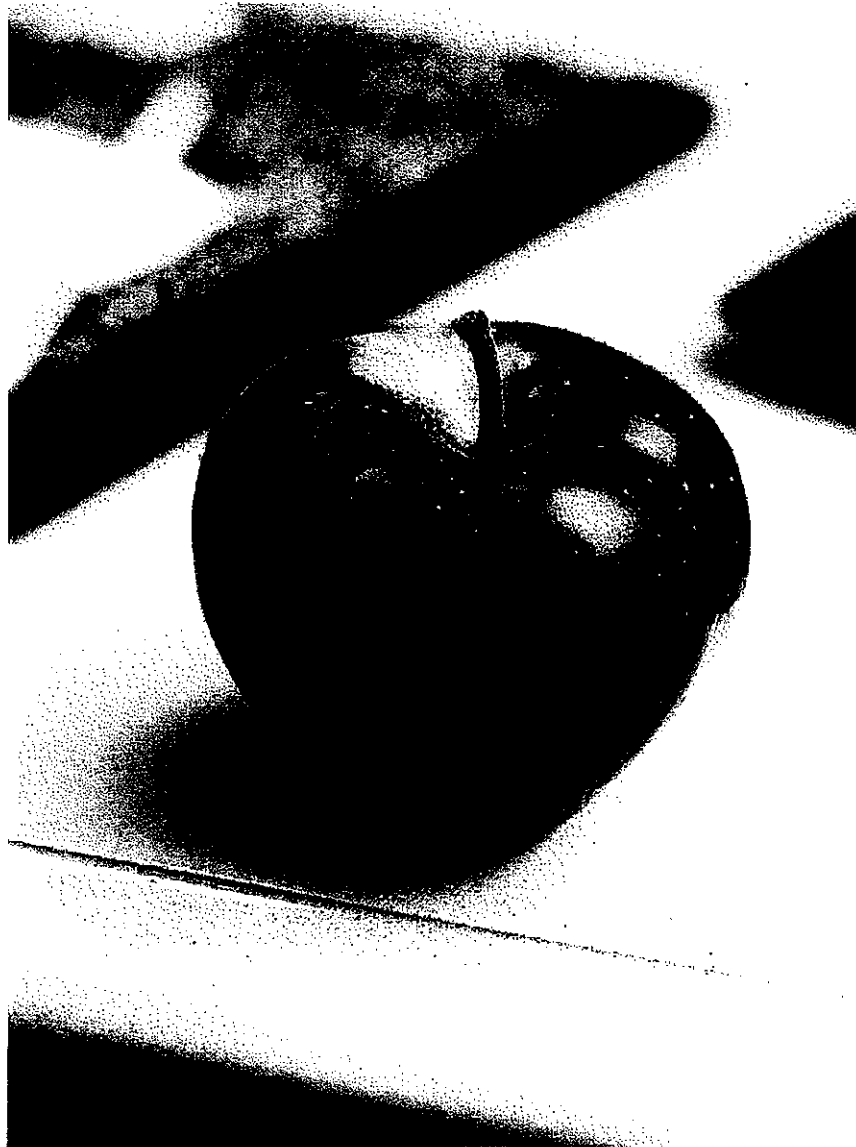


# Vernon Parish School Board

Leesville, Louisiana



## Comprehensive Annual Financial Report

for the year ended June 30, 2006

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

1/31/07

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

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**Robert Pynes, Jr.**  
**President**

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

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

**Prepared by the Department of Finance**

**Vernon Parish School Board  
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(Concluded)

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# INTRODUCTORY SECTION

President  
Robert Pynes, Jr.

Superintendent  
Dr. Cynthia A. Gillespie

Vice-President  
Ricky Reese

## **Vernon Parish School Board**

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

### **BOARD MEMBERS:**

District One  
James K. Arnes  
John C. Burns  
Mel Harris  
Robert Pynes, Jr.  
Mark H. Smith

District Two  
Ricky Reese

District Three  
Beryl Ford

District Four  
W.R. "Randy" Martin

District Five  
Michael Perkins

District Six  
Maxine Gunn

District Seven  
Gaye McKee

District Eight  
M. Gene Haymon

### **Transmittal Letter**

November 18, 2006

Mr. Robert Pynes Jr., President  
and Members of the Board  
Vernon Parish School Board  
Leesville, Louisiana

Dear President and Members of the Board:

The Comprehensive Annual Financial Report of the Vernon Parish School Board (School Board) for the year ended June 30, 2006, is submitted herewith. Finance Department personnel following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada have prepared this report.

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

**B. CAFR** The Comprehensive Annual Financial Report (CAFR) consists of three parts:

(1) **The Introductory Section.** This section includes a transmittal letter, the financial reporting awards, the School Board's organizational chart, recognition of the elected officials of the School Board and a list of selected administrative officials.

(2) **The Financial Section.** The financial section consists of Management's Discussion and Analysis (MD&A), basic financial statements, budgetary comparison schedules, and combining non-major and individual fund statements and schedules. The basic financial statements present both an overview and a broad long-term perspective of the School Board as a whole in the government-wide financial statements. The user of this report should read the MD&A in conjunction with the basic financial statements.

"An Equal Opportunity Employer"

Combining statements are presented when a School Board has at least one nonmajor fund of a given fund category. Various statements are also used to demonstrate finance-related legal and contractual compliance, present other information deemed useful, and provide details of data summarized in the financial statements.

(3) **The Statistical Section.** Included in this section are a number of tables of unaudited data depicting the financial history, demographics and other miscellaneous information of the Vernon Parish School Board for the past ten years.

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

The School Board provides a full range of educational services appropriate to grade levels K through 12 for 9,232 students. These include providing instructional personnel, instructional materials, instructional facilities, child nutrition, administrative support, business services, systems operations, and plant maintenance and bus transportation. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics.

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

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

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

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

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

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2006, provided no instances of material weaknesses in internal control or significant violations of applicable laws and regulations.



## **E. Major Initiatives**

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

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

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

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

**H. Cash Management** Cash temporarily idle during the year was invested in demand deposits, a U. S. government security, and the Louisiana Asset Management Pool (LAMP) administered by the State Treasurer. The School Board earned interest revenue of \$528,361 on all investments for the year ended June 30, 2006.

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

**I. Risk Management** The School Board maintains a combination of self-insurance and stop-loss coverage for workers' compensation insurance. Third-party coverage is currently maintained for individual workers' compensation claims in excess of \$200,000.

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



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



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

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2006, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

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

A handwritten signature in black ink, appearing to read 'Cynthia A. Gillespie'.

Cynthia A. Gillespie  
Superintendent

A handwritten signature in black ink, appearing to read 'Tim Ward'.

Tim Ward  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Vernon Parish School Board  
Louisiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2005

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



**This Certificate of Excellence in Financial Reporting is presented to**

**VERNON PARISH SCHOOL BOARD**

**For its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2005**

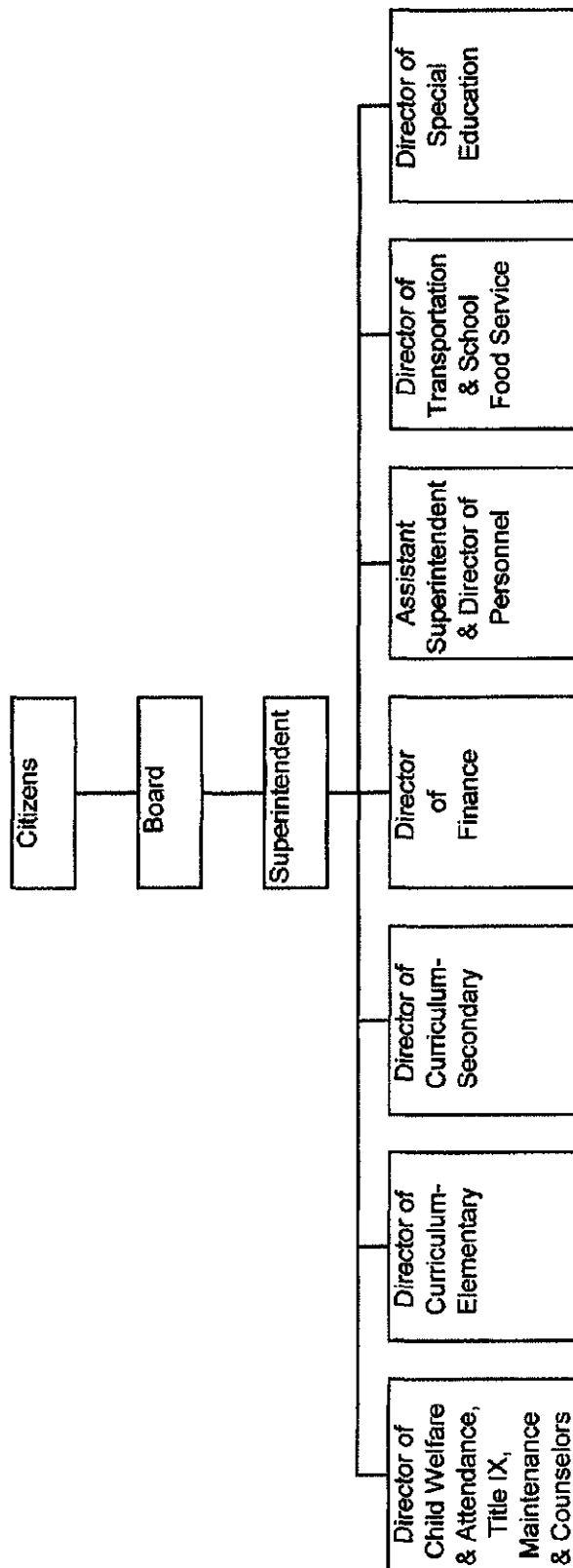
**Upon recommendation of the Association's Panel of Review which has judged that the Report  
substantially conforms to principles and standards of ASBO's Certificate of Excellence Program**

**President**

**Interim Executive Director**

# Vernon Parish School Board Organization Chart

June 30, 2006



**Vernon Parish School Board**

**Elected Officials  
June 30, 2006**

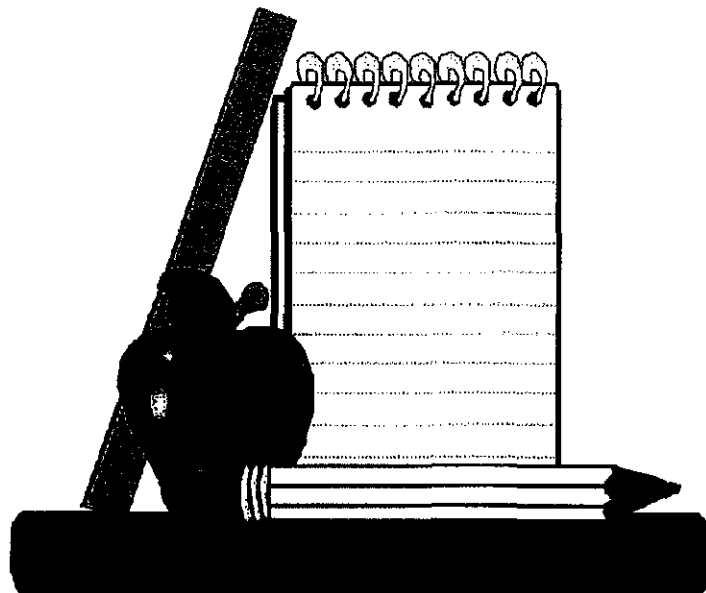
<u>Board Member</u>	<u>District</u>
M. Gene Haymon	1
James Armes, III	1
Glennie Farris	3
Maxine Gunn	6
Millard "Mel" Harris	1
Mike Perkins	5
Randy Martin	4
Gaye McKee	7
Robert Pynes, Jr., President	1
Ricky Reese, Vice President	2
Mark H. Smith	1
Betty Westerchil	1

**Vernon Parish School Board**

**Selected Administrative Officials  
June 30, 2006**

Cynthia A. Gillespie	Superintendent
William L. Endris, Jr. (retired June 30, 2006)	Director of Finance
Tim Ward (appointed January 10, 2006)	
Dottie Neugebauer	Director of Special Education
Tom Neubert	Director of Child Welfare and Attendance, Title IX, Maintenance and Counselors
Jackie Self	Assistant Superintendent / Director of Personnel
Jimmie Funderburk	Director of Transportation and School Food Service
Anne Smith	Director of Curriculum - Elementary
John Farris	Director of Curriculum - Secondary

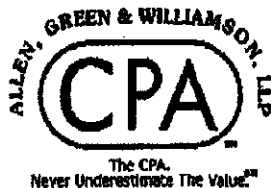
**Vernon Parish School Board**





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# FINANCIAL SECTION



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street  
Monroe, LA 71201

Phone: (318) 388-4422  
Fax: (318) 388-4864

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

Tim Green, CPA  
Marge Williamson, CPA

Diane Ferschoff, CPA  
Amy Tynes, CPA

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## INDEPENDENT AUDITORS' REPORT

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

**Basic Financial Statements** We have audited the accompanying *financial statements* of the governmental activities, each major fund, and the aggregate remaining fund information of Vernon Parish School Board, as of and for the year ended June 30, 2006, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the School Board, as of June 30, 2006, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued under separate cover, our report dated November 18, 2006, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

Monroe, Louisiana  
November 18, 2006

**REQUIRED SUPPLEMENTAL INFORMATION:**

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

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

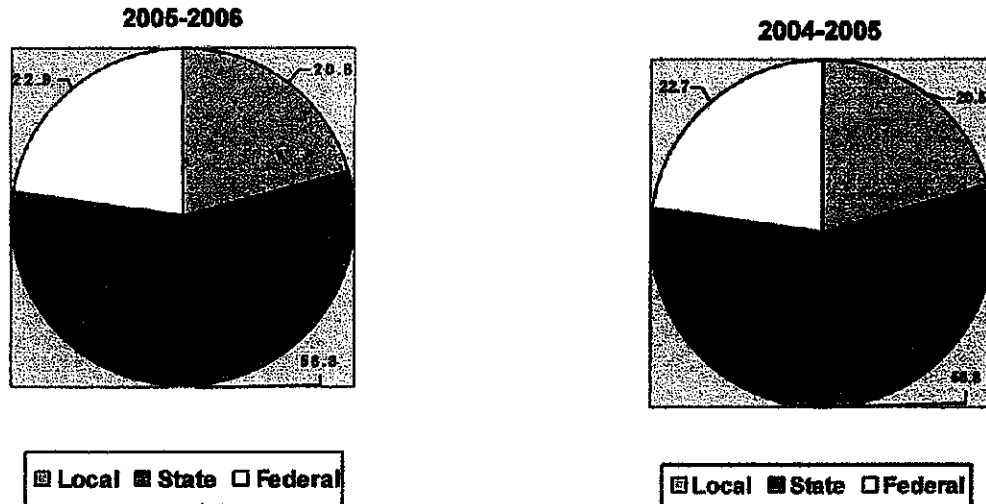
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Our discussion and analysis of Vernon Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2006. Please read it in conjunction with the transmittal letter included in the introductory section of this report and the School Board's financial statements, which follows this Management's Discussion and Analysis. Amounts are reported in millions unless otherwise noted.

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

This year, the primary resources available to the school system are local revenues, primarily tax receipts, which total \$17.7 million or 20.8% of the total; state revenues, primarily minimum foundation funding (equalization) program and special grants, totaling \$47.8 million or 56.2% of the total; and federal funds, primarily impact aid and special grants totaling \$19.5 million or 23%. Last year, local revenues were \$16.1 million or 20.5% of the total, while state revenues were \$44.5 million or 56.8%, and federal revenues were \$17.8 million or 22.7%.

**TOTAL REVENUES BY SOURCE**



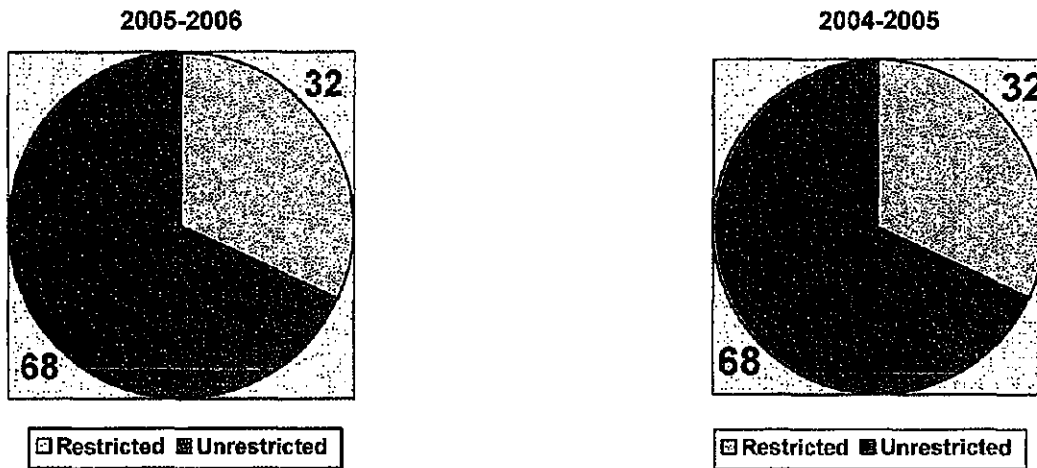
Of the total \$85 million revenues received by the school system this year, \$27.6 million or 32.4% is restricted. Unrestricted revenues were \$57.4 million or 67.6%. Last year total revenue was \$78.4 million, of which total \$25.4 million or 32% was restricted revenue and \$53 million or 68% was unrestricted revenue.

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

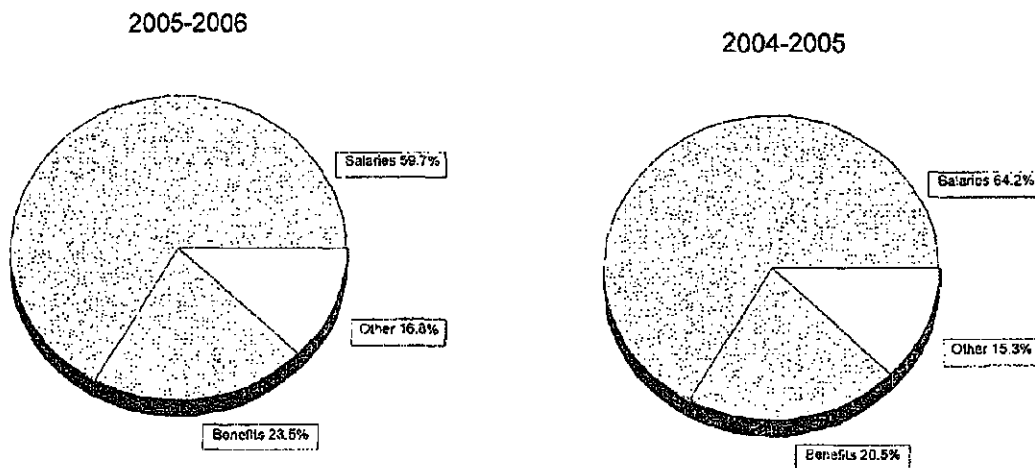
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**RESTRICTED VS. UNRESTRICTED REVENUES**



Of the unrestricted amount of \$57.4 million in 2005-2006, \$34.3 million or 59.7% was spent for salaries; \$13.5 million or 23.5% was spent for employee benefits; \$9.6 million or 16.8% for other functions of the school system. Of the unrestricted amount of \$53 million in 2004-2005, \$34 million or 64.2% was spent for salaries; \$10.9 million or 20.5% was spent for employee benefits; and \$8.1 million or 15.3% was spent for other functions of the school system.

**USES OF UNRESTRICTED REVENUE**



---

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

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## **FUND FINANCIAL STATEMENTS**

The fund balances of all governmental funds showed a decrease of \$1.5 million. The general fund, a major fund of the School Board, showed an increase of \$1.2 million due primarily to an increase of \$2.6 million in state equalization funding. The Emergency Impact Aid for Displaced Students fund is a cost reimbursement fund used to account for the federal grant received to assist the School Board with the cost of educating students displaced by Hurricanes Katrina and Rita. Fund balances in maintenance funds and other special revenue funds remained fairly constant with last year balances. The capital project funds decreased \$3.1 million due to the substantial completion of the Pickering Construction project.

Total revenue for all governmental funds for the current year was \$85million, an increase of \$6.4 million from the prior year. Total expenditures of \$86.6 million for the current year were an increase of \$.8 million over last year.

## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Most of the School Boards taxes and State Minimum Foundation Program funds were used to support the net cost (after deducting restricted grants and fees charged to users) of these four areas: instruction \$41.6 million or 61.7%, plant services \$7.1 million or 10.3%, transportation \$5.6 million or 8.1% and other functions \$14.3 million or 20.9%. The changes between these areas and the prior year were: 3.2% increase in instruction, 10.9% increase in the plant services, 3.4% increase in transportation and 3.3% decrease in all other functions.

Our budgeted revenues for the 2005-2006 year include a 9.4% increase in budgeted revenues and a 6.8% increase in budgeted expenditures. The increase in budgeted revenues and expenditures is primarily due to increased minimum foundation program and mandated teacher pay raises. The School Board is mandated by state law to adopt its budget by September 15 of each year. This original budget is based on a "bare bones" approach that reflects only guaranteed revenues and necessary expenditures since the major sources of revenues, i.e., minimum foundation program and impact aid, are based on October 1 student enrollment figures. The original budget figures are amended when revenues or expenditures exceed 5% of estimate.

---

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

---

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

<b>Comprehensive Annual Financial Report</b>
<b><u>Introductory Section</u></b> Transmittal Letter Certificates of Excellence in Financial Reporting Organization Chart Elected Officials and Selected Administrative Officers
<b><u>Financial Section</u></b> (Details outlined in the next chart)
<b><u>Statistical Section</u></b> Ten Years of Historical Financial Operating Data Ten Years of Property Tax Rates, Tax Levies and Collections Bonded Debt Information (including Bonded Debt Per Capita and Computation of Legal Debt Margin) Property Values Principal Employers and Ad Valorem Taxpayers Demographics and Attendance Data
(Refer to the Table of Contents in the front of this report for more details and the specific location of items identified above)



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

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**Financial Section**

**Required Supplemental Information**  
Management's Discussion & Analysis (MD&A)

**Basic Financial Statements**

**Government-wide  
Financial Statements**



**Fund  
Financial Statements**

**Notes to the Basic Financial Statements**

**Required Supplemental Information**  
Budgetary Information for Major Funds

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

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

**Reporting the School Board as a Whole**

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

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

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

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companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

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

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

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

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

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

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

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

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

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

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

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

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**THE SCHOOL BOARD AS A WHOLE** The School Board's net assets were \$27.5 million at June 30, 2006. Of this amount \$8 million was unrestricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets, (Table 1) and the change in net assets (Table 2) of the School Board's governmental activities.

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

		Governmental <u>Activities</u>	
	2006	2005	Variance
Current and other assets	\$21.4	\$23.5	\$(2.1)
Capital assets	<u>36.1</u>	<u>33.8</u>	<u>2.3</u>
Total assets	<u>57.5</u>	<u>57.3</u>	<u>.2</u>
Current and other liabilities	(8.7)	(9.2)	(.5)
Long-term liabilities	<u>(21.4)</u>	<u>(22.8)</u>	<u>(1.4)</u>
Total liabilities	<u>(30.1)</u>	<u>(32.0)</u>	<u>(1.9)</u>
Net assets			
Invested in capital assets, net of related debt	15.9	14.9	1.0
Restricted	3.9	3.9	-
Unrestricted	<u>7.7</u>	<u>6.5</u>	<u>1.2</u>
Total net assets	<u>\$27.5</u>	<u>\$25.3</u>	<u>\$ 2.2</u>

The \$8 million in unrestricted net assets of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today including all of its non-capital liabilities such as compensated absences, there would be \$8 million left.

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

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

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

	<u>2006</u>	<u>2005</u>	<u>Variance</u>
<b>Governmental Activities:</b>			
Net Assets – beginning	<u>\$25.3</u>	<u>\$25.4</u>	<u>\$(0.1)</u>
<b>Revenues:</b>			
Program revenues			
Charges for services	0.8	0.8	-
Federal Grants	11.2	9.2	2.0
State Grants and Entitlements	2.1	1.4	.7
General Revenue			
Ad Valorem	5.1	4.9	.2
Sales Taxes	9.7	9.3	.4
State minimum foundation program	45.7	43.1	2.6
Other general revenues	<u>10.2</u>	<u>9.7</u>	<u>.5</u>
Total revenues	<u>84.9</u>	<u>78.4</u>	<u>6.5</u>
<b>Functions/Program Expenses:</b>			
Instruction			
Regular programs	33.0	30.9	2.1
Special programs	14.8	13.9	.9
Other instructional programs	3.4	3.3	.1
Support services			
Student services	3.1	3.1	-
Instructional staff support	2.7	2.6	.1
General administration	1.5	1.6	(.1)
School administration	4.0	3.8	.2
Business services	0.5	0.5	-
Plant services	7.2	6.5	.7
Student transportation services	5.8	5.5	.3
Central service	0.4	0.5	(.1)
Food services	5.3	5.3	-
Community service programs	0.1	0.1	-
Interest on long term debt	<u>0.9</u>	<u>1.0</u>	<u>(.1)</u>
Total expenses	<u>82.7</u>	<u>78.5</u>	<u>4.1</u>
<b>Increase (decrease) in net assets</b>	<u>2.2</u>	<u>(0.1)</u>	<u>2.3</u>
<b>Net Assets – ending</b>	<u>\$27.5</u>	<u>\$25.3</u>	<u>\$2.2</u>

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

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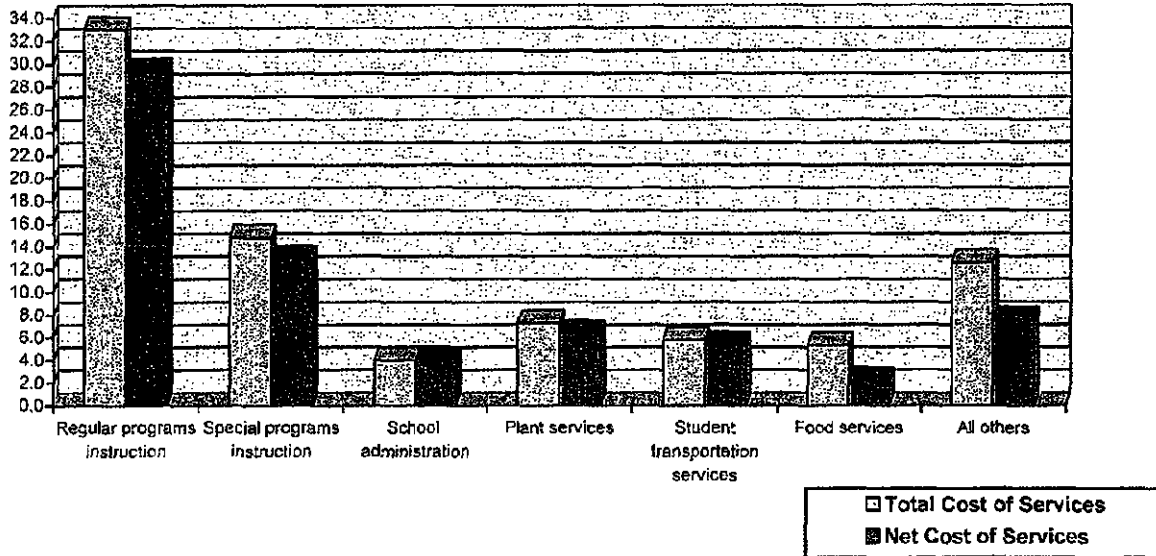
**Governmental Activities** As reported in the Statement of Activities, the cost of all governmental activities this year was \$82.7 million. The amount that taxpayers ultimately financed for these activities through School Board taxes was only \$14.8 million because some of the cost was paid by those who benefited from the programs (\$1) million or by other governments and organizations who subsidized certain programs with grants and contributions (\$13.3) million. The School Board paid for the remaining public benefit portion of its governmental activities with \$14.6 million in taxes, \$45 million in Minimum Foundation Program funds, and with other revenues such as interest and other local sources.

In the table below, we have presented the cost of each of the School Board's six largest functions - regular programs, special programs, school administration, plant services, student transportation services, and school food services, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

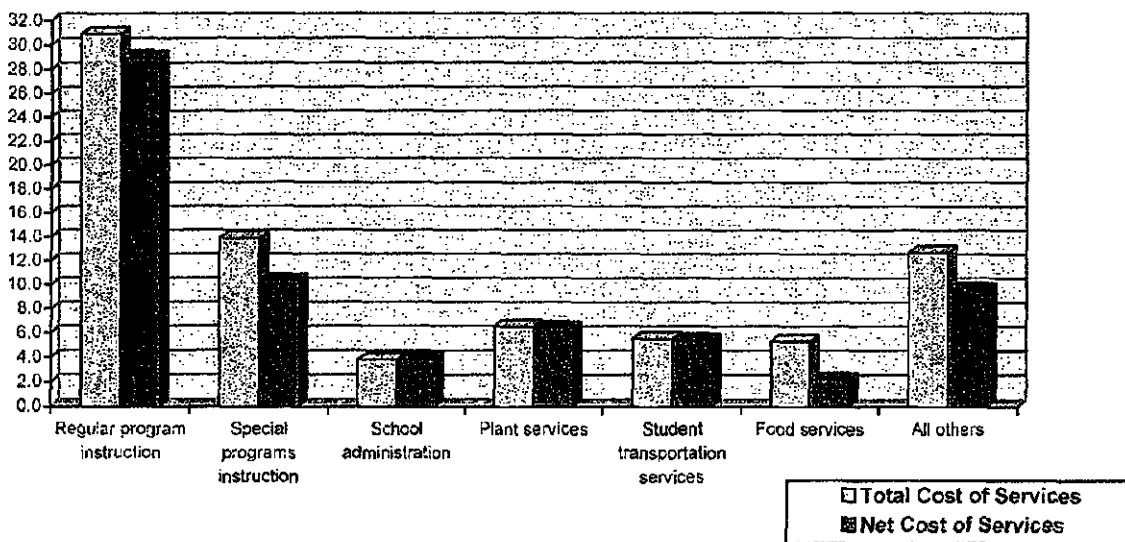
For the Years Ended June 30,				
(in millions)				
Governmental Activities				
	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Regular programs	\$33.0	\$30.9	\$29.3	\$29.0
Special programs	14.8	13.9	12.9	10.4
School administration	4.0	3.8	4.0	3.8
Plant services	7.2	6.5	7.1	6.4
Student transportation services	5.8	5.5	5.6	5.4
Food services	5.3	5.3	2.1	2.2
All others	<u>12.6</u>	<u>12.7</u>	<u>7.6</u>	<u>9.7</u>
Totals	<u>\$82.7</u>	<u>\$78.5</u>	<u>\$68.6</u>	<u>\$66.9</u>

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

**2005-2006  
Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**



**2004-2005  
Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**



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

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Revenues increased \$6.5 million in the current year as compared to the prior year. This increase was due primarily to an increase in the Minimum Foundation Program (the state's primary support source for school funding) of \$2.6 million; and an increase in federal and state grants of \$2.7 million. There was also an increase in sales tax collections of \$.4 million, which was offset by a corresponding increase in sales tax salary expenditures.

Except as noted earlier, expenses remained relatively constant this year as compared to last year.

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

As the School Board completed this year, our governmental funds reported a combined fund balance of \$13.2 million.

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

The general fund is our principal operating fund. The fund balance in the general fund increased by \$1.2 million, with the following events occurring in addition to the \$2.6 million increase in state equalization funding, the \$.4 million increase in sales tax collections, and the federal and state grant increase of \$2.7 million:

- an increase in investment income of \$.2 million due to higher interest rates.
- an increase of \$.4 million in natural gas and electricity expenditures.
- an increase of \$.3 million in textbook expenses due to new curriculums.
- an increase of \$2.5 million in employee benefits due primarily to increased health insurance costs and increased retirement costs.
- an increase of \$.8 million in mandated pay raises.

There were two significant changes in special revenue funds:

- award of tobacco settlement of \$.2 million was received and recognized as revenue in current year. The balance will be recognized as revenue in future years after meeting routine eligibility requirements.
- The start of a new program for preschool children called LA 4 with an annual budget of \$1.2 million.

The capital projects funds had one significant change:

- substantial completion of Ward 4 (Pickering) renovations.

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

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

There were significant revisions made to the 2005-2006 general fund original budgets. Budgeted amount available for appropriations increased \$13 million primarily due to the following:

- Sales tax appropriations were higher than expected of \$.4 million;
- An increase in state equalization funding of \$1 million;
- An increase of \$3.8 million in transfers from other funds to accurately reflect transfers;
- Because of the increases in appropriations the ending fund balance was increased \$7.1 million.

Budgeted charges to appropriations increased by \$4.4 million due to the following changes;

- An increase in salaries of \$.8 million due to an unbudgeted state raise for teachers;
- An increase in student transportation of \$.3 million;
- An increase of \$2.2 million in transfers to other funds to accurately reflect transfers;
- An additional increase in instruction expenditures of \$1 million.

#### **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets** At June 30, 2006, the School Board had \$36,132,045 invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of just over \$2,282,759 or 7 percent, from last year.

##### **Capital Assets at Year-end**

	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
Land	\$ 1,335,047	\$ 1,335,047
Construction in progress	2,805,841	7,901,538
Buildings	30,293,593	22,866,491
Furniture and equipment	<u>1,697,564</u>	<u>1,746,210</u>
Totals	<u>\$36,132,045</u>	<u>\$33,849,286</u>

This year's additions of \$11,375,642 included vehicles of \$45,000, building improvements of \$8,585,263 (transfer from construction in progress), Pickering and Ward 1 schools construction in progress of \$2,452,028, and other equipment of \$293,351.

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



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

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**DEBT ADMINISTRATION** At June 30, 2006, the School Board had \$20,407,862 in general obligation bonds outstanding with maturities from 2008 to 2031 with interest rates ranging from 1.00 to 7.75 percent. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 25% of the assessed value of taxable property. At June 30, 2006, the School Board's net bonded debt of \$19,359,675 (total bonded debt of \$20,407,862 less assets in debt service funds of \$1,048,187) was well below the legal limit of \$36,336,303. For more detailed information, please refer to the Notes to the Financial Statement (Note 11).

	<u>Amount</u>	<u>Debt per Capita</u>
June 30, 2006 Net direct general obligation bonded debt	20,407,862	419

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

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES** Our elected and appointed officials and citizens consider many factors when setting the School Board's 2006-2007 fiscal year budget and tax rates. One of the most important factors affecting the budget is our student count. The 2006-2007 budget was adopted in September 2006, based on an estimate of students that will be enrolled on October 1. The October 1 student count affects our Minimum Foundation Program (MFP) funding from the state. Approximately 54% of total revenues are from the MFP. Our Impact Aid federal funding is also tied to the number of federally connected students. Impact Aid fluctuates between \$6 to \$7 million per year. The October 1, 2005, student count was about the same as the 2006-2007 budget projection amount but due to a change in the formula for state equalization a general 2% increase was budgeted.

We have projected a decrease of \$730,000 for the 2006-2007 fiscal year with no major uncertainties anticipated for the future.

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

**BASIC FINANCIAL STATEMENTS:**

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

VERNON PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS  
June 30, 2008

Statement A

	<u>GOVERNMENTAL ACTIVITIES</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 2,703,569
Investments	13,572,576
Receivables (net)	5,139,766
Inventory	113,715
Capital assets:	
Land and construction in progress	4,140,888
Depreciable capital assets	<u>31,991,157</u>
<b>TOTAL ASSETS</b>	<u>57,661,671</u>
<b>LIABILITIES</b>	
Accounts, salaries and other payables	7,912,137
Retainage payable	131,120
Unearned revenue	304,054
Interest payable	327,121
Workers' compensation payable	46,538
Long-term liabilities	
Due within one year	2,011,777
Due in more than one year	<u>19,432,049</u>
<b>TOTAL LIABILITIES</b>	<u>30,164,796</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	15,908,968
Restricted for:	
Federal and state funds	118,504
School food service	38,482
Maintenance funds	1,502,757
Debt service	1,048,187
Capital projects	588,708
Workers' Compensation	590,904
Unrestricted	<u>7,700,397</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 27,496,875</u>

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

**VERNON PARISH SCHOOL BOARD**

**STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2006**

	<b>Statement B</b>		
	<u>PROGRAM REVENUES</u>	<u>NET (EXPENSE)</u>	
	<u>CHARGES FOR</u>	<u>OPERATING</u>	<u>REVENUE AND</u>
<u>EXPENSES</u>	<u>SERVICES</u>	<u>GRANTS AND</u>	<u>CHANGES IN</u>
		<u>CONTRIBUTIONS</u>	<u>NET ASSETS</u>
<b>FUNCTIONS/PROGRAMS</b>			
<i>Governmental activities:</i>			
Instruction:			
Regular programs	\$ 33,012,955	\$ 3,698,492	\$ (29,314,463)
Special programs	14,780,498	1,848,958	(12,931,540)
Other instructional programs	3,434,608	4,086,841	652,233
Support services:			
Student services	3,078,977	336,722	(2,742,255)
Instructional staff support	2,671,572	641,816	(2,029,756)
General administration	1,539,209	232	(1,538,977)
School administration	4,029,261	63,125	(3,966,136)
Business services	515,413	4,978	(510,435)
Plant services	7,259,883	143,927	(7,115,956)
Student transportation services	5,751,312	155,321	(5,595,991)
Central services	415,655		(415,655)
Food services	5,286,207	\$ 849,265	2,340,530
Community service programs	84,272		(84,272)
Interest on long-term debt	914,895		(914,895)
<b>Total Governmental Activities</b>	<b>82,774,817</b>	<b>849,265</b>	<b>13,320,942</b>
			<b>(68,604,610)</b>
General revenues:			
Taxes:			
Property taxes, levied for general purposes			2,422,564
Property taxes, levied for debt services			2,408,637
Sales taxes			9,730,746
State revenue sharing			280,331
Grants and contributions not restricted to specific programs			
Minimum Foundation Program			45,664,496
Federal Forest Lands			335,510
Interest and investment earnings			607,089
Impact Aid, Department of Defense, ROTC			8,312,798
Miscellaneous			1,040,905
<b>Total general revenues</b>			<b>70,803,076</b>
Changes in net assets			2,198,466
Net assets - beginning			25,298,409
Net assets - ending			\$ 27,496,875

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

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

**VERNON PARISH SCHOOL BOARD**

**GOVERNMENTAL FUNDS**

Balance Sheet

June 30, 2006

Statement C

	EMERGENCY IMPACT AID FOR DISPLACED			OTHER	
	GENERAL	STUDENTS	GOVERNMENTAL	TOTAL	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 934,735	\$ 0	\$ 1,768,834	\$ 2,703,569	
Investments	11,165,558	0	2,407,018	13,572,576	
Receivables	1,763,942	1,107,290	2,268,534	5,139,766	
Interfund receivables	2,554,006	0	90,613	2,644,619	
Inventory	0	0	113,715	113,715	
<b>TOTAL ASSETS</b>	<u>16,418,241</u>	<u>1,107,290</u>	<u>6,648,714</u>	<u>24,174,245</u>	
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts, salaries and other payables	6,261,669	0	1,650,468	7,912,137	
Interfund payables	0	1,107,290	1,537,329	2,644,619	
Retainage payable	0	0	131,120	131,120	
Unearned revenue	270,875	0	33,179	304,054	
<b>Total Liabilities</b>	<u>6,532,544</u>	<u>1,107,290</u>	<u>3,352,096</u>	<u>10,991,930</u>	
<b>Fund Balances:</b>					
<b>Reserved for:</b>					
Debt Service	0	0	1,048,187	1,048,187	
Workers' Compensation	590,904	0	0	590,904	
Protested taxes	72,996	0	0	72,996	
<b>Unreserved, reported in:</b>					
General Fund	9,221,797	0	0	9,221,797	
Special Revenue Funds	0	0	1,659,723	1,659,723	
Capital Projects Fund	0	0	588,708	588,708	
<b>Total Fund Balances</b>	<u>9,885,697</u>	<u>0</u>	<u>3,296,618</u>	<u>13,182,315</u>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 16,418,241</u>	<u>\$ 1,107,290</u>	<u>\$ 6,648,714</u>	<u>\$ 24,174,245</u>	

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

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Balance Sheet to the Statement of Net Assets  
June 30, 2006**

**Statement D**

Total fund balances - governmental funds \$ 13,182,315

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

Costs of capital assets	\$ 66,687,145	
Depreciation expense to date	<u>(30,555,100)</u>	
		36,132,045

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

Balances at June 30, 2006 are:

Long-term liabilities

Bonds payable	(20,407,862)	
Compensated absences payable	(1,035,984)	
Interest payable	(327,121)	
Workers' compensation payable	<u>(46,538)</u>	
		<u>(21,817,485)</u>

Net Assets \$ 27,496,875

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

**VERNON PARISH SCHOOL BOARD**

**GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006**

**Statement E**

	<b>EMERGENCY IMPACT AID FOR DISPLACED      OTHER</b>			
	<b>GENERAL</b>	<b>STUDENTS</b>	<b>GOVERNMENTAL</b>	<b>TOTAL</b>
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 1,152,515	\$ 0	\$ 3,678,686	\$ 4,831,201
Sales and use	9,730,746	0	0	9,730,746
Interest earnings	502,283	0	104,806	607,089
Food services	0	0	849,265	849,265
Other	602,989	0	476,102	1,079,091
State sources:				
Equalization	45,205,395	0	459,101	45,664,496
Other	335,030	0	2,071,898	2,406,928
Federal sources	8,793,153	1,107,290	9,963,713	19,864,156
 Total Revenues	 <u>66,322,111</u>	 <u>1,107,290</u>	 <u>17,603,571</u>	 <u>85,032,972</u>
 <b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	28,635,216	748,480	2,827,733	32,211,409
Special programs	9,888,204	138,810	4,736,993	14,764,007
Other instructional programs	2,705,386	34,452	534,148	3,273,986
Support services:				
Student services	2,741,783	18,820	318,374	3,078,977
Instructional staff support	2,028,896	16,691	625,111	2,670,497
General administration	995,837	22,146	561,375	1,579,358
School administration	3,880,548	24,566	53,775	3,958,889
Business services	497,579	0	17,074	514,653
Plant services	6,010,157	0	1,216,425	7,226,582
Student transportation services	5,447,295	103,345	165,508	5,716,148
Central services	415,656	0	0	415,656
Food services	315,901	0	4,761,542	5,077,443
Community service programs	52,035	0	32,237	84,272
Capital outlay	606,062	0	3,221,855	3,827,917
Debt service:				
Principal retirement	0	0	1,199,875	1,199,875
Interest and bank charges	0	0	983,226	983,226
 Total Expenditures	 <u>64,220,353</u>	 <u>1,107,290</u>	 <u>21,255,251</u>	 <u>86,582,894</u>
 <b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	 <u>\$ 2,101,758</u>	 <u>\$ 0</u>	 <u>\$ (3,651,680)</u>	 <u>\$ (1,549,922)</u>

(CONTINUED)



VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006

Statement E

	EMERGENCY IMPACT AID FOR DISPLACED		OTHER	
	GENERAL	STUDENTS	GOVERNMENTAL	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 380,968	\$ 0	\$ 1,366,474	\$ 1,747,442
Transfers out	(1,300,237)	0	(447,205)	(1,747,442)
Total Other Financing Sources (Uses)	(919,269)	0	919,269	0
Net Change in Fund Balances	1,182,489	0	(2,732,411)	(1,549,922)
FUND BALANCES - BEGINNING	8,703,208	0	6,029,029	14,732,237
FUND BALANCES - ENDING	\$ 9,885,697	\$ 0	\$ 3,296,618	\$ 13,182,315

(CONCLUDED)

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

# **VERNON PARISH SCHOOL BOARD**

## **Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities For the Year Ended June 30, 2006**

**Statement F**

Total net change in fund balances - governmental funds	\$	(1,549,922)
--	----	-------------

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

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

Depreciation expense	(\$1,543,667)	
Capital outlays	3,827,917	2,284,250

Repayment of bond principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.		1,199,875
---	--	-----------

In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used (\$789,139) exceeded the amounts earned (\$645,843) by \$143,296.		143,296
---	--	---------

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

Increase of incurred but not reported workers' compensation claims		57,358
--	--	--------

In the Statement of Activities, scrapping of assets are reported as a gain or loss net of the book value.

Cost of assets scrapped	\$ 83,228	
<u>Accumulated depreciation</u>	<u>( 81,737)</u>	
Net loss	1,491	(1,491)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		<u>65,100</u>
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Change in net assets of governmental activities.	\$	<u>2,198,466</u>
--	----	------------------

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

**VERNON PARISH SCHOOL BOARD**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**June 30, 2006**

**Statement G**

**AGENCY  
FUNDS**

**ASSETS**

Cash and cash equivalents  
Investments

\$ 967,014  
177,490

**TOTAL ASSETS**

1,144,504

**LIABILITIES**

*Deposits due others*

1,144,504

**TOTAL LIABILITIES**

\$ 1,144,504

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

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

The School Board operates twenty schools within the parish with a total enrollment of 9,232 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

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

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

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

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

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

**Emergency Impact Aid for Displaced Students** – accounts for revenue received from the federal program which was established to assist school districts with the cost of educating students displaced by Hurricanes Katrina and Rita.

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

**Vernon Parish School Board  
Notes to the Basic Financial Statements**

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

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

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

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

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

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

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

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

**Allocation of indirect expenses** The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Fund Financial Statements (FFS)**

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

**Vernon Parish School Board  
Notes to the Basic Financial Statements**

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

**Revenues**

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

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

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

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

**Expenditures**

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

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

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

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

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

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

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

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

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

**Definitions:**

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

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

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

The investment objective of the LAMP is the preservation of capital and the maintenance of liquidity and, to the extent consistent with such objective, current yield.

The LAMP was established as a cooperative endeavor to enable public entities of the state of Louisiana to aggregate funds for investment. This pooling is intended to improve administrative efficiency and increase investment yield. The Board of Directors of LAMP provides certain management and administrative services to LAMP and, through a competitive bidding process, selects a custodial bank and an investment advisor. The custodial bank holds the assets of LAMP and the investment decisions are made by the investment advisor. Both the custodial bank and the investment advisor are subject to the review and oversight of LAMP.

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

The LAMP may invest in U. S. Government Securities and is designed to comply with restriction on investments by municipalities, parishes, and other types of political subdivisions imposed under Louisiana Revised Statute 33:2955.

The LAMP seeks to maintain a stable net asset value of \$1.00 per unit, but there can be no assurance that the LAMP will be able to achieve this objective. The LAMP's portfolio securities are valued at fair value. The LAMP operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, as amended, which governs money market funds (although the LAMP is not a money market fund and has no obligation to conform to this rule.) In addition, the LAMP will generally comply with other aspects of that rule, including the requirements that all portfolio securities acquired by the LAMP must have, at the time of purchase, a maximum remaining maturity of 397 days and meet certain additional quality standards and that the LAMP maintain a dollar-weighted average portfolio maturity of not more than 90 days.

The fair value of the position in the pool is the same as the value of the pool shares.

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



**Vernon Parish School Board  
Notes to the Basic Financial Statements**

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

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

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

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

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

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

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

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

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

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

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

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

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

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

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

**L. LONG-TERM LIABILITIES** For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

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

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

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

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

**O. INTERFUND ACTIVITY** Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and

**Vernon Parish School Board  
Notes to the Basic Financial Statements**

expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

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

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

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

**Q. BUDGETS**

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

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

Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were significant revisions made to the 2005-2006 general fund original budget. Budgeted revenues were increased \$13 million due to an increase in state equalization, an increase in sales tax revenue and an increase in transfers from other funds. Budgeted expenditures were also increased \$4.4 million to account for the increase in salaries, related benefits, student transportation, and transfers to other funds.

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

**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted

**Vernon Parish School Board  
Notes to the Basic Financial Statements**

revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

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

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

**A. Excess of Expenditures Over Appropriations in Individual Funds** The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2006:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Ward 1 maintenance	\$ 528,918	\$ 530,318	\$ 1,400
Ward 2 Orange maintenance	81,285	82,802	1,517
Ward 2 Hornbeck maintenance	95,908	96,015	107
Ward 3 maintenance	145,080	148,579	3,499
Ward 4 maintenance	220,643	222,501	1,858
Ward 6 maintenance	35,250	35,370	120
Ward 7 maintenance	184,167	184,190	23
Ward 8 maintenance	39,129	39,200	71
Food processing centers	35,296	35,626	330
Title I	2,203,555	2,205,437	1,882
Title VI	79,118	79,147	29
Title II	593,094	593,379	285

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

**B. Budget Not Adopted** A budget was not adopted for the Emergency Impact Aid for Displaced Students fund because the School Board was not notified until after year end that the grant would actually be received. This was a one time grant that was received for the fiscal year ended June 30, 2006 only.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

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

	<u>Property Tax Calendar</u>
Assessment date	January 01, 2005
Levy date	January 01, 2005
Tax bills mailed	October 29, 2005
Due date	December 31, 2005
Collection Date	December 2005-February 2006
Lien date	May 03, 2006
Tax sale - 2005	May 03, 2006

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2004. Total assessed value was \$145,345,210 in calendar year 2005. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$38,386,650 of the assessed value in calendar year 2005.

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

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

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2005 property taxes to be collected occurs in December and January and February of the next year.

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

	<u>Date of Voter Approval</u>	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:				
Constitutional and Operations	Statutory	3.70	3.70	Statutory
Maintenance and Operations	April 29, 1995	7.17	7.17	2015
District Taxes:				
Ward				
1	April 29, 1995	13.03	13.03	2015
2 Hornbeck	April 29, 1995	13.32	13.32	2015
2 Orange	April 29, 1995	13.24	13.24	2015
3	January 18, 1997	13.14	13.14	2016
4 Pickering	March 26, 1994	13.98	13.98	2013
5	March 26, 1994	14.53	14.53	2013
6	March 26, 1994	12.59	12.59	2013
7	April 20, 1996	13.00	13.00	2006
8	March 26, 1994	13.48	13.48	2013
District Sinking Fund Taxes:				
1		Variable	11.84	2013
2 Hornbeck		Variable	64.42	2013
2 Orange		Variable	34.03	2008
3		Variable	11.47	2022
4 Pickering		Variable	45.42	2015
5		Variable	25.61	2012
6		Variable	46.57	2024
7		Variable	45.02	2015
8		Variable	68.78	2008

**NOTE 4 - DEPOSITS AND INVESTMENTS** Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2006, the School Board had the following investments:

<u>Investment type</u>	<u>Maturities</u>	<u>Fair Value</u>
U.S. Treasury obligations	Less than 1 year	\$ 590,904
Louisiana Asset Management Pool (LAMP)	Less than 1 year	11,165,029
Certificates of Deposit	Less than 1 year	<u>1,816,643</u>
Total		<u>\$13,572,576</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

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

**Custodial Credit Risk-Deposits:** In the case of deposits this is the risk that in the event of a bank failure, the School Board's deposits may not be returned to it. As of June 30, 2006 the School Board's bank balance of \$9,253,946 was exposed to custodial credit risk because it was uninsured and collateralized with security held by pledging financial institutions trust department or agent but not in the School Board's name. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon request.

**NOTE 5 - RECEIVABLES** The receivables at June 30, 2006, are as follows:

<u>Class of Receivables</u>	<u>General</u>	<u>Emergency Impact Aid For Displaced Students</u>	<u>Other Governmental</u>	<u>Total</u>
<b>Taxes:</b>				
Ad Valorem	\$ 0	\$ 0	\$ 7,445	\$ 7,445
Sales Tax	1,025,304	0	45,861	1,071,165
<b>Intergovernmental - grants:</b>				
Federal	700,140	1,107,290	1,907,472	3,714,902
State	0	0	307,256	307,256
Other	38,498	0	500	38,998
<b>Total</b>	<u>\$ 1,763,942</u>	<u>\$ 1,107,290</u>	<u>\$ 2,268,534</u>	<u>\$ 5,139,766</u>

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

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

**NOTE 6 - CAPITAL ASSETS** Capital asset balances and activity for the year ended June 30, 2006 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
Governmental activities				
Capital asset not being depreciated				
Land	\$ 1,335,047	\$ 0	\$ 0	\$ 1,335,047
Construction in progress	7,901,538	2,452,028	7,547,725	2,805,841
Total capital assets not being depreciated	9,236,585	2,452,028	7,547,725	4,140,888
Capital assets being depreciated				
Buildings	45,442,959	8,585,263	0	54,028,222
Furniture and equipment	8,262,912	338,351	83,228	8,518,035
Total capital assets being depreciated	53,705,871	8,923,614	83,228	62,546,257
Less accumulated depreciation				
Buildings	22,576,468	1,158,161		23,734,629
Furniture and equipment	6,516,702	385,506	81,737	6,820,471
Total accumulated depreciation	29,093,170	1,543,667	81,737	30,555,100
Total capital assets being depreciated, net	24,612,701	7,379,947	1,491	31,991,157
Governmental activities				
Capital assets, net	\$ 33,849,286	\$ 9,831,975	\$ 7,549,216	\$ 36,132,045

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 963,770
Special programs	16,491
Other instructional programs	160,612
Instructional staff support	1,075
General administration	14,918
School administration	70,382
Business services	760
Plant services	35,022
Student transportation services	35,164
Food services	245,473
Total depreciation expense	\$ 1,543,667

**NOTE 7 - RETIREMENT SYSTEMS**

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



**Vernon Parish School Board  
Notes to the Basic Financial Statements**

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

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

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

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

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

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

**Funding Policy** Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates approved and amended by the Louisiana Legislature. Benefits of the systems are funded by employee and employer contributions. Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974.

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

Contribution rates (as a percentage of covered salaries) for active plan members as established by the Louisiana Legislature for the year ended June 30, 2006, are as follows:

	Employee	Employer
Teachers' Retirement System of Louisiana:		
Regular	8.00%	15.90%
Plan A	9.10%	15.90%
Louisiana School Employees' Retirement System	7.50%	18.40%

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

Total covered payroll of the School Board for TRSL - Regular Plan, TRSL - Plan A, and LSERS for the year ended June 30, 2006, amounted to \$40,951,462, \$130,244 and \$4,652,821 respectively. Employer contributions for the year ended June 30, 2006 and each of the two preceding years are as follows:

<u>Fiscal Year Ended</u>	<u>TRSL Annual</u>	<u>Percentage</u>	<u>LSERS Annual</u>	<u>Percentage</u>
	<u>Actuarially Required</u> <u>Contribution</u>		<u>Actuarially Required</u> <u>Contribution</u>	
June 30, 2004	\$6,881,454	77.57%	\$846,390	46.75%
June 30, 2005	7,025,221	87.29%	817,617	84.22%
June 30, 2006	7,281,636	89.71%	797,608	104.71%

Annual actuarially required contributions for each plan above is based on the plan's annual financial report for that year except for the year ended June 30, 2006. The annual actuarially required contribution for the year ended June 30, 2006, is based upon each plan's annual financial report for the year ended June 30, 2005, which is the latest information available. The above required contributions were made.

**NOTE 8 - OTHER POST EMPLOYMENT BENEFITS** In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and by the School Board. The cost of retiree benefits included in these expenditures was \$2,950,565 for 417 retirees.

**NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES** The payables at June 30, 2006, are as follows:

	<u>General</u>	<u>Other Governmental</u>	<u>Total</u>
Salaries	\$ 5,920,705	\$ 960,875	\$ 6,881,580
Accounts	340,964	689,593	1,030,557
Total	<u>\$ 6,261,669</u>	<u>\$ 1,650,468</u>	<u>\$ 7,912,137</u>

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

	<u>Balance at</u> <u>Beginning</u> <u>of year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>at Ending</u> <u>of year</u>
School activities agency	\$ 1,022,414	\$ 3,354,703	\$ 3,235,518	\$ 1,141,599
Scholarship	2,608	1,542	1,245	2,905
Sales tax agency	0	23,161,283	23,161,283	0
Total	<u>\$ 1,025,022</u>	<u>\$26,517,528</u>	<u>\$26,398,046</u>	<u>\$ 1,144,504</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

**NOTE 11- LONG-TERM LIABILITIES** The following is a summary of the long-term obligation transactions for the year ended June 30, 2006:

	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One year
Governmental Activities					
Bonds payable:					
General Obligation debt	\$ 21,607,737	\$ 0	\$ 1,199,875	\$ 20,407,862	\$ 1,222,638
Other liabilities:					
Compensated absences	1,179,260	645,843	789,139	1,035,964	789,139
Governmental activities					
Long-term liabilities	<u>\$ 22,786,997</u>	<u>\$ 645,843</u>	<u>\$ 1,989,014</u>	<u>\$ 21,443,826</u>	<u>\$ 2,011,777</u>

Payments on the general obligation bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds. In the past, approximately 88 % was paid by the general fund, 2 % by Title I fund, 5 % by the school food service fund and the remaining 5 % by other governmental funds.

	Original Issue	Interest Rates	Final Payment Due	Interest to Maturity	Principal Outstanding
WARD I					
October 01, 2002	5,500,000	4.375 - 5.000	2022	\$ 2,016,801	\$ 4,805,000
WARD II - ORANGE					
July 01, 2004	560,000	1.00-4.00	2008	15,220	290,000
WARD II - HORNBECK					
December 01, 1997	532,000	1.00 - 7.75	2011	58,386	265,000
June 01, 2001	600,000	4.70 - 5.25	2021	238,860	515,000
WARD III					
April 30, 1982	1,438,000	5.00	2022	448,250	940,000
WARD IV					
December 01, 1997	1,230,000	4.10 - 5.00	2010	46,585	415,000
March 01, 2005	3,200,000		2025	1,694,698	3,180,000
WARD V					
December 01, 1997	616,000	1.00 - 7.75	2009	25,884	183,000
August 01, 2003	3,800,000	3.85 - 5.50	2023	1,636,106	3,455,000
WARD VI					
November 16, 1993	1,500,000	5.126	2024	643,948	1,137,780
April 25, 2002	450,000	5.00	2031	345,578	427,082
WARD VII					
July 01, 2004	775,000	3.85	2015	129,168	610,000
September 01, 2003	4,400,000	5.00	2023	1,741,358	3,985,000
WARD VIII					
July 01, 2004	380,000	1.00-4.00	2008	10,350	200,000
Total general obligation bonds				<u>\$ 9,051,192</u>	<u>\$ 20,407,862</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At year end, the School Board has accumulated \$1,048,187 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	Bonds Principal		Total
	Payments	Interest Payments	
2007	\$ 1,222,638	\$ 933,469	\$ 2,156,107
2008	1,290,121	877,330	2,167,451
2009	1,059,730	813,379	1,873,109
2010	987,472	760,992	1,748,464
2011	937,354	713,084	1,650,438
2012-2016	5,295,419	2,913,916	8,209,335
2017-2021	6,408,033	1,687,318	8,095,351
2022-2026	3,056,477	311,237	3,367,714
2027-2031	122,580	38,909	161,489
2032 and thereafter	28,038	1,558	29,596
Total	<u>\$ 20,407,862</u>	<u>\$ 9,051,192</u>	<u>\$ 29,459,054</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of taxable property. At year end, the statutory limit is \$36,336,303 and outstanding net bonded debt totals \$19,359,675.

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

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General	\$ 2,554,006	Emergency Impact Aid for Displaced Students	\$ 1,107,290
		Other Governmental	1,446,716
Other Governmental	<u>90,613</u>		<u>90,613</u>
Total	<u>\$ 2,644,619</u>		<u>\$ 2,644,619</u>

The purposes of the interfund assets/liabilities were to cover current-year expenditures on cost reimbursement programs until the reimbursement requisitions are deposited. The amounts are expected to be repaid within one year.

**NOTE 13 - RESTRICTED NET ASSETS FOR WORKERS' COMPENSATION** The School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) Department of Employment and Training that grants to OWC a security interest in the School Board's \$590,904 U.S. Government Security. The security interest is to secure the prompt payment of all present and future obligations, including, but not limited to, prompt payment of workers' compensation payments, the furnishing of medical treatment, and or any other requirement under the provisions of the Louisiana Workers' Compensation Act and Rules of the OWC Fiscal Responsibility Unit. The following is a summary of transactions relating to the restricted net assets for the year ended June 30, 2006:

Balance, beginning	\$ 576,874
Additions	14,030
Deletions	0
Balance, ending	<u>\$ 590,904</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

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

<u>Fund</u>	<u>Transfer In</u>	<u>Transfers Out</u>
General	\$ 380,968	\$ 1,300,237
Other Governmental	1,366,474	447,205
Totals	<u>\$ 1,747,442</u>	<u>\$ 1,747,442</u>

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

**NOTE 15 - ENCUMBRANCES (FFS LEVEL ONLY)** Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end and outstanding encumbrances are re-appropriated in the next year. At June 30, 2006, the School Board had entered into purchase orders and commitments as follows:

<u>Fund</u>	<u>General</u>	<u>Other Governmental</u>	<u>Total</u>
Totals	<u>\$ 229,074</u>	<u>\$ 355,919</u>	<u>\$ 584,993</u>

**NOTE 16 - RISK MANAGEMENT** The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several years ago. Premiums are paid into the general fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 2006 such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds.

An insurance policy covers individual claims in excess of \$250,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information and does not include incremental costs. The liability does not include incremental costs, if any.

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

<u>Years Ended June 30</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
2004	\$ 69,927	\$ 652,301	\$ 686,919	\$ 35,309
2005	35,309	622,915	554,328	103,896
2006	103,896	377,773	435,131	46,538

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

**Vernon Parish School Board  
Notes to the Basic Financial Statements**

**NOTE 17 - LITIGATION AND CLAIMS**

**Litigation** At June 30, 2006, the School Board is involved in various litigations. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

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

**Construction Projects** There are certain major construction projects in progress at June 30, 2006. The projects include air conditioning, roof repairs, additional classrooms and other building improvements at Pickering. These projects are funded by bond proceeds and general fund. The outstanding construction commitment was approximately \$452,444 as of June 30, 2006.

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

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

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

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

The state of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$18,179. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

**NOTE 19 - ECONOMIC DEPENDENCY** Statement of Financial Accounting Standards (SFAS) No. 14 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entities' revenue. Approximately one-half of the student population consists of students from military families at Fort Polk. The Minimum Foundation funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$45,664,496 to the School Board, which represents approximately 55% of the School Board's total revenues for the year. Potentially up to approximately one-half of this Minimum Foundation funding is attributable to the students of military personnel. Additionally, the federal government provided \$8,312,798 in direct funding (Impact Aid) to the School Board.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**

**NOTE 20 – CHANGES IN PRESENTATION** For the fiscal year end June 30, 2005, the General fund and Pickering construction were major funds. The General fund and Emergency Impact Aid for Displaced Students fund are major funds for the year ended June 30, 2006.

**NOTE 21 – SUBSEQUENT EVENTS** On July 18, 2006 Ward Eight School District issued \$1,570,000 of general obligation bonds at a rate of 4.5% per annum to be payable over thirty years. The first payment consisting of interest only begins on July 18, 2007 with future payments due to be paid annually on July 18 of each year.

**REQUIRED SUPPLEMENTAL  
INFORMATION**



**Vernon Parish School Board**

**Budgetary Comparison Schedule**

**General Fund With a Legally Adopted Annual Budget**

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

**VERNON PARISH SCHOOL BOARD**

**GENERAL FUND  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2006**

**Exhibit 1**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>(Budgetary Basis)</u>	
BUDGETARY FUND BALANCES, BEGINNING	\$ 1,634,465	\$ 8,703,208	\$ 8,703,208	0
Resources (Inflows)				
Local sources:				
Taxes:				
Ad valorem	981,080	1,029,833	1,152,515	122,679
Sales and use	9,283,484	9,730,746	9,730,746	0
Interest earnings	283,968	439,653	502,283	62,630
Other	120,826	627,982	602,989	(24,993)
State sources:				
Equalization	44,241,607	45,205,395	45,205,395	0
Other	337,927	335,030	335,030	0
Federal sources	8,744,356	8,796,013	8,793,153	(2,860)
Transfers from other funds	100,000	3,952,932	4,026,560	73,628
Amounts available for appropriations	<u>65,707,703</u>	<u>78,820,795</u>	<u>79,051,879</u>	<u>231,084</u>
Charges to appropriations (outflows)				
Current:				
Instruction:				
Regular programs	28,116,502	29,170,081	28,635,216	534,865
Special programs	9,730,412	10,026,822	9,888,204	138,618
Other instructional programs	3,022,613	2,828,781	2,705,386	123,395
Support services:				
Student services	2,986,326	2,760,550	2,741,783	18,767
Instructional staff support	2,145,883	2,035,250	2,028,695	6,555
General administration	1,089,184	1,088,791	995,837	92,954
School administration	3,897,895	3,903,499	3,880,548	22,951
Business services	487,477	496,989	497,579	(590)
Plant services	5,714,524	6,122,654	6,010,157	112,497
Student transportation services	5,289,649	5,550,640	5,447,295	103,345
Central services	511,805	415,173	415,655	(482)
Food services	42,305	315,900	315,901	(1)
Community service programs	40,900	52,035	52,035	0
Capital Outlay	0	471,461	606,062	(134,601)
Transfers to other funds	1,727,534	3,974,480	4,945,829	(971,349)
Total charges to appropriations	<u>64,803,009</u>	<u>69,213,106</u>	<u>69,166,182</u>	<u>46,924</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>904,694</u>	\$ <u>9,607,689</u>	\$ <u>9,885,697</u>	<u>278,008</u>

**Vernon Parish School Board**

**Notes to the Budgetary Comparison Schedule  
For the Year Ended June 30, 2006**

**A. BUDGETS**

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were significant revisions made to the 2005-2006 general fund original budget. Budgeted revenues were increased \$6 million due to an increase in equalization funds, an increase in interest earnings, an increase in sales tax revenue and an increase in transfers from other funds. Budgeted expenditures were also increased \$4.4 million to account for the increase in salaries, instruction, student transportation, and transfers to other funds.

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

A budget for the Emergency Impact Aid for Displaced Students fund was not adopted because the School Board was not notified until after year end that the grant money would be received. This was a one time grant for the fiscal year ended June 30, 2006 only.

**VERNON PARISH SCHOOL BOARD**

**Notes to the Budgetary Comparison Schedule  
For the Year Ended June 30, 2006**

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

	<b>GENERAL FUND</b>
<u>Sources/inflows of resources:</u>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 79,051,879
Transfer from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	(380,968)
Transfers budgeted that are reclassified for financial reporting	(3,645,592)
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	<u>(8,703,208)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ <u>66,322,111</u>
<u>Uses/outflows of resources:</u>	
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	\$ 69,166,182
Transfers budgeted that are reclassified for financial reporting	(3,645,592)
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(1,300,237)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ <u>64,220,353</u>

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

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR GOVERNMENTAL FUNDS  
Combining Balance Sheet - By Fund Type  
June 30, 2006**

**Exhibit 2**

	<u>SPECIAL</u> <u>REVENUE</u>	<u>DEBT</u> <u>SERVICE</u>	<u>CAPITAL</u> <u>PROJECTS</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 706,116	\$ 69,361	\$ 993,357	\$ 1,768,834
Investments	1,428,192	978,828	0	2,407,018
Receivables	2,268,534	0	0	2,268,534
Interfund receivables	90,613	0	0	90,613
Inventory	113,715	0	0	113,715
<b>TOTAL ASSETS</b>	<u>4,607,170</u>	<u>1,048,187</u>	<u>993,357</u>	<u>6,648,714</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	1,376,939	0	273,529	1,650,468
Interfund payables	1,537,329	0	0	1,537,329
Retainage payable	0	0	131,120	131,120
Unearned revenue	33,179	0	0	33,179
<b>Total Liabilities</b>	<u>2,947,447</u>	<u>0</u>	<u>404,649</u>	<u>3,352,096</u>
<b>Fund Balances:</b>				
Reserved for debt service	0	1,048,187	0	1,048,187
Unreserved, reported in				
Special revenue	1,659,723	0	0	1,659,723
Capital projects	0	0	588,708	588,708
<b>Total Fund Balances</b>	<u>1,659,723</u>	<u>1,048,187</u>	<u>588,708</u>	<u>3,296,618</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 4,607,170</u>	<u>\$ 1,048,187</u>	<u>\$ 993,357</u>	<u>\$ 6,648,714</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR GOVERNMENTAL FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes In Fund Balances - By Fund Type**  
**For the Year Ended June 30, 2006**

**Exhibit 3**

	<u>SPECIAL</u> <u>REVENUE</u>	<u>DEBT</u> <u>SERVICE</u>	<u>CAPITAL</u> <u>PROJECTS</u>	<u>TOTAL</u>
<b>REVENUES</b>				
<b>Local sources:</b>				
Taxes:				
Ad valorem	\$ 1,270,049	\$ 2,408,637	\$ 0	\$ 3,678,686
Interest earnings	50,015	29,933	24,858	104,806
Food services	849,265	0	0	849,265
Other	476,102	0	0	476,102
<b>State sources:</b>				
Equalization	459,101	0	0	459,101
Other	2,071,898	0	0	2,071,898
<b>Federal sources</b>	<b>9,963,713</b>	<b>0</b>	<b>0</b>	<b>9,963,713</b>
<b>Total Revenues</b>	<b>15,140,143</b>	<b>2,438,570</b>	<b>24,858</b>	<b>17,603,571</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Instruction:				
Regular programs	2,827,733	0	0	2,827,733
Special programs	4,736,993	0	0	4,736,993
Other instructional programs	534,148	0	0	534,148
Support services:				
Student services	318,374	0	0	318,374
Instructional staff support	625,111	0	0	625,111
General administration	470,270	91,105	0	561,375
School administration	53,775	0	0	53,775
Business services	16,641	350	83	17,074
Plant services	1,097,547	0	118,878	1,216,425
Student transportation services	165,508	0	0	165,508
Food services	4,761,542	0	0	4,761,542
Community service programs	32,237	0	0	32,237
Capital outlay	244,104	0	2,977,751	3,221,855
Debt service:				
Principal retirement	0	1,199,875	0	1,199,875
Interest and bank charges	0	983,226	0	983,226
<b>Total Expenditures</b>	<b>15,883,983</b>	<b>2,274,556</b>	<b>3,096,712</b>	<b>21,255,251</b>
<b>EXCESS (Deficiency) OF REVENUES</b>				
<b>OVER EXPENDITURES</b>	<b>\$ (743,840)</b>	<b>\$ 164,014</b>	<b>\$ (3,071,854)</b>	<b>\$ (3,651,680)</b>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances- By Fund Type  
For the Year Ended June 30, 2006

Exhibit 3

	<u>SPECIAL</u> <u>REVENUE</u>	<u>DEBT</u> <u>SERVICE</u>	<u>CAPITAL</u> <u>PROJECTS</u>	<u>TOTAL</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,343,411	\$ 2,000	\$ 21,063	\$ 1,366,474
Transfers out	<u>(428,142)</u>	<u>(2,000)</u>	<u>(17,063)</u>	<u>(447,205)</u>
Total Other Financing Sources (Uses)	<u>915,269</u>	<u>0</u>	<u>4,000</u>	<u>919,269</u>
Net Change in Fund Balances	171,429	164,014	(3,067,854)	(2,732,411)
FUND BALANCES - BEGINNING	<u>1,488,294</u>	<u>884,173</u>	<u>3,658,562</u>	<u>6,029,029</u>
FUND BALANCES - ENDING	<u>\$ 1,659,723</u>	<u>\$ 1,048,187</u>	<u>\$ 588,708</u>	<u>\$ 3,296,618</u>

(CONCLUDED)



Vernon Parish School Board

Nonmajor Special Revenue Funds

MAINTENANCE FUNDS

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

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

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

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

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

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

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

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

VOCATIONAL EDUCATION

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

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

Vernon Parish School Board

**Nonmajor Special Revenue Funds**

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

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

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

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

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

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

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

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

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

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

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

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

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

(Concluded)

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Balance Sheet**  
**June 30, 2006**

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 89,797	\$ 2,135	\$ 5,819	\$ 1,970
Investments	239,888	30,773	5,079	235,194
Receivables	2,001	0	4,320	0
Interfund receivables	0	0	588	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>TOTAL ASSETS</b>	<u>331,686</u>	<u>32,908</u>	<u>15,806</u>	<u>237,164</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	11,040	8,316	11,126	19,380
Interfund payables	2,087	0	0	0
Unearned revenue	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Liabilities</b>	<u>13,127</u>	<u>8,316</u>	<u>11,126</u>	<u>19,380</u>
<b>Fund Balances:</b>				
Unreserved - undesignated	<u>318,559</u>	<u>24,592</u>	<u>4,680</u>	<u>217,784</u>
<b>Total Fund Balances</b>	<u>318,559</u>	<u>24,592</u>	<u>4,680</u>	<u>217,784</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 331,686</u>	<u>\$ 32,908</u>	<u>\$ 15,806</u>	<u>\$ 237,164</u>

Exhibit 4

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8
\$ 3,063 \$	25,264 \$	2,343 \$	16,036 \$	6,031
122,623	683,400	18,167	73,620	18,853
45	45	0	1,034	0
0	0	0	0	0
0	0	0	0	0
<u>125.731</u>	<u>708.709</u>	<u>20.510</u>	<u>90.690</u>	<u>24.884</u>
19,170	1,196	6,177	2,719	298
905	2,048	0	869	0
0	0	0	0	0
<u>20.075</u>	<u>3.244</u>	<u>6.177</u>	<u>3.588</u>	<u>298</u>
<u>105.656</u>	<u>705.465</u>	<u>14.333</u>	<u>87.102</u>	<u>24.586</u>
<u>105.656</u>	<u>705.465</u>	<u>14.333</u>	<u>87.102</u>	<u>24.586</u>
<u>\$ 125.731 \$</u>	<u>708.709 \$</u>	<u>20.510 \$</u>	<u>90.690 \$</u>	<u>24.884</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS**

**Combining Balance Sheet**

**June 30, 2006**

	<b>OTHER SPECIAL FUNDS</b>	<b>8G STATE FUNDS</b>	<b>DRUG FREE SCHOOLS</b>	<b>INDIAN EDUCATION GRANT</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 38,546	\$ 0	\$ 0	0
Investments	0	0	0	0
Receivables	215,865	86,080	21,007	18,987
Interfund receivables	12,016	0	0	0
Inventory	0	0	0	0
<b>TOTAL ASSETS</b>	<b>266,427</b>	<b>86,080</b>	<b>21,007</b>	<b>18,987</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	81,884	43,566	5,556	18,987
Interfund payables	155,383	42,514	15,451	0
Unearned revenue	0	0	0	0
<b>Total Liabilities</b>	<b>237,067</b>	<b>86,080</b>	<b>21,007</b>	<b>18,987</b>
<b>Fund Balances:</b>				
Unreserved - undesignated	29,360	0	0	0
<b>Total Fund Balances</b>	<b>29,360</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 266,427</b>	<b>\$ 86,080</b>	<b>\$ 21,007</b>	<b>\$ 18,987</b>

Exhibit 4

ADULT EDUCATION	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4 STATE AND FEDERAL	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS
\$ 0	\$ 0	\$ 0	\$ 177,014	\$ 235,108	\$ 454
0	0	0	0	595	0
6,783	39,989	184,581	133,513	0	500
11,247	15,442	0	0	50,000	0
0	0	0	0	113,715	0
<u>18,030</u>	<u>55,431</u>	<u>184,581</u>	<u>310,527</u>	<u>399,418</u>	<u>954</u>
18,030	28,558	116,251	147,891	327,777	616
0	28,873	68,330	162,636	0	0
0	0	0	0	33,179	0
<u>18,030</u>	<u>55,431</u>	<u>184,581</u>	<u>310,527</u>	<u>360,956</u>	<u>616</u>
0	0	0	0	38,462	338
0	0	0	0	38,462	338
<u>\$ 18,030</u>	<u>\$ 55,431</u>	<u>\$ 184,581</u>	<u>\$ 310,527</u>	<u>\$ 399,418</u>	<u>\$ 954</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Balance Sheet**  
**June 30, 2006**

	<u>TITLE I</u>	<u>TITLE VI</u>	<u>TITLE II</u>	<u>TITLE III</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 0	\$ 229	\$ 0	\$ 1,493
Investments	0	0	0	0
Receivables	786,844	30	176,199	7,479
Interfund receivables	0	1,018	0	0
Inventory	0	0	0	0
<b>TOTAL ASSETS</b>	<b>786,844</b>	<b>1,277</b>	<b>176,199</b>	<b>8,972</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	192,705	1,277	87,236	6,258
Interfund payables	593,939	0	88,963	2,714
Unearned revenue	0	0	0	0
<b>Total Liabilities</b>	<b>786,644</b>	<b>1,277</b>	<b>176,199</b>	<b>8,972</b>
<b>Fund Balances:</b>				
Unreserved - undesignated	0	0	0	0
<b>Total Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 786,644</b>	<b>\$ 1,277</b>	<b>\$ 176,199</b>	<b>\$ 8,972</b>

Exhibit 4

<u>SALES TAX</u>	<u>HEAD START</u>	<u>PRESCHOOL</u>	<u>EDUCATION EXCELLENCE</u>	<u>TOTAL</u>
\$ 12,745	\$ 0	\$ 0	\$ 88,069	\$ 706,116
0	0	0	0	1,428,192
45,861	489,618	47,953	0	2,268,534
0	0	0	302	90,613
0	0	0	0	113,715
<u>58,606</u>	<u>489,618</u>	<u>47,953</u>	<u>88,371</u>	<u>4,607,170</u>
265	187,191	33,669	0	1,376,939
57,906	302,427	14,284	0	1,537,329
0	0	0	0	33,179
<u>58,171</u>	<u>489,618</u>	<u>47,953</u>	<u>0</u>	<u>2,947,447</u>
<u>435</u>	<u>0</u>	<u>0</u>	<u>88,371</u>	<u>1,659,723</u>
<u>435</u>	<u>0</u>	<u>0</u>	<u>88,371</u>	<u>1,659,723</u>
\$ 58,606	\$ 489,618	\$ 47,953	\$ 88,371	\$ 4,607,170

(CONCLUDED)



**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2006**

	<u>WARD I</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 487,245	\$ 55,592	\$ 28,307	\$ 134,109
Interest earnings	6,577	731	185	9,010
Food services	0	0	0	0
Other	0	0	55,590	0
State sources:				
Equalization	0	0	0	0
Other	56,282	21,503	11,291	9,604
Federal sources	15,284	0	0	0
<b>Total Revenues</b>	<u>565,388</u>	<u>77,826</u>	<u>95,373</u>	<u>152,723</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	20	0	0	482
Special programs	0	0	0	0
Other instructional programs	64,733	6,551	4,787	4,315
Support services:				
Student services	400	100	100	60
Instructional staff support	0	0	0	0
General administration	17,601	4,174	996	4,274
School administration	8,017	0	463	0
Business services	1,758	2,590	0	0
Plant services	385,617	42,727	26,787	122,637
Student transportation services	22,754	12,926	7,282	5,111
Food services	0	0	0	0
Community service programs	0	0	0	0
Capital Outlay	29,418	13,734	55,590	11,700
<b>Total Expenditures</b>	<u>530,318</u>	<u>82,802</u>	<u>96,015</u>	<u>148,579</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 35,070</u>	<u>\$ (4,976)</u>	<u>\$ (642)</u>	<u>\$ 4,144</u>

Exhibit 5

	WARD 4	WARD 5	WARD 6	WARD 7	WARD 8
\$	141,578	\$ 245,073	\$ 34,986	\$ 111,493	\$ 31,666
	5,108	23,292	387	3,093	569
	0	0	0	0	0
	15,000	15,200	0	0	0
	0	0	0	0	0
	11,313	9,501	5,881	20,735	7,102
	0	0	0	14,160	0
	172,999	293,066	41,254	149,481	39,337
	1,220	0	1,489	0	0
	0	0	0	0	0
	7,423	3,306	6,328	13,481	5,842
	280	160	60	180	100
	0	0	0	0	0
	4,578	13,935	1,498	5,906	1,070
	0	3,843	0	0	2,893
	0	4,695	0	0	0
	167,142	73,260	15,921	108,395	25,465
	11,400	4,849	4,300	40,938	3,830
	0	0	0	0	0
	0	0	0	0	0
	30,458	18,063	5,774	15,289	0
	222,501	122,111	35,370	184,190	39,200
\$	(49,502)	\$ 170,955	\$ 5,884	(34,709)	\$ 137

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006

	<u>WARD I</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 73,063	\$ 5,000	\$ 11,000	\$ 0
Transfers out	<u>(73,063)</u>	<u>(5,000)</u>	<u>(10,000)</u>	<u>(14,800)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,000</u>	<u>(14,800)</u>
Net Change in Fund Balances	35,070	(4,976)	358	(10,656)
FUND BALANCES - BEGINNING	<u>283,489</u>	<u>29,568</u>	<u>4,322</u>	<u>228,440</u>
FUND BALANCES - ENDING	<u>\$ 318,559</u>	<u>\$ 24,592</u>	<u>\$ 4,680</u>	<u>\$ 217,784</u>

Exhibit 5

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
\$ 0	\$ 0	\$ 0	\$ 16,276	\$ 0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>16,276</u>	<u>0</u>
(49,502)	170,955	5,884	(18,433)	137
<u>155,158</u>	<u>534,510</u>	<u>8,449</u>	<u>105,535</u>	<u>24,449</u>
<u>\$ 105,656</u>	<u>\$ 705,465</u>	<u>\$ 14,333</u>	<u>\$ 87,102</u>	<u>\$ 24,586</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2006**

	<b>OTHER SPECIAL FUNDS</b>	<b>8G STATE FUNDS</b>	<b>DRUG FREE SCHOOLS</b>	<b>INDIAN EDUCATION GRANT</b>
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 0	\$ 0	\$ 0	\$ 0
Interest earnings	0	0	0	0
Food services	0	0	0	0
Other	0	0	0	0
State sources:				
Equalization	0	0	0	0
Other	513,291	215,913	0	0
Federal sources	285,690	0	49,366	27,231
<b>Total Revenues</b>	<b>798,981</b>	<b>215,913</b>	<b>49,366</b>	<b>27,231</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	517,392	114,850	8,169	7,988
Special programs	126,423	101,063	0	0
Other instructional programs	101,381	0	0	186
Support services:				
Student services	19,332	0	40,229	70
Instructional staff support	1,388	0	0	18,563
General administration	144	0	968	424
School administration	0	0	0	0
Business services	0	0	0	0
Plant services	3,434	0	0	0
Student transportation services	0	0	0	0
Food services	0	0	0	0
Community service programs	0	0	0	0
Capital Outlay	0	0	0	0
<b>Total Expenditures</b>	<b>769,494</b>	<b>215,913</b>	<b>49,366</b>	<b>27,231</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>				
	<b>\$ 29,487</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

## Exhibit 5

ADULT EDUCATION	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4 STATE AND FEDERAL	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
0	0	0	0	1,063	0
0	0	0	0	849,265	0
0	0	0	26,370	0	19,078
0	0	0	0	459,101	0
43,026	0	0	820,592	0	0
64,857	263,557	1,942,429	388,186	2,324,128	0
107,883	263,557	1,942,429	1,235,148	3,633,557	19,078
0	32,320	54,033	1,116,884	0	0
0	20	1,290,183	49,214	0	0
107,883	184,010	0	0	0	0
0	1,280	255,983	0	0	0
0	37,270	194,524	0	0	0
0	0	102,682	18,775	0	166
0	594	37,965	0	0	0
0	0	3,012	8	0	0
0	1,623	1,553	33,027	17,965	3,223
0	0	0	838	132	0
0	0	0	16,402	4,745,140	0
0	0	0	0	0	32,237
0	6,440	2,494	0	49,002	0
107,883	263,557	1,942,429	1,235,148	4,812,239	35,626
\$ 0	\$ 0	\$ 0	\$ 0	(1,178,682)	\$ (16,548)

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006**

	<u>OTHER SPECIAL FUNDS</u>	<u>8G STATE FUNDS</u>	<u>DRUG FREE SCHOOLS</u>	<u>INDIAN EDUCATION GRANT</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 0	\$ 0	\$ 0	\$ 0
Transfers out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	29,487	0	0	0
<b>FUND BALANCES - BEGINNING</b>	<u>(127)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 29,360</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Exhibit 5

<u>ADULT EDUCATION</u>	<u>VOCATIONAL EDUCATION</u>	<u>SPECIAL EDUCATION</u>	<u>LA 4 STATE AND FEDERAL</u>	<u>SCHOOL FOOD SERVICE</u>	<u>FOOD PROCESSING CENTERS</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,185,899	\$ 14,800
0	0	0	0	0	0
0	0	0	0	1,185,899	14,800
0	0	0	0	7,217	(1,748)
0	0	0	0	31,245	2,086
\$ 0	\$ 0	\$ 0	\$ 0	\$ 38,462	\$ 338

(CONTINUED)



**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006**

	<u>TITLE I</u>	<u>TITLE VI</u>	<u>TITLE II</u>	<u>TITLE III</u>
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 0	\$ 0	\$ 0	0
Interest earnings	0	0	0	0
Food services	0	0	0	0
Other	0	0	0	0
State sources:				
Equalization	0	0	0	0
Other	0	0	0	0
Federal sources	<u>2,205,437</u>	<u>79,147</u>	<u>593,379</u>	<u>9,017</u>
 Total Revenues	 <u>2,205,437</u>	 <u>79,147</u>	 <u>593,379</u>	 <u>9,017</u>
 <b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	44,454	54,181	558,190	8,114
Special programs	1,859,427	0	3,625	271
Other instructional programs	280	23,642	0	0
Support services:				
Student services	0	0	0	0
Instructional staff support	128,009	0	0	0
General administration	121,626	1,324	31,584	158
School administration	0	0	0	0
Business services	1,458	0	0	0
Plant services	50,183	0	0	0
Student transportation services	0	0	0	474
Food services	0	0	0	0
Community service programs	0	0	0	0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
 Total Expenditures	 <u>2,205,437</u>	 <u>79,147</u>	 <u>593,379</u>	 <u>9,017</u>
 <b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	 <u>\$ 0</u>	 <u>\$ 0</u>	 <u>\$ 0</u>	 <u>0</u>

## Exhibit 5

SALES TAX	HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	TOTAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,270,049
0	0	0	0	50,016
0	0	0	0	849,265
344,864	0	0	0	476,102
0	0	0	0	459,101
0	0	153,725	172,139	2,071,898
0	1,651,469	50,376	0	9,963,713
344,864	1,651,469	204,101	172,139	15,140,143
0	9,688	152,877	145,402	2,827,733
0	1,280,154	26,613	0	4,736,993
0	0	0	0	534,148
0	40	0	0	318,374
0	223,464	21,893	0	625,111
70,879	65,012	2,516	0	470,270
0	0	0	0	53,775
2,620	500	0	0	16,641
2,560	15,825	202	0	1,097,547
0	50,664	0	0	165,508
0	0	0	0	4,761,542
0	0	0	0	32,237
0	6,142	0	0	244,104
76,059	1,651,469	204,101	145,402	15,883,983
\$ 268,805	\$ 0	\$ 0	\$ 26,737	\$ (743,840)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2006

	TITLE I	TITLE VI	TITLE II	TITLE III
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 0	\$ 0	\$ 0	0
Transfers out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
FUND BALANCES - BEGINNING	0	0	0	0
FUND BALANCES - ENDING	\$ 0	\$ 0	\$ 0	0

Exhibit 5

<u>SALES TAX</u>	<u>HEAD START</u>	<u>PRESCHOOL</u>	<u>EDUCATION EXCELLENCE</u>	<u>TOTAL</u>
\$ 3,000	\$ 0	\$ 0	\$ 34,373	\$ 1,343,411
(290,906)	0	0	(34,373)	(428,142)
(287,906)	0	0	0	915,269
(19,101)	0	0	26,737	171,429
19,536	0	0	61,634	1,488,294
\$ 435	\$ 0	\$ 0	\$ 88,371	\$ 1,659,723

(CONCLUDED)

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-1

*****WARD 1 MAINTENANCE*****			
			VARIANCE
	BUDGET	ACTUAL	FAVORABLE
			(UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 487,245	\$ 487,245	0
Interest earnings	6,577	6,577	0
Other	0	0	0
State sources: Other	56,282	56,282	0
Federal sources	15,284	15,284	0
<b>Total Revenues</b>	<b>565,388</b>	<b>565,388</b>	<b>0</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	20	20	0
Other instructional programs	64,733	64,733	0
Support services:			
Student services	400	400	0
General administration	17,601	17,601	0
School administration	8,017	8,017	0
Business services	1,758	1,758	0
Plant services	413,635	415,035	(1,400)
Student transportation services	22,754	22,754	0
<b>Total Expenditures</b>	<b>528,918</b>	<b>530,318</b>	<b>(1,400)</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>36,470</b>	<b>35,070</b>	<b>(1,400)</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>283,489</b>	<b>283,489</b>	<b>0</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 319,959</b>	<b>\$ 318,559</b>	<b>\$ (1,400)</b>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-2

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 55,592	\$ 55,592	\$ 0
Interest earnings	731	731	0
State sources: Other	<u>21,503</u>	<u>21,503</u>	<u>0</u>
Total Revenues	<u>77,826</u>	<u>77,826</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	5,416	6,551	(1,136)
Support services:			
Student services	100	100	0
General administration	4,174	4,174	0
Business services	2,590	2,590	0
Plant services	56,080	56,461	(381)
Student transportation services	<u>12,926</u>	<u>12,926</u>	<u>0</u>
Total Expenditures	<u>81,286</u>	<u>82,802</u>	<u>(1,517)</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(3,459)</u>	<u>(4,976)</u>	<u>(1,517)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	5,000	5,000	0
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>0</u>
Total Other Financing (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(3,459)	(4,976)	(1,517)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>29,588</u>	<u>29,588</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 26,109</u>	<u>\$ 24,592</u>	<u>\$ (1,517)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-3

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

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 28,307	\$ 28,307	\$ 0
Interest earnings	185	185	0
Other	55,590	55,590	0
State sources: Other	11,291	11,291	0
Total Revenues	95,373	95,373	0
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	4,786	4,787	(1)
Support services:			
Student services	100	100	0
General administration	995	996	(1)
School administration	463	463	0
Plant services	82,272	82,377	(105)
Student transportation services	7,292	7,292	0
Total Expenditures	95,908	96,015	(107)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(535)	(642)	(107)
OTHER FINANCING SOURCES (USES)			
Transfers in	10,000	11,000	1,000
Transfers out	(10,000)	(10,000)	0
Total Other Financing Sources (Uses)	0	1,000	1,000
Net Change in Fund Balances	(535)	358	893
FUND BALANCE AT BEGINNING OF YEAR	4,322	4,322	0
FUND BALANCE AT END OF YEAR	\$ 3,787	\$ 4,680	\$ 893

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-4

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

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 134,109	\$ 134,109	\$ 0
Interest earnings	9,010	9,010	0
State sources: Other	9,604	9,604	0
Total Revenues	152,723	152,723	0
EXPENDITURES			
Current:			
Instruction:			
Regular programs	482	482	0
Other instructional programs	4,315	4,315	0
Support services:			
Student services	60	60	0
General administration	4,274	4,274	0
Plant services	130,838	134,337	(3,499)
Student transportation services	5,111	5,111	0
Total Expenditures	145,080	148,579	(3,499)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	7,643	4,144	(3,499)
OTHER FINANCING SOURCES (USES)			
Transfers out	(14,300)	(14,800)	(500)
Total Other Financing Sources (Uses)	(14,300)	(14,800)	(500)
Net Change in Fund Balances	(6,657)	(10,656)	(3,999)
FUND BALANCE AT BEGINNING OF YEAR	228,440	228,440	0
FUND BALANCE AT END OF YEAR	\$ 221,783	\$ 217,784	\$ (3,999)



**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-5

\*\*\*\*\*WARD 4 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 141,578	\$ 141,578	\$ 0
Interest earnings	5,108	5,108	0
Other	15,000	15,000	0
State sources: Other	<u>11,313</u>	<u>11,313</u>	<u>0</u>
Total Revenues	<u>172,999</u>	<u>172,999</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,220	1,220	0
Other instructional programs	7,423	7,423	0
Support services:			
Student services	280	280	0
General administration	4,578	4,578	0
Plant services	195,742	197,600	(1,858)
Student transportation services	11,400	11,400	0
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>220,643</u>	<u>222,501</u>	<u>(1,858)</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>(47,644)</b>	<b>(49,502)</b>	<b>(1,858)</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>155,158</u>	<u>155,158</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 107,514</u>	<u>\$ 105,656</u>	<u>\$ (1,858)</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 8-6

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 245,073	\$ 245,073	0
Interest earnings	23,292	23,292	0
Other	15,200	15,200	0
State sources: Other	<u>9,501</u>	<u>9,501</u>	<u>0</u>
Total Revenues	<u>293,066</u>	<u>293,066</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	0	0	0
Special programs	0	0	0
Other instructional programs	3,306	3,306	0
Support services:			
Student services	160	160	0
General administration	13,935	13,935	0
School administration	3,843	3,843	0
Business services	4,895	4,895	0
Plant services	70,256	70,256	0
Student transportation services	4,849	4,849	0
Capital outlay	<u>21,067</u>	<u>21,067</u>	<u>0</u>
Total Expenditures	<u>122,111</u>	<u>122,111</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	170,955	170,955	0
FUND BALANCE AT BEGINNING OF YEAR	<u>534,510</u>	<u>534,510</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 705,465</u>	<u>\$ 705,465</u>	<u>0</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006**

Exhibit 6-7

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 34,986	\$ 34,986	\$ 0
Interest earnings	387	387	0
State sources: Other	<u>5,881</u>	<u>5,881</u>	<u>0</u>
Total Revenues	<u>41,254</u>	<u>41,254</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,489	1,489	0
Other instructional programs	6,328	6,328	0
Support services:			
Student services	60	60	0
General administration	1,498	1,498	0
Plant services	21,575	21,695	(120)
Student transportation services	<u>4,300</u>	<u>4,300</u>	<u>0</u>
Total Expenditures	<u>35,250</u>	<u>35,370</u>	<u>(120)</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	6,004	5,884	(120)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>8,449</u>	<u>8,449</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 14,453</u>	<u>\$ 14,333</u>	<u>\$ (120)</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-8

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 111,493	\$ 111,493	\$ 0
Interest earnings	3,093	3,093	0
Other	0	0	0
State sources: Other	20,735	20,735	0
Federal sources	14,160	14,160	0
<b>Total Revenues</b>	<u>149,481</u>	<u>149,481</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	0	0	0
Other instructional programs	13,481	13,481	0
Support services:			
Student services	180	180	0
General administration	5,906	5,906	0
Plant services	123,662	108,396	15,266
Student transportation services	40,938	40,938	0
Capital outlay	0	15,289	(15,289)
<b>Total Expenditures</b>	<u>184,167</u>	<u>184,190</u>	<u>(23)</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(34,686)</u>	<u>(34,709)</u>	<u>(23)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	16,276	16,276	0
Transfers out	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>16,276</u>	<u>16,276</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	<u>(18,410)</u>	<u>(18,433)</u>	<u>(23)</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>105,535</u>	<u>105,535</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 87,125</u>	<u>\$ 87,102</u>	<u>\$ (23)</u>

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

Exhibit 6-9

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 31,866	\$ 31,866	\$ 0
Interest earnings	569	569	0
State sources: Other	<u>7,102</u>	<u>7,102</u>	<u>0</u>
Total Revenues	<u>39,337</u>	<u>39,337</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	5,842	5,842	0
Support services:			
Student services	100	100	0
General administration	1,071	1,070	1
School administration	2,893	2,893	0
Plant services	25,393	25,465	(72)
Student transportation services	<u>3,830</u>	<u>3,830</u>	<u>0</u>
Total Expenditures	<u>39,129</u>	<u>39,200</u>	<u>(71)</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	208	137	(71)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>24,449</u>	<u>24,449</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 24,657</u>	<u>\$ 24,586</u>	<u>(71)</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006**

Exhibit 6-10

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 513,292	\$ 513,291	\$ (1)
Federal sources	<u>285,617</u>	<u>285,690</u>	<u>73</u>
 Total Revenues	 <u>798,909</u>	 <u>798,981</u>	 <u>72</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	516,079	517,392	(1,313)
Special programs	130,397	126,423	3,974
Other instructional programs	101,381	101,381	0
Support services:			
Student services	17,402	19,332	(1,930)
Instructional staff support	1,390	1,388	2
General administration	144	144	0
Plant services	<u>3,434</u>	<u>3,434</u>	<u>0</u>
 Total Expenditures	 <u>770,227</u>	 <u>769,494</u>	 <u>733</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 28,682	 29,487	 805
 FUND BALANCE AT BEGINNING OF YEAR	 <u>0</u>	 <u>(127)</u>	 <u>(127)</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 28,682</u>	 <u>\$ 29,360</u>	 <u>\$ 678</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-11

\*\*\*\*\*8G STATE FUNDS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
State sources:			
Other	\$ 215,913	\$ 215,913	\$ 0
Total Revenues	215,913	215,913	0
EXPENDITURES			
Current:			
Instruction:			
Regular programs	114,732	114,850	(118)
Special programs	101,181	101,063	118
Total Expenditures	215,913	215,913	0
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	0	0	0
FUND BALANCE AT END OF YEAR	\$ 0	\$ 0	\$ 0

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006**

**Exhibit 6-12**

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 49,368	\$ 49,368	\$ (2)
 Total Revenues	<u>49,368</u>	<u>49,368</u>	<u>(2)</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	8,261	8,169	92
Support services:			
Student services	40,139	40,229	(90)
General administration	968	968	0
Student transportation services	<u>0</u>	<u>0</u>	<u>0</u>
 Total Expenditures	<u>49,368</u>	<u>49,368</u>	<u>2</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
 FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
 FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>



**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006**

Exhibit 6-13

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 27,231	\$ 27,231	\$ 0
 Total Revenues	<u>27,231</u>	<u>27,231</u>	<u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	8,016	7,988	28
Other instructional programs	186	186	0
Support services:			
Student services	70	70	0
Instructional staff support	18,535	18,563	(28)
General administration	<u>424</u>	<u>424</u>	<u>0</u>
 Total Expenditures	<u>27,231</u>	<u>27,231</u>	<u>0</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
 FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
 FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

**Exhibit 6-14**

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 43,026	\$ 43,026	0
Federal sources	<u>64,857</u>	<u>64,857</u>	<u>0</u>
 Total Revenues	 <u>107,883</u>	 <u>107,883</u>	 <u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Other instructional programs	107,883	107,883	0
Support services:			
Plant services	<u>0</u>	<u>0</u>	<u>0</u>
 Total Expenditures	 <u>107,883</u>	 <u>107,883</u>	 <u>0</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 0	 0	 0
 FUND BALANCE AT BEGINNING OF YEAR	 <u>0</u>	 <u>0</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 0</u>	 <u>\$ 0</u>	 <u>0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-15

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 263,557	\$ 263,557	\$ 0
<b>Total Revenues</b>	<u>263,557</u>	<u>263,557</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	33,539	32,320	1,219
Special programs	20	20	0
Other instructional programs	190,450	184,010	6,440
Support services:			
Student services	1,280	1,280	0
Instructional staff support	36,051	37,270	(1,219)
School administration	594	594	0
Plant services	1,623	1,623	0
Capital outlay	<u>0</u>	<u>6,440</u>	<u>(6,440)</u>
<b>Total Expenditures</b>	<u>263,557</u>	<u>263,557</u>	<u>0</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-16

\*\*\*\*\*SPECIAL EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 1,942,141	\$ 1,942,429	\$ 288
Total Revenues	1,942,141	1,942,429	288
EXPENDITURES			
Current:			
Instruction:			
Regular programs	54,034	54,033	1
Special programs	1,290,183	1,290,183	0
Support services:			
Student services	255,983	255,983	0
Instructional staff support	194,524	194,524	0
General administration	102,682	102,682	0
School administration	37,965	37,965	0
Business services	3,012	3,012	0
Plant services	4,047	4,047	0
Total Expenditures	1,942,430	1,942,429	1
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(289)	0	289
FUND BALANCE AT BEGINNING OF YEAR	0	0	0
FUND BALANCE AT END OF YEAR	\$ (289)	\$ 0	\$ 289

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-17

\*\*\*\*\*LA 4 STATE AND FEDERAL\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Other	\$ 26,270	\$ 26,370	100
State sources: other	820,692	820,592	(100)
Federal sources	388,186	388,186	0
<b>Total Revenues</b>	<b>1,235,148</b>	<b>1,235,148</b>	<b>0</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,104,292	1,116,884	(12,592)
Special programs	49,214	49,214	0
Support services:			
General administration	18,775	18,775	0
Business services	8	8	0
Plant services	46,457	33,027	13,430
Student transportation services	0	838	(838)
Food services	16,402	16,402	0
<b>Total Expenditures</b>	<b>1,235,148</b>	<b>1,235,148</b>	<b>0</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-18

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

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Local sources:			
Interest earnings	\$ 1,063	\$ 1,063	\$ 0
Food services	849,265	849,265	0
State sources:			
Equalization	459,101	459,101	0
Federal sources	2,322,879	2,324,128	1,249
<b>Total Revenues</b>	<u>3,632,308</u>	<u>3,633,557</u>	<u>1,249</u>
<b>EXPENDITURES</b>			
Current:			
Support services:			
Plant services	21,075	17,965	3,110
Student transportation	132	132	0
Food services	4,826,143	4,745,140	81,003
Capital outlay	0	49,002	(49,002)
<b>Total Expenditures</b>	<u>4,847,350</u>	<u>4,812,239</u>	<u>35,111</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(1,215,042)</u>	<u>(1,178,682)</u>	<u>36,360</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in/out	1,185,899	1,185,899	0
<b>Total Other Financing Sources (Uses)</b>	<u>1,185,899</u>	<u>1,185,899</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	(29,143)	7,217	36,360
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>32,906</u>	<u>31,245</u>	<u>(1,661)</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 3,763</u>	<u>\$ 38,462</u>	<u>\$ 34,699</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-19

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

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Local sources:			
Other	\$ 19,078	\$ 19,078	\$ 0
Total Revenues	19,078	19,078	0
EXPENDITURES			
Current:			
Support services:			
General administration	166	166	0
Plant services	2,893	3,223	(330)
Community service programs	32,237	32,237	0
Total Expenditures	35,296	35,626	(330)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(16,218)	(16,548)	(330)
OTHER FINANCING SOURCES (USES)			
Transfers in	14,300	14,800	500
Total Other Financing Sources (Uses)	14,300	14,800	500
Net Change in Fund Balances	(1,918)	(1,748)	170
FUND BALANCE AT BEGINNING OF YEAR	2,086	2,086	0
FUND BALANCE AT END OF YEAR	\$ 168	\$ 338	\$ 170

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-20

	*****TITLE*****		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 2,203,555	\$ 2,205,437	\$ 1,882
Total Revenues	2,203,555	2,205,437	1,882
EXPENDITURES			
Current:			
Instruction:			
Regular programs	44,454	44,454	0
Special programs	1,857,545	1,859,427	(1,882)
Other instructional programs	280	280	0
Support services:			
Instructional staff support	128,009	128,009	0
General administration	121,626	121,626	0
Business services	1,458	1,458	0
Plant services	50,183	50,183	0
Total Expenditures	2,203,555	2,205,437	(1,882)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	0	0	0
FUND BALANCE AT END OF YEAR	\$ 0	\$ 0	\$ 0



VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-21

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 79,118	\$ 79,147	\$ 29
Total Revenues	<u>79,118</u>	<u>79,147</u>	<u>29</u>
EXPENDITURES			
Current			
Instruction:			
Regular programs	54,181	54,181	0
Other instructional programs	23,642	23,642	0
Support services:			
General administration	<u>1,295</u>	<u>1,324</u>	<u>(29)</u>
Total Expenditures	<u>79,118</u>	<u>79,147</u>	<u>(29)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006

Exhibit 6-22

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 593,094	\$ 593,379	\$ 285
Total Revenues	593,094	593,379	285
EXPENDITURES			
Current:			
Instruction:			
Regular programs	557,904	558,190	(286)
Special programs	3,625	3,625	0
Support services:			
General administration	31,565	31,564	1
Total Expenditures	593,094	593,379	(285)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	0	0	0
FUND BALANCE AT END OF YEAR	\$ 0	\$ 0	\$ 0

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Year Ended June 30, 2006**

**Exhibit 6-23**

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 9,017	\$ 9,017	\$ 0
 Total Revenues	<u>9,017</u>	<u>9,017</u>	<u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	8,114	8,114	0
Special programs	271	271	0
Support services:			
General administration	158	158	0
Student transportation services	<u>474</u>	<u>474</u>	<u>0</u>
 Total Expenditures	<u>9,017</u>	<u>9,017</u>	<u>0</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
 FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
 FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**In Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

Exhibit 6-24

*****SALES TAX*****			
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Local sources:			
Other	\$ 344,864	\$ 344,864	\$ 0
Total Revenues	<u>344,864</u>	<u>344,864</u>	<u>0</u>
<b>EXPENDITURES</b>			
Current:			
Support services:			
General administration	70,879	70,879	0
Business services	2,620	2,620	0
Plant services	<u>2,560</u>	<u>2,560</u>	<u>0</u>
Total Expenditures	<u>76,059</u>	<u>76,059</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>268,805</u>	<u>268,805</u>	<u>0</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	3,000	3,000	0
Transfers out	<u>(290,906)</u>	<u>(290,906)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(287,906)</u>	<u>(287,906)</u>	<u>0</u>
Net Change in Fund Balances	(19,101)	(19,101)	0
FUND BALANCE AT BEGINNING OF YEAR	<u>19,536</u>	<u>19,536</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	\$ <u>435</u>	\$ <u>435</u>	\$ <u>0</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

**Exhibit 6-25**

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Federal sources	\$ 1,651,469	\$ 1,651,469	\$ 0
 Total Revenues	<u>1,651,469</u>	<u>1,651,469</u>	<u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	9,668	9,668	0
Special programs	1,329,496	1,280,154	49,342
Other instructional programs	0	0	0
Support services:			
Student services	40	40	0
Instructional staff support	220,405	223,484	(3,059)
General administration	65,012	65,012	0
Business services	500	500	0
Plant services	21,967	15,825	6,142
Student transportation services	4,381	50,664	(46,283)
Capital outlay	<u>0</u>	<u>6,142</u>	<u>(6,142)</u>
 Total Expenditures	<u>1,651,469</u>	<u>1,651,469</u>	<u>0</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
 FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
 FUND BALANCE AT END OF YEAR	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**In Fund Balance - Budget (Non-GAAP Basis) and Actual**  
**For the Year Ended June 30, 2006**

**Exhibit 6-26**

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 153,726	\$ 153,725	\$ (1)
Federal sources	<u>50,376</u>	<u>50,376</u>	<u>0</u>
Total Revenues	<u>204,102</u>	<u>204,101</u>	<u>(1)</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	152,878	152,877	1
Special programs	26,614	26,613	1
Support services:			
Instructional staff support	21,892	21,893	(1)
General administration	2,516	2,516	0
Plant services	<u>202</u>	<u>202</u>	<u>0</u>
Total Expenditures	<u>204,102</u>	<u>204,101</u>	<u>1</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

Exhibit 6-27

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
State sources:			
Other	\$ 172,139	\$ 172,139	\$ 0
 Total Revenues	<u>172,139</u>	<u>172,139</u>	<u>0</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	147,748	145,402	2,346
Special programs	38,130	0	38,130
Other instructional programs	5,868	0	5,868
Support services:			
Student services	0	0	0
Instructional staff support	<u>0</u>	<u>0</u>	<u>0</u>
 Total Expenditures	<u>191,746</u>	<u>145,402</u>	<u>46,344</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(19,607)	26,737	46,344
 <b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	0	34,373	34,373
Transfers out	<u>(34,373)</u>	<u>(34,373)</u>	<u>0</u>
 Total Other Financing Sources (Uses)	<u>(34,373)</u>	<u>0</u>	<u>34,373</u>
 Net Change in Fund Balance	(53,980)	26,737	80,717
 FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>61,634</u>	<u>61,634</u>
 FUND BALANCE AT END OF YEAR	<u>\$ (53,980)</u>	<u>\$ 88,371</u>	<u>\$ 142,351</u>

**Vernon Parish School Board**

**Nonmajor Debt Service Funds**

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

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



VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS

Combining Balance Sheet

June 30, 2006

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
ASSETS				
Cash and cash equivalents	\$ 3,434	\$ 6,117	\$ 6,001	\$ 6,568
Investments	<u>293,392</u>	<u>17,530</u>	<u>50,338</u>	<u>77,001</u>
TOTAL ASSETS	<u>296,826</u>	<u>23,647</u>	<u>56,339</u>	<u>83,569</u>
Fund Balances:				
Reserved for debt service	<u>296,826</u>	<u>23,647</u>	<u>56,339</u>	<u>83,569</u>
TOTAL FUND BALANCES	<u>\$ 296,826</u>	<u>\$ 23,647</u>	<u>\$ 56,339</u>	<u>\$ 83,569</u>

Exhibit 7

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>	<u>TOTAL</u>
\$ 15,874	\$ 2,727	\$ 17,079	\$ 9,002	\$ 2,559	69,361
<u>99,710</u>	<u>156,277</u>	<u>105,766</u>	<u>121,804</u>	<u>57,008</u>	<u>978,826</u>
<u>115,584</u>	<u>159,004</u>	<u>122,845</u>	<u>130,806</u>	<u>59,567</u>	<u>1,048,187</u>
<u>115,584</u>	<u>159,004</u>	<u>122,845</u>	<u>130,806</u>	<u>59,567</u>	<u>1,048,187</u>
<u>\$ 115,584</u>	<u>\$ 159,004</u>	<u>\$ 122,845</u>	<u>\$ 130,806</u>	<u>\$ 59,567</u>	<u>\$ 1,048,187</u>

**VERNON PARISH SCHOOL BOARD**

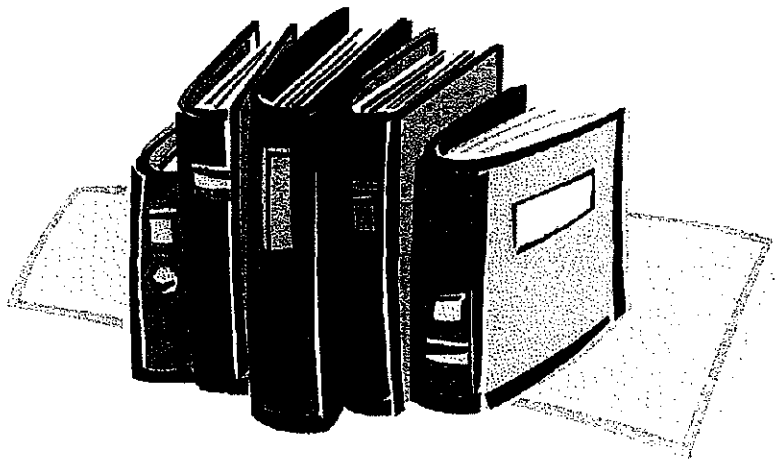
**NONMAJOR DEBT SERVICE FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2006**

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 442,756	\$ 142,884	\$ 136,903	\$ 117,065
Interest earnings	6,745	983	1,309	3,040
Total Revenues	<u>449,501</u>	<u>143,867</u>	<u>138,212</u>	<u>120,105</u>
<b>EXPENDITURES</b>				
Current:				
Support services:				
General administration	14,357	4,918	4,817	3,730
Business services	0	0	350	0
Debt service:				
Principal retirement	185,000	135,000	63,000	35,000
Interest and bank charges	225,186	9,355	51,095	48,750
Total Expenditures	<u>424,543</u>	<u>149,273</u>	<u>119,262</u>	<u>87,480</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>24,958</u>	<u>(5,406)</u>	<u>18,950</u>	<u>32,625</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	0	0	0	0
Transfers out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	<u>24,958</u>	<u>(5,406)</u>	<u>18,950</u>	<u>32,625</u>
<b>FUND BALANCES - BEGINNING</b>	<u>271,868</u>	<u>29,053</u>	<u>37,389</u>	<u>50,944</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 296,826</u>	<u>\$ 23,647</u>	<u>\$ 56,339</u>	<u>\$ 83,569</u>

Exhibit 8

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8	TOTAL
\$ 459,977	\$ 431,956	\$ 129,414	\$ 386,109	\$ 161,573	\$ 2,408,637
5,055	3,653	3,813	4,145	1,190	29,933
465,032	435,609	133,227	390,254	162,763	2,438,570
14,874	18,337	4,342	20,318	5,412	91,105
0	0	0	0	0	350
260,000	187,000	49,875	190,000	95,000	1,199,875
176,782	175,510	78,833	211,270	6,445	983,226
451,656	380,847	133,050	421,588	106,857	2,274,556
13,376	54,762	177	(31,334)	55,906	164,014
0	0	0	0	2,000	2,000
0	0	0	0	(2,000)	(2,000)
0	0	0	0	0	0
13,376	54,762	177	(31,334)	55,906	164,014
102,208	104,242	122,668	162,140	3,661	884,173
\$ 115,584	\$ 159,004	\$ 122,845	\$ 130,806	\$ 59,567	\$ 1,048,187

**Vernon Parish School Board**



**Vernon Parish School Board**

**Nonmajor Capital Project Funds**

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

**Ward 6 Wardwide Construction Fund** was set up to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building renovations.

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

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

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

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

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**Combining Balance Sheet**  
**June 30, 2006**

	WARD 1 CONSTRUCTION SCHOOL DISTRICT 16	WARD 6 WARDWIDE CONSTRUCTION	ROSEFINE CONSTRUCTION
<b>ASSETS</b>			
Cash and cash equivalents	\$ 408,815	\$ 0	\$ 10,500
Total Assets	<u>408,815</u>	<u>0</u>	<u>10,500</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts, salaries and other payables	18,386	0	0
Retainage payable	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>18,386</u>	<u>0</u>	<u>0</u>
<b>Fund Equity</b>			
Fund balances:			
Undesignated	<u>390,429</u>	<u>0</u>	<u>10,500</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 408,815</u>	<u>\$ 0</u>	<u>\$ 10,500</u>

Exhibit 9

<u>PITKIN</u> <u>CONSTRUCTION</u>	<u>HICKS</u> <u>CONSTRUCTION</u>	<u>PICKERING</u> <u>CONSTRUCTION</u>	<u>TOTAL</u>
\$ 0	\$ 3,006	\$ 571,036	\$ 993,357
<u>0</u>	<u>3,006</u>	<u>571,036</u>	<u>993,357</u>
0	0	255,143	273,529
<u>0</u>	<u>0</u>	<u>131,120</u>	<u>131,120</u>
0	0	386,263	404,649
<u>0</u>	<u>3,006</u>	<u>184,773</u>	<u>588,708</u>
\$ 0	\$ 3,006	\$ 571,036	\$ 993,357



**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2006**

	WARD 1 CONSTRUCTION SCHOOL DISTRICT 16	WARD 6 WARDWIDE CONSTRUCTION	ROSEPINE CONSTRUCTION
<b>REVENUES</b>			
Local sources:			
Interest earnings	\$ 4,409	\$ 8	\$ 1,590
Total Revenues	<u>4,409</u>	<u>8</u>	<u>1,590</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	0	0	0
Support services:			
Business services	0	0	0
Plant services	37,533	1,360	32,388
Capital outlay	<u>56,656</u>	<u>0</u>	<u>334,377</u>
Total Expenditures	<u>94,189</u>	<u>1,360</u>	<u>366,765</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(89,780)</u>	<u>(1,352)</u>	<u>(365,175)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	17,063	0	0
Transfers out	<u>(17,063)</u>	<u>0</u>	<u>0</u>
Total Other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(89,780)	(1,352)	(365,175)
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>480,209</u>	<u>1,352</u>	<u>375,675</u>
<b>FUND BALANCES AT END YEAR</b>	<u>\$ 390,429</u>	<u>\$ 0</u>	<u>\$ 10,500</u>

Exhibit 10

<u>PITKIN</u>	<u>HICKS</u>	<u>PICKERING</u>	<u>TOTAL</u>
<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>	<u>CONSTRUCTION</u>	
\$ 1,403	\$ 17	\$ 17,431	\$ 24,858
<u>1,403</u>	<u>17</u>	<u>17,431</u>	<u>24,858</u>
0	0	0	0
0	83	0	83
16,802	928	30,067	118,878
<u>97,846</u>	<u>0</u>	<u>2,488,872</u>	<u>2,977,751</u>
<u>114,448</u>	<u>1,011</u>	<u>2,518,939</u>	<u>3,096,712</u>
<u>(113,045)</u>	<u>(994)</u>	<u>(2,501,508)</u>	<u>(3,071,854)</u>
0	4,000	0	21,063
<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,063)</u>
<u>0</u>	<u>4,000</u>	<u>0</u>	<u>4,000</u>
(113,045)	3,006	(2,501,508)	(3,067,854)
<u>113,045</u>	<u>0</u>	<u>2,686,281</u>	<u>3,658,562</u>
\$ 0	\$ 3,006	\$ 184,773	\$ 588,708

**Vernon Parish School Board**

**Agency Funds**

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

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

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

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS  
Combining Statement of Fiduciary Assets and Liabilities  
June 30, 2006

Exhibit 11

	<u>SCHOOL ACTIVITIES FUND</u>	<u>SCHOLARSHIP FUND</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 964,109	\$ 2,905	\$ 967,014
Investments	<u>177,490</u>	<u>0</u>	<u>177,490</u>
Total assets	<u>1,141,599</u>	<u>2,905</u>	<u>1,144,504</u>
<b>LIABILITIES</b>			
Deposits due others	<u>1,141,599</u>	<u>2,905</u>	<u>1,144,504</u>
Total liabilities	<u>\$ 1,141,599</u>	<u>\$ 2,905</u>	<u>\$ 1,144,504</u>

**VERNON PARISH SCHOOL BOARD**

**AGENCY FUNDS**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Year Ended June 30, 2006**

Exhibit 12

	Balance, Beginning	Additions	Deductions	Balance, Ending
<b>*****SCHOOL ACTIVITIES FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 903,299	\$ 3,296,328	\$ 3,235,518	\$ 964,109
Investments	<u>119,115</u>	<u>58,375</u>	<u>0</u>	<u>177,490</u>
<b>Total Assets</b>	<b><u>\$ 1,022,414</u></b>	<b><u>\$ 3,354,703</u></b>	<b><u>\$ 3,235,518</u></b>	<b><u>\$ 1,141,599</u></b>
<b>LIABILITIES</b>				
Deposits due others	<u>\$ 1,022,414</u>	<u>\$ 3,354,703</u>	<u>\$ 3,235,518</u>	<u>\$ 1,141,599</u>
<b>*****SCHOLARSHIP FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	<u>\$ 2,608</u>	<u>\$ 1,542</u>	<u>\$ 1,245</u>	<u>\$ 2,905</u>
<b>LIABILITIES</b>				
Deposits due others	<u>\$ 2,608</u>	<u>\$ 1,542</u>	<u>\$ 1,245</u>	<u>\$ 2,905</u>
<b>*****SALES TAX FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	<u>\$ 0</u>	<u>\$ 23,161,283</u>	<u>\$ 23,161,283</u>	<u>\$ 0</u>
<b>LIABILITIES</b>				
Deposits due other taxing authorities	<u>\$ 0</u>	<u>\$ 23,161,283</u>	<u>\$ 23,161,283</u>	<u>\$ 0</u>
<b>*****ALL AGENCY FUNDS*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 905,907	\$ 26,459,153	\$ 26,398,046	\$ 967,014
Investments	<u>119,115</u>	<u>58,375</u>	<u>0</u>	<u>177,490</u>
<b>Total Assets</b>	<b><u>\$ 1,025,022</u></b>	<b><u>\$ 26,517,528</u></b>	<b><u>\$ 26,398,046</u></b>	<b><u>\$ 1,144,504</u></b>
<b>LIABILITIES</b>				
Deposits due others	\$ 1,025,022	\$ 3,358,245	\$ 3,238,763	\$ 1,144,504
Deposits due other taxing authorities	<u>0</u>	<u>23,161,283</u>	<u>23,161,283</u>	<u>0</u>
<b>Total Liabilities</b>	<b><u>\$ 1,025,022</u></b>	<b><u>\$ 26,517,528</u></b>	<b><u>\$ 26,398,046</u></b>	<b><u>\$ 1,144,504</u></b>

**VERNON PARISH SCHOOL BOARD**

**SCHOOL ACTIVITIES AGENCY FUND**  
**Schedule of Changes in Deposits Due Others**  
**For the Year Ended June 30, 2006**

**Exhibit 13**

<b>SCHOOL</b>	<b>Balance, Beginning</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance, Ending</b>
ANACOCO HIGH	\$ 53,415	\$ 216,651	\$ 211,223	\$ 58,843
ANACOCO ELEMENTARY	38,224	88,268	99,633	26,859
EAST LEESVILLE ELEMENTARY	17,115	61,803	56,497	22,421
EVANS	33,627	85,166	96,530	22,263
HICKS	40,333	139,879	134,056	46,156
 HORNBECK	 29,879	 145,519	 136,708	 38,690
LEESVILLE HIGH	215,473	1,169,386	1,168,583	216,276
LEESVILLE JUNIOR HIGH	31,819	91,158	104,583	18,394
NORTH POLK ELEMENTARY	47,252	76,148	66,388	58,012
OPTIONAL SCHOOL	784	1,752	1,949	587
 PICKERING HIGH	 61,103	 188,898	 176,845	 73,156
PICKERING ELEMENTARY	47,629	128,229	117,788	58,070
PITKIN HIGH	130,621	217,404	131,639	216,386
ROSEFINE HIGH	70,616	238,122	243,894	64,844
ROSEFINE ELEMENTARY	46,875	113,975	95,066	65,784
 SIMPSON	 53,207	 98,710	 101,195	 50,722
SOUTH POLK ELEMENTARY	39,739	52,599	55,456	36,882
VERNON ELEMENTARY	34,276	145,824	142,735	37,365
WEST LEESVILLE ELEMENTARY	27,041	62,148	62,133	27,056
WEST LEESVILLE PRESCHOOL	<u>3,386</u>	<u>33,064</u>	<u>33,617</u>	<u>2,833</u>
 <b>TOTAL</b>	 <b>\$ 1,022,414</b>	 <b>\$ 3,354,703</b>	 <b>\$ 3,235,518</b>	 <b>\$ 1,141,599</b>

**SCHEDULE OF COMPENSATION PAID  
BOARD MEMBERS**

**Vernon Parish School Board**

**General**

**Schedule of Compensation Paid Board Members  
For the Year Ended June 30, 2006**

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

Robert Pynes, Jr., President	\$ 10,200
Ricky Reese, Vice President	9,600
James K. Arnes	9,600
Glennie Farris	4,000
Willis Farris	3,200
Beryl Ford	1,600
Maxine Gunn	2,400
Phillip Gunn	6,400
Millard Harris	9,600
Burrell Harvey	7,200
M. Gene Haymon	10,200
William R. Martin	9,600
Gaye Mc Kee	9,600
Mike Perkins	1,600
Mark Smith	9,600
Betty Westerchil	<u>9,600</u>
TOTAL	<u>\$114,000</u>



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

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR DEBT SERVICE FUND - WARD 6**  
**Comparative Balance Sheets**  
**June 30, 2005 and 2006**

Exhibit 14

	<u>2005</u>	<u>2006</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 20,741	\$ 17,079
Investments	101,926	105,766
Receivables	<u>0</u>	<u>0</u>
<b>TOTAL ASSETS</b>	<u>122,667</u>	<u>122,845</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Interfund payables	<u>0</u>	<u>0</u>
<b>Fund Balances:</b>		
Reserved for debt service	<u>122,667</u>	<u>122,845</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 122,667</u>	<u>\$ 122,845</u>

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR DEBT SERVICE FUND - WARD 6**  
**Comparative Statements of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Years Ended June 30, 2005 and 2006**

Exhibit 15

	<u>2005</u>	<u>2006</u>
<b>REVENUES</b>		
Local sources:		
Taxes:		
Ad valorem	\$ 139,199	\$ 129,414
Interest earnings	1,628	3,813
Other	<u>0</u>	<u>0</u>
Total Revenues	<u>140,827</u>	<u>133,227</u>
<b>EXPENDITURES</b>		
Current:		
Support services:		
General administration	4,842	4,342
Debt service:		
Principal retirement	49,204	49,875
Interest and bank charges	<u>79,504</u>	<u>78,833</u>
Total Expenditures	<u>133,550</u>	<u>133,050</u>
<b>EXCESS (Deficiency) OF REVENUES</b>		
<b>OVER EXPENDITURES</b>	7,277	177
<b>FUND BALANCES - BEGINNING</b>	<u>115,390</u>	<u>122,668</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 122,667</u>	<u>\$ 122,845</u>

**Vernon Parish School Board**

**Schedule of Insurance  
For the Year Ended June 30, 2006**

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

<u>Type of Coverage</u>	<u>Policy Effective Date</u>	<u>Policy Expiration Date</u>	<u>Amount of Deductible</u>	<u>Amount of Policy Coverage</u>
Fire & Extended Coverage	7/1/05	7/1/06	\$100,000	\$128,322,353
General Liability	7/1/05	7/1/06	25,000	1,000,000 3,000,000
Workers' Compensation	8/1/04	8/1/06	250,000	1,000,000
Employee Fidelity	7/1/05	7/1/06	5,000	250,000
Vehicle Collision & Liability	7/1/05	7/1/06	500	2,000,000
Board Members' Officers Liability	7/1/05	7/1/06	25,000	1,000,000

**Vernon Parish School Board**

**Reserve Account  
For the Year Ended June 30, 2006**

The Vernon Parish School Board maintains a sinking fund bank account for Ward VI Wardwide School District #161. This account is used to fund annual debt service payments for the two bond issuances in Ward VI from the United States Department of Agriculture Rural Development.

The following is the detail of the two bond issuances:

<u>Date of Issuance</u>	<u>Original Amount</u>	<u>Amount Drawn to Date</u>	<u>June 30, 2006 Principal Outstanding</u>
November 16, 1993	\$1,500,000	\$1,500,000	\$1,137,780
April 25, 2002	450,000	450,000	427,082

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# STATISTICAL SECTION

**Vernon Parish School Board**  
**Statistical Section**  
**Contents**

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**Financial Trends**

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

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Changes in Net Assets	2	128
Fund Balances of Governmental Funds	3	129
Changes in Fund Balances of Governmental Funds	4	130

**Revenue Capacity**

These schedules contain information to help the reader assess one of the School Board's most significant local revenue sources, property tax.

Assessed Value and Estimated Actual Value of Taxable Property	5	131
Overlapping Governments	6	132
Principal Property Taxpayers	7	133
Property Tax Levies and Collections	8	134

**Debt Capacity**

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

Ratios of Outstanding Debt by Type	9	135
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Direct and Overlapping Governmental Activities Debt	11	137
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**Vernon Parish School Board  
Statistical Section  
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<b>Demographic and Economic Information</b>		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
Demographic and Economic Statistics	13	139
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These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
School Personnel	15	141
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report (CAFR) for the relevant year.

(concluded)



**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Net Assets by Component  
Fiscal Years Ended June 30, 1999 through June 30, 2006  
(Accrual Basis of Accounting)

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

Source: Comprehensive Annual Financial Report

Table 2

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Changes in Net Assets  
Fiscal Years Ended June 30, 1999 through June 30, 2006  
(Accrual Basis of Accounting)

	1999	2000	2001	2002	2003	2004	2005	2006
<b>Expenses</b>								
Instruction:								
Regular programs	\$ 24,102,950	\$ 25,005,721	\$ 25,342,208	\$ 27,048,089	\$ 28,090,994	\$ 29,434,612	\$ 30,944,989	\$ 33,012,955
Special programs	8,552,071	8,814,006	10,748,989	11,219,895	11,839,139	12,434,267	13,868,144	14,780,498
Other instructional programs	4,227,693	4,002,734	2,404,456	2,583,517	3,072,432	2,820,695	3,252,453	3,434,608
Support services:								
Student services	2,287,819	2,432,470	2,362,617	2,609,415	2,708,577	2,919,505	3,065,160	3,078,977
Instructional staff support	2,377,649	2,382,612	2,427,288	2,459,031	2,497,430	2,493,424	2,649,660	2,671,572
General administration	1,255,811	1,400,490	1,355,382	1,403,282	1,529,382	1,467,866	1,582,637	1,539,209
School administration	2,802,128	3,157,004	3,683,155	3,552,513	3,506,421	3,197,609	3,844,721	4,029,281
Business services	462,438	528,529	524,140	466,844	557,772	519,636	505,065	515,413
Plant services	5,337,504	5,473,467	5,581,469	5,766,648	6,072,446	6,276,572	6,528,526	7,259,883
Student transportation services	4,208,452	4,109,943	4,046,400	4,303,580	4,664,597	5,070,014	5,479,318	5,751,312
Central services	227,943	385,528	519,499	631,498	460,289	443,887	516,118	415,655
Food services	4,062,996	4,072,033	4,145,461	4,261,555	4,314,613	4,731,816	5,284,644	5,286,207
Community services	1,466	5,067	6,839	10,293	33,344	44,510	67,114	84,272
Interest on long-term debt	560,741	415,679	589,054	479,947	622,087	965,518	950,440	914,995
Total expenses	60,467,461	62,185,283	63,736,957	66,776,107	69,949,523	73,219,931	78,338,989	82,774,817
<b>Program Revenues</b>								
Charges for services:								
Food Service Operations	739,704	727,610	748,871	751,751	725,389	732,474	832,657	849,265
Operating Grants and Contributions	11,849,355	13,449,561	8,444,148	8,481,376	9,548,849	11,417,563	10,743,809	13,320,942
Capital Grants and Contributions	227,385	0	0	0	0	0	0	0
Total program revenues	12,816,444	14,177,171	9,193,019	9,233,127	10,274,238	12,150,037	11,576,466	14,170,207
Net (Expense) / Revenue	(47,651,017)	(48,008,112)	(54,543,938)	(57,542,980)	(59,675,285)	(61,069,894)	(66,962,523)	(68,604,610)
<b>General Revenues and Other Changes in Net Assets</b>								
Taxes								
Ad valorem taxes levied for general purposes	1,740,652	2,081,388	2,046,360	1,957,804	2,078,839	2,042,171	2,253,405	2,422,564
Ad valorem taxes levied for debt service purposes	1,410,027	1,581,419	1,283,570	1,216,184	1,666,123	2,150,675	2,355,516	2,408,637
Sales taxes	6,931,159	7,081,312	7,957,256	7,260,026	7,470,030	8,353,516	9,283,499	9,790,746
Grants and contributions not restricted to specific programs	38,116,199	36,433,806	38,338,588	40,010,182	40,906,890	42,492,109	43,419,995	46,000,006
State revenue sharing	355,318	296,201	303,965	293,077	280,362	131,073	278,754	280,331
Interest and investment earnings	419,978	484,683	472,620	307,077	230,877	178,219	303,404	607,089
Impact Aid, Department of Defense, ROTC	0	0	5,070,191	6,038,767	6,904,128	7,832,160	8,302,222	8,312,798
Miscellaneous	361,595	742,593	766,633	1,382,689	1,361,197	305,577	622,646	1,040,905
Special items- Gain on sale of assets	2,500	0	0	0	0	0	0	0
Total	47,837,428	48,703,602	56,241,183	58,465,806	60,898,446	63,485,900	66,824,441	70,803,076
Change in Net Assets	\$ (313,589)	\$ 695,490	\$ 1,697,245	\$ 922,826	\$ 1,223,161	\$ 2,415,606	\$ (138,082)	\$ 2,198,466

Source: Comprehensive Annual Financial Report

Notes: GASB Statement No. 34 was implemented for the year ended June 30, 1999.

Table 3

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

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

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General Fund										
Reserved	\$ 276,969	\$ 276,955	\$ 291,266	\$ 302,647	\$ 318,498	\$ 763,332	\$ 1,109,165	\$ 846,320	\$ 648,089	\$ 663,900
Unreserved	978,826	1,796,460	1,218,924	1,387,849	3,400,217	4,113,536	5,004,214	7,061,986	8,055,122	9,221,797
Total general fund	<u>1,255,795</u>	<u>2,073,415</u>	<u>1,510,190</u>	<u>1,690,496</u>	<u>3,718,715</u>	<u>4,876,868</u>	<u>6,113,379</u>	<u>7,908,306</u>	<u>8,703,211</u>	<u>9,885,697</u>
All Other Governmental Funds										
Reserved	1,427,728	1,289,670	1,374,349	1,595,803	1,499,163	1,271,903	1,161,530	1,058,868	884,171	1,048,187
Unreserved, reported in:										
Special revenue funds	723,026	1,033,072	909,276	767,243	1,265,121	1,293,990	1,521,149	2,479,768	1,488,298	1,659,723
Capital projects funds	567	567	567	0	533,826	26,410	(196,660)	7,240,620	3,656,562	588,708
Total all other governmental funds	<u>2,151,321</u>	<u>2,323,309</u>	<u>2,284,192</u>	<u>2,363,046</u>	<u>3,298,110</u>	<u>2,592,303</u>	<u>2,486,019</u>	<u>10,779,236</u>	<u>6,029,031</u>	<u>3,296,618</u>
Grand total of funds	<u>3,407,116</u>	<u>4,396,724</u>	<u>3,794,382</u>	<u>4,053,542</u>	<u>7,016,825</u>	<u>7,469,171</u>	<u>8,599,398</u>	<u>18,687,562</u>	<u>14,732,242</u>	<u>13,182,315</u>

Source: Comprehensive Annual Financial Report

Table 4

**VERNON PARISH SCHOOL BOARD**  
Levittown, Louisiana

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

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b>Revenues</b>										
Ad valorem taxes	\$ 3,192,482	\$ 3,233,894	\$ 3,150,679	\$ 3,653,007	\$ 3,309,950	\$ 3,173,988	\$ 3,744,962	\$ 4,199,346	\$ 4,608,921	\$ 4,831,201
Sales & use taxes	6,472,855	7,816,490	6,931,159	7,081,312	7,957,255	7,268,066	7,470,838	8,553,516	9,583,499	9,739,746
Investment earnings	375,229	444,775	419,978	484,983	472,620	307,977	230,877	178,219	383,404	607,089
Food services	712,616	728,488	799,704	727,610	748,871	751,791	725,289	732,474	832,637	849,265
Other revenues	281,635	346,793	361,295	815,404	833,695	752,816	675,372	824,528	1,028,531	1,079,091
Total revenues from local sources	10,958,957	13,630,159	11,603,115	12,773,016	13,322,373	12,245,158	13,946,638	14,331,585	16,038,072	17,097,292
Revenue from state sources:										
Equalization	32,314,094	33,682,186	35,914,250	36,134,378	38,164,424	39,662,112	40,446,843	41,172,818	43,052,370	45,664,496
Other	1,843,705	2,450,145	2,229,213	1,822,985	1,887,255	2,009,912	2,334,643	2,602,043	3,789,519	2,406,923
Total revenue from state sources	35,057,799	36,132,331	38,143,463	37,957,363	40,051,679	41,672,024	42,781,486	44,774,861	46,841,889	48,071,424
Revenue from federal sources	8,724,347	10,925,677	10,408,814	12,224,285	12,281,123	13,923,089	15,415,164	17,099,844	17,794,193	19,864,156
Total Revenues	54,779,113	59,678,078	60,154,372	62,954,584	65,645,175	67,840,271	71,343,289	76,204,288	79,614,094	85,032,972
<b>Expenditures:</b>										
Current:										
Instruction services	36,745,279	34,222,594	35,631,257	34,353,799	37,004,719	39,623,863	41,729,832	43,326,493	42,030,215	50,249,402
Student services	1,763,352	1,990,586	2,287,819	2,437,470	2,362,617	2,609,412	2,708,377	2,919,540	3,063,160	3,076,977
Instructional staff support	2,187,309	2,371,133	2,356,556	2,316,776	2,402,753	2,412,727	2,434,692	2,490,086	2,643,594	2,676,497
General administration	1,445,272	1,470,242	1,253,083	1,377,629	1,396,717	1,499,323	1,538,176	1,778,001	1,753,511	1,579,338
School administration	2,437,416	2,832,716	2,734,292	3,089,327	3,684,658	3,496,943	3,445,814	3,545,408	3,780,757	3,958,889
Business services	398,485	476,634	434,782	524,833	519,508	461,613	532,250	518,041	500,699	514,653
Plant services	4,679,651	4,939,685	5,299,717	5,824,293	5,531,014	5,633,988	6,060,940	6,239,112	6,495,144	7,226,582
Student transportation services	3,956,429	4,226,081	4,186,257	4,092,754	4,027,091	4,263,679	4,612,681	5,066,296	5,424,712	5,716,148
Central services	151,583	184,251	227,943	383,528	519,499	631,684	460,289	443,887	516,118	435,455
Food service	3,641,239	3,448,241	3,963,156	3,973,686	4,086,088	4,119,817	4,234,825	4,530,801	5,008,293	5,077,443
Community services	908	900	1,466	5,067	6,829	10,253	32,344	44,310	67,114	84,272
Capital Outlay	1,048,404	388,170	863,785	1,442,711	640,281	1,210,321	2,759,105	4,609,624	7,063,493	3,827,917
Debt service:										
Principal	705,204	877,231	849,314	870,431	924,259	968,242	1,171,653	1,550,419	1,281,204	1,199,875
Interest	745,554	781,584	578,364	543,500	505,773	487,832	562,466	833,472	873,060	963,226
Advanced borrow funding	0	139,594	0	0	0	0	0	0	307,402	0
Total Expenditures	53,826,777	58,711,122	60,953,549	62,871,724	63,324,795	67,440,031	72,340,634	77,923,435	83,612,918	86,582,884
Excess of revenue over (under) expenditures	979,436	967,956	147,823	88,860	2,320,380	402,246	(1,117,344)	(1,720,167)	(7,198,824)	(1,549,922)
<b>Other Financing Sources (Uses)</b>										
Proceeds from borrowing	0	0	0	0	0	59,000	5,856,500	8,200,000	4,938,500	0
Proceeds from refunding	0	2,378,000	0	0	0	0	0	0	0	0
Payments to borrow agents	0	(2,378,000)	0	0	0	0	0	0	(1,715,000)	0
Transfers in	602,671	1,207,150	944,848	775,722	939,430	1,091,283	945,309	0	1,362,343	1,747,442
Transfers out	(602,671)	(1,207,150)	(944,848)	(775,722)	(939,430)	(1,091,283)	(945,309)	0	(1,362,343)	(1,747,442)
Other sources- sale of assets	2,895	21,650	0	0	0	0	0	0	0	0
Total other financing sources (uses)	2,895	21,650	0	0	0	59,000	5,856,500	8,200,000	3,243,500	0
<b>Special Items</b>										
Proceeds from sale of assets	0	0	2,500	0	0	0	0	0	0	0
Debt and capital lease proceeds	0	0	0	0	672,903	0	0	0	0	0
Total special items	0	0	2,500	0	672,903	0	0	0	0	0
Net change in fund balances	\$ 979,436	\$ 989,606	\$ 150,323	\$ 88,860	\$ 2,963,283	\$ 452,246	\$ 4,730,156	\$ 5,478,233	\$ 3,955,176	\$ (1,549,922)
Debt service as a percentage of unassigned expenditures	2.7%	2.7%	2.4%	2.3%	2.3%	2.2%	2.3%	3.0%	2.7%	2.6%

Source: Comprehensive Annual Financial Report

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

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

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable		Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property			Assessed Value	Direct Tax Rate		
1997	\$ 43,156,368	40,194,560	10,425,672	30,568,150	\$ 63,208,450	129.88	\$ 716,273,180	13.09%
1998	47,599,405	44,316,498	11,027,867	30,720,370	72,223,400	129.88	787,793,601	13.07%
1999	49,183,313	45,810,067	11,945,431	30,945,470	75,993,341	129.88	828,257,163	12.91%
2000	50,851,209	47,360,998	12,275,593	31,304,880	79,182,920	129.88	857,104,549	12.89%
2001	52,238,378	48,653,675	12,631,327	32,699,910	80,823,470	131.18	897,688,780	12.65%
2002	52,481,560	48,950,040	14,725,430	33,175,350	82,981,680	131.18	916,345,665	12.68%
2003	53,489,930	49,448,210	14,970,980	33,946,550	83,962,570	131.18	934,146,900	12.62%
2004	53,830,130	49,706,760	14,417,220	34,456,620	83,497,490	131.18	934,147,684	12.63%
2005	59,563,020	52,273,800	15,948,490	37,745,930	90,039,380	131.18	1,019,744,139	12.53%
2006	61,236,460	66,752,210	17,356,540	38,386,650	106,958,560	131.18	1,191,318,246	12.20%

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years.
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
  - 10% land
  - 10% residential improvements
  - 15% industrial improvements
  - 15% machinery
  - 15% commercial improvements
  - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.
- (4) Total direct tax rate includes only operating millages.

Table 6

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Overlapping Governments  
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total School Millage	Vernon Parish Police Jury	City of Leesville	
1997	129.88	400.00	529.88	102.60	24.24	656.72
1998	129.88	357.00	486.88	119.26	24.20	630.34
1999	129.88	301.11	430.99	119.35	24.75	575.09
2000	129.88	301.11	430.99	119.35	25.42	575.76
2001	131.18	270.11	401.29	119.35	23.39	544.03
2002	131.18	297.65	428.83	119.35	23.57	571.75
2003	131.18	297.65	428.83	119.35	22.69	570.87
2004	131.18	385.57	516.75	119.35	23.69	659.79
2005	131.18	356.34	487.52	147.41	22.77	657.70
2006	131.18	353.16	484.34	147.41	21.38	653.13

Source: Vernon Parish Tax Assessor Agency

Notes:

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

Table 7

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Property Taxpayers  
June 30, 2006 and Nine Years Ago

Taxpayer	Fiscal Year 2006				Fiscal Year 1997			
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value		Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	
Swift Energy Co.	10,044,810	1	9.39 %	\$				%
Merit Energy	8,783,040	2	8.21					
Bell South Telecommunications	4,369,090	3	4.08					
Cleco Corporation	4,132,080	4	3.86					
Eagle Rock Energy	3,636,000	5	3.40					
Chesapeake Operating Co.	3,002,470	6	2.81					
Meriwether Louisiana	2,214,520	7	2.07					
Beauregard Electric Co.	1,875,480	8	1.75					
Entergy Louisiana, Inc.	1,560,380	9	1.46					
Valley Electric	1,527,520	10	1.43		815,880	5	1.29	
South Central Bell					2,480,680	1	3.92	
Merchants & Farmers Bank					1,363,460	2	2.16	
Central La. Electric Company					1,349,890	3	2.14	
AMISUB ( Byrd Hospital), Inc.					828,070	4	1.31	
Wal-Mart					717,320	6	1.13	
Cornm-Care Corporation					575,500	7	0.91	
Lowes Home Centers, Inc.					546,550	8	0.86	
Galaxy Telecom, LP					496,000	9	0.78	
Alford Motors, Inc.					417,750	10	0.66	
Totals	\$ 41,145,390		38.47 %	\$	9,591,100		15.17 %	

Source: Vernon Parish Tax Assessor Agency

Table 8

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Property Tax Levies and Collections**  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 3,069,674	\$ 2,937,551	95.70%	\$ 26,706	\$ 2,964,257	96.57%
1998	3,164,317	3,135,680	99.10%	34,165	3,169,845	100.17%
1999	3,305,382	3,114,761	94.23%	59,083	3,173,844	96.02%
2000	3,464,787	3,600,378	103.91%	72,715	3,673,093	106.01%
2001	3,214,006	3,222,795	100.27%	18,398	3,241,193	100.85%
2002	3,249,127	3,153,340	97.05%	18,577	3,171,917	97.62%
2003	3,717,648	3,721,819	100.11%	49,830	3,771,649	101.45%
2004	4,945,138	4,139,223	83.70%	703	4,139,926	83.72%
2005	4,602,691	4,602,910	100.00%	862	4,603,772	100.02%
2006	5,433,774	4,831,201	88.91%	N/A	4,831,201	88.91%

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

N/A - Information is not yet available.



Table 9

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	General Obligation Bonds		Total Bonds Outstanding		Percentage of Personal Income		Per Capita
	\$	\$					
1997	\$ 12,046,482	\$ 12,046,482			1.30%		227
1998	11,195,139	11,195,139			1.20%		237
1999	10,372,752	10,372,752			1.09%		200
2000	9,518,365	9,518,365			0.96%		185
2001	9,280,182	9,280,182			0.88%		177
2002	8,374,811	8,374,811			0.73%		163
2003	13,071,332	13,071,332			1.09%		256
2004	19,935,440	19,935,440			1.55%		393
2005	21,607,737	21,607,737			1.58%		436
2006	20,407,862	20,407,862			1.41%		419

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics (Table 13) for personal income and population data.

Table 10

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Ratios of General Bonded Debt Outstanding**  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of		Per Capita
				Estimated Actual Taxable Value of Property	Actual Taxable Value of Property	
1997	\$ 12,046,482	\$ 1,427,728	\$ 10,618,754	\$ 1.48%	\$	200
1998	11,195,139	1,289,670	9,905,469	1.26%		210
1999	10,372,752	1,374,349	8,998,403	1.09%		173
2000	9,518,365	1,595,803	7,922,562	0.92%		153
2001	9,280,182	1,499,163	7,781,019	0.87%		148
2002	8,374,811	1,271,903	7,102,908	0.78%		139
2003	13,071,332	1,161,530	11,909,802	1.27%		233
2004	19,935,440	1,058,868	18,876,572	2.02%		373
2005	21,607,737	884,171	20,723,566	2.03%		418
2006	20,407,862	1,048,187	19,359,675	1.63%		397

## Notes:

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

Table 11

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Direct and Overlapping Governmental Activities Debt**  
As of June 30, 2006

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Vernon Parish Police Jury	\$ 2,822,652	100.00%	\$ 2,822,652
City of Leesville	5,310,000	100.00%	5,310,000
Subtotal, overlapping debt			<u>8,132,652</u>
<b>Vernon Parish School Board Direct Debt</b>			<u>20,407,862</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 28,540,514</u></u>

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

Notes:

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

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Legal Debt Margin Information  
Last Ten Fiscal Years

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Debt Limit	\$ 23,444,150	\$ 25,735,943	\$ 26,734,703	\$ 27,621,950	\$ 28,380,845	\$ 29,039,258	\$ 29,476,530	\$ 29,488,528	\$ 31,946,328	\$ 36,336,303
Total net debt applicable to limit	10,618,754	9,905,469	8,998,403	7,922,562	7,781,019	7,102,908	11,909,802	18,876,572	20,723,566	19,359,675
Legal debt margin	\$ 12,825,396	\$ 15,830,474	\$ 17,736,300	\$ 19,699,388	\$ 20,599,826	\$ 21,936,350	\$ 17,566,728	\$ 10,611,956	\$ 11,222,762	\$ 16,976,628
Total net debt applicable to the limit as a percentage of debt limit	43.29%	38.49%	33.66%	28.68%	27.42%	24.46%	40.40%	64.01%	64.87%	53.28%

Legal Debt Margin Calculation for Fiscal Year 2006

Assessed value	\$ 106,958,560
Add back: exempt real property	38,386,650
Total assessed value	145,345,210
Debt limit ( 25% of total assessed value)	36,336,303
Debt applicable to limit:	
General Obligation bonds	20,407,862
Less: Amount set aside for repayment of general obligation debt	1,048,187
Total net debt applicable to limit	19,359,675
Legal debt margin	\$ 16,976,628

Source: Comprehensive Annual Financial Report

Notes:

(1) The debt limit is 25% of total assessed value. This percentage is in accordance with Act 103 of 1980 Regular Session of the Louisiana Legislature R. S. 39:562 (C).

Table 13

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Per Capita		School Enrollment	Unemployment Rate
		Personal Income	Personal Income		
1997	52,989	\$ 923,267,000	\$ 17,424	10,291	7.2 %
1998	47,229	936,570,000	19,830	10,637	6.5
1999	51,894	955,222,000	18,407	10,029	6.2
2000	51,667	994,177,000	19,242	10,247	7.2
2001	52,531	1,055,188,000	20,087	10,215	6.1
2002	51,273	1,142,753,000	22,288	9,980	6.4
2003	51,008	1,203,687,000	23,598	9,677	6.5
2004	50,669	1,284,139,000	25,344	9,544	6.5
2005	49,545	1,367,319,000	27,598	9,621	6.5
2006	48,745	1,450,499,000	29,757	9,232	4.1

## Sources:

- (1) Population data obtained from the U. S. Census Bureau.
- (2) School enrollment obtained from Vernon Parish School Board.
- (3) Unemployment rate obtained from U. S. Department of Labor.
- (4) Personal income data obtained from [www.stats.indiana.edu](http://www.stats.indiana.edu).

Table 14

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Principal Employers**  
Current Year

	Number of Employees
Fort Polk-JRTC (civilian employees)	8,464
Vernon Parish School Board	1,447
Wal-Mart Supercenter	500
Byrd Regional Hospital	260
Vernon Parish Police Jury	210
Ameri-Tech Building Systems, LLC	180
Vernon Parish Sheriff's Office	179
Community Care Center of Leesville	150
Leesville State School	125
City of Leesville	110

Source: City of Leesville

Notes:

(1) Principal employers information was not available for nine years ago.

Table 15

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**School Personnel**

Fiscal Years Ended June 30, 2002 Through June 30, 2006

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

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

Notes:

- (1) The agreed upon procedures report on performance and statistical data is available only for the fiscal years ended June 30, 2002 through 2006.

Table 16

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**School Building Information**  
June 30, 2006

Instructional Sites	Date Constructed	Enrollment	Grades Taught
<b>High Schools:</b>			
Anacoco	1986	381	7-12
Evans	1958	316	Pre K-12
Hicks	1986	327	Pre K-12
Hornbeck	1967	438	Pre K-12
Leesville	1959	892	9-12
Pickering	1981	463	7-12
Pitkin	1970	516	Pre K-12
Rosepine	1986	437	7-12
Simpson	1970	351	Pre K-12
<b>Middle Schools:</b>			
Leesville Junior High	1976	592	7-8
Vernon	1958	550	5-6
<b>Elementary Schools:</b>			
East Leesville	1952	417	Pre K-1
Pickering	1966	659	Pre K-6
South Polk	1975	542	2-4
West Leesville	1958	505	2-4
Rosepine	1932	680	Pre K-6
Anacoco	1967	538	Pre K-6
North Polk	1995	535	Pre K-1
Vernon Optional		32	7-12
West Leesville Preschool	1987	61	PS



Table 17

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Operating Statistics**

For the Fiscal Years Ended June 30, 2002 through June 30, 2006

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

**Notes:**

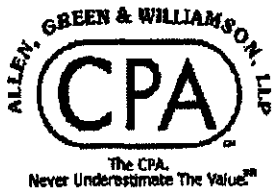
- (1) This information is presented for 2002 and thereafter because the teaching staff information is extracted from the agreed upon procedures report on performance and statistical data which is available only for the fiscal years ended June 30, 2002 through 2006.
- (2) Expenses are on full accrual and is extracted from Table 2, Changes in Net Assets.
- (3) Enrollment is extracted from Table 13, Demographic and Economic Statistics.
- (4) Teaching staff is extracted from Table 15, School Personnel.

**Vernon Parish School Board  
Leesville, Louisiana**

**Compliance with Single Audit Act Amendment of 1996  
And Other Information  
For the Year Ended June 30, 2006**

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

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board as of and for the year ended June 30, 2006, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated November 18, 2006. 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 order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

### Compliance and Other Matters

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

### Management Letter Items

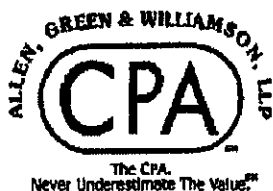
We noted a certain matter that we reported to management of the School Board in a separate letter dated November 18, 2006, included later in this report.

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

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
November 18, 2006



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

#### **Board Members**

Vernon Parish School Board  
Leesville, Louisiana

#### **Compliance**

We have audited the compliance of Vernon Parish School Board with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2006. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 06-F1.

#### **Internal Control Over Compliance**

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

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the School Board's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 06-F1.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that the reportable condition described above is not a material weakness.

#### Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the School Board as of and for the year ended June 30, 2006, and have issued our report thereon dated November 18, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

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

Monroe, Louisiana  
November 18, 2006

**Vernon Parish School Board  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2006**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	<u>Number</u>	CFDA <u>Grantor No.</u>	Pass-Through <u>Expenditures</u>
---	---------------	----------------------------	-------------------------------------

**CASH FEDERAL AWARDS**

<b>United States Department of Agriculture</b>			
Passed Through Louisiana Department of Education:			
School Breakfast Program	10.553	N/A	\$ 497,324
National School Lunch Program	10.555	N/A	1,591,509
Passed Through Louisiana Department of Treasury:			
Schools and Roads - Grants to States (National Forest Lands)	10.665	N/A	<u>335,510</u>
Total United States Department of Agriculture			<u>2,424,343</u>
<b>United States Department of Education</b>			
Direct Programs:			
Impact Aid - Maintenance and Operation	84.041	N/A	8,312,798
Passed Through Louisiana Department of Education:			
Adult Education - State-Administered			
Basic Grant Program	84.002	06-AE-58-F	68,113
Title I Grants to Local Educational Agencies			
Basic Grant Program	84.010	06-IASA-58-I	2,205,437
Special Education:			
State Grants - Part B	84.027	06-FT58	2,084,375
Preschool Grants	84.173	06-PF58	50,375
Vocational Education:			
Basic Grants to States	84.048	28-06- 58B/BG2004	114,416
Tech-Prep Education	84.243	TP 28-06-CL-3- PE	149,141
Innovative Education Program Strategies - Title V	84.298	06-IASA-58-VI	24,966
Improving Teacher Quality (Title II)	84.367	06-50-58-I	593,379
English Language Acquisition Grant (Title III)	84.365	N/A	9,017
Technology Literacy Challenge	84.318	06-L1-58	61,482
School Comprehensive Reform	84.332	06-T2-58	54,181
Title IV (Safe and Drug-Free Schools)	84.186	06-IASA-58-IV	49,366
Indian Education	84.060	N/A	27,231
Reading First	84.357A	06-01-58	8,937
FEMA	96.UKN	N/A	101,698
Hurricane Education Recovery Act	84.938C	N/A	<u>1,107,290</u>
Total United States Department of Education			<u>15,022,202</u>

(Continued)



**Vernon Parish School Board  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2006**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	<u>Number</u>	<u>CFDA Grantor No.</u>	<u>Pass-Through Expenditures</u>
United States Department of Health and Human Services			
<i>Direct program - Head Start</i>	93.600	06CH5622/30	1,651,469
Passed Through the Louisiana Department of Education:			
Temporary Assistance for Needy Families (TANF)	93.558	N/A	<u>388,186</u>
Total United States Department of Health and Human Services			<u>2,039,655</u>
United States Department of Defense			
Direct Programs:			
Department of The Army			
JROTC	12.UKN	N/A	72,590
Passed Through the Louisiana Department of Education:			
Unisys	12.UKN	N/A	<u>70,071</u>
Total United States Department of Defense			<u>142,661</u>
TOTAL CASH FEDERAL AWARDS			<u>19,628,861</u>

**NONCASH FEDERAL AWARDS**

United States Department of Agriculture			
Passed Through Louisiana Department of Agriculture and Forestry:			
Food Distribution Program (Commodities)	10.550	N/A	<u>235,295</u>
TOTAL NONCASH FEDERAL AWARDS			<u>235,295</u>
TOTAL FEDERAL AWARDS			<u>\$19,864,156</u>

(Concluded)

**Vernon Parish School Board**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2006**

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

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

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

**Federal Sources**

General	\$ 8,793,153
Emergency Impact Aid for Displaced Students	1,107,290
Non Major Funds:	
Ward 1	15,284
Ward 7	14,160
Other Special	285,690
Drug Free Schools	49,366
Indian Education Grant	27,231
Adult Education	64,857
Vocational Education	263,557
Special Education	1,942,429
LA 4 State and Federal	388,186
School Food Service	2,324,128
Title I	2,205,437
Title VI	79,147
Title II	593,379
Title III	9,017
Headstart	1,651,469
Preschool	<u>50,376</u>
Total	<u><b>\$19,864,156</b></u>

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

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

**Vernon Parish School Board**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2006**

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

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2006**

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

**Financial Statement Audit**

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

**Audit of Federal Awards**

- iv. There was one reportable condition required to be disclosed by OMB Circular A-133. The reportable condition was not considered a material weakness.
- v. The type of report the auditor issued on compliance of major federal awards was unqualified.
- vi. The audit disclosed one audit finding which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal awards are:
  - CFDA # 84.010 Title I
  - CFDA # 84.367 Title II
  - Child Nutrition Cluster:
    - CFDA # 10.553 School Breakfast Program
    - CFDA #10.555 National School Lunch Program
  - CFDA # 84.938 Hurricane Education Recovery Act
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in OMB Circular A-133, Section .520(b) was \$595,925.
- ix. The auditee qualifies as a low-risk auditee under OMB Circular A-133, Section .530.

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2006**

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

**Reference # and title:**      **06-F1**                      **Title I Attendance Area Selection**

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

<b>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME</b>	<b><u>CFDA Number</u></b>	<b><u>Award Year</u></b>
United States Department of Education Title I	84.010	2005

**Criteria or specific requirement:** According to Title I, Section 1113, a school may operate a school wide program using Title I funds to improve academic achievement throughout a school so that all students demonstrate proficiency related to academic standards. In order to operate as a school wide program, the school must serve a school attendance area in which not less than 40 percent of the children are from low-income families. The determination of low-income can be based on the number of students enrolled in the free/reduced meal program. These calculations are documented on the Title I attendance area selection.

**Condition found:** Title I was unable to provide complete documentation for the numbers used in the Attendance Area Selection. Title I has a letter from the Food Service Director Assistant which agrees with the percentages of low income used on the Attendance Area Selection. The actual numbers of low income students does not agree to the letter provided by Food Services but the percentages agree. Title I could not provide documentation of the enrollment numbers used on the Attendance Area Selection. To test the numbers used for enrollment and low income, the October 1, 2004 Student Information System reports were used. The numbers were not the same as the numbers used on the Attendance Area Selection.

**Possible asserted effect (cause and effect):**

**Cause:** Title I did not keep documentation for numbers used for enrollment and number of low income. The only documentation kept for the Attendance Area Selection was the percentage of low income received from Food Services.

**Effect:** The School Board cannot provide documentation for the enrollment and number of low income students used on the Attendance Area Selection.

**Recommendations to prevent future occurrences:** Documentation should be retained for all information used for the Attendance Area Selection. The Attendance Area Selection should be reviewed by someone other than the preparer before it is submitted.

**Vernon Parish School Board  
Corrective Action Plan for Current Year Audit Findings  
As of and For the Year Ended June 30, 2006**

**Reference # and title:**      **06-F1**

**Title I Attendance Area Selection**

**Condition found:** According to Title I, Section 1113, a school may operate a school wide program using Title I funds to improve academic achievement throughout a school so that all students demonstrate proficiency related to academic standards. In order to operate as a school wide program, the school must serve a school attendance area in which not less than 40 percent of the children are from low-income families. The determination of low-income can be based on the number of students enrolled in the free/reduced meal program. These calculations are documented on the Title I attendance area selection.

Title I was unable to provide complete documentation for the numbers used in the Attendance Area Selection. Title I has a letter from the Food Service Director Assistant which agrees with the percentages of low income used on the Attendance Area Selection. The actual numbers of low income students does not agree to the letter provided by Food Services but the percentages agree. Title I could not provide documentation of the enrollment numbers used on the Attendance Area Selection. To test the numbers used for enrollment and low income, the October 1, 2004 Student Information System reports were used. The numbers were not the same as the numbers used on the Attendance Area Selection.

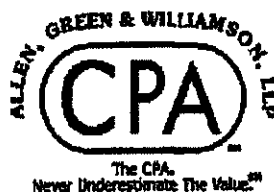
**Corrective action planned:** We will retain pertinent Attendance Area Selection documentation. Attendance Area Selection criteria will be reviewed and approved by the Finance Director prior to the completion of the grant application.

**Person responsible for corrective action:**

Cynthia Gillespie, Superintendent  
Vernon Parish School Board  
201 Belview Road  
Leesville, Louisiana 71446

Phone: (337) 239-3401  
Fax: (337) 238-5777

**Anticipated completion date:** Immediately



# ALLEN, GREEN & WILLIAMSON, LLP

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(Retired) 1963 - 2000

## Management Letter

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board, as of and for the year ended June 30, 2006, which collectively comprise the School Board's basic financial statements, we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control.

However, during our audit, we noted a certain matter involving other operational matters that are presented for your consideration. This letter does not affect our report dated November 18, 2006, on the basic financial statements of the School Board. We will review the status of this comment during our next audit engagement. Our comment and recommendation, all of which have been discussed with appropriate members of management, is intended to result in other operating efficiency. We will be pleased to discuss this comment in further detail at your convenience, to perform any additional study of this matter, or to assist you in implementing the recommendation. Our comment is summarized as follows:

### **06-M1**    **Changes in Capital Assets**

**Comment:** It was noted during the capital asset inspection at the school level that some changes in capital assets are not being reported to the School Board by the schools.

**Recommendation:** The School Board should perform random physical inspections at the school level to determine the schools that are not following the policy.

**Management's response:** The School Board will reinforce its policy on fixed assets to ensure the schools report discarded or changes in capital assets promptly. Two audits of capital assets will be performed yearly and random physical inspections will be conducted at the school level.

\*\*\*\*\*

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

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

Our audit procedures are designed primarily to enable us to form opinions on the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2006, which collectively comprise the School Board's basic financial statements, and therefore, may not reveal all weaknesses in policies and procedures that may exist.

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

*Allen, Green + Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
November 18, 2006



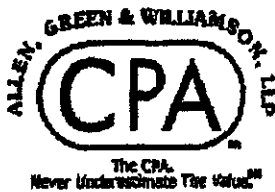
**Vernon Parish School Board  
Schedule of Prior Year Management Items  
As of and For the Year Ended June 30, 2006**

**05-M1    Changes in Capital Assets**

**Comment:** It was noted during the capital asset inspection at the school level that any changes in capital assets are not being reported to the School Board. Any deletions, transfers, or theft of assets should be reported.

**Recommendation:** The School Board should establish an accountability policy to ensure assets are being reported properly and timely. The School Board should also perform random physical inspections at the school level.

**Management's response:** The School Board will reinforce its policy on capital assets to ensure schools report discarded or stolen items promptly. Two audits of capital assets will be performed yearly and random physical inspections will be conducted at the school level.



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

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

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

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

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

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

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

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

Education Levels of Public School Staff (Schedule 2)

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

**Comment:** No exceptions noted.

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

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

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

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

Number and Type of Public Schools (Schedule 3)

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

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

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

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

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

Public Staff Data (Schedule 5)

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

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

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

**Comment:** No exceptions noted.

Class Size Characteristics Schedule 6)

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

**Comment:** No exceptions noted.

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

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

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

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

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

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

The Iowa Tests(Schedule 9)

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

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

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

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

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
November 18, 2006

## Schedule 1

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

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2006**

General Fund Instructional and Equipment Expenditures

## General Fund Instructional Expenditures:

## Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$25,975,151	
Other Instructional Staff Activities	\$3,504,861	
Employee Benefits	\$10,805,786	
Purchased Professional and Technical Services	\$307,450	
Instructional Materials and Supplies	\$1,830,555	
Instructional Equipment	\$241,282	
Total Teacher and Student Interaction Activities		\$42,864,904

Other Instructional Activities		\$375,828
--------------------------------	--	-----------

Pupil Support Activities	\$2,758,101	
Less: Equipment for Pupil Support Activities	\$0	
Net Pupil Support Activities		\$2,758,701

Instructional Staff Services	\$2,025,892	
Less: Equipment for Instructional Staff Services	\$0	
Net Instructional Staff Services		\$2,025,892

Total General Fund Instructional Expenditures		\$47,825,325
---	--	--------------

Total General Fund Equipment Expenditures		\$285,153
---	--	-----------

Certain Local Revenue Sources

## Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$350,542	
Renewable Ad Valorem Tax	\$1,949,344	
Debt Service Ad Valorem Tax	\$2,408,638	
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	\$122,679	
Sales and Use Taxes	\$9,730,746	
Total Local Taxation Revenue		\$14,561,849

## Local Earnings on Investment in Real Property:

Earnings from 18th Section Property	\$0	
Earnings from Other Real Property	\$3,415	
Total Local Earnings on Investment in Real Property		\$3,415

## State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$70,488	
Revenue Sharing - Other Taxes	\$208,539	
Revenue Sharing - Excess Portion	\$0	
Other Revenue in Lieu of Taxes	\$0	
Total State Revenue in Lieu of Taxes		\$279,027

Nonpublic Textbook Revenue	\$0	
Nonpublic Transportation Revenue	\$0	

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Education Levels of Public School Staff**  
**As of October 1, 2005**

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			16	34.78%				
Bachelor's Degree	504	75.45%	26	56.52%				
Master's Degree	112	16.77%	4	8.70%	20	44.44%		
Master's Degree + 30	47	7.04%			22	48.89%		
Specialist in Education	4	0.60%			3	6.67%		
Ph. D. or Ed. D.	1	0.15%						
<b>Total</b>	<b>668</b>	<b>100.00%</b>	<b>46</b>		<b>45</b>	<b>100.00%</b>		

**Schedule 3****VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana****Number and Type of Public Schools**  
**For the Year Ended June 30, 2006**

Type	Number
Elementary	7
Middle/Jr. High	2
Secondary	5
Combination	5
Total	19

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

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

**Experience of Public Principals and Full-time Classroom Teachers**  
**As of October 1, 2005**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals			1	2	11	3	6	23
Principals					2	8	12	22
Classroom Teachers	68	70	224	86	95	63	108	714
Total	68	70	225	88	108	74	126	759



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

**Public School Staff Data**  
**For the Year Ended June 30, 2006**

	<b>All Classroom Teachers</b>	<b>Classroom Teachers Excluding ROTC and Rehired Retirees</b>
<b>Average Classroom Teachers' Salary Including Extra Compensation</b>	\$39,541.10	\$39,194.08
<b>Average Classroom Teachers' Salary Excluding Extra Compensation</b>	\$35,601.46	\$35,230.83
<b>Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries</b>	693.32	659.08

**Note:** Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Class Size Characteristics**  
**As of October 1, 2005**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	71.9	1016	24.49	346	3.61	51	0	0
Elementary Activity Classes	59.88	209	22.92	80	8	31	8.31	29
Middle/Jr. High	57.46	131	31.14	71	6.5	15	4.82	11
Middle/Jr. High Activity Classes	34.62	18	15.3	8	34.62	18	15.3	8
High	69.65	592	26.71	227	3.65	31	0	0
High Activity Classes	88.82	143	6.21	10	4.97	8	0	0
Combination	82.64	638	13.34	103	3.76	29	0.26	2
Combination Activity Classes	73.1	106	12.41	18	11.03	18	3.45	5

**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.

Schedule 7

**Vernon Parish School Board**  
**Leesville, Louisiana**

**Louisiana Educational Assessment Program (LEAP) for the 21st Century**  
**For the Year Ended June 30, 2006**

District Achievement Level Results	English Language Arts						Mathematics					
	2006		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students												
Grade 4												
Advanced	33	5	19	3	20	2.5	54	7	31	4	22	2.8
Mastery	150	20	192	25	188	23.9	208	28	180	24	167	21.2
Basic	376	51	383	51	407	51.7	312	43	362	48	388	49.2
Approaching Basic	128	17	126	17	131	16.6	113	15	127	17	137	17.4
Unsatisfactory	45	6	33	4	42	5.3	45	6	53	7	74	9.4
Total	732	100	763	100	788	100	732	100	763	100	788	100

District Achievement Level Results	Science						Social Studies					
	2006		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students												
Grade 4												
Advanced	30	4	52	7	16	2	19	3	10	1	17	2.2
Mastery	122	17	156	21	173	22	147	20	84	11	180	22.8
Basic	401	55	419	56	449	57	439	60	477	63	434	56
Approaching Basic	162	22	111	15	135	17.1	93	13	149	20	110	14
Unsatisfactory	17	2	14	2	15	1.9	34	5	32	4	47	6
Total	732	100	752	100	788	100	732	100	752	100	788	100

District Achievement Level Results	English Language Arts						Mathematics					
	2006		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	14	2	0	0	8	1.1	11	2	13	2	20	2.8
Mastery	100	15	122	17	83	11.7	34	5	46	7	39	5.4
Basic	341	51	343	49	335	47	402	59	412	59	439	61
Approaching Basic	182	27	187	27	216	30.6	142	21	148	21	127	17.7
Unsatisfactory	38	6	51	7	68	9.6	91	13	83	12	94	13.1
Total	675	100	703	100	712	100	680	100	702	100	719	100

District Achievement Level Results	Science						Social Studies					
	2006		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	11	2	5	1	10	1.4	8	1	1	0	3	0.4
Mastery	101	15	130	19	154	21.7	81	12	114	16	78	11
Basic	323	48	294	43	289	40.8	399	59	393	57	394	55.6
Approaching Basic	185	28	200	29	172	24.3	126	19	117	17	167	23.6
Unsatisfactory	52	8	62	9	84	11.8	58	9	66	10	67	9.4
Total	672	100	691	100	709	100	672	100	691	100	709	100

**VERNON PARISH SCHOOL BOARD**  
 Leesville, Louisiana

**The Graduation Exit Exam for the 21st Century  
 For the Year Ended June 30, 2006**

District Achievement Level Results	English Language Arts						Mathematics					
	2008		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	5	1	8	2	10	1.8	33	6	31	6	42	7.3
Mastery	63	11	91	17	115	20.1	102	18	105	20	117	20.3
Basic	318	55	279	51	274	48	280	47	247	46	244	42.3
Approaching Basic	122	21	104	20	104	18.2	96	17	71	13	86	14.9
Unsatisfactory	71	12	51	10	68	11.9	69	12	80	15	88	15.2
<b>Total</b>	<b>579</b>	<b>100</b>	<b>533</b>	<b>100</b>	<b>571</b>	<b>100</b>	<b>580</b>	<b>100</b>	<b>534</b>	<b>100</b>	<b>577</b>	<b>100</b>

District Achievement Level Results	Science						Social Studies					
	2008		2005		2004		2006		2005		2004	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	18	4	17	4	15	3.3	2	0	0	0	2	0.4
Mastery	69	12	98	20	87	19.1	39	8	47	10	59	13
Basic	233	49	205	42	209	45.8	284	61	285	58	264	59
Approaching Basic	115	24	110	23	102	22.4	107	22	103	21	93	20.4
Unsatisfactory	53	11	55	11	43	9.4	45	9	52	11	37	8.2
<b>Total</b>	<b>478</b>	<b>100</b>	<b>486</b>	<b>100</b>	<b>456</b>	<b>100</b>	<b>477</b>	<b>100</b>	<b>487</b>	<b>100</b>	<b>455</b>	<b>100</b>

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

**The IOWA and ILEAP Tests**  
**For the Year Ended June 30, 2006**

**IOWA Test**

	Composite	
	2005	2004
<b>Iowa Test of Basic Skills (ITBS)</b>		
Grade 3	70	68
Grade 5	67	70
Grade 6	66	62
Grade 7	62	62
<b>Tests of Educational Development (ITED)</b>		
Grade 9	57	60

Scores are reported by National Percentile Rank. A student's National Percentile Rank shows the student's relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. A student with a score of 72 indicates that the student scored the same of better than 72 percent of the students in the norm group.

# LEAP Test

District Achievement Level Results									
Students	English Language Arts		Mathematics		Science		Social Studies		
	2006		2006		2006		2006		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 3									
Advanced	48	6	43	6	50	7	17	2	
Mastery	204	28	176	24	159	22	135	18	
Basic	342	46	335	45	363	49	403	55	
Approaching Basic	87	12	121	16	130	18	132	18	
Unsatisfactory	59	8	63	9	36	5	50	7	
Total	738	100	738	100	738	100	737	100	

District Achievement Level Results									
Students	English Language Arts		Mathematics		Science		Social Studies		
	2006		2006		2006		2006		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 5									
Advanced	29	4	54	8	9	1	16	2	
Mastery	140	21	102	15	123	18	84	12	
Basic	366	54	361	53	345	51	394	58	
Approaching Basic	111	16	97	14	162	24	133	20	
Unsatisfactory	36	5	68	10	43	6	55	8	
Total	682	100	682	100	682	100	682	100	

District Achievement Level Results									
Students	English Language Arts		Mathematics		Science		Social Studies		
	2006		2006		2006		2006		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 6									
Advanced	30	4	27	4	11	2	34	5	
Mastery	164	27	83	12	119	17	93	14	
Basic	347	50	411	60	348	51	385	53	
Approaching Basic	101	15	105	15	166	24	139	20	
Unsatisfactory	26	4	62	9	43	6	56	8	
Total	688	100	686	100	687	100	686	100	

District Achievement Level Results									
Students	English Language Arts		Mathematics		Science		Social Studies		
	2006		2006		2006		2006		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 7									
Advanced	77	11	30	4	14	2	27	4	
Mastery	160	20	72	10	122	17	191	26	
Basic	346	47	364	54	338	46	366	50	
Approaching Basic	126	17	169	22	191	26	94	13	
Unsatisfactory	35	5	77	11	67	9	53	7	
Total	732	100	732	100	732	100	731	100	

District Achievement Level Results					
Students	English Language Arts		Mathematics		
	2006	2006	2006	2006	
	Number	Percent	Number	Percent	
Grade 9					
Advanced	9	1	38	6	
Mastery	94	14	74	11	
Basic	403	59	360	53	
Approaching Basic	141	21	116	17	
Unsatisfactory	31	5	67	13	
Total	678	100	675	100	