420)
Interest	14,500	-	-	-	(14,500)
Total Governmental Activities	\$ 29,006,859	\$ 74,076	\$ 6,967,222	\$ -	\$ (21,965,561)
 <i>Taxes:</i>					
Property taxes				\$	4,419,571
Sales and use taxes					2,334,972
State revenue sharing					214,245
Minimum Foundation Program					13,579,045
Unrestricted investment earnings					50,276
Miscellaneous					1,050,836
					<u>21,648,945</u>
					Total general revenues and special items
					<u>21,648,945</u>
Change in net assets					(316,616)
Net assets - July 1, 2009					<u>12,725,758</u>
Net assets - June 30, 2010				\$	<u>12,409,142</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BOGALUSA SCHOOL BOARD
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2010**

	General Fund	School Lunch	Title I	Other Governmental Funds		TOTAL
ASSETS						
Cash and cash equivalents	\$ 9,016,991	\$ 110,405	\$ -	\$ 204,034	\$ -	\$ 9,331,430
Receivables	499,514	-	137,223	396,939	-	1,033,676
Due from other funds	60,111	18,287	-	-	-	78,398
Inventory	-	67,450	-	-	-	67,450
TOTAL ASSETS	\$ 9,576,616	\$ 196,142	\$ 137,223	\$ 600,973	\$ -	\$ 10,510,954

LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts, salaries, and other payables	\$ 677,356	\$ 50	\$ -	\$ 50,605	\$ -	\$ 728,011
Bank overdraft	-	-	137,223	396,787	-	534,010
Due to other funds	-	46,454	-	31,944	-	78,398
Total Liabilities	677,356	46,504	137,223	479,336	-	1,340,419

Fund balances:						
Reserved for:						
Inventory	-	67,450	-	-	-	67,450
Unreserved:						
Designated for:						
Debt Service	556,212	-	-	-	-	556,212
Undesignated Reported In:						
General Fund	8,343,048	-	-	-	-	8,343,048
Special Revenue Funds	-	82,188	-	121,637	-	203,825
Total Fund Balances	8,899,260	149,638	-	121,637	-	9,170,535

TOTAL LIABILITIES AND FUND BALANCES	\$ 9,576,616	\$ 196,142	\$ 137,223	\$ 600,973	\$ -	\$ 10,510,954
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The notes to the financial statements are an integral part of this statement.

**CITY OF BOGALUSA SCHOOL BOARD
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
June 30, 2010**

Total Fund Balances at June 30, 2010 - Governmental Funds		\$ 9,170,535
Cost of capital assets at June 30, 2010	\$ 18,295,401	
Less - accumulated depreciation as of June 30, 2010:		
Buildings and improvements	(11,282,909)	
Furniture and equipment	(1,553,494)	5,458,998
Elimination of interfund assets and liabilities:		
Due from other funds	78,398	
Due to other funds	(78,398)	
Long-term liabilities at June 30, 2010:		
Accrued interest payable		(56,212)
Capital lease payable		(658,922)
Compensated absences		(501,875)
CDL loan payable		(500,000)
Net post-employment benefit obligation (OPEB)		(503,382)
Net Assets at June 30, 2010		<u>\$ 12,409,142</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BOGALUSA SCHOOL BOARD
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010**

	General Fund	School Lunch	Title I	Other Governmental Funds	Total
REVENUES					
Local sources:					
Taxes:					
Ad valorem	\$ 4,419,571	\$ -	\$ -	\$ -	\$ 4,419,571
Sales and use	2,334,972	-	-	-	2,334,972
Interest earnings	49,238	1,038	-	-	50,276
Charges for services	-	74,017	-	59	74,076
Other	799,220	168,111	-	55,000	1,022,331
Total Local Sources	<u>7,603,001</u>	<u>243,166</u>	<u>-</u>	<u>55,059</u>	<u>7,901,226</u>
State sources:					
Minimum Foundation Program	13,540,392	38,653	-	-	13,579,045
Revenue Sharing	214,245	-	-	-	214,245
Other	83,517	-	-	899,873	983,390
Total State Sources	<u>13,838,154</u>	<u>38,653</u>	<u>-</u>	<u>899,873</u>	<u>14,776,680</u>
Federal Sources	<u>490,532</u>	<u>1,420,668</u>	<u>2,075,873</u>	<u>2,025,264</u>	<u>6,012,337</u>
TOTAL REVENUES	<u>21,931,687</u>	<u>1,702,487</u>	<u>2,075,873</u>	<u>2,980,196</u>	<u>28,690,243</u>
EXPENDITURES					
Current:					
Instruction:					
Regular programs	9,197,307	-	645,513	384,246	10,227,066
Special programs	3,005,781	-	-	425,243	3,431,024
Vocational programs	368,008	-	-	44,475	412,483
All other programs	412,774	-	551,824	647,569	1,612,167
Support services:					
Student services	1,676,240	-	-	222,003	1,898,243
Instructional staff support	991,120	-	475,949	936,722	2,403,791
General administration	842,630	-	31,727	-	874,357
School administration	1,534,452	-	-	-	1,534,452
Business services	491,253	-	-	-	491,253
Plant services	2,111,289	-	2,533	8,422	2,122,244

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**CITY OF BOGALUSA SCHOOL BOARD
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE (CONTINUED)
For the Year Ended June 30, 2010**

	General Fund	School Lunch	Title I	Other Governmental Funds	Total
Student transportation services	\$ 1,168,604	\$ -	\$ -	\$ 25,588	\$ 1,194,192
Central services	204,759	-	-	-	204,759
School food services	1,108	1,773,866	-	48,229	1,823,203
Community service programs	9,180	-	185,707	-	194,887
Construction and land improvement	140,679	-	-	-	140,679
TOTAL EXPENDITURES	22,155,184	1,773,866	1,893,253	2,742,497	28,564,800
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(223,497)	(71,379)	182,620	237,699	125,443
OTHER FINANCING SOURCES (USES):					
Transfers in	342,529	65,232	-	-	407,761
Transfers out	(29,626)	-	(182,620)	(195,515)	(407,761)
Total Other Financing Sources (Uses)	312,903	65,232	(182,620)	(195,515)	-
NET CHANGES IN FUND BALANCES	89,406	(6,147)	-	42,184	125,443
FUND BALANCES - BEGINNING	8,809,854	155,785	-	79,453	9,045,092
FUND BALANCES - ENDING	\$ 8,899,260	\$ 149,638	\$ -	\$ 121,637	\$ 9,170,535

The notes to the financial statements are an integral part of this statement.

**CITY OF BOGALUSA 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, 2010**

Total net change in fund balances - governmental funds \$ 125,443

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 and reported as depreciation expense. This is
the amount by which depreciation exceeded capital outlays in the current year:

Depreciation expense	\$ (578,319)	
Capital outlays	<u>194,844</u>	(383,475)

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:

Interest expense	(14,500)
Increase in OPEB	(212,666)

In the Statement of Activities, certain operating expenses-compensated
absences 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 (amounts actually paid). Compensated
absences earned exceeded the amounts used by:

23,190

Repayment of capital leases is an expenditure in the governmental
funds, but the repayment reduces long-term liabilities in the Statement of Net
Assets.

Principal portion capital lease payments	<u>145,392</u>
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Change in net assets of governmental activities	<u><u>\$ (316,616)</u></u>
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The notes to the financial statements are an integral part of this statement.

CITY OF BOGALUSA SCHOOL BOARD
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2010

	<u>AGENCY FUND</u>
ASSETS	
Cash and cash equivalents	\$ 92,750
Fixed assets	<u>23,481</u>
TOTAL ASSETS	<u><u>\$ 116,231</u></u>
LIABILITIES	
Deposits due others	\$ 92,750
Capital lease payable	<u>23,481</u>
TOTAL LIABILITIES	<u><u>\$ 116,231</u></u>

The notes to the financial statements are an integral part of this statement.

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CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Bogalusa School Board (the “School Board”) is an independent special district created for the purpose of providing elementary and secondary education to the citizens of Bogalusa, Louisiana. The School Board is governed by an elected board comprised of seven members.

The following is a summary of the School Board’s significant accounting policies which conform to generally accepted accounting principles as applicable to governmental units:

Reporting Entity - In conformity with the Governmental Accounting Standards Board’s definition of a reporting entity, the basic financial statements of the School Board include the accounts of all School Board operations. The School Board is considered a stand-alone reporting entity based on the following criteria:

- a. *Responsibility for surpluses/deficits.* The School Board is solely responsible for its surpluses/deficits. No other governmental unit is responsible for its deficits or has a claim to its surpluses.
- b. *Budget Approval.* The School Board is solely responsible for reviewing, approving and revising its budget.
- c. *Responsibility for Debt.* The School Board is authorized to issue bonds. The School Board is solely responsible for payments to the bondholders. No other governmental unit is required by statute to make any payments to bondholders nor have any payments to bondholders ever been made by any governmental unit, except the School Board.
- d. *Designation of Management.* The School Board controls the hiring of management and employees.
- e. *Special Financial Relationship.* The School Board has no special financial relationships with any other governmental unit.
- f. *Statutory Authority.* The School Board’s statutory authority was created by the State of Louisiana as an independent governmental unit. Only an amendment to state statutes can change or abolish the School Board’s authority.

Additionally, the School Board is a legally separate governmental organization that has a separately elected governing body and does not meet the definition of a component unit.

The School Board operates 8 schools within the City with a total enrollment of approximately 2,300 pupils. In conjunction with the regular education 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.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The accompanying financial statements of the School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. The School Board members, who are elected by the public, have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. Certain units of local government, over which the School Board exercises no financial accountability, such as other independently elected parish officials and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statements separate from that of the School Board. The School Board is not a component unit of any other entity and does not have any component units which require inclusion in the basic financial statements.

Basis of Presentation - Fund Accounting - The accounts of the School Board are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures. The various funds are summarized by type in the financial statements. The following fund types are used by the School Board:

Governmental Funds

Governmental funds account for all or most of the School Board's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the School Board. The following are the School Board's primary governmental funds:

General Fund - to account for all financial resources and expenditures except those required to be accounted for in another fund.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Special Revenue Funds - to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditures for specified purposes.

School Food Fund

The School Food Fund accounts for the operations of the school food service programs in the school system during the regular school term. The basic goals of the school food service programs are to serve nutritionally adequate, attractive, and moderately-priced meals, to help children grow socially, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically-fit adults.

Title I Fund

The Title I Fund accounts for the program to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging state and local content standards and to meet the challenging state and local performance standards developed for all children.

Fiduciary Fund Types

The Fiduciary Fund is used to account for assets held by the School Board in a trustee or agency capacity. The School Board maintains one fiduciary fund type, an agency fund. An agency fund is custodial in nature and does not present results of operations or have a measurement focus.

Agency Funds - to account for assets held by the School Board as an agent for others.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Measurement Focus/Basis of Accounting

Government-wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the School Board, except for the fiduciary fund. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities - Agency Funds. The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). 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 included in the Statement of Activities derive directly from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's general revenues.

Allocation of Indirect Expenses

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses 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 are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fund financial statements report detailed information about the School Board. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

Governmental funds and the agency fund use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both 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 School

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Board considers all revenues available if they are collected within 60 days after the fiscal year end.

Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

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

Revenues from local sources consist primarily of sales, use and property taxes. Year-end accrual of sales and use tax revenue is based upon June and prior months' sales and use taxes collected during July and August of the following year. Property tax revenues and revenues received from the State of Louisiana (the "State") are recognized as revenue primarily when received except at year end when they are accrued for a period not exceeding 60 days. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Generally, investment earnings are recorded as earned since they are measurable and available. Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant.

Expenditures

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees; (2) general long-term obligations principal and interest payments are recognized when due. Commitments under construction contracts are recognized as expenditures when earned by the contractor. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death. The cost of earned leave privileges not requiring current resources is not recorded in the FFS but is recorded in the GWFS as long-term liabilities.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budget and Budgetary Accounting - Under Louisiana Revised Statutes 39:1304, the School Board adopts an annual budget of expected revenues and probable expenditures for the General Fund and Special Revenue Funds. The budgetary process includes public notice of the proposed budget, public inspection of the proposed budget, and public hearings on the budget. The budget is adopted and submitted to the State Department of Education no later than September 15th each year. Once a budget is approved by the State Department of Education, it can be amended at the function level at the discretion of management unless it becomes evident that receipts or disbursements will vary substantially from those budgeted. Then, the School Board shall prepare and adopt an amended budget. During the year, several discretionary amendments were necessary. Generally, such discretionary amendments were of an insignificant nature.

Budgetary control is exercised at the revenue and expenditure function level. Budgeted amounts reflected in the accompanying basic financial statements were adopted by the School Board in September 2009 and include amendments made through May 2010.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded, is not employed by the School Board, and encumbrances outstanding at year-end are not reported.

Cash and Cash Equivalents - Cash and cash equivalents include all short-term, highly liquid investments (including certificates of deposit) with original maturity of three months or less when purchased.

Investments - Investments are stated at market value, which is based on published prices.

Intergovernmental Receivables - Intergovernmental receivables consist of receivables for reimbursement of expenditures under various state and federal programs and grants. All amounts are expected to be collected within the next twelve months.

Interfund Transactions - During the normal course of operations, numerous transactions occur between funds for goods provided or services rendered. These receivables and payables, as well as short-term interfund loans, are classified as interfund receivables or interfund payables on the balance sheet.

Inventories - The Food Service Fund inventories consist of purchased food and supplies and commodities received as donations through the federal school lunch program. Such inventories are priced at cost (except for commodities received as donations which are priced using the USDA price list for commodities) on a first-in, first-out basis. The commodities are recorded as revenues when received. However, all inventories consumed are recorded as commodities expenditure (consumption method).

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets - Capital assets that are purchased are recorded at cost or estimated historical cost. Actual historical cost data was not available for certain assets acquired prior to June 30, 1989. In those cases where it was not feasible to determine the actual cost, the assets were valued at estimated historical cost. Capital assets which are donated are recorded at their fair market value on the date received.

Capital assets are recorded in the GWFS, but are not reported in the FFS. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets with an original cost of \$5,000 or greater, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and improvements	15-30 years
Furniture and equipment	5 years

Compensated Absences

- A. **Vacation and Sick Leave** - All full-time employees of the School Board are permitted to accrue vacation days (annual leave) and sick pay (sick leave). Annual leave can be accumulated up to a maximum of 15 days at the end of each fiscal year. Sick leave may accrue up to an unlimited number of days. Upon retirement of employment, the employee is paid for all accrued sick leave up to a maximum of 25 days. In the governmental funds, only that portion which will be liquidated within one year with expendable available financial resources is accrued at year-end. The term "expendable available financial resources" as used in this context means unreserved, undesignated fund balance. The remainder of the accrued liability which is applicable to governmental fund types is reported in the GWFS as a long-term liability. Only that portion of accumulated sick leave which is vested is accrued.
- B. **Sabbatical Leave** - Any employee with a teaching certificate is entitled, subject to approval, to one semester of sabbatical leave after three or more years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leaves may be granted for rest and recuperation or professional and cultural improvement and must be approved by the School Board. Unused sabbatical leave may be carried forward to periods subsequent to that in which it is earned. Sabbatical leave does not vest. Sabbatical leave benefits are recorded as expenditures in the period paid.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The cost of current leave privileges is recognized as current-year expenditure in the governmental funds when leave is actually taken or when an employee (heir) is paid for accrued leave upon retirement or death.

The compensated absence liability is reported on the GWFS.

For the FFS, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated leave are paid. The non-current portion of the liability is not reported.

Restricted Net Assets

For GWFS Statement of Net Assets, net assets are reported as restricted when constraints placed on net assets used are either:

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

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Subsequent Events

Subsequent events have been evaluated through November 12, 2010, the date the financial statements were available to be issued.

NOTE B – CASH AND INVESTMENTS

Deposits - Under state law, the School Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts or time deposits with state banks organized under state law and national banks having their principal offices in Louisiana. In accordance with Louisiana Statutes, the School Board maintains deposits at those depository banks authorized by the School Board. All such depositories are members of the Federal Reserve System.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE B – CASH AND INVESTMENTS (CONTINUED)

Louisiana Statutes require that all School Board deposits be protected by insurance or collateral. The market value of collateral pledged must equal 100% of the deposits not covered by insurance.

Cash and Cash Equivalents

At June 30, 2010, the School Board had cash and cash equivalents as follows:

Bank accounts as reported on Balance Sheet: \$9,331,430

Under state law, the bank balances of these deposits 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 or exceed the amount on deposit with the fiscal agent.

At year-end, the bank balance deposits totaled: \$9,382,258

The bank balance is categorized as follows:

Amount insured by the FDIC, or
collateralized with securities held
by the School Board's agent in the
School Board's name: \$9,382,258

The School Board does not have a deposit policy for custodial credit risk.

Investments

Cash balances of the School Board's funds are pooled and invested to the extent possible in authorized investments. Interest earned on invested cash is distributed to the various funds on the basis of the actual invested cash balances of the participating funds during the year.

The School Board invests idle funds as authorized by Louisiana Statutes in direct United States Treasury obligations, the principal and interest of which are fully guaranteed by the government of the United States. The investments are in the name of the School Board and are held in the trust department of a custodial bank.

At June 30, 2010, the School Board had no investments.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE C – RECEIVABLES

The receivables at June 30, 2010, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Sales and use taxes	\$ -	\$ -	\$ -
Grants:			
Federal	499,193	101,752	600,945
State	-	432,406	432,406
Other	<u>321</u>	<u>4</u>	<u>325</u>
 Total	 <u>\$ 499,514</u>	 <u>\$ 534,162</u>	 <u>\$ 1,033,676</u>

NOTE D – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Individual balances due from/to other funds at June 30, 2010 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	School Food	\$ 46,454
	Summer Food	13,657
Summer Food Special Revenue Fund	School Food	<u>18,287</u>
	Total	<u>\$ 78,398</u>

Interfund transfers for the year ended June 30, 2010 are as follows:

Transfers Out to General Fund:

EETT	\$ 3,757
Connect Tech	2,000
Reading First	3,549
21st Century Community Learning Center	13,643
IDEA B Special Education	82,717
Special ED Pre-School	5,236
Title I	182,620
Title II	29,184
Federal	15,093
Title IV	432
REAP	<u>4,298</u>
 Total Transfers to General Fund	 <u>\$ 342,529</u>

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

**NOTE D – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS
(CONTINUED)**

Transfers Out to School Lunch:

General Fund	\$ 29,626
Summer Food	<u>35,606</u>
 Total Transfers to School Lunch Fund	 <u>\$ 65,232</u>

The General Fund received indirect cost allocations from federal award programs for the funds indicated for the year ended June 30, 2010.

NOTE E – CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
Land	\$ 185,626	\$ -	\$ -	\$ 185,626
Buildings and improvements	15,906,997	46,107	-	15,953,104
Furniture and equipment	<u>2,048,636</u>	<u>148,737</u>	<u>(40,702)</u>	<u>2,156,671</u>
 Total	 <u>\$ 18,141,259</u>	 <u>\$ 194,844</u>	 <u>\$ (40,702)</u>	 <u>\$ 18,295,401</u>
 Less accumulated depreciation:				
Building and improvements	\$ 10,843,309	\$ 439,600	\$ -	\$ 11,282,909
Furniture and equipment	<u>1,455,477</u>	<u>138,719</u>	<u>(40,702)</u>	<u>1,553,494</u>
 Total	 <u>12,298,786</u>	 <u>578,319</u>	 <u>(40,702)</u>	 <u>12,836,403</u>
 Capital assets, net	 <u>\$ 5,842,473</u>	 <u>\$ (383,475)</u>	 <u>\$ -</u>	 <u>\$ 5,458,998</u>

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE E – CAPITAL ASSETS (CONTINUED)

Depreciation expense of \$578,319 for the year ended June 30, 2010, was charged to the following governmental functions:

Instruction:	
Regular Education	\$ 207,055
Special Education	69,464
Vocational Education	8,351
Other Educational Programs	32,640
Support Services:	
Student Services	38,432
Instructional Staff Support	48,667
General Administration	17,702
School Administration	31,066
Business Services	9,946
Plant Services	42,967
Student Transportation	24,177
Central Services	4,146
School Food Services	36,912
Community Services	3,946
Construction and Land Improvement	<u>2,848</u>
Total	<u>\$ 578,319</u>

NOTE F – SALES AND USE TAX

For the year ended June 30, 2010, a one cent local sales and use tax was levied and collected within Washington Parish by the Washington Parish Sheriff's Office of which 55% was received by the School Board. The sales tax proceeds are not dedicated but are primarily used to pay payroll related expenditures of the School Board.

NOTE G – SALARIES AND OTHER PAYABLES

Payables at June 30, 2010 are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Accounts payable	\$ 5,424	\$ 50,655	\$ 56,079
Salaries and withholdings	<u>671,932</u>	<u>-</u>	<u>671,932</u>
Total	<u>\$ 677,356</u>	<u>\$ 50,655</u>	<u>\$ 728,011</u>

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE H – CHANGES IN LONG-TERM DEBT

The following is a summary of the changes to general long-term obligations for the year ended June 30, 2010:

	<u>Compensated Absences</u>	<u>Capital Lease Payable</u>	<u>CDL Loan Payable</u>	<u>OPEB</u>	<u>Total</u>
Balance at June 30, 2009	\$ 525,065	\$ 804,314	\$ 500,000	\$ 290,716	\$2,120,095
Additions	389,067	-	-	212,666	601,733
Deductions – payments and retirements	<u>(412,257)</u>	<u>(145,392)</u>	<u>-</u>	<u>-</u>	<u>(557,649)</u>
Balance at June 30, 2010	<u>\$ 501,875</u>	<u>\$ 658,922</u>	<u>\$ 500,000</u>	<u>\$ 503,382</u>	<u>\$2,164,179</u>

The School Board entered into lease agreements with Ricoh Americas Corporation for the lease of three copy machines. The lease agreements are for five years, one beginning in November 2008 and the other two in December 2008. The copy machines are recorded as capital assets and depreciated on a straight-line basis. The balances of the leases at June 30, 2010 are \$14,716, \$15,131, and \$8,350.

The School Board entered into lease agreements for the lease of Energy Performance Lighting Systems. The leases are considered capital leases for accounting purposes. The first lease began on December 15, 2004 and expires on May 15, 2015. The second lease began on December 15, 2006 and expires on December 15, 2016. The lighting systems were recorded as capital assets in the amount of \$486,481 and \$528,407, respectively, and depreciated on a straight-line basis over a period of 15 years. The capital lease payables are recorded in the government-wide financial statements in the Statement of Net Assets. The balances of the leases at June 30, 2010 were \$300,242 and \$320,483, respectively.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE H – CHANGES IN LONG-TERM DEBT (CONTINUED)

The future minimum lease obligation and the net present value of these minimum lease payments as of June 30, 2010, are as follows:

	<u>Year Ending June 30</u>	
	2011	\$ 139,715
	2012	139,715
	2013	139,715
	2014	133,196
	2015	<u>106,581</u>
Total minimum lease payments		<u>\$ 658,922</u>

The School Board's Community Disaster Loan ("CDL") is secured by a pledge of the Board's revenues each fiscal year the note is outstanding, bearing interest at a variable interest rate (2.90% at June 30, 2010). Based on the loan and pledge agreement with the Federal Emergency Management Agency, the CDL loan accrues simple interest based on the five year Treasury Note plus one percent from the date of disbursement. The term of the loan is five years expiring in March 2011 and may be extended or cancelled pursuant to Section 417 of the Stafford Disaster Relief and Emergency Assistance Act. Payments of principal and interest may be deferred until the end of the five year period.

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2010:

	<u>Compensated Absences</u>	<u>Capital Lease Payable</u>	<u>CDL Loan Payable</u>	<u>OPEB</u>	<u>Total</u>
Current portion	\$ 334,000	\$ 139,715	\$ 500,000	\$ -	\$ 973,715
Long-term portion	<u>167,875</u>	<u>519,207</u>	<u>-</u>	<u>503,382</u>	<u>1,190,464</u>
Total	<u>\$ 501,875</u>	<u>\$ 658,922</u>	<u>\$ 500,000</u>	<u>\$ 503,382</u>	<u>\$ 2,164,179</u>

NOTE I – RESERVATION AND DESIGNATION OF FUND BALANCES

At June 30, 2010, the School Lunch Fund had a reservation of fund balance for inventory in the amount of \$67,450. This reservation indicates that the balance does not constitute available expendable resources even though inventory is a component of net current assets.

At June 30, 2010, the General Fund had a designation of fund balance for the repayment of the CDL loan and the accrued interest in the amount of \$556,212.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE J – PROPERTY TAXES

The School Board levies taxes on real and business personal property located within Ward 4 of Washington Parish. Property taxes are levied by the School Board on property values assessed by the Washington Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Washington Parish Sheriff's Office bills and collects property taxes for the School Board.

Property Tax Calendar

Assessment date	January 1
Total taxes are due	About November 15
Penalties and interest are added	December 31
Lien date	January 1
Tax sale - delinquent property	About June 1

The following is a summary of levied ad valorem taxes for the year ended June 30, 2010:

	<u>Levied Millage</u>	<u>Expiration Date</u>
Bogalusa School Board taxes:		
Constitutional	6.43	Indef.
Operations	3.11	2018
Special Leeway Maintenance	7.76	2018
Operations	22.06	2018
Operations	6.43	2015
Construction, operation, and maintenance	5.02	2012

NOTE K – RETIREMENT SYSTEMS

Substantially all employees of the School Board are required by State law to belong to retirement plans administered by the Teachers' Retirement System ("TRS") or the Louisiana School Employees' Retirement System ("LSERS"), both of which are administered on a statewide basis. Each plan issues a separate financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing or calling the plan.

Teachers' Retirement System of Louisiana	Louisiana School Employees' Retirement System
Post Office Box 94123	Post Office Box 44516
Baton Rouge, Louisiana 70804-9123	Baton Rouge, Louisiana 70804-4516
(225) 925-6446	(225) 924-6484

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE K – RETIREMENT SYSTEMS (CONTINUED)

Disclosures relating to these plans follow:

A. TEACHERS' RETIREMENT SYSTEM

1. *Plan Description* - All teachers, administrators, and school lunch employees of the School Board are covered by defined benefit contributory pension plans administered and controlled by a separate Board of Trustees. The Board of Trustees administers plans which are cost-sharing multiple-employer public employee retirement systems.

All teachers, administrators, and school lunch employees are eligible to participate in the TRSL plans. Teachers and administrators belong to the Teachers' Regular Plan, and school lunch employees belong to the Teachers' Plan A plan. Benefits are established by State statute.

TRS provides retirement benefits as well as death and disability benefits. Death and disability benefits vest after 5 years of credited service. Normal retirement is at age 60 with 10 years of service or 20 years of service regardless of age for the Teachers' Regular plan members. For the Teachers' Plan A plan members, normal retirement is at any age with 30 or more years of creditable service, at age 55 with at least 25 years of creditable service, and at age 60 with at least 10 years of creditable service. Retirement benefits are based upon the following formula percentages.

<u>Years of Service</u>	<u>Minimum Age</u>	<u>Teachers' Regular</u>	<u>Teachers' Plan A</u>
10	60	2.0% per year	1.0% or 3.0% per year
20	Any age	2.0% per year	1.0% or 3.0% per year
25	55	2.5% per year	1.0% or 3.0% per year
30	Any age	2.5% per year	1.0% or 3.0% per year
20	65	2.5% per year	1.0% or 3.0% per year

The percentage formula is applied to the average of the highest three successive annual salaries. The benefit is payable for life with eight available annuity payment plans. The plans also provide various death and disability benefits, whereby the disabled employee or surviving spouse is entitled to receive amounts determined in accordance with the plan.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE K – RETIREMENT SYSTEMS (CONTINUED)

Contributions Required and Made - Covered employees and the School Board are required by State statute to contribute fixed percentages of employees' gross earnings to the pension plans. Contribution rates for the plans are as follows:

	<u>Employee</u>	<u>Employer</u>	<u>Employer Contribution</u>
Teachers' Regular	8.00%	15.5%	\$ 2,178,249
Teachers' Plan A	9.10%	15.5%	\$ 3,649

The School Board's contributions to TRSL for the years ended June 30, 2010, 2009 and 2008 were \$2,181,898, \$2,186,566, and \$2,366,701, respectively, equal to the required contributions for each year.

B. SCHOOL EMPLOYEES' RETIREMENT SYSTEM

1. *Plan Description* - Employees who are not teachers, administrators, or school lunch employees are covered by defined benefit contribution pension plans administered and controlled on a statewide basis by a separate Board of Trustees. The Board of Trustees administers this plan which is a cost-sharing multiple-employer public employee's retirement system.

All employees, other than teachers, administrators, and food services employees, are eligible to participate in the LSERS. Benefits are established by State statute.

LSERS provides retirement benefits as well as death and disability benefits. Death and disability benefits vest after 5 years of credited service. Normal retirement is at any age with 30 or more years of creditable service, at age 55 with at least 25 years of creditable service, and at age 60 with at least 10 years of creditable service. The maximum retirement and disability benefit is an amount equal to 2 1/2% of the average compensation for the three highest consecutive years of credited service, multiplied by the number of years of service, plus a supplementary allowance of \$2.00 per month for each month of service. The plan also provides various death benefits, whereby the disabled employee or surviving spouse is entitled to receive amounts determined in accordance with the plan.

2. *Contributions Required and Made* - Covered employees and the School Board are required by State statute to contribute fixed percentages of employees' gross earnings to the pension plans. Contribution rates for the plan are 7.50% for participating employees and 24.3% for the School Board.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE L – POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

Plan Description. The City of Bogalusa School Board's medical benefits are provided through the Louisiana Office of Group Benefits and are made available to employees upon actual retirement.

The Louisiana Office of Group Benefits (OGB) involves several statewide networks and one HMO with a premium structure by region. The plan provisions are contained in the official plan documents of the OGB, available at www.groupbenefits.org - "Quick Links" - "Health Plans". The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an *agent multiple-employer plan* (within the meaning of paragraph 22 of GASB 45) for financial reporting purposes and for this valuation. This valuation has been performed using the standard OGB rate structure. In addition, the OGB "Medicare Advantage" plan has been assumed as an alternative to those employees after Medicare eligibility, and it has been assumed that 50% of post-Medicare eligibility retirees elect that plan in the future. Medical benefits are provided to employees upon actual retirement. Most employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Most of the remainder of employees are covered by the Louisiana School Employees' Retirement System (LSER) whose retirement (D.R.O.P. entry) eligibility provisions are the same as TRSL, except that they are also eligible to retire at age 60 and 10 years of service. For those employees not covered by either, the TRSL eligibility provision has been used.

Life insurance coverage under the OGB program is available to retirees by election and the blended rate (active and retired) is \$0.96 per \$1,000 of insurance. The employer pays 50% of the "cost" of the retiree life insurance, but based on the blended rates. Since GASB 45 requires the use of "unblended" rates, the 94GAR mortality table was used to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Insurance coverage amounts are reduced at age 65 and again at age 70 according to the OGB plan provisions.

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

Fund Policy. Until 2008, the City of Bogalusa School Board recognized the cost of providing post-employment medical and life benefits (the City of Bogalusa School Board's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2009/2010, the City of Bogalusa School Board's portion of health care funding cost for retired employees totaled \$1,551,884, and the life insurance totaled \$ -.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

**NOTE L – POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS
(CONTINUED)**

Effective with the Fiscal Year beginning July 1, 2008, City of Bogalusa School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45).

Annual Required Contribution. The City of Bogalusa School Board’s Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 1, 2009 is \$1,662,998 for medical, and \$101,552 for life, as set forth below:

	<u>Medical</u>	<u>Life</u>
Normal Cost	\$ 324,808	\$ 10,147
30-year UAL amortization amount	<u>1,338,190</u>	<u>91,405</u>
 Annual required contribution (ARC)	 <u>\$ 1,662,998</u>	 <u>\$ 101,552</u>

Net Post-employment Benefit Obligation. The table below shows the City of Bogalusa School Board’s Net Other Post-employment Benefit (OPEB) Obligation for fiscal year ending June 30, 2010:

	<u>Medical</u>	<u>Life</u>
Beginning Net OPEB Obligation – 7/1/2009	\$ 210,925	\$ 79,791
Annual required contribution	1,662,998	101,552
Interest on Net OPEB Obligation	-	-
ARC Adjustment	-	-
OPEB Cost	<u>1,662,998</u>	<u>101,552</u>
Contribution	-	-
Current year retiree premium	<u>(1,551,884)</u>	<u>(-)</u>
Change in Net OPEB Obligation	<u>111,114</u>	<u>101,552</u>
Ending Net OPEB Obligation – 6/30/2010	<u>\$ 322,039</u>	<u>\$ 181,343</u>

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE L – POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (CONTINUED)

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

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net OPEB Obligation
June 30, 2009	\$ 1,764,550	83.5%	\$ 290,716
June 30, 2010	\$ 1,764,550	87.9%	\$ 503,382

Funded Status and Funding Progress. In the fiscal year ending June 30, 2010, the City of Bogalusa School Board made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of July 1, 2008, the first and most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$23,140,218 (medical) and \$1,580,531 (life), which is defined as that portion, as determined by a particular actuarial cost method (the City of Bogalusa School Board uses the Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2009/2010, the entire actuarial accrued liability of \$23,140,218 (medical) and \$1,580,531 (life) was unfunded.

	<u>Medical</u>	<u>Life</u>
Actuarial Accrued Liability (AAL)	\$ 23,140,218	\$ 1,580,531
Actuarial Value of Plan Assets	-	-
Unfunded Act. Accrued Liability (UAAL)	<u>23,140,218</u>	<u>1,580,531</u>
Funded Ratio	0.00%	0.00%
Covered Payroll (active plan members)	16,909,816	16,909,816
UAAL as a percentage of covered payroll	136.84%	9.35%

Actuarial Methods and Assumptions. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE L – POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (CONTINUED)

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the City of Bogalusa School Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between City of Bogalusa School Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the City of Bogalusa School Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method. The ARC is determined using the Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets. Since this is the first actuarial valuation, there are not any assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45 will be used.

Turnover Rate. An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 10%. The rates for each age are below:

<u>Age</u>	<u>Percent Turnover</u>
18 – 25	20.0%
26 – 40	12.0%
41 – 54	10.0%
55+	8.0%

Post employment Benefit Plan Eligibility Requirements. It is assumed that entitlement to benefits will commence six years after earliest eligibility to enter the D.R.O.P. as described on the first page of this letter under the heading "Plan Description". This consists of a three year D.R.O.P. period plus an additional three years. Medical benefits are provided to employees upon actual retirement. Most employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Most of the remainder of employees are covered by the Louisiana School Employees' Retirement System (LSER) whose retirement (D.R.O.P. entry) eligibility

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE L – POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (CONTINUED)

provisions are the same as TRSL except that they are also eligible to retire at age 60 and 10 years of service. Entitlement to benefits continue through Medicare to death.

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

Health Care Cost Trend Rate. The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, Table 3: National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2009 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Zero trend has been assumed for valuing life insurance.

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

Method of Determining Value of Benefits. The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The "State Share" premiums in the OGB medical rate schedule provided are "unblended" rates for active and retired as required by GASB 45 and have been used for valuation purposes.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

June 30, 2010

NOTE M – LITIGATION

At June 30, 2010, the School Board was a defendant in several lawsuits arising principally from the normal course of operations. The ultimate resolution of these lawsuits would not materially affect the financial statements in the opinion of the legal advisor of the School Board.

NOTE N – 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; and natural disasters for which the School Board carries commercial insurance.

NOTE O – SUBSEQUENT EVENTS

On November 11, 2010, the Board approved a resolution granting preliminary approval for the issuance of not to exceed \$10,000,000 of taxable general obligation bonds, for the purpose of construction, rehabilitation, or repair of public school facilities.

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REQUIRED SUPPLEMENTARY INFORMATION -

PART II

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CITY OF BOGALUSA SCHOOL BOARD
BUDGETARY COMPARISON SCHEDULES
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS WITH
LEGALLY ADOPTED BUDGETS
June 30, 2010

GENERAL FUND

To account for resources traditionally associated with the School Board which are not required legally or by sound financial management to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

School Food - A program that provides nourishing meals to students in all grades. This program is supplemented by both federal and state funds that are based on reimbursement and participation.

Title I – A program by which federal funds are used to improve the academic achievement of the disadvantaged.

CITY OF BOGALUSA SCHOOL BOARD
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Over/ (Under)
	Original	Final		
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 4,375,006	\$ 4,475,000	\$ 4,419,571	\$ (55,429)
Sales and use	2,416,311	2,300,075	2,334,972	34,897
Interest earnings	59,842	59,842	49,238	(10,604)
Other	507,722	705,280	799,220	93,940
Total local sources	<u>7,358,881</u>	<u>7,540,197</u>	<u>7,603,001</u>	<u>62,804</u>
State sources:				
Minimum Foundation Program	13,968,569	13,540,392	13,540,392	-
Revenue sharing	218,155	218,155	214,245	(3,910)
Professional improvement program	67,252	67,252	60,087	(7,165)
Other state support	119,777	188,601	23,430	(165,171)
Total state sources	<u>14,373,753</u>	<u>14,014,400</u>	<u>13,838,154</u>	<u>(176,246)</u>
Federal sources				
Total Revenues	<u>21,791,112</u>	<u>22,041,252</u>	<u>21,931,687</u>	<u>(109,565)</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	10,042,078	9,197,303	9,197,307	(4)
Special Education programs	2,759,257	3,005,778	3,005,781	(3)
Vocational programs	345,683	368,007	368,008	(1)
Other instructional	356,967	412,772	412,774	(2)
Support services:				
Student services	1,575,298	1,676,239	1,676,240	(1)
Instructional staff support	965,681	991,135	991,120	15
General administration	767,572	842,630	842,630	-
School administration	1,393,506	1,534,447	1,534,452	(5)
Business services	480,199	491,252	491,253	(1)
Plant services	1,987,975	2,111,287	2,111,289	(2)
Student transportation services	969,803	1,168,602	1,168,604	(2)
Central services	207,466	204,759	204,759	-
School food services	1,192	1,108	1,108	-
Community service programs	8,049	9,180	9,180	-

(Continued)

**CITY OF BOGALUSA SCHOOL BOARD
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Over/ (Under)
	Original	Final		
Construction and land improvement	\$ 174,999	\$ 140,679	\$ 140,679	\$ -
Debt Service				
Interest and bank charges	-	28,990	-	28,990
Total Expenditures	<u>22,035,725</u>	<u>22,184,168</u>	<u>22,155,184</u>	<u>28,984</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>(244,613)</u>	<u>(142,916)</u>	<u>(223,497)</u>	<u>(80,581)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	244,613	244,613	342,529	97,916
Transfers out	-	(30,294)	(29,626)	668
Total other financing sources	<u>244,613</u>	<u>214,319</u>	<u>312,903</u>	<u>98,584</u>
NET CHANGES IN FUND BALANCE	<u>-</u>	<u>71,403</u>	<u>89,406</u>	<u>18,003</u>
FUND BALANCE - Beginning	<u>8,809,854</u>	<u>8,809,854</u>	<u>8,809,854</u>	<u>-</u>
FUND BALANCE - Ending	<u><u>\$ 8,809,854</u></u>	<u><u>\$ 8,881,257</u></u>	<u><u>\$ 8,899,260</u></u>	<u><u>\$ 18,003</u></u>

The notes to the Required Supplementary Information are an integral part of this schedule.

**CITY OF BOGALUSA SCHOOL BOARD
SCHOOL FOOD
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Over/ (Under)
	Original	Final		
REVENUES				
Local sources:				
Interest earnings	\$ 723	\$ 723	\$ 1,038	\$ 315
Charges for services	96,357	96,357	74,017	(22,340)
Other	172,993	186,237	168,111	(18,126)
Total local sources	<u>270,073</u>	<u>283,317</u>	<u>243,166</u>	<u>(40,151)</u>
State sources:				
Minimum Foundation Program	88,653	38,653	38,653	-
Total state sources	<u>88,653</u>	<u>38,653</u>	<u>38,653</u>	<u>-</u>
Federal sources	1,423,949	1,452,035	1,420,668	(31,367)
Total Revenues	<u>1,782,675</u>	<u>1,774,005</u>	<u>1,702,487</u>	<u>(71,518)</u>
EXPENDITURES				
Current:				
Support services:				
School food services	1,782,675	1,774,005	1,773,866	139
Total Expenditures	<u>1,782,675</u>	<u>1,774,005</u>	<u>1,773,866</u>	<u>139</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES				
	-	-	(71,379)	(71,379)
OTHER FINANCING SOURCES				
Transfers in	-	-	65,232	65,232
Total other financing sources	-	-	65,232	65,232
NET CHANGES IN FUND BALANCE				
	-	-	(6,147)	(6,147)
FUND BALANCE - Beginning				
	155,785	155,785	155,785	-
FUND BALANCE - Ending				
	<u>\$ 155,785</u>	<u>\$ 155,785</u>	<u>\$ 149,638</u>	<u>\$ (6,147)</u>

The notes to the Required Supplementary Information are an integral part of this schedule.

CITY OF BOGALUSA SCHOOL BOARD
TITLE I
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Over/ (Under)
	Original	Final		
REVENUES				
Federal sources	\$ 1,837,763	\$ 2,465,820	\$ 2,075,873	\$ (389,947)
Total Revenues	<u>1,837,763</u>	<u>2,465,820</u>	<u>2,075,873</u>	<u>(389,947)</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	467,163	341,173	645,513	(304,340)
Special Education programs	106,776	-	-	-
Other instructional	3,019	585,822	551,824	33,998
Support services:				
Instructional staff support	1,001,073	1,132,734	475,949	656,785
General administration		820	31,727	(30,907)
Plant services		2,533	2,533	-
Community service programs	98,193	185,709	185,707	2
Total Expenditures	<u>1,676,224</u>	<u>2,248,791</u>	<u>1,893,253</u>	<u>355,538</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>161,539</u>	<u>217,029</u>	<u>182,620</u>	<u>(34,409)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(161,539)</u>	<u>(217,029)</u>	<u>(182,620)</u>	<u>34,409</u>
Total other financing sources (uses)	<u>(161,539)</u>	<u>(217,029)</u>	<u>(182,620)</u>	<u>34,409</u>
NET CHANGES IN FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the Required Supplementary Information are an integral part of this schedule.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2010

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

Budgets for the General Fund and Special Revenue Funds are legally adopted by the School Board on a basis consistent with generally accepted accounting principles (GAAP).

OTHER SUPPLEMENTARY INFORMATION

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CITY OF BOGALUSA SCHOOL BOARD
NON-MAJOR FUNDS DESCRIPTIONS
June 30, 2010

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

AT&T High School Success – A program by which local funding is used to encourage high school success and reduce dropout rates.

EEF – Educational Excellence Funding – State funding used to increase student achievement in Math, Science, English, and Social Studies through technology enhancement programs.

EETT – A program by which federal funding is used to improve high school student achievement through technology integration into core subject area.

Hurricane Educator Assistance Program – A program by which federal funding is used for the purpose of recruiting, retaining, and compensating new and current teachers and other educators who commit to work at least three years in public school-based positions located in area with respect to which a major disaster was declared.

Connect Tech – A program by which federal funds are used to provide continuous job-embedded professional development opportunities for teachers, designing and modeling technology-rich lessons, providing teachers with instructional resources, and serving as the technology liaison on the school improvement committee.

8G Local Teacher Quality – State funds used to provide tuition assistance for teachers to become certified and highly qualified.

8G GLEE and Textbook – State funds used to improve achievement for grades 5 and 6 English, Language, Arts, and Math.

8G Preschool – A program by which state funds are used to provide developmental appropriate classes to those who score low on the Brigance screening instrument.

Carl Perkins – A program by which federal funds are used to provide supplies, equipment, and travel to all vocational education programs.

Reading First – A program by which federal funds are used to focus students to achieve grade level reading by grade 3.

TANF LA4 – A program by which federal funds are used to provide developmental appropriate classes to those who score low on the Brigance screening instrument.

21st Century Community Learning Center – A program by which federal funds are used to provide a variety of extended day, evening, and summer learning and enrichment programs.

CITY OF BOGALUSA SCHOOL BOARD
NON-MAJOR FUNDS DESCRIPTIONS (CONTINUED)
June 30, 2010

Ensuring Literacy for All – A program by which state funding is used to have every student a successful reader by fourth grade therefore services PK-4 grades.

Summer Food Program – The Summer Food Program is a program that provides nourishing meals to students in summer school sessions.

ELFA Literacy Coaches – A reading enhancement program for pre-kindergarten through 4th grade.

ELFA Numeracy Coaches – A mathematics enhancement program for pre-kindergarten through 4th grade.

ELFA Literacy School – A reading enhancement program for pre-kindergarten through 4th grade.

ELFA Numeracy School – A mathematics enhancement program for pre-kindergarten through 4th grade.

Idea B Special Education Fund – Individuals with Disabilities Education Act (IDEA), Public Laws (PL) 101-476, is a federally financed program of free public education in the least restrictive environment for children with exceptionalities.

Preschool Special Education Fund – Federal programs for children at the preschool level which provide a free, appropriate, publicly supported education to every exceptional child in a least restricted environment

Extended School Year Program Special Education Fund – Federal programs which provide a free, appropriate, publicly supported education to every exceptional child in a least restricted environment during the summer.

Title II of the Education for Economic Security Act (EESA) – Authorizes federal funding to improve the quality of instruction and to improve in-service training of teachers and other appropriate school personnel in the field of mathematics and science.

Federal – A program by which federal funding is used for the reform of elementary and secondary education.

C&T Journey to Careers – A program by which state funding is used to offer complete and successful Career and Technical Education Programs and provide incentives to expand these programs.

Title IV – A program by which federal funds are used to provide students with safe and drug free schools.

REAP – A program designed to improve the quality of teaching and learning in rural school districts.

**CITY OF BOGALUSA SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2010**

Special Revenue Funds

	AT&T High School Success	EEF	EETT	HEAP	Connect Tech	8G Local Teacher Quality- Tuition	8G State Grants	8G Student Enhancement Preschool	Carl Perkins
ASSETS									
Cash and cash equivalents	\$ 80,069	\$ 41,274	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables	-	-	652	-	16,832	350	2,207	11,973	475
TOTAL ASSETS	\$ 80,069	\$ 41,274	\$ 652	\$ -	\$ 16,832	\$ 350	\$ 2,207	\$ 11,973	\$ 475
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts, salaries, and other payables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bank Overdraft	-	-	652	-	16,832	350	2,207	11,973	475
Due to other funds	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	652	-	16,832	350	2,207	11,973	475
Fund balances:									
Unreserved:									
Undesignated	80,069	41,274	-	-	-	-	-	-	-
Total Fund Balances	80,069	41,274	-	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 80,069	\$ 41,274	\$ 652	\$ -	\$ 16,832	\$ 350	\$ 2,207	\$ 11,973	\$ 475

**CITY OF BOGALUSA SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2010**

Special Revenue Funds

	Reading First	TANF Preschool Federal	21st Century Community Learning Center	Ensuring Literacy for All	Summer Food	ELFA Literacy Coaches	ELFA Numeracy Coaches	ELFA Literacy School	ELFA Numeracy School
ASSETS									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 82,691	\$ -	\$ -	\$ -	\$ -
Receivables	12,309	64,325	-	21,749	-	593	-	20,786	27,568
TOTAL ASSETS	\$ 12,309	\$ 64,325	\$ -	\$ 21,749	\$ 82,691	\$ 593	\$ -	\$ 20,786	\$ 27,568
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts, salaries, and other payables	\$ -	\$ -	\$ -	\$ -	\$ 50,453	\$ -	\$ -	\$ -	\$ 152
Bank Overdraft	12,309	64,325	-	21,749	-	593	-	20,786	27,416
Due to other funds	-	-	-	-	31,944	-	-	-	-
Total Liabilities	12,309	64,325	-	21,749	82,397	593	-	20,786	27,568
Fund balances:									
Unreserved:									
Undesignated	-	-	-	-	294	-	-	-	-
Total Fund Balances	-	-	-	-	294	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 12,309	\$ 64,325	\$ -	\$ 21,749	\$ 82,691	\$ 593	\$ -	\$ 20,786	\$ 27,568

**CITY OF BOGALUSA SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2010**

Special Revenue Funds

	Special Ed IDEA B	Special Ed Pre-School	ESYP	Title II	Federal	C&T Journey to Careers	Title IV	REAP	Total Non-major Governmental Funds
ASSETS									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 204,034
Receivables	75,955	5,289	19,845	53,777	21,293	4,493	22,008	14,460	396,939
TOTAL ASSETS	\$ 75,955	\$ 5,289	\$ 19,845	\$ 53,777	\$ 21,293	\$ 4,493	\$ 22,008	\$ 14,460	\$ 600,973
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts, salaries, and other payables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,605
Bank Overdraft	75,955	5,289	19,845	53,777	21,293	4,493	22,008	14,460	396,787
Due to other funds	-	-	-	-	-	-	-	-	31,944
Total Liabilities	75,955	5,289	19,845	53,777	21,293	4,493	22,008	14,460	479,336
Fund balances:									
Unreserved:									
Undesignated	-	-	-	-	-	-	-	-	121,637
Total Fund Balances	-	-	-	-	-	-	-	-	121,637
TOTAL LIABILITIES AND FUND BALANCES	\$ 75,955	\$ 5,289	\$ 19,845	\$ 53,777	\$ 21,293	\$ 4,493	\$ 22,008	\$ 14,460	\$ 600,973

**CITY OF BOGALUSA SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010**

Special Revenue	AT&T High School Success	EEF	EETT	HEAP	Connect Tech	8G Local Teacher Quality- Tuition
REVENUES						
Local sources:						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	55,000	-	-	-	-	-
Total Local Sources	<u>55,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State sources:						
Other	-	128,850	-	-	-	950
Total State Sources	<u>-</u>	<u>128,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>950</u>
Federal Sources	-	-	42,829	11,372	22,667	-
Total Revenues	<u>55,000</u>	<u>128,850</u>	<u>42,829</u>	<u>11,372</u>	<u>22,667</u>	<u>950</u>
EXPENDITURES						
Current:						
Instruction:						
Regular programs	6,764	-	23,889	1,447	-	-
Special programs	-	-	-	-	-	-
Vocational Programs	-	-	-	-	-	-
All other programs	-	33,265	3,600	-	-	-
Support services:						
Student services	-	-	-	-	-	-
Instructional staff support	16,197	58,485	11,583	9,925	20,667	950
Plant services	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-
School food services	-	-	-	-	-	-
Total Expenditures	<u>22,961</u>	<u>91,750</u>	<u>39,072</u>	<u>11,372</u>	<u>20,667</u>	<u>950</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>32,039</u>	<u>37,100</u>	<u>3,757</u>	<u>-</u>	<u>2,000</u>	<u>-</u>
OTHER FINANCING SOURCES (Uses)						
Transfers out	-	-	(3,757)	-	(2,000)	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(3,757)</u>	<u>-</u>	<u>(2,000)</u>	<u>-</u>
NET CHANGES IN FUND BALANCES	32,039	37,100	-	-	-	-
FUND BALANCES - BEGINNING	<u>48,030</u>	<u>4,174</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 80,069</u>	<u>\$ 41,274</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

8G State Grants	8G Student Enhancement Preschool	Carl Perkins	Reading First	TANF Preschool Federal	21st Century Community Learning Center	Ensuring Literacy for All	Summer Food
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	59
2,207	104,817	-	-	283,257	-	123,771	-
2,207	104,817	-	-	283,257	-	123,771	-
-	-	44,899	104,962	-	169,608	-	56,822
2,207	104,817	44,899	104,962	283,257	169,608	123,771	56,881
-	-	-	36,011	-	-	7,654	-
-	-	-	-	-	-	-	-
-	-	44,475	-	-	-	-	-
2,207	104,317	-	-	280,219	99,831	-	-
-	-	-	-	-	-	-	-
-	500	425	65,402	3,038	33,458	116,117	-
-	-	-	-	-	-	-	-
-	-	-	-	-	22,676	-	-
-	-	-	-	-	-	-	48,229
2,207	104,817	44,900	101,413	283,257	155,965	123,771	48,229
-	-	(1)	3,549	-	13,643	-	8,652
-	-	1	(3,549)	-	(13,643)	-	(35,607)
-	-	1	(3,549)	-	(13,643)	-	(35,607)
-	-	-	-	-	-	-	(26,955)
-	-	-	-	-	-	-	27,249
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 294

CITY OF BOGALUSA SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
For the Year Ended June 30, 2010

Special Revenue	ELFA Literacy Coaches	ELFA Numeracy Coaches	ELFA Literacy School	ELFA Numeracy School	Special Ed IDEA B
REVENUES					
Local sources:					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Total Local Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State sources:					
Other	40,243	80,486	48,359	62,595	-
Total State Sources	<u>40,243</u>	<u>80,486</u>	<u>48,359</u>	<u>62,595</u>	<u>-</u>
Federal Sources	-	-	-	-	937,547
Total Revenues	<u>40,243</u>	<u>80,486</u>	<u>48,359</u>	<u>62,595</u>	<u>937,547</u>
EXPENDITURES					
Current:					
Instruction:					
Regular programs	-	-	18,079	55,866	39,333
Special programs	-	-	-	-	357,237
Vocational Programs	-	-	-	-	-
All other programs	-	-	-	-	-
Support services:					
Student services	-	-	-	-	219,278
Instructional staff support	40,243	80,486	30,280	6,729	238,282
Plant services	-	-	-	-	61
Student transportation	-	-	-	-	639
School food services	-	-	-	-	-
Total Expenditures	<u>40,243</u>	<u>80,486</u>	<u>48,359</u>	<u>62,595</u>	<u>854,830</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,717</u>
OTHER FINANCING SOURCES (Uses)					
Transfers out	-	-	-	-	(82,717)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(82,717)</u>
NET CHANGES IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Special Ed Pre-School	ESYP	Title II	Federal	C&T Journey to Careers	Title IV	REAP	Total Non-major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59
-	-	-	-	-	-	-	55,000
-	-	-	-	-	-	-	55,059
-	19,845	-	-	4,493	-	-	899,873
-	19,845	-	-	4,493	-	-	899,873
59,419	-	330,761	171,049	-	22,008	51,321	2,025,264
59,419	19,845	330,761	171,049	4,493	22,008	51,321	2,980,196
-	-	195,203	-	-	-	-	384,246
53,078	14,928	-	-	-	-	-	425,243
-	-	-	-	-	-	-	44,475
-	-	11,525	79,392	-	13,215	19,998	647,569
-	2,644	-	-	-	-	81	222,003
1,105	-	94,849	76,564	4,493	-	26,944	936,722
-	-	-	-	-	8,361	-	8,422
-	2,273	-	-	-	-	-	25,588
-	-	-	-	-	-	-	48,229
54,183	19,845	301,577	155,956	4,493	21,576	47,023	2,742,497
5,236	-	29,184	15,093	-	432	4,298	237,699
(5,236)	-	(29,184)	(15,093)	-	(432)	(4,298)	(195,515)
(5,236)	-	(29,184)	(15,093)	-	(432)	(4,298)	(195,515)
-	-	-	-	-	-	-	42,184
-	-	-	-	-	-	-	79,453
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 121,637

CITY OF BOGALUSA SCHOOL BOARD

FIDUCIARY FUNDS DESCRIPTION

June 30, 2010

FIDUCIARY FUNDS - AGENCY FUNDS

Agency funds are established to account for all monies held by the School Board in an agency capacity. Disbursements are made only in accordance with the purpose for which assets are received.

School Activity Funds - The School Activity Agency Fund accounts are used to account for monies generated by the schools and organizations within the schools. While these 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.

**CITY OF BOGALUSA SCHOOL BOARD
 COMBINING STATEMENT OF CHANGES IN
 ASSETS AND LIABILITIES - AGENCY FUNDS
 June 30, 2010**

	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2010</u>
School Activity Fund				
Assets:				
Cash and cash equivalents	\$ 118,258	\$ 598,628	\$ 624,136	\$ 92,750
Fixed assets	33,113	-	9,632	23,481
Total Assets	<u>\$ 151,371</u>	<u>\$ 598,628</u>	<u>\$ 633,768</u>	<u>\$ 116,231</u>
Liabilities:				
Amounts held for school activities	\$ 118,258	\$ 598,628	\$ 624,136	\$ 92,750
Capital lease payable	33,113	-	9,632	23,481
Total liabilities	<u>\$ 151,371</u>	<u>\$ 598,628</u>	<u>\$ 633,768</u>	<u>\$ 116,231</u>

**CITY OF BOGALUSA SCHOOL BOARD
SCHEDULE OF COMPENSATION PAID TO BOARD MEMBERS
For the Year Ended June 30, 2010**

<u>Board Member</u>	<u>Compensation</u>
Michael Applewhite	\$ 10,800
Eleanor Duke	9,600
Paul Kates	9,600
Adam Kemp	9,600
Reverend Raymond E. Mims	9,600
Robin Simmons	9,600
Dr. Brad Williams	<u>9,600</u>
	<u>\$ 68,400</u>

STATISTICAL SECTION

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STATISTICAL SECTION

This part of the City of Bogalusa School Board's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School Board's overall financial

<u>Contents</u>	<u>Tables</u>
Financial Trends	1 - 4
These schedules contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.	
Revenue Capacity	5 - 9
These schedules contain information to help the reader assess the School Board's most significant local revenue source, the sales tax, as well as the property tax.	
Debt Capacity	10 - 13
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the city's ability to issue additional debt in the future.	
Demographic and Economic Information	14 - 15
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.	
Operating Information	16 - 17
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 city provides and the activities it performs.	

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CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 1 - NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities										
Invested in capital assets, net of related debt	\$ -	\$ 1,243,201	\$ 1,458,755	\$ 4,318,787	\$ 4,798,597	\$ 5,514,937	\$ 6,320,458	\$ 6,295,137	\$ 5,842,473	\$ 5,458,998
Restricted	-	-	-	-	-	-	-	-	-	556,212
Unrestricted	-	1,443,901	666,304	(254,734)	(22,474)	2,393,029	5,028,306	5,402,219	6,883,285	6,393,932
Total governmental activities, net assets	\$ -	\$ 2,687,102	\$ 2,125,059	\$ 4,064,053	\$ 4,776,123	\$ 7,907,966	\$ 11,348,764	\$ 11,697,356	\$ 12,725,758	\$ 12,409,142

Source: City of Bogalusa School Board Annual Financial Reports

Note: Data for 2001 is not reflected in this schedule since GASB Statement No. 34 became effective for fiscal year 2002.

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 2 - CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses										
Governmental activities:										
Instruction:										
Regular programs	\$ -	\$ 6,991,747	\$ 7,822,349	\$ 7,494,612	\$ 7,920,977	\$ 8,581,486	\$ 8,486,171	\$ 9,771,947	\$ 9,930,846	\$ 10,487,449
Special programs	-	4,017,217	4,296,655	4,980,807	4,794,210	4,607,272	3,564,660	3,473,572	3,374,119	3,526,159
Vocational programs	-	443,648	602,354	660,922	773,038	409,779	542,737	541,436	446,883	423,920
Adult programs	-	44,257	110,143	33,160	70,269	-	5,987	-	23,838	-
All other programs	-	807,918	850,786	1,106,117	1,702,237	512,916	1,852,491	2,204,395	2,114,722	1,656,869
Support services:										
Student services	-	1,073,199	1,231,076	1,094,640	1,098,860	1,910,877	1,879,771	1,512,389	1,528,618	1,950,877
Instructional staff support	-	930,822	1,143,138	1,242,368	1,710,263	1,503,807	2,303,621	2,239,367	2,507,009	2,470,443
General administration	-	2,508,773	3,309,501	485,745	3,322,743	513,866	536,966	848,407	688,874	753,209
School administration	-	1,157,101	1,179,760	1,413,174	1,290,829	1,570,289	1,181,328	1,267,618	1,322,471	1,576,999
Business services	-	367,680	479,494	682,158	355,550	607,794	569,627	452,206	530,413	504,874
Plant services	-	1,803,329	2,316,517	2,997,054	1,590,606	2,690,838	2,211,344	2,159,110	2,107,179	2,032,352
Student transportation services	-	797,401	849,833	1,032,853	962,256	498,012	1,102,896	1,035,578	1,114,312	1,227,304
Central services	-	42,699	87,282	79,827	72,766	83,702	200,619	206,147	216,214	210,437
Food services	-	460,199	539,463	1,764,842	1,718,286	1,684,288	1,574,441	1,692,077	1,674,704	1,873,756
Community services programs	-	2,891	961	104,778	150,144	138,778	158,853	143,399	203,614	200,291
Summer feeding	-	17,608	-	-	-	-	-	-	-	-
Interest on long-term debt	-	-	-	-	30,082	-	12,712	27,811	14,490	14,500
Construction and land improvement	-	-	-	-	13,516	33,631	121,677	444,391	115,231	97,420
Other expenses	-	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	-	21,466,489	24,819,312	25,173,057	26,576,632	25,349,335	26,305,901	28,019,850	27,913,537	29,006,859
Total primary government expenses	\$ -	\$ 21,466,489	\$ 24,819,312	\$ 25,173,057	\$ 26,576,632	\$ 25,349,335	\$ 26,305,901	\$ 28,019,850	\$ 27,913,537	\$ 29,006,859
Program Revenues										
Governmental activities:										
Charges for services:	\$ -	\$ 141,581	\$ 129,551	\$ 170,117	\$ 111,254	\$ 85,936	\$ 86,679	\$ 90,379	\$ 96,381	\$ 74,076
Operating grants and contributions:	-	4,505,270	5,323,402	6,758,318	7,344,814	6,757,093	7,406,140	5,991,941	6,267,909	6,967,222
Capital grants and contributions:	-	-	-	1,570,360	114,160	-	-	-	-	-
Total governmental activities program revenues	-	4,646,851	5,452,953	8,498,795	7,570,228	6,843,029	7,492,819	6,082,320	6,364,290	7,041,298
Total primary government program revenues	\$ -	\$ 4,646,851	\$ 5,452,953	\$ 8,498,795	\$ 7,570,228	\$ 6,843,029	\$ 7,492,819	\$ 6,082,320	\$ 6,364,290	\$ 7,041,298

(continued)

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 2 - CHANGES IN NET ASSETS (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Net (expense)/revenue	\$ -	\$ (16,819,638)	\$ (19,366,359)	\$ (16,674,262)	\$ (19,006,404)	\$ (18,506,306)	\$ (18,813,082)	\$ (21,937,530)	\$ (21,549,247)	\$ (21,965,561)
- Governmental activities	\$ -	\$ (16,819,638)	\$ (19,366,359)	\$ (16,674,262)	\$ (19,006,404)	\$ (18,506,306)	\$ (18,813,082)	\$ (21,937,530)	\$ (21,549,247)	\$ (21,965,561)
Total primary government net expense	\$ -	\$ (16,819,638)	\$ (19,366,359)	\$ (16,674,262)	\$ (19,006,404)	\$ (18,506,306)	\$ (18,813,082)	\$ (21,937,530)	\$ (21,549,247)	\$ (21,965,561)
General Revenues and										
- Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property taxes, levied for general purposes	\$ -	\$ 2,244,626	\$ 2,261,637	\$ 3,345,905	\$ 3,387,100	\$ 3,593,269	\$ 3,715,890	\$ 4,143,074	\$ 4,375,006	\$ 4,419,571
Property taxes, levied for specific purposes	-	395,827	412,609	-	-	-	-	-	-	-
Sales and use taxes, levied for general purposes	-	2,228,817	2,050,354	2,054,345	2,124,049	2,449,306	2,614,724	2,953,617	2,416,311	2,334,972
Sales and use taxes, levied for public improvement	-	-	-	-	-	-	-	-	-	-
State revenue sharing	-	205,563	242,691	225,541	211,724	263,025	217,880	225,351	218,155	214,245
Grants and contributions not restricted for specific purposes:										
Minimum Foundation Program	-	12,599,624	12,620,209	13,159,662	13,942,604	13,600,765	13,822,902	14,201,350	14,768,870	13,579,045
Other	-	31,490	31,221	1,016	3,806	63,393	183,766	158,857	62,774	50,276
Interest and investment earnings	-	-	-	-	-	-	-	-	-	-
Special items - proceeds from legal judgment	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	211,789	225,153	120,399	49,191	1,668,391	1,698,718	603,873	736,533	1,050,836
Total governmental activities	-	17,917,736	17,843,874	18,906,868	19,718,474	21,638,149	22,253,880	22,286,122	22,577,649	21,648,945
Total primary government	\$ -	\$ 17,917,736	\$ 17,843,874	\$ 18,906,868	\$ 19,718,474	\$ 21,638,149	\$ 22,253,880	\$ 22,286,122	\$ 22,577,649	\$ 21,648,945
Changes in Net Assets										
Governmental activities	-	1,098,098	(1,522,485)	2,232,606	712,070	3,131,843	3,440,798	348,592	1,028,402	(316,616)
Total primary government	\$ -	\$ 1,098,098	\$ (1,522,485)	\$ 2,232,606	\$ 712,070	\$ 3,131,843	\$ 3,440,798	\$ 348,592	\$ 1,028,402	\$ (316,616)

Source: City of Bogalusa School Board Annual Financial Reports

NOTE: Data for 2001 is not reflected in this schedule since GASB Statement No. 34 became effective for fiscal year 2002.

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 3 - FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year				
	2001	2002	2003	2004	2005
General fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	517,668	1,308,122	308,970	64,140	980,067
Total general fund	<u>\$ 517,668</u>	<u>\$ 1,308,122</u>	<u>\$ 308,970</u>	<u>\$ 64,140</u>	<u>\$ 980,067</u>
All other governmental funds					
Reserved	\$ 61,292	\$ 56,802	\$ 37,959	\$ 53,641	\$ 43,817
Unreserved, reported in:					
Special revenue funds	285,313	519,412	731,192	474,367	321,544
Capital projects funds	-	-	-	-	-
Total all other governmental funds	<u>\$ 346,605</u>	<u>\$ 576,214</u>	<u>\$ 769,151</u>	<u>\$ 528,008</u>	<u>\$ 365,361</u>

Source: City of Bogalusa School Board Annual Financial Reports

Fiscal Year				
2006	2007	2008	2009	2010
\$ -	\$ -	\$ -	\$ -	\$ -
<u>3,905,902</u>	<u>6,909,426</u>	<u>7,639,571</u>	<u>8,809,854</u>	<u>8,899,260</u>
<u>\$ 3,905,902</u>	<u>\$ 6,909,426</u>	<u>\$ 7,639,571</u>	<u>\$ 8,809,854</u>	<u>\$ 8,899,260</u>
\$ 73,495	\$ 66,225	\$ 47,907	\$ 50,144	\$ 67,450
(49,156)	125,058	60,543	185,094	203,825
-	-	-	-	-
<u>\$ 24,339</u>	<u>\$ 191,283</u>	<u>\$ 108,450</u>	<u>\$ 235,238</u>	<u>\$ 271,275</u>

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 4 - CHANGES IN FUNDS BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year			
	2001	2002	2003	2004
Revenues				
Ad valorem taxes	\$ 2,008,675	\$ 2,640,453	\$ 2,674,261	\$ 3,345,905
Sales and use taxes	2,060,736	2,228,817	2,050,354	2,054,345
Interest earnings	43,062	31,490	31,221	1,016
Charges for services	149,161	141,581	129,551	170,117
Other	79,607	282,468	314,200	120,399
Minimum Foundation Program	12,123,305	12,599,624	12,620,209	13,159,662
Other state sources	1,018,339	1,054,911	1,861,195	2,106,570
Federal Grants	3,244,514	3,585,243	3,615,835	6,447,649
Total revenues	<u>20,727,399</u>	<u>22,564,587</u>	<u>23,296,826</u>	<u>27,405,663</u>
Expenditures				
Current:				
Instruction	11,167,107	12,332,445	13,287,424	15,361,053
Support services	9,107,022	9,212,079	10,815,617	10,989,151
Capital outlay	-	-	-	1,659,783
Debt service:				
Bond Issuance Cost	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>20,274,129</u>	<u>21,544,524</u>	<u>24,103,041</u>	<u>28,009,987</u>
Excess of revenues over (under) expenditures	<u>453,270</u>	<u>1,020,063</u>	<u>(806,215)</u>	<u>(604,324)</u>
Other financing sources (uses)				
Transfers in	-	-	-	76,696
Transfers out	-	-	-	(76,696)
Proceeds from the sale of capital assets	-	-	-	-
Premium on bonds sold	-	-	-	-
Discount on bonds sold	-	-	-	-
Payments to refunded bond escrow agent	-	-	-	-
Issuance of debt	-	-	-	-
Proceeds from insurance	-	-	-	-
Loan proceeds	-	-	-	-
Capital leases	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ 453,270</u>	<u>\$ 1,020,063</u>	<u>\$ (806,215)</u>	<u>\$ (604,324)</u>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%

Source: City of Bogalusa School Board Annual Financial Reports

Fiscal Year					
2005	2006	2007	2008	2009	2010
\$ 3,387,100	\$ 3,593,269	\$ 3,715,890	\$ 4,143,074	\$ 4,375,006	\$ 4,419,571
2,124,049	2,449,306	2,614,724	2,953,617	2,416,311	2,334,972
3,806	63,393	183,766	158,857	62,774	50,276
111,254	85,935	86,679	90,379	96,381	74,076
104,005	1,543,159	1,610,471	597,418	750,318	1,022,331
13,942,604	13,600,765	13,822,902	14,201,350	14,768,870	13,579,045
1,502,124	1,121,323	1,415,541	1,622,197	1,555,850	1,197,635
6,218,760	6,024,714	6,308,081	4,663,394	4,962,557	6,012,337
<u>27,393,702</u>	<u>28,481,864</u>	<u>29,758,054</u>	<u>28,430,286</u>	<u>28,988,067</u>	<u>28,690,243</u>
14,948,431	13,716,392	14,000,045	15,719,381	15,789,964	15,682,740
11,412,555	11,138,577	11,613,395	11,456,025	11,672,567	12,741,381
735,835	1,056,672	1,461,434	606,979	228,465	140,679
-	-	-	-	-	-
1,000,000	-	-	-	-	-
30,082	-	12,712	589	-	-
<u>28,126,903</u>	<u>25,911,641</u>	<u>27,087,586</u>	<u>27,782,974</u>	<u>27,690,996</u>	<u>28,564,800</u>
<u>(733,201)</u>	<u>2,570,223</u>	<u>2,670,468</u>	<u>647,312</u>	<u>1,297,071</u>	<u>125,443</u>
56,583	235,653	280,630	233,098	244,612	407,761
(56,583)	(235,653)	(280,630)	(233,098)	(244,612)	(407,761)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,486,481	14,592	500,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,486,481</u>	<u>14,592</u>	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 753,280</u>	<u>\$ 2,584,815</u>	<u>\$ 3,170,468</u>	<u>\$ 647,312</u>	<u>\$ 1,297,071</u>	<u>\$ 125,443</u>
3.76%	0.00%	0.05%	0.00%	0.00%	0.00%

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 5 - GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Ad Valorem Tax</u>	<u>Sales and Use Tax</u>	<u>Total</u>
2001	\$ 2,008,675	\$ 2,060,736	\$ 4,069,411
2002	2,640,453	2,228,817	4,869,270
2003	2,674,261	2,050,354	4,724,615
2004	3,345,905	2,054,345	5,400,250
2005	3,387,100	2,124,049	5,511,149
2006	3,593,269	2,449,306	6,042,575
2007	3,715,890	2,614,724	6,330,614
2008	4,143,074	2,953,617	7,096,691
2009	4,375,006	2,416,311	6,791,317
2010	4,419,571	2,334,972	6,754,543

Source: City of Bogalusa School Board Annual Financial Reports

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 6 - ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Real Property Assessed Value</u>	<u>Other Property Assessed Value</u>	<u>Total Assessed Value</u>	<u>Amount of Homestead Exemption</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2001	\$ 77,798,580	\$ 70,148,450	\$ 147,947,030	\$ 47,815,570	\$ 100,131,460	109.10
2002	80,623,240	77,539,720	158,162,960	48,899,580	109,263,380	110.10
2003	82,511,580	81,552,370	164,063,950	49,702,230	114,361,720	109.10
2004	85,745,550	83,189,890	168,935,440	49,955,240	118,980,200	136.60
2005	85,093,850	77,855,890	162,949,740	52,441,790	110,507,950	133.60
2006	97,881,960	75,704,110	173,586,070	53,843,160	119,742,910	129.60
2007	102,258,320	77,542,620	179,800,940	55,045,485	124,755,455	126.10
2008	104,042,560	90,007,020	194,049,580	56,762,010	137,287,570	120.60
2009	115,240,670	96,062,610	211,303,280	62,251,907	149,051,373	115.67
2010	116,225,769	96,883,771	213,109,540	62,761,915	150,347,625	114.34

Source: Washington Parish Assessor's Office

Note: Property in the parish is reassessed each year. Property is assessed at actual value, therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value. These values represent the parish's assessed value since the school board's data broken into real estate and commercial was not readily available.

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 7 - PROPERTY TAX RATES (PER \$1,000 PF ASSESSED VALUATION)
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Other Governments (Parishwide)										Other Governments (Special Districts)			
	School Board Millage	Parish Council Millage	Law Enforcement Millage	Assessor Millage	Parish Schools Millage	FLA Parishes Juvenile	Fire Districts	Hospital Tax	Property Tax per acre	LTC Assessment Fee	Jail Bond	Council on Aging		
2001	50.81	31.29	10.96	5.37	109.10	3.00	152.58	13.97	0.08	0.25	0.50	-		
2002	50.01	31.47	10.96	5.37	110.10	3.00	150.01	13.97	0.08	0.25	0.50	-		
2003	50.01	51.29	10.96	5.37	109.10	3.00	160.81	13.97	0.08	0.25	-	-		
2004	50.81	51.29	10.96	5.37	136.60	3.00	161.09	13.97	0.08	0.25	-	-		
2005	50.81	51.29	10.96	5.37	133.60	3.00	153.74	13.09	0.08	0.25	-	-		
2006	50.81	51.29	10.96	5.37	129.60	3.00	173.50	9.50	0.08	0.25	-	-		
2007	50.81	51.29	10.96	5.37	126.10	3.00	168.50	9.50	0.08	0.25	-	-		
2008	50.81	51.29	10.96	5.37	120.60	3.00	179.32	9.50	0.08	0.25	-	-		
2009	50.81	51.29	10.47	5.13	115.67	3.00	175.22	9.50	0.08	0.25	-	2.80		
2010	50.81	51.29	10.47	5.13	115.67	3.00	175.22	9.50	0.08	0.25	-	2.80		

Source: Respective Taxing Jurisdiction

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 8 - PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

Taxpayer	December 31, 2010			December 31, 2001		
	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value
Temple Inland	\$ 19,349,620	1	9.1%	-	-	-
Entergy Louisiana, Inc.	9,770,400	2	4.6%	7,428,600	3	5.0%
Florida Gas Lines	9,686,710	3	4.5%	7,819,230	2	5.3%
Gaylord Container Corp.	-	-	-	11,387,970	1	7.7%
TOTALS	<u>\$ 38,806,730</u>		<u>18.2%</u>	<u>\$ 26,635,800</u>		<u>18.0%</u>

Source: Washington Parish Assessor's Office

Note: A list of top ten taxpayers is not prepared by the assessor's office, therefore, we used the top three.

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 9 - PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections for Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 2,300,888	\$ 2,008,675	87.30%	\$ 12,195	\$ 2,020,870	87.83%
2002	3,069,580	2,640,453	86.02%	91,167	2,731,620	88.99%
2003	2,818,869	2,674,261	94.87%	39,182	2,713,443	96.26%
2004	3,721,394	3,345,905	89.91%	12,653	3,358,558	90.25%
2005	3,776,452	3,387,100	89.69%	16,994	3,404,094	90.14%
2006	3,995,185	3,593,269	89.94%	7,191	3,600,460	90.12%
2007	4,033,749	3,715,890	92.12%	-	3,715,890	92.12%
2008	4,497,963	4,143,074	92.11%	-	4,143,074	92.11%
2009	4,483,507	4,375,006	97.58%	-	4,375,006	97.58%
2010	4,853,471	4,419,571	91.06%	31,601	4,451,172	91.71%

Source: Washington Parish Tax Collector's Office

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 10 - RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Total Primary Government</u>	<u>Percentage of personal Income</u>	<u>Per Capita</u>
	<u>Capital Leases</u>	<u>CDL Loan</u>			
2001	\$ 11,069	\$ -	\$ 11,069	0.00%	\$ 0.25
2002	-	-	-	0.00%	-
2003	-	-	-	0.00%	-
2004	-	-	-	0.00%	-
2005	483,297	-	483,297	0.05%	11.05
2006	568,876	-	568,876	0.06%	12.95
2007	501,579	500,000	1,001,579	0.09%	22.75
2008	889,704	500,000	1,389,704	0.12%	30.84
2009	804,314	500,000	1,304,314	0.11%	28.63
2010	658,922	500,000	1,158,922	0.09%	25.38

Source: City of Bogalusa School Board Annual Financial Reports

**CITY OF BOGALUSA SCHOOL BOARD
 BOGALUSA, LOUISIANA
 TABLE 11 - RATIOS OF GENERAL BONDED DEBT OUTSTANDING
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
------------------------	-----------------------------------------	-------------------------------------------------------------	--------------	-----------------------------------------------------------------------------	-----------------------

Note: The City of Bogalusa School Board does not have any general bonded debt outstanding.

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 12 - DIRECT & OVERLAPPING GOVERNMENTAL DEBT
June 30, 2010
(UNAUDITED)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
City of Bogalusa School Board	\$ -	100%	\$ -
Overlapping:			
Washington Parish Council	-	100%	-
Washington Parish School Board	<u>18,312,000</u>	100%	<u>18,312,000</u>
Subtotal, overlapping debt	18,312,000		18,312,000
Total direct and overlapping debt	<u>\$ 18,312,000</u>		<u>\$ 18,312,000</u>

Source: Respective government entities

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Parish. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Washington Parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 13 - LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Fiscal Year			
	2001	2002	2003	2004
Debt limit	\$ 27,229,503	\$ 28,218,134	\$ 28,879,053	\$ 30,010,943
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 27,229,503</u>	<u>\$ 28,218,134</u>	<u>\$ 28,879,053</u>	<u>\$ 30,010,943</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

Source: City of Bogalusa School Board

(Note 1) State law allows a maximum of 35% of assessed valuation for total bonded general obligation debt.

Fiscal Year					
2005	2006	2007	2008	2009	2010
\$ 29,782,848	\$ 34,258,686	\$ 35,790,412	\$ 36,414,896	\$ 40,334,235	\$ 40,679,019
-	-	-	-	-	-
<u>\$ 29,782,848</u>	<u>\$ 34,258,686</u>	<u>\$ 35,790,412</u>	<u>\$ 36,414,896</u>	<u>\$ 40,334,235</u>	<u>\$ 40,679,019</u>
<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value	<u>\$ 116,225,769</u>
(1) Debt Limit - 35% of Assessed Value	40,679,019
Deduct - Amount of debt applicable to debt limit	
Bonded debt	<u>-</u>
Legal Debt Margin	<u>\$ 40,679,019</u>

CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 14 - DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Parish Population (1)</u>	<u>Parish Total Personal Income (1)</u>	<u>Parish Per Capita Personal Income (1)</u>	<u>Unemployment Rate (2)</u>	<u>School Enrollment (3)</u>
2001	43,890	\$ 792,132,000	\$ 18,048	5.8%	3,162
2002	43,776	867,562,000	19,818	6.7%	3,078
2003	43,767	877,014,000	20,038	7.1%	3,018
2004	43,691	882,357,000	20,195	7.6%	2,995
2005	43,748	936,613,000	21,409	7.0%	2,914
2006	43,919	1,007,025,000	22,929	9.6%	2,470
2007	44,017	1,057,953,000	24,035	5.2%	2,439
2008	45,059	1,145,069,000	25,413	5.2%	2,280
2009	45,554	1,197,112,000	26,279	5.9%	2,302
2010	45,669	1,242,379,476	27,204	8.7%	2,255

(1) Source: Bureau of Economic Analysis

(2) Source: Bureau of Labor Statistics

(3) Source: City of Bogalusa School Board

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 15 - PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

<u>2010 Employer</u>	<u>Industry Type</u>	<u>2001 Employer</u>	<u>Industry Type</u>
Washington Parish School Board	Government	Washington Parish School Board	Government
Temple Inland Corporation	Manufacturing	Gaylord Container Corporation	Manufacturing
Bogalusa School Board	Government	Bogalusa School Board	Government
Washington Correctional Facility	Government	Washington Correctional Facility	Government
LSU Health Sciences Center	Healthcare	Bogalusa Comm Med Center	Healthcare
Windmill Nurseries, Inc.	Agriculture	Windmill Nurseries, Inc.	Agriculture
Winn Dixie Louisiana, Inc.	Retail	Washington/St. Tammany Charity Hospital	Healthcare
City of Bogalusa	Government	Winn Dixie Louisiana, Inc.	Retail
Riverside Medical Center	Healthcare	City of Bogalusa	Government
SITEL	Call Center	Riverside Medical Center	Healthcare

Source: Washington Economic Development Foundation

Note: The table for principal employers should report the total employees for each employer and the percentage of total employment that each employer represents. This information is not available.

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 16 - FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Classroom teachers	217	230	228	230	219	154	158	169	168	177
Service Worker	87	79	75	79	76	70	61	60	57	60
Teacher Aides	84	94	90	93	78	74	66	67	59	52
Clerical	38	37	38	37	45	39	38	34	34	36
Therapists/Counselors	15	17	21	22	23	31	31	27	22	22
Other Personnel	5	1	1	3	3	27	14	12	16	20
Supervisors	9	23	26	30	30	10	16	17	19	18
Principals	10	10	9	10	10	7	7	6	7	9
School Board Member	7	7	7	7	7	7	7	7	7	7
Skilled craftsman	14	5	7	7	6	15	6	6	6	6
Librarians	1	2	2	2	2	2	2	2	2	2
Sabbatical leave	7	-	2	4	-	1	1	3	3	2
Superintendent	1	1	1	1	1	1	1	1	1	1
Asst. Principals	3	3	3	4	3	4	2	2	2	1
Total	498	509	510	529	503	442	410	413	403	413

Source: City of Bogalusa School Board

**CITY OF BOGALUSA SCHOOL BOARD
BOGALUSA, LOUISIANA
TABLE 17 - OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenses</u>	<u>Cost Per Pupil</u>	<u>Percent Change</u>	<u>Teaching Staff</u>	<u>Average Daily Enrollment</u>	<u>Average Daily Attendance</u>	<u>Percent Change Enrollment</u>	<u>Student Attendance Percentage</u>
2001	3,162	\$ 20,274,129	\$ 6,412	3.47%	255	2,925	92.5%	0.52%	0.22%
2002	3,078	21,466,489	6,974	8.77%	236	2,866	93.1%	-2.02%	0.65%
2003	3,018	24,819,312	8,224	17.92%	250	2,780	92.1%	-3.00%	-1.07%
2004	2,995	25,173,057	8,405	2.20%	263	2,773	92.6%	-0.25%	0.54%
2005	2,914	26,533,034	9,105	8.33%	253	2,698	92.6%	-2.70%	0.00%
2006	2,470	25,315,704	10,249	12.56%	190	2,292	92.8%	-15.05%	0.22%
2007	2,439	26,171,512	10,730	4.69%	191	2,254	92.4%	-1.66%	-0.43%
2008	2,280	27,547,648	12,082	12.60%	196	2,120	93.0%	-5.94%	0.65%
2009	2,302	27,783,816	12,069	-0.11%	224	2,132	92.6%	0.57%	-0.43%
2010	2,255	28,894,939	12,814	6.17%	235	2,093	92.8%	-1.83%	0.22%

Source: City of Bogalusa School Board

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SINGLE AUDIT SECTION

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**REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS AND
THE SINGLE AUDIT ACT**

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REBOWE & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

CONSULTANTS

A PROFESSIONAL CORPORATION

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

Members of the
City of Bogalusa School Board
Bogalusa, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Bogalusa School Board (the "School Board"), as of and for the year ended June 30, 2010, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated November 12, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting in 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 deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control that there is a reasonable possibility that a misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

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

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

Rebowe & Company

November 12, 2010

REBOWE & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

CONSULTANTS

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

Members of the
City of Bogalusa School Board
Bogalusa, Louisiana

Compliance

We have audited the compliance of the City of Bogalusa School Board (the "School Board") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2010. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with 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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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

Rebowe & Company

November 12, 2010

CITY OF BOGALUSA SCHOOL BOARD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2010

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass-Through Grantor's number	ARRA Funds	Expenditures
<u>U.S. Department of Agriculture</u>				
Passed through Louisiana Department of Agriculture and Forestry:				
Food Distribution (non-cash)	10.550	-		\$ 197,035
Passed through Louisiana Department of Education:				
School Breakfast Program	10.553	-		376,009
National School Lunch Program	10.555	-		847,620
Summer Food Service Program	10.559	-		56,827
Lunchroom Equipment - ARRA	* 10.579	-	Yes	113,530
Total United States Department of Agriculture				<u>1,591,021</u>
<u>U.S. Department of Education</u>				
Passed through Louisiana Department of Education:				
State Fiscal Stabilization Funds	* 84.394A	-	Yes	428,177
Title I Grants to Local Educational Agencies	* 84.010A	10-T1-66		1,120,733
Title I Grants to Local Educational Agencies - Recovery Act	* 84.389A	10-T1-66-ARRA	Yes	818,857
Title I Grants to Local Educational Agencies - School Improvement	* 84.010A	09-TA-66		30,518
School Improvement Fund 1003g	84.377A	09-TC-66		105,765
Title II, Part A, Teacher and Principal Training & Recruiting Fund	** 84.367A	10-50-66		330,761
Title IV - Safe and Drug-Free Schools and Communities - State Grants	84.186A	10-70-66		22,008
Special Education Grants to States - IDEA - Part B	* 84.027A	10-B1-66		579,722
Special Education Grants to States - IDEA - Part B - Recovery Act	* 84.391A	10-B1-66-ARRA	Yes	357,825
Special Education - Preschool Grant	* 84.173A	10-P1-66		54,220
Special Education - Preschool Grant - Recovery Act	* 84.392A	10-P1-66-ARRA	Yes	5,199
Rural and Low Income Schools - Rural Ed Achievement Program (08-09)	84.358B	09-RE-66		23,824
Rural and Low Income Schools - Rural Ed Achievement Program (09-10)	84.358B	10-RE-66		27,497
Vocational Education - Basic Grants to States Carl Perkins (08-09)	84.048A	10-02-66		44,899
Educational Technology State Grants - Enhancing Ed Through Tech (07-08)	84.318X	08-49-66		6,700
Educational Technology State Grants - Enhancing Ed Through Tech (08-09)	84.318X	09-49-66		2,496
Educational Technology State Grants - Enhancing Ed Through Tech (09-10)	84.318X	10-49-66		8,784
Educational Technology State Grants - Connected Tech (08-09)	84.318X	09-S5-66		22,667
Educational Technology State Grants - Recovery Act (09-10)	84.368A	10-59-66	Yes	24,849
21st Century Community Learning Center Program	84.287C	08-1C-66		169,608
Reading First (08-09)	84.357A	09-RF-66		104,963
Hurricane Educational Assistance Program	84.938K	08-HP-66		<u>11,372</u>
Passed through Louisiana Office of Family Support				
Temporary Assistance for Needy Families (TANF)	93.558	10-36-66		171,049
Total United States Department of Education				<u>4,472,493</u>
<u>U.S. Department of the Army</u>				
Junior Reserve Officers Training Corps.				<u>62,355</u>
Total United States Department of the Army				<u>62,355</u>
Total Federal Financial Assistance				<u>\$ 6,125,869</u>

* Tested as a major program in the current year.

** This program is excluded from coverage under OMB Circular No. A-133.

See accompanying notes to the Schedule of Expenditures of Federal Awards.

CITY OF BOGALUSA SCHOOL BOARD

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the School Board has met the qualifications for the respective grants. Several programs are funded jointly by State of Louisiana appropriations and federal funds. Costs incurred in programs partially funded by federal grants are applicable against federal grant funds to the extent of revenue available when they properly apply to the grant. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts are presented in, or used in the preparation of, the basic financial statements.

CITY OF BOGALUSA SCHOOL BOARD

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2010

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unqualified opinion on the basic financial statements of the City of Bogalusa School Board (the "School Board").
2. No significant deficiencies in internal control relating to the audit of the financial statements of the School Board are reported in the *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*.
3. No instances of noncompliance material to the basic financial statements of the School Board are reported in the *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*.
4. No significant deficiencies in internal control relating to the audit of major federal award programs are reported in the *Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133*.
5. The auditor's report on compliance for the major federal award programs for the School Board expresses an unqualified opinion.
6. The auditor's report on compliance for the major federal award programs disclosed no findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. A management letter was not issued for the year ended June 30, 2010.
8. The programs tested as major programs include:

	<u>CFDA No.</u>
Lunchroom Equipment – Recovery Act	10.579
Title I Cluster	
Title I	84.010
Title I – Recovery Act	84.389
Special Education Cluster	
IDEA, Part B	84.027
IDEA, Preschool	84.173
IDEA, Part B – Recovery Act	84.391
IDEA, Preschool – Recovery Act	84.392
State Fiscal Stabilization Funds – Recovery Act	84.394
9. The threshold for distinguishing between type A and type B programs was \$300,000.
10. The School Board was determined to be a low-risk auditee.

CITY OF BOGALUSA SCHOOL BOARD

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
For the Year Ended June 30, 2010

B. FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no findings required to be reported in this section.

C. FINDINGS AND QUESTIONED COSTS RELATED TO MAJOR FEDERAL AWARD PROGRAMS

There were no findings required to be reported in this section.

CITY OF BOGALUSA SCHOOL BOARD

**SUMMARY SCHEDULE OF PRIOR YEAR
FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010**

SECTION I FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no prior year findings related to the financial statements.

***SECTION II FINDINGS AND QUESTIONED COSTS RELATED TO MAJOR FEDERAL
AWARD PROGRAMS***

There were no prior year findings related to major federal awards programs.

CITY OF BOGALUSA SCHOOL BOARD

CORRECTIVE ACTION PLAN For the Year Ended June 30, 2010

There are no compliance and/or internal control findings as described in the Schedule of Findings and Questioned Costs. Accordingly, no corrective action plan is required as part of this section.

STATE REPORTING SECTION

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SCHEDULES REQUIRED BY STATE LAW

(R.S. 24:514 - PERFORMANCE AND STATISTICAL DATA)

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REBOWE & COMPANY

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Members of the School Board of
City of Bogalusa School Board
Bogalusa, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the City of Bogalusa School Board ("School Board") and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the 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. The School Board management is responsible for the selected performance and statistical data. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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

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

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue in Lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1, 2009.
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.
4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2009 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's education level was properly classified on the schedule.

Number and Type of Public Schools (Schedule 3)

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

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, 2009 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.

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

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1, 2009 roll books for those classes and determined if the class was properly classified on the schedule.

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

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

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.

The iLEAP Tests (Schedule 9)

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

No exceptions were found as a result of applying the above 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 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.

Rebowe & Company

November 12, 2010

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CITY OF BOGALUSA SCHOOL BOARD
EDUCATION LEVELS OF PUBLIC SCHOOL STAFF
 As of October 1, 2009
 Schedule 2

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	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Bachelor's Degree	129	73%	N/A	N/A	0	0%	N/A	N/A
Master's Degree	29	16%	N/A	N/A	5	56%	N/A	N/A
Master's Degree + 30	18	10%	N/A	N/A	4	44%	N/A	N/A
Specialist in Education	1	1%	N/A	N/A	0	0%	N/A	N/A
Ph. D. or Ed. D.	0	0%	N/A	N/A	0	0%	N/A	N/A
Total	177	100%	N/A	N/A	9	100%	N/A	N/A

Note: Percent totals may not add up to 100% due to rounding.

CITY OF BOGALUSA SCHOOL BOARD
NUMBER AND TYPE OF PUBLIC SCHOOLS
For the Year Ended June 30, 2010
Schedule 3

Type	Number
Elementary	4
Middle/Jr. High	2
Secondary	2
Combination	0
Total	8

CITY OF BOGALUSA SCHOOL BOARD
EXPERIENCE OF PUBLIC PRINCIPALS AND FULL-TIME CLASSROOM TEACHERS
 As of October 1, 2009
 Schedule 4

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	0	0	1	0	1	2
Principals	0	0	0	4	1	1	1	7
Classroom Teachers	22	16	34	23	24	20	38	177
Total	22	16	34	27	26	21	40	186

**CITY OF BOGALUSA SCHOOL BOARD
PUBLIC SCHOOL STAFF DATA
For the Year Ended June 30, 2010
Schedule 5**

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Retired Retirees
Average Classroom Teachers' Salary Including Extra Compensation	\$49,236	\$48,727
Average Classroom Teachers' Salary Excluding Extra Compensation	\$48,979	\$48,564
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	177	162

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.

**CITY OF BOGALUSA SCHOOL BOARD
CLASS SIZE CHARACTERISTICS**

As of October 1, 2009

Schedule 6

School Type	Class Size Range											
	1 - 20			21 - 26			27 - 33			34+		
	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	53.5	245	43.0	197	3.5	16	-	-	-	-	-	-
Elementary Activity Classes	-	-	-	-	-	-	-	-	-	-	-	-
Middle/Jr. High	53.8	93	36.4	63	9.8	17	-	-	-	-	-	-
Middle/Jr. High Activity Classes	-	-	-	-	-	-	-	-	-	-	-	-
High	71.3	224	14.3	45	14.3	45	-	-	-	-	-	-
High Activity Classes	-	-	-	-	-	-	-	-	-	-	-	-
Combination	-	-	-	-	-	-	-	-	-	-	-	-
Combination Activity Classes	-	-	-	-	-	-	-	-	-	-	-	-

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.

CITY OF BOGALUSA SCHOOL BOARD
LOUISIANA EDUCATIONAL ASSESSMENT PROGRAM (LEAP)
FOR THE 21ST CENTURY
For the Year Ended June 30, 2010
Schedule 7

Grade 4

District Achievement Level Results	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	3	1.0	0	-	1	1.0	3	1.0	2	1.0	2	1.0
Mastery	23	11.0	16	8.0	19	9.0	24	12.0	15	7.0	12	6.0
Basic	106	51.0	96	46.0	95	43.0	103	50.0	86	41.0	89	40.0
Approaching Basic	52	25.0	64	30.0	62	28.0	38	18.0	58	28.0	67	31.0
Unsatisfactory	24	12.0	33	16.0	42	19.0	39	19.0	48	23.0	49	22.0
Total	208	100	209	100	219	100	207	100	209	100	219	100

District Achievement Level Results	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	1	-	6	3.0	1	1.0	0	-	0	-	1	1.0
Mastery	12	6.0	8	4.0	3	1.0	8	4.0	7	3.0	7	3.0
Basic	69	33.0	67	32.0	48	22.0	80	38.0	79	38.0	54	25.0
Approaching Basic	88	42.0	91	43.0	99	45.0	68	33.0	68	33.0	80	36.0
Unsatisfactory	38	18.0	37	18.0	68	31.0	52	25.0	54	26.0	77	35.0
Total	208	100	209	100	219	100	208	100	208	100	219	100

Grade 8

District Achievement Level Results	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	1	1.0	0	-	1	1.0	2	2.0	0	-	0	-
Mastery	10	8.0	10	8.0	6	5.0	2	2.0	2	1.0	4	3.0
Basic	73	57.0	59	45.0	50	36.0	66	52.0	47	36.0	45	34.0
Approaching Basic	37	29.0	50	38.0	44	33.0	36	28.0	47	36.0	36	27.0
Unsatisfactory	7	5.0	12	9.0	33	25.0	22	17.0	35	27.0	49	36.0
Total	128	100	131	100	134	100	128	100	131	100	134	100

District Achievement Level Results	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	1	1.0	0	-	0	-	0	-	0	-	0	-
Mastery	10	8.0	10	7.0	7	5.0	10	8.0	5	4.0	8	6.0
Basic	49	38.0	36	28.0	36	27.0	63	49.0	45	35.0	51	39.0
Approaching Basic	46	36.0	48	37.0	41	31.0	34	27.0	43	33.0	41	31.0
Unsatisfactory	22	17.0	36	28.0	48	37.0	21	16.0	36	28.0	32	24.0
Total	128	100	130	100	132	100	128	100	129	100	132	100

Note: Percent totals may not add up to 100% due to rounding.

CITY OF BOGALUSA SCHOOL BOARD
THE GRADUATION EXIT EXAM FOR THE 21ST CENTURY
For the Year Ended June 30, 2010
Schedule 8

District Achievement Level Results Students	English Language Arts						Mathematics					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	1	1.0	0	-	0	-	2	2.0	6	5.0	2	1.0
Mastery	11	13.0	5	4.0	5	4.0	12	15.0	7	5.0	4	3.0
Basic	45	55.0	54	46.0	62	44.0	38	46.0	58	44.0	55	38.0
Approaching Basic	18	22.0	37	31.0	42	30.0	20	24.0	25	19.0	39	27.0
Unsatisfactory	7	9.0	22	19.0	33	23.0	10	12.0	36	27.0	46	31.0
Total	82	100	118	100	142	100	82	100	132	100	146	100

District Achievement Level Results Students	Science						Social Studies					
	2010		2009		2008		2010		2009		2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	0	-	0	-	0	-	0	-	0	-	0	-
Mastery	13	14.0	9	8.0	5	4.0	4	4.0	5	5.0	4	4.0
Basic	40	43.0	33	31.0	38	34.0	59	63.0	53	48.0	62	55.0
Approaching Basic	29	31.0	32	29.0	31	28.0	19	20.0	21	19.0	19	17.0
Unsatisfactory	11	12.0	35	32.0	38	34.0	11	12.0	30	28.0	27	24.0
Total	93	100	109	100	112	100	93	99	109	100	112	100

Note: Percent totals may not add up to 100% due to rounding.

CITY OF BOGALUSA SCHOOL BOARD
THE iLEAP TEST
For the Year Ended June 30, 2010
Schedule 9

District Achievement Level Results	English		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	2	1.0	2	1.0	0	-	0	-
Mastery	18	10.0	17	9.0	2	1.0	3	2.0
Basic	88	48.0	83	46.0	52	29.0	61	34.0
Approaching Basic	45	25.0	56	31.0	90	49.0	71	39.0
Unsatisfactory	29	16.0	24	13.0	38	21.0	47	26.0
Total	182	100	182	100	182	100	182	100

District Achievement Level Results	English		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	1	1.0	1	1.0	0	-	1	1.0
Mastery	11	7.0	11	7.0	5	3.0	3	2.0
Basic	58	39.0	75	50.0	47	32.0	50	34.0
Approaching Basic	57	38.0	36	24.0	80	54.0	43	29.0
Unsatisfactory	22	15.0	26	17.0	17	11.0	52	35.0
Total	149	100	149	100	149	100	149	100

District Achievement Level Results	English		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	0	-	2	1.0	0	-	2	1.0
Mastery	14	9.0	4	2.0	9	5.0	7	4.0
Basic	85	52.0	71	43.0	48	29.0	60	37.0
Approaching Basic	44	27.0	41	25.0	68	41.0	56	34.0
Unsatisfactory	21	13.0	46	28.0	39	24.0	39	24.0
Total	164	100	164	100	164	100	164	100

District Achievement Level Results	English		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	0	-	0	-	2	1.0	3	2.0
Mastery	8	6.0	2	1.0	8	6.0	8	6.0
Basic	76	55.0	59	43.0	38	28.0	64	47.0
Approaching Basic	42	31.0	44	32.0	55	40.0	30	22.0
Unsatisfactory	11	8.0	32	23.0	34	25.0	32	23.0
Total	137	100	137	100	137	100	137	100

District Achievement Level Results	English		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 9								
Advanced	0	-	2	2.0	N/A	N/A	N/A	N/A
Mastery	4	3.0	4	3.0	N/A	N/A	N/A	N/A
Basic	54	45.0	49	41.0	N/A	N/A	N/A	N/A
Approaching Basic	53	45.0	28	24.0	N/A	N/A	N/A	N/A
Unsatisfactory	8	7.0	36	30.0	N/A	N/A	N/A	N/A
Total	119	100	119	100	N/A	N/A	N/A	N/A

Note: Percent totals may not add up to 100% due to rounding.