



COMPREHENSIVE ANNUAL FINANCIAL REPORT

of the
Bossier Parish School Board
Benton, Louisiana

For the Year Ended
June 30, 2001

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 1/9/02



COMPREHENSIVE
ANNUAL FINANCIAL REPORT

of the

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

For the Year Ended June 30, 2001

Michael M. Graham
President

Frank Rougeau
Director of Finance and Business
Affairs

Kenneth N. Kruithof
Superintendent

Prepared by the Finance Department

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Comprehensive Annual Financial Report

Year Ended June 30, 2001

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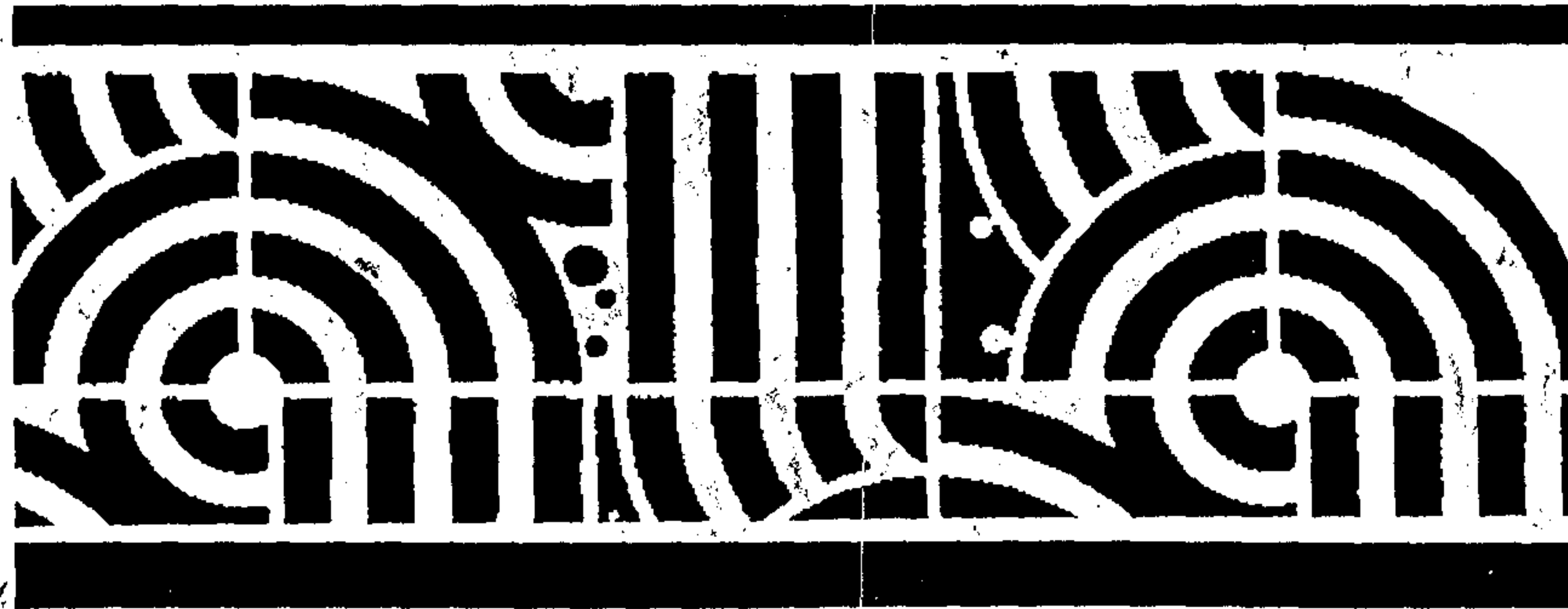
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INTRODUCTORY SECTION



BOSSIER PARISH SCHOOL BOARD

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Benton, Louisiana 71006-2000
Telephone (318) 549-5000
FAX (318) 549-5044

Kenneth N. Krulthof
Superintendent

Michael M. Graham
President

October 17, 2001

Michael M. Graham
President
3039 Hwy. 154
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Henry L. Burns
134 Chimney Lane
Haughton, LA 71037
District 2

George C. Finck
167 Beaver Lane
Benton, LA 71006
District 3

Vassie M. Richardson
Vice President
P.O. Box 231
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Elizabeth S. Cassibry
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Bossier City, LA 71111
District 5

William C. Kostelka
419 Oakwood St.
Bossier City, LA 71111
District 6

J.W. Slack
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District 7

Kenneth M. Wiggins
700 Shaver Street
Bossier City, LA 71111
District 8

Gloria Simlson
3116 Oliver Street
Bossier City, LA 71112
District 9

Julian Darby
1130 Beverly Street
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District 10

Gary Dowden
1912 Mars Drive
Bossier City, LA 71112
District 11

Mack Knotts
5007 Kenilworth Drive
Bossier City, LA 71112
District 12

Mr. Michael M. Graham, President,
and Bossier Parish School Board Members
Bossier Parish Schools
Benton, Louisiana

Dear Board Members:

The Comprehensive Annual Financial Report of the Bossier Parish School Board (School Board) for the year ended June 30, 2001 is submitted herewith. This report has been prepared by 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.

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 is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups 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. Comprehensive Annual Financial Report (CAFR)

The CAFR consists of three parts:

- (1) The Introductory Section. This section includes a letter of transmittal, information on financial reporting achievements, 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 independent auditors' report and the School Board's financial statements and schedules are presented in accordance with the financial reporting pyramid set forth by the Governmental Accounting Standards Board. The School Board's complete financial operations are depicted in the general purpose financial statements and thus present an overview of the School Board's operations. Individual fund and account group statements and schedules are also presented along with the combining statements.
- (3) The Statistical Section. This section includes a number of tables of unaudited data depicting the financial history, demographics, and other miscellaneous information of the Bossier Parish School Board for the past ten years.

Mr. Michael M. Graham, President
and Bossier Parish School Board Members
Bossier Parish Schools
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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 No. A-133, *Audits of States, 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 kindergarten through grade twelve. These include regular and enriched academic education, special education for handicapped youngsters, occupational education, and many individualized programs such as specialized instruction for disadvantaged students and those with limited English proficiency. These basic programs 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 Bossier Parish School Board (the primary government). Based on the criteria there are no component units included in the School Board's reporting entity.

D. Economic Condition and Outlook

The Bossier Parish School System is located in the northwest part of the state and is part of the economic "hub" for this region. During 2000-2001, Bossier Parish continued to enjoy a strong economy.

During fiscal 2001, Bossier Parish continued to experience new commercial and residential construction. Residential construction continues to expand North, East and South Bossier Parish, primarily in single family dwellings. Many new businesses continue to build in North Bossier along the I-220 by-pass and are evidence of continued growth and expansion. Tourist activity continues to be strong, primarily as a result of riverboat gaming.

Barksdale Air Force Base, which currently employs over 7,000 people in the area, remains as viable and active as it has in the past. The mission of Barksdale is still a major part of our national defense.

With the Red River connecting Bossier Parish to the City of Shreveport and Caddo Parish, the condition of the Shreveport economy directly and indirectly has an effect on Bossier Parish. The economy of Shreveport continues to be stable. Growth was again experienced in retail sales, employment, and residential and commercial construction are evidence of this growth and stability. The continued expansion of the Caddo Bossier Port continues to have positive effects on the economy and provides a

Mr. Michael M. Graham, President
and Bossier Parish School Board Members
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major link with other parts of the state. I-20 and I-49 continue to provide great access to the area. In December 2000, a new riverboat gaming pavilion and luxury hotel was opened in Shreveport. Shortly thereafter an existing riverboat gaming pavilion also added a luxury hotel. These additions will bring the total number of riverboat gaming pavilions and luxury hotels in the Bossier/Shreveport area to five. The new facilities will only add to the already significant contributions to the area's economy that the gaming industry continues to make.

Sales tax collections for the School Board continues to grow and exceed 1999-2000 collections by \$2,291,296 due to increased consumer spending, the riverboats, and building activities.

E. Major Initiatives

For the Year

During the 2000-2001 school year, the district continued to develop and strengthen academic programs using local and grant funds. Emphasis was placed on curriculum alignment, delivery of instruction and assessment techniques to enhance the effectiveness of all teachers and the performance of all students. Small group tutoring and remediation/transition classes for at-risk students, methods of addressing learning style differences, enrichment opportunities for higher performing students, focus on constructed responses, incorporation of technology in the learning process, refinement of curriculum documents, and revisions to the grading policy were among the many initiatives implemented. Collaboration and pooling of resources across department areas such as general education, special education, and Title I continues to be a priority to better serve student needs. Accountability results reflect the district's success in meeting its goals.

Funding for teachers and support staff salaries have continued to increase. In February, all teachers received \$1,200 and support staff received \$600. Efforts continue to keep teachers salaries competitive in order to attract and retain great teachers.

For the Future

The school system continues to look for new and innovative ways to improve the entire educational system of Bossier Parish. Funding for education continues to be a top concern. The School Board has implemented budgeting and purchasing procedures to best utilize the current funding. The School Board is currently analyzing all funding sources of revenue, including increased revenue from local sources.

Enrollment has changed little over the past years. A study was performed by the School Board to project future enrollment. Little growth is expected. The School Board will continue to maintain current facilities and closely monitor population changes in order to provide adequate classroom space.

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F. Service Efforts and Accomplishments

During 2001, the schools of Bossier Parish served an average of 17,472 students daily. The graduating classes of 2001 for Bossier Parish schools was a total of 1,010 students. The average American College Test (ACT) scores remained consistent with past years, as well as with state scores and national scores. The average ACT score of Bossier Parish students was 19.9.

88 percent of all Bossier Parish Elementary and Middle Schools reached or surpassed their growth targets for 2001. Half of Bossier Parish High Schools scored above 100 on the school performance index, well above the state average. The performance index includes test scores, attendance and drop-out rate.

G. 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 generally accepted accounting principles. 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 judgements by management.

We believe that the School Board's accounting controls provide reasonable assurance that errors or irregularities to the financial statements are prevented or would be detected within a timely period by employees in the normal course of performing their assigned functions.

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. This internal control is subject to periodic evaluation by management and the internal audit staff.

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, 2001 provided no instances of material weaknesses in internal control or significant violations of applicable laws and regulations.

H. Budgetary Controls

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, Special Revenue Funds, Debt Service Fund and the Capital Projects Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level which expenditures cannot legally exceed the appropriated amount) is established by function for the General Fund, Debt Service Fund, and Capital Projects Funds and by fund for the Special Revenue Funds. School Board policy provides that expenditures may not exceed appropriations on a functional or fund basis, as appropriate. Management is authorized to transfer amounts within the functional categories without School Board approval. Revisions to the budget enacted require School Board approval.

Mr. Michael M. Graham, President
and Bossier Parish School Board Members
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I. Financial Condition

General Educational Functions

General educational activities which are accounted for in the General Fund are supported principally by local taxes and state entitlements. Direct federal aid is nominal in the General Fund, but substantial sums are made available to the Louisiana Department of Education which are subsequently distributed to local entities. General fund revenues are as follows:

| | <u>Amount</u> | <u>Percent of Total</u> | <u>Increase (Decrease) From 2000</u> | <u>Percentage Change From 2000</u> |
|-------------------|----------------------|-----------------------------|--|--|
| Local | \$ 17,637,706 | 22.35% | \$ 1,793,707 | 11.32% |
| State | 58,879,354 | 74.59 | 2,279,659 | 4.03 |
| Federal and Other | <u>2,414,446</u> | <u>3.06</u> | <u>474,253</u> | <u>24.44</u> |
| | <u>\$ 78,931,506</u> | <u>100.00%</u> | <u>\$ 4,547,619</u> | |

The General Fund is also supported by a portion of the sales tax transferred from the Sales Tax Special Revenue Fund and the One-Half Cent Sales Tax Air Conditioner Capital Project Fund. The sales tax transferred to the General Fund during fiscal 2001 totaled \$20,832,955 or \$720,268 over the prior year for an 3.58% increase.

The General Fund revenues increase of \$4,547,619 from the prior year amount of \$74,383,887 was primarily due to the following:

- Local sources increased due to a \$2,029,555 increase in ad valorem taxes.
- State sources increased as a result of an increase in Minimum Foundation Program (MFP) funding. MFP funding is, in part, driven by student population.
- Federal sources increased due to an increase in federal monies received.

Mr. Michael M. Graham, President
and Bossier Parish School Board Members
Bossier Parish Schools
Benton, Louisiana

General educational expenditures by function were as follows:

| <u>Item</u> | <u>Amount</u> | <u>Percent of Total</u> | <u>Increase (Decrease) From 2000</u> | <u>Percentage Change From 2000</u> |
|---------------------------------|-----------------------|-----------------------------|--|--|
| Instruction | \$ 59,077,101 | 58.30% | \$ (704,304) | (1.18)% |
| Student services | 3,774,031 | 3.72 | 80,988 | 2.19 |
| Instructional support staff | 4,809,062 | 4.75 | (196,152) | 3.92 |
| General administration | 1,184,131 | 1.17 | 172,763 | 17.08 |
| School administration | 7,182,207 | 7.10 | 267,648 | 3.87 |
| Business services | 1,125,312 | 1.11 | (193,389) | (14.67) |
| Plant services | 9,432,448 | 9.31 | 464,744 | 5.18 |
| Student transportation services | 5,587,738 | 5.51 | 105,794 | 1.93 |
| Central services | 943,890 | 0.93 | 38,224 | 4.22 |
| Food services | 71,686 | 0.07 | (732,434) | (91.09) |
| Community service program | 76,535 | 0.07 | (160,415) | (67.70) |
| Capital outlay | — | — | (1,500) | (100.00) |
| Debt service: | | | | |
| Principal retirement | 7,679,534 | 7.58 | 6,100,381 | 386.31 |
| Interest and bank charges | 383,773 | 0.38 | (60,270) | (13.57) |
| Bond issuance costs | — | — | (23,384) | (100.00) |
| | <u>\$ 101,327,448</u> | <u>100.00%</u> | <u>\$ 5,158,694</u> | |

General fund expenditures increased \$5,158,694 from the prior year amount of \$96,168,754. This increase was primarily due to the following:

- General administration expenditures increased as a result of increased salaries for Assistant Superintendents' and an increase in insurance premiums.
- Business services expenditures decreased as a result of approximately \$225,000 of supplies, paper costs and printing costs that were charged to business services in the prior year but are now charged to instruction.
- Food services expenditures paid from the General Fund in 2000 have been paid out of the School Food Services Special Revenue Fund in 2001.
- Debt service principal retirement and interest and bank charges were primarily impacted by paying off \$6,000,000 of certificates of indebtedness.

The unreserved fund balance deficit of \$6,404,408 at June 30, 2000 improved to a deficit balance of \$551,588 as of June 30, 2001.

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Special Revenue Activities

Special revenue fund revenues of \$33,817,989, including \$24,573,917 of local sources, \$1,277,234 of state sources, and \$7,966,838 of federal sources, were restricted for use in several separate activities. Sales tax revenues of \$22,404,446 were recorded in the Sales Tax Special Revenue Fund. The School Food Service Fund accounts for \$6,607,845 of these revenues. The School Lunch Program is administered by this fund. The remainder was designed primarily to: (1) fund programs for educationally deprived students, (2) provide instructional and related services to handicapped children and (3) provide extended day remedial instruction including books, tapes and audiovisual hardware and software for general student population.

Special revenue fund expenditures by function were:

| <u>Item</u> | <u>Amount</u> | <u>Percent of Total</u> | <u>Increase (Decrease) From 2000</u> | <u>Percentage Change From 2000</u> |
|-----------------------------|----------------------|-----------------------------|--|--|
| Instruction | \$ 2,657,804 | 22.37% | \$ (107,738) | (3.90)% |
| Student services | 456,204 | 3.84 | (196,242) | (30.08) |
| Instructional staff support | 1,398,738 | 11.77 | 223,608 | 19.03 |
| General administration | 212,733 | 1.79 | (141,210) | (39.90) |
| Business services | 290,685 | 2.45 | 186,825 | 179.88 |
| Plant services | 8,092 | 0.06 | (36,532) | (81.87) |
| Food services | 6,858,486 | 57.72 | 840,409 | 13.96 |
| | <u>\$ 11,882,742</u> | <u>100.00%</u> | <u>\$ 769,120</u> | |

Special revenue fund expenditures increased \$769,120 from the prior year amount of \$11,113,622. The increase is due primarily to food services expenditures in the prior year that were recorded in the General Fund are now recorded in the School Food Service Fund. Business services expenditures increased as a result of an increase in the indirect costs charged to federal grants.

General Long-Term Debt Activities

The changes in general long-term debt are as follows:

| | <u>July 1, 2000</u> | <u>Additions</u> | <u>Payments</u> | <u>June 30, 2001</u> |
|------------------------------|----------------------|------------------|------------------|----------------------|
| Bonds and notes payable | \$ 16,994,216 | — | 673,394 | 16,320,822 |
| Certificates of indebtedness | 4,375,000 | — | 1,170,000 | 3,205,000 |
| Capital leases payable | 2,074,562 | — | 421,138 | 1,653,424 |
| Compensated absences payable | 5,887,718 | 215,204 | 252,233 | 5,850,689 |
| Claims and judgments | 10,000 | — | — | 10,000 |
| | <u>\$ 29,341,496</u> | <u>215,204</u> | <u>2,516,765</u> | <u>27,039,935</u> |

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Capital Projects

Most major capital improvements are accounted for in the Capital Projects Funds. During the year ended June 30, 2001, \$8,209,468 of sales tax was transferred into these funds. Of this amount, \$7,888,908 was transferred to the General Fund. This transfer is appropriate in that sales taxes may be used for any lawful purpose. As there were no construction projects during the year, no other significant amounts were expended from this fund.

At June 30, 2001, the Capital Projects Funds had a fund balance of \$5,026. This represents an improvement of \$267,833 from the deficit at the end of the prior year. The deficit was eliminated by transfers from the Sales Tax Fund.

Proprietary Fund Activities

The School Board maintains an internal service fund to account for medical and dental coverage. Contributions to the fund increased from \$16,046,943 in 2000 to \$17,832,768 in 2001, an increase of \$1,785,825 or 11.13%. This increase is due primarily to an increase in employer's premiums paid to the health insurance program and a one-time payment of \$1,500,000 to be made from the General Fund to aid in eliminating the deficit in this fund. At June 30, 2001, the fund has amounts due from the General Fund totaling \$2,300,000, which represents the \$1,500,000 recorded in fiscal 2001 and a similar entry for \$800,000 recorded in fiscal 2000. As a result of these planned payments and the increase in premiums, the deficit for the internal service fund has been eliminated as of June 30, 2001. Medical claims increased from \$15,550,504 in 2000 to \$15,820,692 in 2001, an increase of \$270,188 or 1.74%.

Nonexpendable Trust Activities

The Bossier Educational Excellence fund is a nonexpendable trust fund. The fund is used to account for the trust principal investment earnings and boarding fees from area casinos as provided for in Louisiana Revised Statute LSA-R.S. 27:93 and a license fee from an area horse racing facility as provided for in Louisiana Revised Statute LSA-R.S.4.163.1. Revenues consisted of \$1,288,142 of boarding and license fees and \$413,181 of interest earnings. Expenses totaling \$165,777 were used for educational enhancement.

Fiduciary Activities

The school activity funds are held by the individual schools of the School Board to support school activities such as athletics and other student organizations. All school activity funds are audited periodically by the internal auditor.

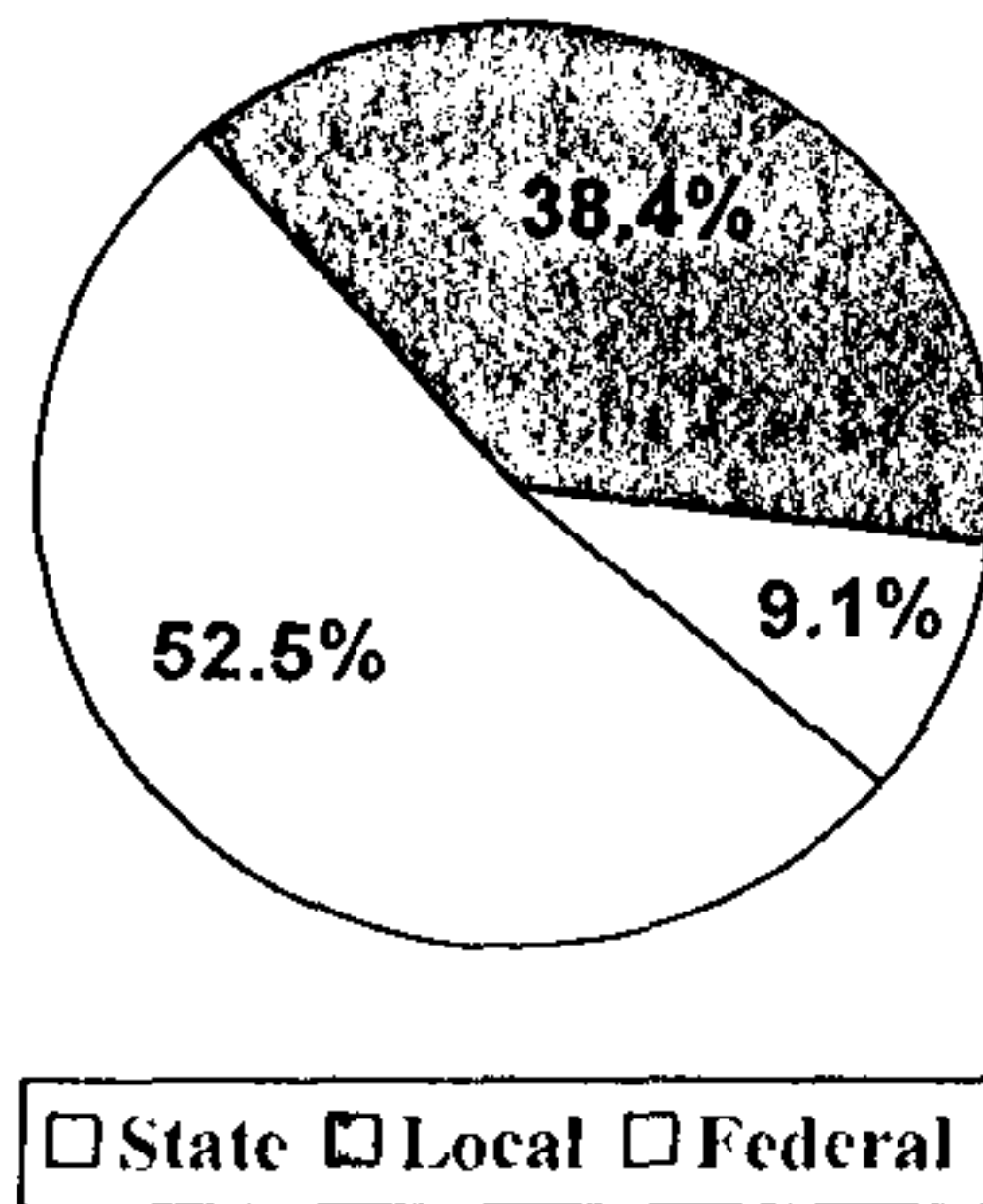
Mr. Michael M. Graham, President
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Bossier Parish Schools
Benton, Louisiana

Sources and Uses of Funds

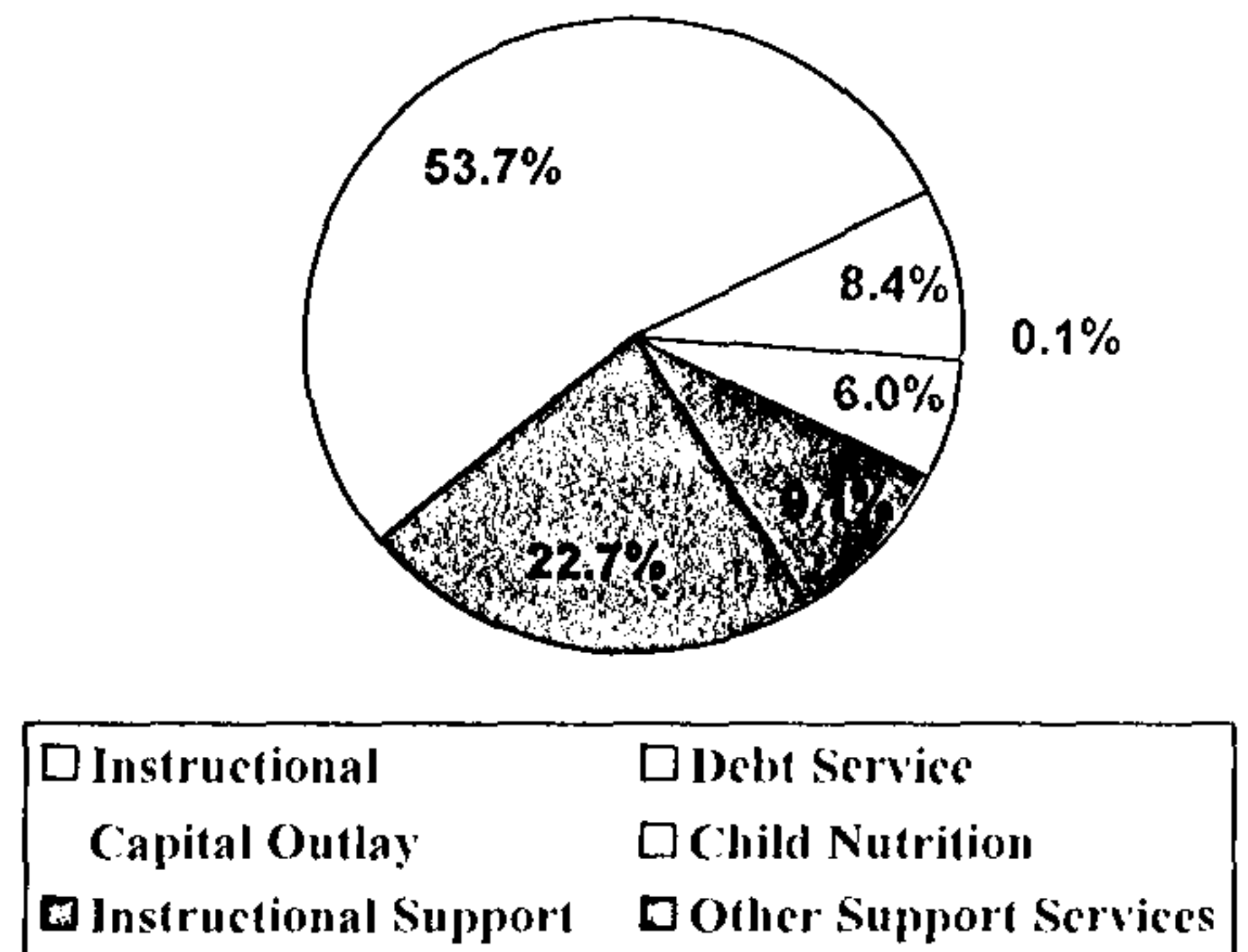
The following charts provide an analysis of the sources of revenues and the expenditures by function for the year ended June 30, 2001:

ALL GOVERNMENTAL FUNDS

Revenue Sources
Percentage of Total Revenues



Expenditures by Function
Percentage of Total Expenditures



J. Cash Management

The School Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by 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. The total amount of interest earned was \$918,379 for the year ended June 30, 2001. This was distributed as follows:

| | |
|--------------------------|-------------------|
| General fund | \$ 280,987 |
| Special revenue funds | 11,686 |
| Debt service fund | 212,431 |
| Capital projects fund | 94 |
| Nonexpendable trust fund | 413,181 |
| | <u>\$ 918,379</u> |

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and Bossier Parish School Board Members
Bossier Parish Schools
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K. Debt Administration

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the School Board's debt position. Net bonded debt represents total bonded debt of \$15,845,000 less fund equity in the Debt Service Fund of \$4,329,066. This data as of June 30, 2001 is as follows:

| | <u>Amount</u> | <u>Ratio of Debt to Assessed Value</u> | <u>Debt per Capita</u> |
|---|----------------------|--|----------------------------|
| Net direct general obligation bonded debt | \$ <u>11,515,934</u> | <u>2.56%</u> | \$ <u>117</u> |

The School Board maintained an Aaa bond rating from Moody's Investors Service and an AAA bond rating from Standard and Poor's Corporation.

The bonded debt chart compares the maximum amount of indebtedness allowed by Louisiana Statutes and the actual amount of net indebtedness outstanding at year end for the past five fiscal years. State statute defines maximum indebtedness allowed as thirty-five percent of the assessed value of property in Bossier Parish.

At June 30, 2001, certificates of indebtedness totaling \$3,205,000 are outstanding.

During fiscal 2001, the School Board also issued revenue anticipation notes of \$6,000,000, which were repaid during fiscal 2001.

L. Risk Management

The School Board maintains a combination of self-insurance and stop-loss coverage to manage its risk of loss from property damage, theft and claims against employees. In addition, the School Board is self-insured for group hospitalization. A list of insurance in force is included in Table 15.

M. Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the School Board for its Comprehensive Annual Financial Report, for the year ended June 30, 2000. The School Board has received both of these certificates each year beginning with the fiscal year ended June 30, 1991. To be awarded these certificates, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. These certificates are valid for a period of one year only. We believe our current report continues to conform to the certificate requirements, and we are submitting it to both GFOA and ASBO.

Mr. Michael M. Graham, President
and Bossier Parish School Board Members
Bossier Parish Schools
Benton, Louisiana

N. Independent and Internal Audits


The report of our independent certified public accountants, KPMG LLP, follows as an integral component of this report. Their audit of the general purpose financial statements was performed in accordance with generally accepted auditing standards and, accordingly, included a review of the School Board's system of budgetary and accounting controls. Reports in accordance with the Single Audit Act are issued separately.

In addition to the accounting control systems and the use of independent auditors, the School Board has an internal auditor who conducts internal audits as well as special audits of the operations of the School Board.

O. Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. 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.


Kenneth N. Kruithof
Superintendent of Schools


Frank Rougeau
Director of Finance and Business Affairs

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Certificate of Achievement for Excellence in Financial Reporting

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Bossier Parish School
Board, Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2000

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.



Thomas A. Duane
President

Jeffrey L. Esser
Executive Director

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana
Certificate of Excellence in Financial Reporting



This Certificate of Excellence in Financial Reporting is presented to

BOSSIER PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2000

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

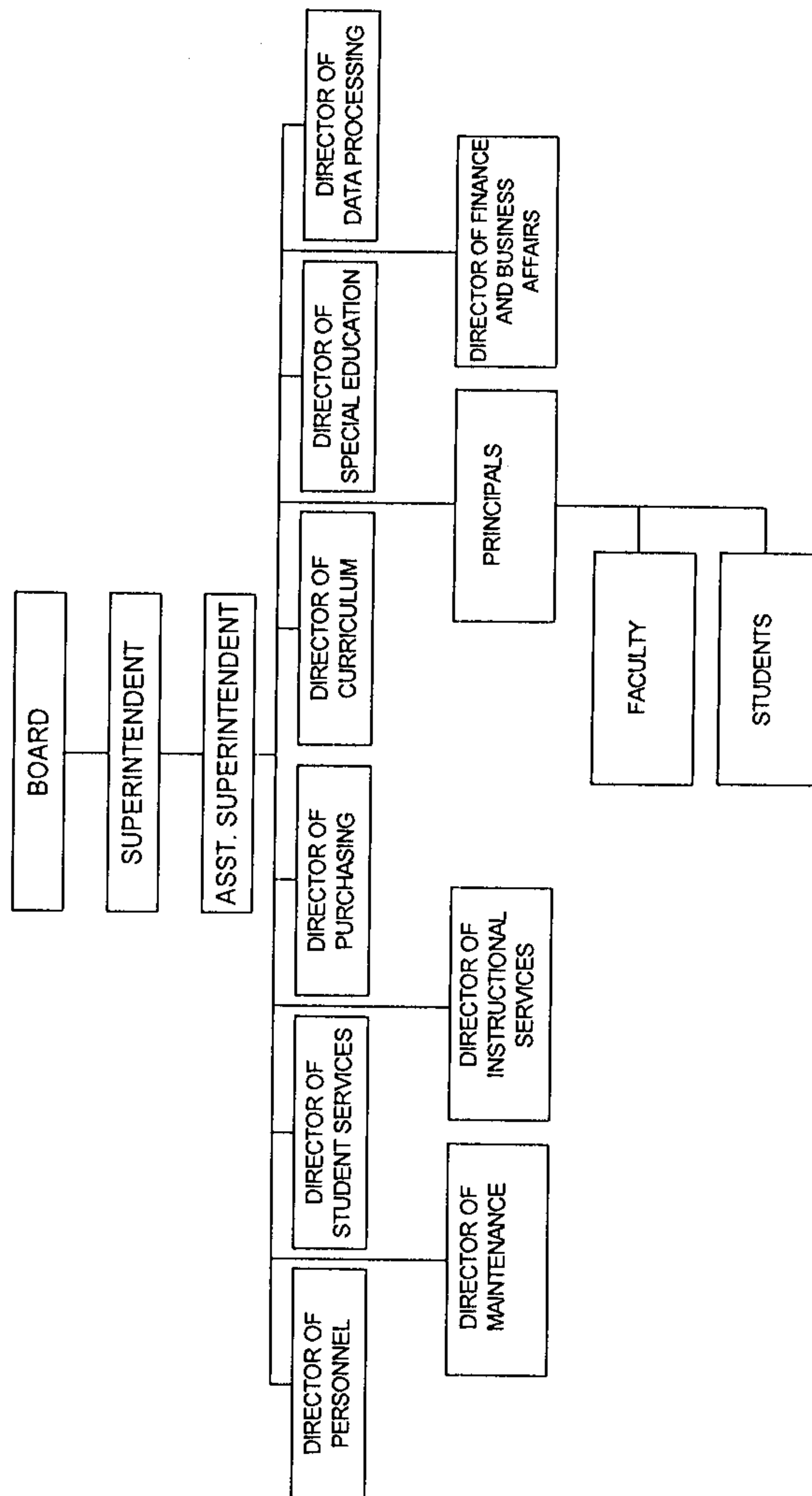
Linda White
President

Don A. Hargis
Executive Director

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

ORGANIZATIONAL STRUCTURE

June 30, 2001



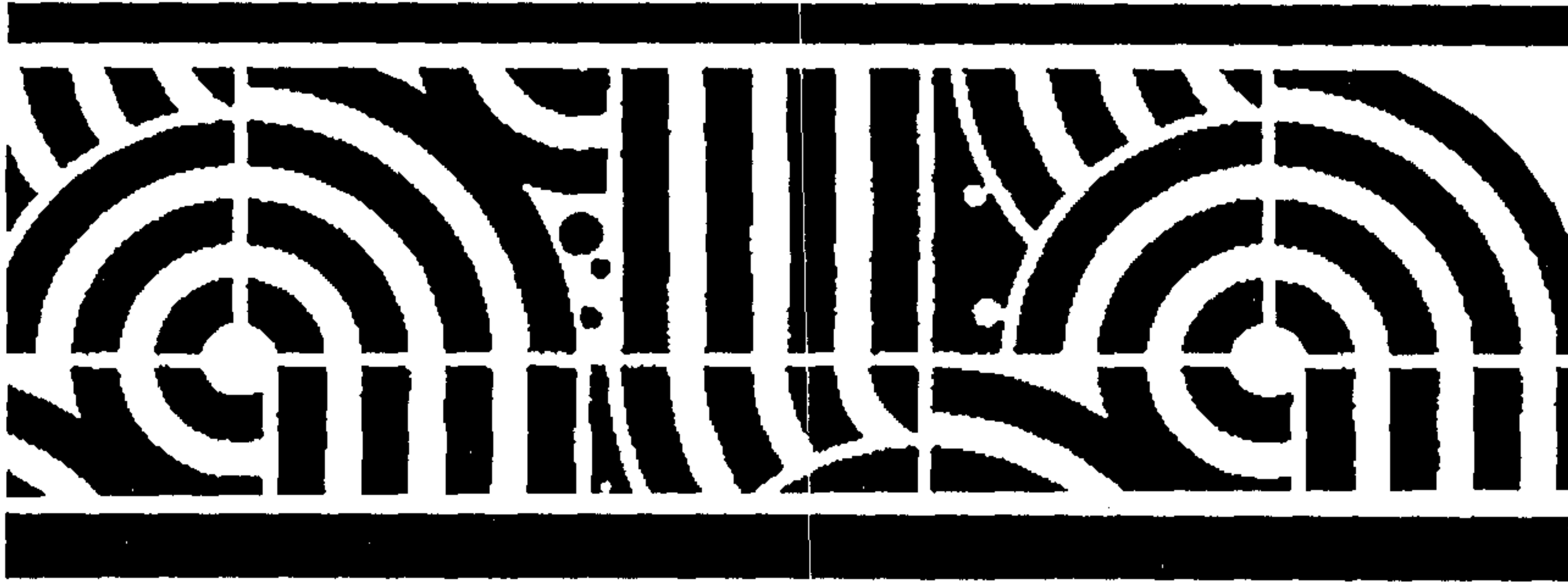
BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

ELECTED OFFICIALS
June 30, 2001

| | <u>District</u> | <u>Present Term Began</u> | <u>Present Term Expires</u> | <u>Began as a Board Member</u> |
|--|-----------------|-------------------------------|---------------------------------|--|
| Michael M. Graham President | 1 | January 1, 1999 | December 31, 2002 | May 1, 1996 |
| Vassie M. Richardson Vice President | 4 | January 1, 1999 | December 31, 2002 | May 1, 1996 |
| Henry Burns | 2 | February 1, 2001 | December 31, 2002 | February 1, 2001 |
| George C. Finck | 3 | January 1, 1999 | December 31, 2002 | January 1, 1999 |
| Elizabeth S. Cassibry | 5 | January 1, 1999 | December 31, 2002 | May 1, 1996 |
| William C. Kostelka | 6 | October 19, 2000 | December 31, 2002 | October 19, 2000 |
| J.W. Slack | 7 | January 1, 1999 | December 31, 2002 | June 15, 1998 |
| Kenneth M. Wiggins | 8 | January 1, 1999 | December 31, 2002 | July 15, 1997 |
| Gloria Simison | 9 | January 1, 1999 | December 31, 2002 | January 1, 1999 |
| Julian Darby | 10 | January 1, 1999 | December 31, 2002 | May 1, 1996 |
| Gary Dowden | 11 | January 1, 1999 | December 31, 2002 | January 1, 1999 |
| Mack Knotts | 12 | January 1, 1999 | December 31, 2002 | January 1, 1999 |

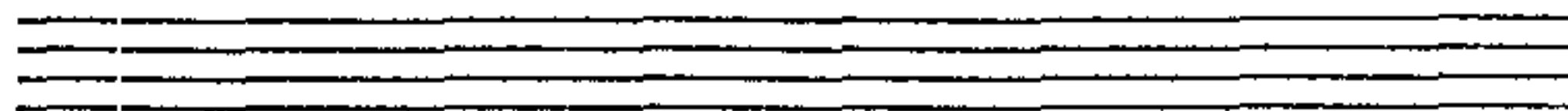
SELECTED ADMINISTRATIVE OFFICIALS
June 30, 2001

| | |
|-------------------------|--|
| Mr. Kenneth N. Kruithof | Superintendent |
| Mr. D.C. Machen | Assistant Superintendent of Administration |
| Ms. Ann Alford | Assistant Superintendent of Curriculum |
| Mr. Thomas C. D'Aquin | Director of Data Processing |
| Ms. Martha Gormanous | Director of Special Education |
| Mr. Keith Norwood | Director of Purchasing |
| Ms. Bettye McCauley | Director of Student Services |
| Mr. Keith Norwood | Director of Maintenance |
| Ms. Sally Namie | Director of Instructional Services |
| Mr. Frank Rougeau | Director of Finance and Business Affairs |
| Mr. Bill Tynes | Director of Personnel |



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT





333 Texas Street, Suite 1900
Shreveport, LA 71101-3692

Independent Auditors' Report

Members of the Bossier Parish School Board
Benton, Louisiana:

We have audited the general purpose financial statements of the Bossier Parish School Board (School Board) as of and for the year ended June 30, 2001, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the School Board's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the School Board as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

As described in note 1(d) to the general purpose financial statements, the School Board adopted the provisions of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, in 2001.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 17, 2001 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.



Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and individual account group financial statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the School Board. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The accompanying financial information listed in the statistical section is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the School Board. Such information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and accordingly we express no opinion on this information.

KPMG LLP

October 17, 2001

COMBINED FINANCIAL STATEMENTS — OVERVIEW

The Combined Financial Statements - Overview include all funds and account groups in order to provide an overview of the financial position and results of operations for the Bossier Parish school system as a whole. Detailed financial statements for each fund and account group are presented elsewhere in this report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 2001
(with comparative totals for June 30, 2000)

| | Governmental Fund Types | | | | Proprietary Fund Type Internal Service Fund | Fiduciary Fund Type Trust and Agency Funds | Account Groups | | | Totals | |
|--|-------------------------|-----------------------------|-------------------------|------------------------------|---|--|----------------------------|-------------------|-------------------|-------------|-------------|
| | General Fund | Special Revenue Funds | Debt Service Fund | Capital Projects Funds | | | General Fixed Assets | Long-Term Debt | (Memorandum Only) | 2001 | 2000 |
| | | | | | | | | | | | |
| ASSETS AND OTHER DEBITS | | | | | | | | | | | |
| Assets: | | | | | | | | | | | |
| Cash and cash equivalents | \$ 6,096,273 | 2,671,853 | 4,314,400 | 9,098 | 899 | 1,975,817 | — | — | — | 15,068,340 | 9,271,396 |
| Investments | — | — | — | — | — | 7,722,028 | — | — | — | 7,722,028 | 6,095,582 |
| Receivables | 2,523,128 | 3,454,637 | 14,918 | 2 | — | 195,453 | — | — | — | 6,188,138 | 5,029,585 |
| Interfund receivable | 4,630,924 | 42,452 | 10 | 501,026 | 2,351,382 | — | — | — | — | 7,525,794 | 5,327,239 |
| Inventory | — | 134,410 | — | — | — | — | — | — | — | 134,410 | 166,070 |
| Prepaid items | 126,964 | — | — | — | — | — | — | — | — | 126,964 | 84,265 |
| Land, buildings and equipment | — | — | — | — | — | — | 148,072,805 | — | — | 148,072,805 | 147,375,780 |
| Other debits: | | | | | | | | | | | |
| Amount available in Debt Service Fund | — | — | — | — | — | — | — | 4,329,066 | — | 4,329,066 | 3,982,504 |
| Amount to be provided for payment of general long-term debt | — | — | — | — | — | — | — | — | 22,710,869 | 22,710,869 | 25,358,992 |
| Total assets and other debits | \$ 13,377,289 | 6,303,352 | 4,329,328 | 510,126 | 2,352,281 | 9,893,298 | 148,072,805 | 27,039,935 | 211,878,414 | 202,691,413 | |
| LIABILITIES, EQUITY AND OTHER CREDITS | | | | | | | | | | | |
| Liabilities: | | | | | | | | | | | |
| Accounts, salaries and other payables | \$ 10,069,538 | 1,370,464 | 262 | — | 2,351,281 | 41,037 | — | — | — | 13,832,582 | 14,802,151 |
| Interfund payable | 2,401,500 | 4,617,196 | — | 505,100 | 1,000 | 998 | — | — | — | 7,525,794 | 5,327,239 |
| Deposits due others | — | — | — | — | — | 1,777,986 | — | — | — | 1,777,986 | 1,615,375 |
| Deferred revenues | — | 3,559 | — | — | — | — | — | — | — | 3,559 | 181,431 |
| Bonds and notes payable | — | — | — | — | — | — | — | 19,525,822 | — | 19,525,822 | 21,369,216 |
| Claims and judgments payable | 336,303 | — | — | — | — | — | — | 10,000 | — | 346,303 | 149,253 |
| Capital lease payable | — | — | — | — | — | — | — | 1,653,424 | — | 1,653,424 | 2,074,562 |
| Compensated absences payable | — | — | — | — | — | — | — | 5,850,689 | — | 5,850,689 | 5,887,718 |
| Total liabilities | 12,807,341 | 5,991,219 | 262 | 505,100 | 2,352,281 | 1,820,021 | — | 27,039,935 | 50,516,159 | 51,406,945 | |
| Equity and other credits: | | | | | | | | | | | |
| Investments in general fixed assets | — | — | — | — | — | — | 148,072,805 | — | — | 148,072,805 | 147,375,780 |
| Retained deficit | — | — | — | — | — | — | — | — | — | — | (2,012,076) |
| Fund balances: | | | | | | | | | | | |
| Reserved for encumbrances | 994,572 | — | — | — | — | — | — | — | — | 994,572 | 1,749,936 |
| Reserved for inventory | — | 134,410 | — | — | — | — | — | — | — | 134,410 | 74,724 |
| Reserved for prepaid items | 126,964 | — | — | — | — | — | — | — | — | 126,964 | 84,265 |
| Reserved for debt service | — | — | 4,329,066 | — | — | — | — | — | — | 4,329,066 | 3,982,504 |
| Reserved for instructional enhancement | — | — | — | — | — | 8,073,277 | — | — | — | 8,073,277 | 6,537,731 |
| Unreserved - undesignated fund balance (deficit) | (551,588) | 177,723 | — | 5,026 | — | — | — | — | — | (368,839) | (6,508,396) |
| Total equity and other credits | 569,948 | 312,133 | 4,329,066 | 5,026 | — | 8,073,277 | 148,072,805 | — | — | 161,362,255 | 151,284,468 |
| Total liabilities, equity, and other credits | \$ 13,377,289 | 6,303,352 | 4,329,328 | 510,126 | 2,352,281 | 9,893,298 | 148,072,805 | 27,039,935 | 211,878,414 | 202,691,413 | |

See accompanying notes to general purpose financial statements.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Combined Statement of Revenues, Expenditures, and
Changes in Fund Balances - All Governmental Fund TypesFor the year ended June 30, 2001
(with comparative totals for June 30, 2000)

| | Governmental Fund Types | | | | Totals | |
|--|-------------------------|-----------------------------|-------------------------|------------------------------|-------------------|--------------|
| | General Fund | Special Revenue Funds | Debt Service Fund | Capital Projects Funds | (Memorandum Only) | |
| | | | | | 2001 | 2000 |
| Revenues: | | | | | | |
| Local sources: | | | | | | |
| Taxes: | | | | | | |
| Ad valorem | \$ 15,483,297 | — | 1,587,628 | — | 17,070,925 | 15,089,337 |
| Sales and use | — | 22,404,446 | — | — | 22,404,446 | 20,112,687 |
| Investment income | 280,987 | 11,686 | 212,431 | 94 | 505,198 | 340,391 |
| Food services | — | 2,151,563 | — | — | 2,151,563 | 1,647,734 |
| Tuition | 22,070 | — | — | — | 22,070 | 26,997 |
| Other | 1,851,352 | 6,222 | — | — | 1,857,574 | 2,195,013 |
| State sources: | | | | | | |
| Equalization | 55,667,108 | 1,251,988 | — | — | 56,919,096 | 54,137,877 |
| Other | 3,212,246 | 25,246 | 73,047 | — | 3,310,539 | 3,432,683 |
| Federal and other sources | 2,414,446 | 7,966,838 | — | — | 10,381,284 | 9,654,096 |
| Total revenues | 78,931,506 | 33,817,989 | 1,873,106 | 94 | 114,622,695 | 106,636,815 |
| Expenditures: | | | | | | |
| Current: | | | | | | |
| Instruction | 59,077,101 | 2,657,804 | — | — | 61,734,905 | 62,546,947 |
| Support services: | | | | | | |
| Student services | 3,774,031 | 456,204 | — | — | 4,230,235 | 4,345,489 |
| Instructional staff support | 4,809,062 | 1,398,738 | — | — | 6,207,800 | 6,180,344 |
| General administration | 1,184,131 | 212,733 | 882 | — | 1,397,746 | 1,369,474 |
| School administration | 7,182,207 | — | — | — | 7,182,207 | 6,914,559 |
| Business services | 1,125,312 | 290,685 | — | — | 1,415,997 | 1,422,561 |
| Plant services | 9,432,448 | 8,092 | — | — | 9,440,540 | 9,014,337 |
| Student transportation services | 5,587,738 | — | — | — | 5,587,738 | 5,481,944 |
| Central services | 943,890 | — | — | — | 943,890 | 905,666 |
| Food services | 71,686 | 6,858,486 | — | — | 6,930,172 | 6,822,197 |
| Community service programs | 76,535 | — | — | — | 76,535 | 236,950 |
| Capital outlay | — | — | — | 52,821 | 52,821 | 3,209,045 |
| Debt service: | | | | | | |
| Principal retirement | 7,679,534 | — | 585,000 | — | 8,264,534 | 2,129,153 |
| Interest and bank charges | 383,773 | — | 940,662 | — | 1,324,435 | 1,439,705 |
| Bond issuance costs | — | — | — | — | — | 23,384 |
| Total expenditures | 101,327,448 | 11,882,742 | 1,526,544 | 52,821 | 114,789,555 | 112,041,755 |
| Excess (deficiency) of revenues over (under) expenditures | (22,395,942) | 21,935,247 | 346,562 | (52,727) | (166,860) | (5,404,940) |
| Other financing sources (uses): | | | | | | |
| Proceeds from revenue anticipation loans | 6,000,000 | — | — | — | 6,000,000 | — |
| Proceeds from certificates of indebtedness | — | — | — | — | — | 3,000,000 |
| Operating transfers in | 21,919,180 | 240,000 | — | 8,209,468 | 30,368,648 | 29,360,585 |
| Operating transfers out | (383,083) | (22,096,657) | — | (7,888,908) | (30,368,648) | (29,360,585) |
| Total other financing sources (uses) | 27,536,097 | (21,856,657) | — | 320,560 | 6,000,000 | 3,000,000 |
| Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses | 5,140,155 | 78,590 | 346,562 | 267,833 | 5,833,140 | (2,404,940) |
| Fund balances (deficits) at beginning of year | (4,570,207) | 233,543 | 3,982,504 | (262,807) | (616,967) | 1,787,973 |
| Fund balances (deficits) at end of year | \$ 569,948 | 312,133 | 4,329,066 | 5,026 | 5,216,173 | (616,967) |

See accompanying notes to general purpose financial statements.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual on a Budgetary Basis - General, Special Revenue, Debt Service and Capital Projects Funds**

For the year ended June 30, 2001

| | General Fund | | | Special Revenue Funds | | | Debt Service Fund | | | Capital Projects Funds | | |
|---|--------------|-------------|--|-----------------------|--------------|--|-------------------|-----------|--|------------------------|-------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| Revenues: | | | | | | | | | | | | |
| Local sources: | | | | | | | | | | | | |
| Taxes: | | | | | | | | | | | | |
| Ad valorem | 14,439,403 | 15,483,297 | 1,043,894 | — | — | — | 1,600,000 | 1,587,628 | (12,372) | — | — | — |
| Sales and use | 20,581,395 | 20,832,955 | 251,560 | 22,481,011 | 22,404,446 | (76,565) | — | — | — | — | — | — |
| Investment income | 150,000 | 280,987 | 130,987 | 7,500 | 11,686 | 4,186 | 140,000 | 212,431 | 72,431 | 100 | 94 | (6) |
| Food services | — | — | — | 1,956,500 | 2,151,563 | 195,063 | — | — | — | — | — | — |
| Tuition | 71,000 | 22,070 | (48,930) | — | — | — | — | — | — | — | — | — |
| Other | 1,975,796 | 1,851,352 | (124,444) | 500 | 6,222 | 5,722 | — | — | — | — | — | — |
| State sources: | | | | | | | | | | | | |
| Equalization | 55,239,907 | 55,667,108 | 427,201 | 806,004 | 1,251,988 | 445,984 | — | — | — | — | — | — |
| Other | 2,235,175 | 3,212,246 | 977,071 | 36,369 | 25,246 | (11,123) | 165,036 | 73,047 | (91,989) | — | — | — |
| Federal sources | 1,771,646 | 2,414,446 | 642,800 | 8,782,225 | 7,966,838 | (815,387) | — | — | — | — | — | — |
| Total revenues | 96,464,322 | 99,764,461 | 3,300,139 | 34,070,109 | 33,817,989 | (252,120) | 1,905,036 | 1,873,106 | (31,930) | 100 | 94 | (6) |
| Expenditures: | | | | | | | | | | | | |
| Current: | | | | | | | | | | | | |
| Instruction | 57,373,917 | 59,077,101 | (1,703,184) | 3,140,867 | 2,657,804 | 483,063 | — | — | — | — | — | — |
| Support services: | | | | | | | | | | | | |
| Student services | 3,571,800 | 3,774,031 | (202,231) | 420,662 | 456,204 | (35,542) | — | — | — | — | — | — |
| Instructional support staff | 4,633,639 | 4,809,062 | (175,423) | 1,681,425 | 1,398,738 | 282,687 | — | — | — | — | — | — |
| General administration | 1,156,011 | 1,184,131 | (28,120) | 323,000 | 212,733 | 110,267 | 91,956 | 882 | 91,074 | — | — | — |
| School administration | 7,368,789 | 7,182,207 | 186,582 | — | — | — | — | — | — | — | — | — |
| Business services | 1,022,612 | 1,125,312 | (102,700) | 286,429 | 290,685 | (4,256) | — | — | — | — | — | — |
| Plant services | 9,164,014 | 9,970,973 | (806,959) | 32,165 | 8,092 | 24,073 | — | — | — | — | — | — |
| Student transportation services | 5,228,364 | 5,587,738 | (359,374) | — | — | — | — | — | — | — | — | — |
| Central services | 925,511 | 943,890 | (18,379) | — | — | — | — | — | — | — | — | — |
| Food services | — | 71,686 | (71,686) | 6,244,050 | 6,858,486 | (614,436) | — | — | — | — | — | — |
| Community service programs | 10,000 | 76,535 | (66,535) | — | — | — | — | — | — | 52,821 | 52,821 | — |
| Capital outlay | — | — | — | — | — | — | — | — | — | — | — | — |
| Debt service: | | | | | | | | | | | | |
| Principal retirement | 7,170,000 | 7,258,397 | (88,397) | — | — | — | 585,000 | 585,000 | — | — | — | — |
| Interest and bank charges | 299,268 | 266,385 | 32,883 | — | — | — | 974,930 | 940,662 | 34,268 | — | — | — |
| Total expenditures | 97,923,925 | 101,327,448 | (3,403,523) | 12,128,598 | 11,882,742 | 245,856 | 1,651,886 | 1,526,544 | 125,342 | 52,821 | 52,821 | — |
| Excess (deficiency) of revenues over (under) expenditures | (1,459,603) | (1,562,987) | (103,384) | 21,941,511 | 21,935,247 | (6,264) | 253,150 | 346,562 | 93,412 | (52,721) | (52,727) | (6) |
| Other financing sources (uses): | | | | | | | | | | | | |
| Proceeds from revenue anticipation loans | 6,000,000 | 6,000,000 | — | — | — | — | — | — | — | — | — | — |
| Operating transfers in | 95,800 | 1,086,225 | 990,425 | 240,000 | 240,000 | — | — | — | — | 7,809,298 | 8,209,468 | 400,170 |
| Operating transfers out | (150,000) | (383,083) | (233,083) | (22,082,181) | (22,096,657) | (14,476) | — | — | — | (7,493,770) | (7,888,908) | (395,138) |
| Total other financing sources (uses) | 5,945,800 | 6,703,142 | 757,342 | (21,842,181) | (21,856,657) | (14,476) | — | — | — | 315,528 | 320,560 | 5,032 |
| Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses) | 4,486,197 | 5,140,155 | 653,958 | 99,330 | 78,590 | (20,740) | 253,150 | 346,562 | 93,412 | 262,807 | 267,833 | 5,026 |
| Fund balance (deficit) at beginning of year | (4,570,207) | (4,570,207) | — | 233,543 | 233,543 | — | 3,982,504 | 3,982,504 | — | (262,807) | (262,807) | — |
| Fund balance (deficit) at end of year | \$ (84,010) | \$ 569,948 | \$ 653,958 | 332,873 | 312,133 | (20,740) | 4,235,654 | 4,329,066 | 93,412 | — | 5,026 | 5,026 |

See accompanying notes to general purpose financial statements.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Combined Statement of Revenues, Expenses, and Changes in Retained Earnings (Deficit) -
Proprietary Fund Type and Fiduciary Fund Type

For the year ended June 30, 2001
(with comparative totals for the year ended June 30, 2000)

| | Proprietary Fund Type - Internal Service | Fiduciary Fund Type - Nonexpendable Trust | Totals (Memorandum Only) | |
|---|---|--|-----------------------------|-------------------|
| | | | 2001 | 2000 |
| Operating revenue: | | | | |
| Premiums | \$ 17,832,768 | — | 17,832,768 | 16,046,943 |
| Fees | — | 1,288,142 | 1,288,142 | 861,892 |
| Total operating revenues | <u>17,832,768</u> | <u>1,288,142</u> | <u>19,120,910</u> | <u>16,908,835</u> |
| Operating expenses: | | | | |
| Instruction | — | 165,777 | 165,777 | 149,849 |
| Claims | 15,820,692 | — | 15,820,692 | 15,550,504 |
| Total operating expenses | <u>15,820,692</u> | <u>165,777</u> | <u>15,986,469</u> | <u>15,700,353</u> |
| Operating income | 2,012,076 | 1,122,365 | 3,134,441 | 1,208,482 |
| Nonoperating revenue - investment income | — | 413,181 | 413,181 | 252,679 |
| Net income | 2,012,076 | 1,535,546 | 3,547,622 | 1,461,161 |
| Retained earnings (deficit) at beginning of year | <u>(2,012,076)</u> | <u>6,537,731</u> | <u>4,525,655</u> | <u>3,064,494</u> |
| Retained earnings at end of year | \$ <u>—</u> | <u>8,073,277</u> | <u>8,073,277</u> | <u>4,525,655</u> |

See accompanying notes to general purpose financial statements.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Combined Statement of Cash Flows -
Proprietary Fund Type and Fiduciary Fund Type

For the year ended June 30, 2001
(with comparative totals for the year ended June 30, 2000)

| | Proprietary Fund Type - Internal Service | Fiduciary Fund Type - Nonexpendable Trust | Totals (Memorandum Only) | |
|---|---|--|-----------------------------|--------------------|
| | | | 2001 | 2000 |
| Cash flow from operating activities: | | | | |
| Operating income | \$ 2,012,076 | 1,122,365 | 3,134,441 | 1,461,161 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | | |
| (Increase) decrease in receivable | 202,916 | (64,323) | 138,593 | 128,683 |
| Increase in interfund receivable | (1,551,382) | — | (1,551,382) | (800,000) |
| Increase (decrease) in accounts payable | (662,876) | (40,779) | (703,655) | 786,120 |
| Decrease in interfund payable | — | — | — | (525,738) |
| Net cash provided by operating activities | <u>734</u> | <u>1,017,263</u> | <u>1,017,997</u> | <u>1,050,226</u> |
| Cash flow from investing activities: | | | | |
| Purchase of investments | — | (1,626,676) | (1,626,676) | (5,619,208) |
| Proceeds on sale of investments | — | — | — | 2,006,212 |
| Investment income | — | 383,055 | 383,055 | 252,679 |
| Net cash used in investing activities | <u>—</u> | <u>(1,243,621)</u> | <u>(1,243,621)</u> | <u>(3,360,317)</u> |
| Net increase (decrease) in cash and cash equivalents | 734 | (226,358) | (225,624) | (2,310,091) |
| Cash and cash equivalents at beginning of year | 165 | 390,792 | 390,957 | 2,701,048 |
| Cash and cash equivalents at end of year for agency funds | <u>—</u> | <u>1,811,383</u> | <u>1,811,383</u> | <u>1,615,210</u> |
| Cash and cash equivalents at end of year | <u>\$ 899</u> | <u>1,975,817</u> | <u>1,976,716</u> | <u>2,006,167</u> |

See accompanying notes to general purpose financial statements.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(1) Summary of Significant Accounting Policies

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

The School Board operates twenty-eight schools within the parish with a total enrollment of 18,933 pupils. In conjunction with the regular education programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

(a) Reporting Entity

The basic criterion established by the Governmental Accounting Standards Board for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a primary governmental unit's reporting entity for general purpose financial statements 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 Bossier Parish School Board (the primary government). Based on the criteria, there are no component units included in the School Board's reporting entity.

(b) Basis of Presentation

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

Governmental Funds

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use, and balances of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the School Board's governmental fund types:

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

General Fund - The General Fund is the general operating fund of the School Board. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The Debt Service Fund receives a dedicated portion of ad valorem taxes paid to the School Board.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Funds

The Proprietary Fund is used to account for the School Board's ongoing organizations and activities which are similar to those often found in the private sector.

The School Board applies all applicable Governmental Accounting Standards Board (GASB) pronouncements in accounting and reporting for its proprietary operations as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board opinions, and Accounting Research Bulletins.

Internal Service Fund - The Internal Service Fund is the only proprietary fund and is used to account for the accumulation of resources for and the payment of employee health insurance by the School Board's risk management program.

Fiduciary Funds

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

School Activity Agency Fund - The School Activity Agency Fund is used to account for assets held by the School Board as an agent for other parties. The School Activity Agency Fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

Nonexpendable Trust Fund - The Nonexpendable Trust Fund is used to account for assets held by the School Board in trust, of which the principal is not to be expended.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

Account Groups

Account groups are used to establish accounting control and accountability for the School Board's general fixed assets and general long-term obligations. The following are the School Board's account groups:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the School Board. Items that are charged against the capital outlay accounts, materials and supplies, and repairs and maintenance that meet the capitalization policy are recorded in the General Fixed Assets Account Group.

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the School Board.

(c) Fixed Assets and Long-Term Liabilities

The accounting and reporting treatments applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. No depreciation has been provided on general fixed assets, nor has interest been capitalized.

All purchased or constructed fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their fair market value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

(d) Basis of Accounting

Governmental Funds

In 2001, the School Board adopted the provisions of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. This Statement establishes accounting and financial reporting standards for nonexchange transactions involving financial or capital resources and the timing of recognition of these transactions. No adjustments were required as a result of implementation of this Statement.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The governmental funds (General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds) are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the School Board considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Property taxes are recognized as revenues in the year for which they are levied and available.

Revenues

Revenues which are susceptible to accrual are ad valorem taxes, sales taxes and investment income. Food services and miscellaneous other revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. For intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. In reimbursement-type programs, monies must be expended on the specific purpose or project before any amounts will be paid to the School Board; therefore, revenues are recognized based upon the expenditures recorded. In other programs in which monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements, the resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is the principal and interest on general long-term debt which is recognized when due. As of June 30, 2001, all instructional related salaries for July and August have been accrued because the salaries have been earned but not paid.

Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of the leave privileges not requiring current resources is recorded in the General Long-Term Debt Account Group.

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

Substantially all other expenditures are recognized when the related fund liability has been incurred.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet.

Fiduciary Funds

The accrual basis of accounting and economic resources measurement focus are also used for the Nonexpendable Trust Fund.

The agency fund is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the School Board holds for others in an agency capacity.

Other Financing Sources (Uses)

Operating transfers between funds that are not expected to be repaid and long-term debt proceeds are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

(e) Budget Practices

The School Board utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) Prior to June 30, the Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing the prior July 1. The operating budget includes proposed expenditures and sources of funding.
- (2) A public hearing is then conducted after proper official journal notification to obtain taxpayer comments.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

- (3) Prior to September 15, the budget is legally adopted by the School Board during public session.
- (4) Budget documents for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are structured such that revenues are budgeted by source and appropriations by function. School Board policy prescribes that the level of budgetary control is at the functional level for the General Fund, Debt Service Fund and Capital Projects Funds and at the fund level for the Special Revenue Funds. Legal requirements provide that expenditures may not exceed appropriations in excess of five percent of the budgeted expenditures at the fund level. Revisions to the budget as enacted on a functional level require School Board approval. Budget amounts included in the accompanying financial statements include the original budget and amendment. The School Board issues a budget report at least annually that demonstrates legal compliance at the legal level of budgetary control.
- (5) The School Board utilizes formal budgetary integration as a management control device for the General Fund, all Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.
- (6) Comparison of budgeted and actual amounts is included in Exhibit 3 in the accompanying financial report and includes all funds for which budgets are legally required. The budget and actual comparisons are made by source for revenues and by function for expenditures. Annual budgets are not required and are not presented in the accompanying financial report for the Internal Service Fund and Fiduciary Funds.
- (7) The basis of accounting applied to budgetary data presented is on the modified accrual basis, a basis consistent with generally accepted accounting principles (GAAP), except for the Capital Projects Fund which is on the cash basis. For the General Fund, certain transactions are classified differently for the budgetary basis from the GAAP basis. Budgeted amounts reflected in the accompanying budget and actual comparisons are as originally adopted and legally amended by the School Board during the fiscal year. Appropriations which are not expended lapse at year end.

(f) Encumbrances

Encumbrance accounting is employed in governmental funds. Outstanding encumbrances (e.g., purchase orders, contracts) lapse at year end. To the extent the School Board intends to honor the purchase orders and commitments, they are reported as reservations of fund balances. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

(g) Cash and Cash Equivalents

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

(h) Investments

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

The investments are reflected at fair value except for investments that have a remaining maturity at time of purchase of one year or less; these are reported at amortized cost.

Under state law, the School Board may invest in direct United States Treasury obligations, indebtedness issued or guaranteed by federal governmental agencies (provided such obligations are backed by the full faith and credit of the U.S. government), indebtedness issued or guaranteed by federally sponsored U.S. government agencies, and may deposit its funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana or mutual or trust fund institutions registered with the Securities and Exchange Commission.

(i) Inventories

Inventory of the School Food Service special revenue fund consists of supplies and food purchased by the School Board. All commodities received through both the cash in lieu of commodities program and the food distribution program are received and consumed in the current year.

Food is accounted for on the consumption method. 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. Inventories are equally offset by a fund balance reserve which indicates that these do not constitute "available spendable resources", even though they are a component of total assets.

(j) Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

(k) *Deferred Revenues*

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

(l) *Vacation, Sick Leave, and Sabbatical Leave*

All twelve-month School Board employees earn from ten to twenty days of vacation leave each year depending upon length of service. Vacation leave may be accumulated up to one hundred and fifty percent of their annual allotment carried forward to the next calendar year. Upon termination, employees may be paid for all unused vacation earned through June 30, 2001 and up to thirty days of unused vacation leave earned subsequent to June 30, 2001. Nine-month employees earn two work days of personal leave per academic year, which is non-cumulative.

All School Board employees earn from ten to thirteen days of sick leave each year, depending upon the length of service. Sick leave may be accumulated without limitation. Upon retirement or death, a maximum of twenty-five days accumulated sick leave may be paid to the employee or the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total accumulated sick leave, including the twenty-five days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers' Retirement System and for sick leave earned under the Louisiana School Employees' Retirement System, all unpaid sick leave, which excludes the twenty-five days paid, is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for medical reasons 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.

Accruals for compensated absences include both salary and salary-related benefits.

Sabbatical leave benefits are recorded as expenditures in the period paid.

Only the current portion of the liability for compensated absences is reported in the fund. The current portion is the amount left unpaid at the end of the reporting period that normally would be liquidated with expendable available financial resources. The remainder of the liability is reported in the general long-term debt account group.

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Notes to General Purpose Financial Statements

June 30, 2001

(m) Sales Tax

The School Board receives sales tax revenue from the following two sales taxes:

- (a) The voters of Bossier Parish approved on April 15, 1969, a one-cent parish-wide sales tax to be used to supplement salaries and benefits of teachers of Bossier Parish and other School Board employees and for the operation of public schools in Bossier Parish.
- (b) The voters of Bossier Parish approved on September 16, 1978, a one-half of one percent ($\frac{1}{2}\%$) parish-wide sales tax to be used for the retirement of the School Board's sales tax bonds, the maintenance and upkeep of the school system's air conditioners and any other lawful purpose of the school system.

(n) Pension Plans

The School Board participates in two pension plans administered by other governmental entities which cover substantially all employees who meet certain length of service requirements (see note 6 for details of these plans).

(o) Reserves

Use of the term "reserve" in describing governmental fund "Fund Balances" indicates that a portion of the fund balance is not available to appropriate for expenditure or is legally segregated for a specific future use. The nature and purpose of these reserves are explained as follows:

Encumbrances

Encumbrances outstanding at year end represent the estimated amount the School Board intends to honor as a commitment regardless of the lapse in the appropriation.

Inventory

This amount represents the portion of fund balance relating to purchased inventory on hand which is therefore unavailable to be expended for other purposes. A reserve is not established for donated inventory.

Prepaid Items

This amount represents the portion of fund balance relating to expenditures that will benefit future periods.

Debt Service

This amount represents the portion of fund balance that has been reserved in the Debt Service Fund for future payment of principal and interest on bonded debt.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

Instructional Enhancement

This amount represents the portion of fund balance that has been reserved in the Bossier Educational Excellence Fund (nonexpendable trust).

(p) Designations

Use of the term "designated" in describing governmental fund "Fund Balances" indicates that a portion of the fund balance has been segregated to indicate tentative plans for future financial resource use. Designated fund balances may be changed and are subject to subsequent authorization before expenditures can be made. No amounts have been designated as of June 30, 2001.

(q) Interfund Transactions

There are several types of transactions that are reported in the financial statements as interfund items. Interfund transactions which constitute reimbursements to a fund for expenditures initially made from that fund which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of the expenditure in the fund that is being reimbursed. Nonrecurring or nonroutine transfers of equity between funds are treated as residual equity transfers and are reported as additions to or deductions from fund balance. All other transfers are treated as operating transfers and are included in the results of operations. Reference should be made to note 11 regarding interfund transactions.

(r) Grants and Entitlements From Other Governmental Agencies

Federal and state governmental agencies represent an important source of supplementary funding to finance educational programs and other activities beneficial to parish schools. These funds, primarily in the form of grants, are recorded in the General Fund and Special Revenue Funds. A grant receivable is recorded when all applicable eligibility requirements have been met. The grants normally specify the purpose for which the funds may be used and are audited annually as mandated in OMB Circular A-133.

(s) Capital Leases

Capital leases are recorded as expenditures and other financing sources at inception in governmental funds at an amount equal to the present value of minimum lease payments. The asset is recorded in the General Fixed Assets Account Group.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

(t) Comparative Total Data

Comparative total data for the prior year have been presented in the accompanying combined financial statements to provide an understanding of changes in the School Board's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in each of the statements, since their inclusion would make the statements unduly complex and difficult to read. Certain amounts relating to 2000 have been reclassified in the accompanying financial statements in order to conform with the 2001 presentation.

(u) Total Columns on Combined Statements

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(v) Claims and Judgments

Claims and judgments are recorded as expenditures in governmental funds for the amount that will be liquidated with expendable available financial resources. The remainder of the liability (if any) is recorded in the General Long-Term Debt Account Group.

(w) Use of Estimates

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

(2) Cash and Investments

At June 30, 2001, the carrying amount of the School Board's cash deposits was \$8,246,872 and the bank balance was \$9,256,857. This difference is due to the outstanding checks at June 30, 2001. 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.

Of the bank balance, \$627,122 was covered by federal depository insurance or by collateral held by the School Board's agent in the School Board's name (GASB Category 1). \$8,629,735 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School Board's name (GASB Category 3).

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

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At year end, cash equivalents carried at fair value not included in the above deposits totaled \$6,821,468. These cash equivalents were composed of short-term (less than 90 days) investments in government securities. Because the securities were held by the School Board's agent in the name of the School Board, these cash equivalents are considered to be GASB Category 1.

Investments are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by the School Board or its agent in the School Board's name.
2. Uninsured and unregistered, with securities held by the counter party's trust department or agent in the School Board's name.
3. Uninsured and unregistered, with securities held by the counter party, or by its trust department or agent but not in the School Board's name.

At year end, the School Board investment balances included the following:

| | <u>Category 1</u> | <u>Carrying Amount and Fair Value</u> |
|--------------------------|---------------------|---|
| U. S. Agency Obligations | \$ <u>7,722,028</u> | <u>7,722,028</u> |

(3) Levied Taxes

The School Board levies taxes on real and business personal property located within Bossier Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Bossier Parish Tax Assessor and approved by the state of Louisiana Tax Commission.

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

Property Tax Calendar

| | |
|-------------------------------------|-------------------------------|
| Assessment date | January 1, 2000 |
| Levy date | Not later than June 1, 2000 |
| Tax bills mailed | On or about November 15, 2000 |
| Total taxes are due | December 31, 2000 |
| Penalties and interest are added | January 1, 2001 |
| Lien date | January 1, 2001 |
| Tax sale - 2000 delinquent property | May 17, 2001 |

The School Board is permitted to levy taxes up to 10% of the assessed property valuation for each specified purpose or, in the aggregate for all purposes, 35% of the assessed valuation for the payment of principal and interest on long-term debt after approval by the voters of the parish.

BOSSIER PARISH SCHOOL BOARD
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June 30, 2001

The tax roll is prepared by the Bossier Parish Tax Assessor in November of each year; therefore, the amount of 2001 property taxes to be collected within the next year is not known. As a result, no property tax receivable for 2001 taxes is included on the accompanying combined balance sheet.

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

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

A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2000. Total assessed value was \$450,641,960 for calendar year 2000. 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 \$119,849,120 of the assessed value in calendar year 2000.

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

| <u>Parish-wide taxes</u> | <u>Date of Voter Approval</u> | <u>Authorized Millage</u> | <u>Levied Millage</u> | <u>Expiration Date</u> |
|-------------------------------------|-------------------------------|---------------------------|-----------------------|------------------------|
| Constitutional | Statutory | 4.22 | 4.22 | Statutory |
| Special Maintenance and Operations | October 16, 1993 | 9.61 | 9.61 | 2003 |
| Special Salaries & Related Benefits | October 16, 1993 | 9.61 | 9.61 | 2003 |
| Special Salaries & Related Benefits | April 20, 1996 | 26.50 | 26.50 | 2006 |
| Bond and Interest | April 20, 1996 | Variable | 5.22 | 2017 |

The difference between authorized and levied millages are the result of the reassessment of taxable property required by Article 7, Section 23 of the Louisiana Constitution of 1974.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

(4) General Fixed Assets

A summary of changes in general fixed assets is as follows:

| | Balance July 1, 2000 | Additions | Retirements | Balance June 30, 2001 |
|----------------------------|-------------------------------------|------------------|--------------------|--------------------------------------|
| General fixed assets: | | | | |
| Land | \$ 416,428 | — | — | 416,428 |
| Buildings and improvements | 116,439,126 | 36,502 | — | 116,475,628 |
| Furniture and equipment | 21,996,767 | 733,585 | 73,062 | 22,657,290 |
| Transportation equipment | 8,523,459 | — | — | 8,523,459 |
| | <u>\$ 147,375,780</u> | <u>770,087</u> | <u>73,062</u> | <u>148,072,805</u> |

(5) Receivables

The receivables of \$6,104,183 at June 30, 2001 consist of the following:

| Class of Receivable | General Fund | Special Revenue Funds | Debt Service Fund | Capital Projects Funds | Non- Expendable Trust Fund | Total |
|------------------------|---------------------|-----------------------------|-------------------------|------------------------------|----------------------------------|------------------|
| Grants: | | | | | | |
| Federal | \$ 654,952 | 1,094,358 | — | — | — | 1,749,310 |
| State | 1,713,947 | 21,052 | — | — | — | 1,734,999 |
| Sales tax | — | 2,334,516 | — | — | — | 2,334,516 |
| Ad valorem taxes | 51,205 | — | 4,991 | — | — | 56,196 |
| Other | 103,024 | 4,711 | 9,927 | 2 | 195,453 | 313,117 |
| Total | <u>\$ 2,523,128</u> | <u>3,454,637</u> | <u>14,918</u> | <u>2</u> | <u>195,453</u> | <u>6,188,138</u> |

(6) Defined Benefit Pension Plans

The School Board provides retirement, death, and disability benefits to its employees through two pension plans administered by the state of Louisiana. These plans are:

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

Teachers' Retirement System of Louisiana (TRS):

Plan Description

Participation in the Teachers' Retirement Systems is divided into two plans – the Teachers' Regular Plan and the Teachers' Plan A (Teachers' Plan). In general, professional employees (such as teachers and principals) and lunchroom workers are members of these cost-sharing multiple-employer statewide plans. Benefit provisions are established in accordance with Louisiana state statute. The Teachers' Plan issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Teachers' Retirement System of Louisiana, P. O. Box 94123, Baton Rouge, Louisiana 70804-9123.

Funding Policy

Covered employees are required to contribute 8% of their salary to the Teachers' Regular Plan and 9.10% percent of their salary to the Teachers' Plan A. The School Board was required to contribute 14.2%, 15.2% and 16.5% of covered employees' salaries for the years ended June 30, 2001, 2000 and 1999, respectively.

The employer and employee contribution obligations are established and may be amended by Louisiana state statute. The School Board's contributions for the years ended June 30, 2001, 2000, and 1999 were \$7,836,701, \$8,366,786 and \$8,602,249, respectively, equal to the required contributions for each year. In accordance with GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, the net pension obligation was determined to be zero. Prior to adoption of GASB 27, the School Board did not report a pension liability for the Teachers' Plan.

Deferred Retirement Option Plan

Effective July 1, 1992, the Teachers' Retirement System adopted a Deferred Retirement Option Plan (DROP). Under the DROP, a member is allowed to retire and accumulate his/her retirement benefits in a special reserve fund and yet continue employment and draw a salary. Upon termination of employment at the end of the specified period, the monthly retirement benefits and the amounts paid into the DROP will begin being paid to the retiree.

BOSSIER PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 2001

Louisiana School Employees' Retirement System (School Employees' Plan):

Plan Description

All bus drivers, bus aids, maintenance employees, and custodians are members of this cost-sharing multiple-employer statewide plan. Benefit provisions are established in accordance with Louisiana state statute. The School Employees' Plan issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Louisiana School Employees' Retirement System, P.O. Box 44516, Baton Rouge, Louisiana 70804-4516.

Funding Policy

Covered employees were required to contribute 6.35% of their salary to the School Employees' Plan for 2001, 2000, and 1999. The School Board was required to contribute 6% of covered employees' salaries for 2001, 2000 and 1999. However, due to the passage of House Bill 2174, employer contributions for the year ended June 30, 2001 and 2000 were funded from the Employer Credit Account. The employer and employee contribution requirements are established and may be amended by Louisiana state statute. The School Board's contributions for the year ended June 30, 1999 was \$355,688 equal to the required contribution for that year. In accordance with GASB 27, the net pension obligation was determined to be zero. Prior to adoption of GASB 27, the School Board did not report a pension liability for the School Employees' Plan.

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

In accordance with state statutes, the School Board provides continuing health care and life insurance benefits for its retired employees. 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 were provided through a fully-insured program, whose monthly premiums are paid jointly by the employees and the School Board. The School Board recognizes the cost of providing these benefits (the Board's portion of premiums) as an expenditure when the monthly premiums are due.

The School Board is responsible for 82% of the health insurance premium. Total cost to the School Board of health care insurance premiums totaled \$2,359,273 for 2001, while the employees paid \$520,649. At June 30, 2001, 1,094 former employees were qualified to receive such benefits.

For life insurance benefits, the School Board is responsible for 72% of the premiums, while the employee is responsible for the remaining 28%. The School Board paid a total of \$89,270 in life insurance premiums, while the employees paid \$35,446 for 2001. At June 30, 2001, 1,094 former employees were qualified to receive such benefits.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(8) Deposits Due Others

A summary of changes in agency fund deposits due others follows:

| | <u>School Activity Accounts</u> |
|---|---|
| Agency deposits due others at July 1, 2000 | \$ 1,615,375 |
| Additions | 5,278,316 |
| Deductions | <u>5,115,705</u> |
| Agency deposits due others at June 30, 2001 | \$ <u>1,777,986</u> |

(9) Lease Commitments

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

| <u>Type</u> | <u>Total</u> |
|------------------|---------------------|
| Energy equipment | \$ <u>4,970,640</u> |

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 2001:

| <u>Fiscal Year</u> | <u>Energy Equipment</u> |
|---|-----------------------------|
| 2001-2002 | \$ 538,525 |
| 2002-2003 | 538,525 |
| 2003-2004 | 538,525 |
| 2004-2005 | 224,382 |
| 2005-2006 | <u>—</u> |
| Total minimum lease payments | 1,839,957 |
| Less amounts representing interest | <u>186,533</u> |
| Present value of net minimum lease payments | \$ <u>1,653,424</u> |

Capital lease payments are funded by general operating revenues and are paid from the General Fund.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(10) Long-Term Obligations

The following is a summary of the long-term obligation activity for the year ended June 30, 2001:

| | <u>General Bonded Debt</u> | <u>General Obligation Notes</u> | <u>Certificates of Indebtedness</u> | <u>Claims and Judgments Payable</u> | <u>Capital Leases Payable</u> | <u>Compensated Absences</u> | <u>Total</u> |
|--|------------------------------------|---|---|---|---------------------------------------|---------------------------------|-------------------|
| Balances, at July 1, 2000 | \$ 16,430,000 | 564,216 | 4,375,000 | 10,000 | 2,074,562 | 5,887,718 | 29,341,496 |
| Debt additions and increases in compensated absences | — | — | — | — | — | 215,204 | 215,204 |
| Debt retirements and payments of compensated absences | <u>585,000</u> | <u>88,394</u> | <u>1,170,000</u> | <u>—</u> | <u>421,138</u> | <u>252,233</u> | <u>2,516,765</u> |
| Balances, at June 30, 2001 | <u>\$ 15,845,000</u> | <u>475,822</u> | <u>3,205,000</u> | <u>10,000</u> | <u>1,653,424</u> | <u>5,850,689</u> | <u>27,039,935</u> |

For the year ended June 30, 2001, the principal payments of \$585,000 plus interest and fiscal charges of \$940,662 on the bonds were paid from the Debt Service Fund. Accrued compensated absences of \$252,233 were paid by those funds and departments with salary costs and are included in payroll costs. For the year ended June 30, 2001, the principal payments of \$1,258,394 plus interest and fiscal charges of \$94,768 on the general obligation notes and certificates of indebtedness were paid from the General Fund. Amounts for principal payments and interest and fiscal charges at Exhibit 2 include capital lease payments and repayment of revenue anticipation notes. During fiscal 2001, the School Board issued revenue anticipation notes of \$6,000,000, which were repaid with ad valorem tax receipts in 2001. Interest paid on these notes totaled \$108,275.

Long-term debt at June 30, 2001 is comprised of the following issues:

| <u>Bond Issue</u> | <u>Issue Date</u> | <u>Amount</u> | <u>Remaining Interest Rates</u> | <u>Final Payment Due</u> | <u>Interest to Maturity</u> | <u>Principal Outstanding</u> |
|-----------------------------|-----------------------|---------------|---|----------------------------------|-------------------------------------|----------------------------------|
| General Obligation Bonds: | | | | | | |
| Parish-wide - 1996 | 1996 | \$ 9,000,000 | 5.00% - 10.00% | 3-01-16 | \$ 4,004,170 | 8,370,000 |
| Parish-wide - 1997 | 1997 | 8,000,000 | 4.50% - 10.00% | 3-01-17 | 3,451,630 | 7,475,000 |
| General Obligation Notes: | | | | | | |
| Notes Payable - EPA | 1988 | 579,609 | Non-interest | 7-01-05 | — | 110,556 |
| Notes Payable - EPA | 1988 | 1,011,499 | Non-interest | 7-31-08 | — | 365,266 |
| Certificate of Indebtedness | 1998 | 3,000,000 | 4.30% - 4.55% | 2-01-03 | 89,683 | 1,310,000 |
| Certificate of Indebtedness | 1999 | 3,000,000 | 4.45% | 3-01-04 | 171,548 | 1,895,000 |
| Total | | | | | \$ <u>7,717,031</u> | <u>19,525,822</u> |

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

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 and through general fund operations. At June 30, 2001, the School Board has accumulated \$4,329,066 in the Debt Service Fund for future debt requirements. General obligation bond payments are paid from the Debt Service Fund. General obligation notes and certificates of indebtedness are paid from the General Fund.

The annual requirements to amortize all debt outstanding as of June 30, 2001 are as follows:

| <u>Year Ending June 30,</u> | <u>General Obligation Bonds</u> | <u>General Obligation Notes</u> | <u>Certificate of Indebtedness</u> | <u>Interest Payments</u> | <u>Total</u> |
|---------------------------------|---|---|--|------------------------------|-------------------|
| 2002 | \$ 620,000 | 88,394 | 1,235,000 | 1,025,460 | 2,968,854 |
| 2003 | 665,000 | 88,394 | 1,305,000 | 908,503 | 2,966,897 |
| 2004 | 705,000 | 88,394 | 665,000 | 783,255 | 2,241,649 |
| 2005 | 750,000 | 70,150 | — | 683,163 | 1,503,313 |
| 2006 | 795,000 | 56,194 | — | 624,175 | 1,475,369 |
| 2007 - 2020 | <u>12,310,000</u> | <u>84,296</u> | <u>—</u> | <u>3,692,475</u> | <u>16,086,771</u> |
| Total | \$ <u>15,845,000</u> | <u>475,822</u> | <u>3,205,000</u> | <u>7,717,031</u> | <u>27,242,853</u> |

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35% of the assessed value of taxable property. At June 30, 2001, the statutory limit was \$157,724,686, the outstanding bonded debt net of applicable debt service funds totaled \$11,515,934 and the legal debt margin was \$146,208,752.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(11) Other Required Individual Fund Disclosures

(a) *Interfund Receivables and Payables*

Individual fund interfund receivable and payable balances at June 30, 2001 were as follows:

| Fund | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|--|----------------------------------|-------------------------------|
| General Fund | \$ 4,630,924 | 2,401,500 |
| Special Revenue Funds: | | |
| Title I | — | 456,281 |
| Title VI | — | 88,293 |
| Title II | — | 4,880 |
| Special Education | 28,574 | 149,766 |
| Preschool | — | 29,935 |
| Title IV | — | 8,762 |
| Region VII Service Center | — | 42,027 |
| Sales Tax | — | 3,757,954 |
| School Food Service | 13,878 | 58,502 |
| Goals 2000 | — | 20,796 |
| Debt Service Fund – Unified Tax Fund | 10 | — |
| Capital Projects Funds: | | |
| Unified Construction Fund | — | 100 |
| One-Half Cent Sales Tax Air Conditioner | 501,026 | 505,000 |
| Internal Service Fund | 2,351,382 | 1,000 |
| Nonexpendable Trust Fund – Bossier Educational Excellence | — | 998 |
| Total | \$ <u>7,525,794</u> | <u>7,525,794</u> |

(b) *Operating Transfers*

A reconciliation of operating transfers for the year ended June 30, 2001 follows:

| Fund | <u>In</u> | <u>Out</u> |
|------------------------|----------------------|-------------------|
| General Fund | \$ 21,919,180 | 383,083 |
| Special Revenue Funds | 240,000 | 22,096,657 |
| Capital Projects Funds | 8,209,468 | 7,888,908 |
| Total | \$ <u>30,368,648</u> | <u>30,368,648</u> |

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(12) Compliance, Stewardship, and Accountability

(a) Excess of Expenditures Over Appropriations

For those funds for which a budget to actual comparison was made, 2001 actual expenditures exceeded budgeted expenditures at the legal level of control as follows:

| Fund | Expenditures | | Unfavorable Variance |
|--------------------------------------|---------------|------------|-------------------------|
| | Budget | Actual | |
| General Fund: | | | |
| Current: | | | |
| Instruction | \$ 57,373,917 | 59,077,101 | (1,703,184) |
| Support services: | | | |
| Student services | 3,571,800 | 3,774,031 | (202,231) |
| Instructional support staff | 4,633,639 | 4,809,062 | (175,423) |
| General administration | 1,156,011 | 1,188,053 | (32,042) |
| Business services | 1,022,612 | 1,125,312 | (102,700) |
| Plant services | 9,164,014 | 9,970,973 | (806,959) |
| Student transportation services | 5,228,364 | 5,587,738 | (359,374) |
| Central services | 925,511 | 943,890 | (18,379) |
| Food services | — | 71,686 | (71,686) |
| Community service programs | 10,000 | 76,535 | (66,535) |
| Debt service: | | | |
| Principal retirement | 7,170,000 | 7,258,397 | (88,397) |
| Operating transfer out | 150,000 | 383,083 | (233,083) |
| Special Revenue Funds: | | | |
| School Food Service | 6,244,050 | 6,858,486 | (614,436) |
| Preschool | 132,665 | 132,889 | (224) |
| Goals 2000 | 144,926 | 147,448 | (2,522) |
| Capital Projects Funds: | | | |
| One-Half Cent Sales Tax Air | | | |
| Conditioner - operating transfer out | 7,493,770 | 7,888,908 | (395,138) |

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(b) Deficit Fund Balances/Retained Earnings

The following funds have a deficit in the fund balance/retained earnings at June 30, 2001:

| Fund | <u>Deficit Amount</u> |
|-----------------------------------|---------------------------|
| Special Revenue Fund - Region VII | \$ (6,648) |

This deficit will be eliminated by transferring funds from the General Fund in fiscal 2002.

(c) Budgets and Budget Basis of Accounting

Annual expenditure budgets are adopted for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds. Revisions made to the original budget for each fund were as follows:

| | <u>Original Budget</u> | <u>Total Revision</u> | <u>Revised Budget</u> |
|---------------------------|----------------------------|---------------------------|---------------------------|
| General Fund | \$ 91,881,272 | 6,042,653 | 97,923,925 |
| Title I | 2,756,215 | 55,488 | 2,811,703 |
| Title VI | 571,099 | 26,314 | 597,413 |
| Title II | 90,426 | 21,749 | 112,175 |
| 112,175 Special Education | 1,130,103 | 421,468 | 1,551,571 |
| Preschool | 101,918 | 30,747 | 132,665 |
| Title IV (Drug Free) | 117,827 | (19,882) | 97,945 |
| Region VII Service Center | 133,940 | 2,210 | 136,150 |
| Sales Tax | 190,000 | 110,000 | 300,000 |
| School Food Service | 5,809,050 | 435,000 | 6,244,050 |
| Goals 2000 | 192,590 | (47,664) | 144,926 |
| Debt Service Fund | 1,651,886 | — | 1,651,886 |
| Unified Construction Fund | 36,050 | 16,771 | 52,821 |

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

The following schedule reconciles the actual amounts on a GAAP basis for the General Fund to the actual amounts on a budgetary basis.

| | <u>General Fund</u> |
|-----------------------------------|-------------------------|
| Fund balance on a budgetary basis | \$ 569,948 |
| Revenues: | |
| Local sources: | |
| Taxes - sales and use | 20,832,955 |
| Expenditures: | |
| Current: | |
| Plant services | (538,525) |
| Debt service: | |
| Principal retirement | 421,137 |
| Interest and bank charges | 117,388 |
| Other financing sources: | |
| Operating transfers in | <u>(20,832,955)</u> |
| Fund deficit on a GAAP basis | \$ <u>569,948</u> |

Budget/GAAP reporting differences in the General Fund are primarily a result of reclassification. Sales taxes were reported as operating transfers in for GAAP purposes, but were budgeted as revenues for budget purposes. Debt service expenditures for capital leases were reported separately for GAAP reporting purposes, but were reported by functional categories for budget purposes.

(13) Commitments and Contingencies

Litigation

At June 30, 2001, the School Board is involved in various litigation. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits will not materially affect the financial statements.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

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. Management believes there is no tax arbitrage liability at year end.

Grant Audits

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 Act Amendments of 1996. 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 loss, if any, which may arise from future audits will not be significant.

Risk Management

The School Board is partially self-insured for workers' compensation, health insurance and general liability coverage. Claims are funded through employee and employer contributions and operating funds of the School Board. All known claims filed and an estimate of incurred but not reported claims based on experience of the School Board are made and accrued as necessary in the financial statements.

The School Board is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The School Board is a defendant in several lawsuits involving civil actions. The School Board is self-insured for losses up to \$200,000. The School Board currently reports all of its risk management activities except for employees' health insurance in the General Fund and the General Long-Term Debt Account Group. An insurance policy covers individual claims in excess of \$200,000. 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.

The School Board maintains a risk management program for workers' compensation. During the fiscal year, a total of \$348,659 was paid in claims. An excess coverage insurance policy covers individual claims in excess of \$250,000.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

The School Board maintains a risk management program for employees' health insurance. Premiums are paid into the health insurance internal service fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. An excess coverage insurance policy covers individual claims in excess of \$100,000. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds. The incurred but not reported claims at year end of \$1,755,692 has been accrued based upon the third party administrator's calculation using historical claim experience.

Changes in the reported liability for the current and recent previous fiscal year are as follows:

| | Beginning of Fiscal Year Liability | Current Year Claims and Changes in Estimates | Benefit and Claim Payments | Balance at Fiscal Year End |
|--|---|---|---|---|
| Group health insurance | | | | |
| 1999-2000 | \$ 2,252,379 | 15,550,504 | 14,788,726 | 3,014,157 |
| 2000-2001 | 3,014,157 | 15,820,692 | 17,079,157 | 1,755,692 |
| Workers' compensation | | | | |
| 1999-2000 | 184,565 | 613,892 | 659,204 | 139,253 |
| 2000-2001 | 139,253 | 545,709 | 348,659 | 336,303 |
| Claims and judgments (general fund) | | | | |
| 1999-2000 | 100,602 | 87,696 | 188,298 | — |
| 2000-2001 | — | — | — | — |
| Claims and judgments (general long-term debt account group) | | | | |
| 1999-2000 | 10,000 | — | — | 10,000 |
| 2000-2001 | 10,000 | — | — | 10,000 |

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.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to General Purpose Financial Statements

June 30, 2001

(14) Bossier Educational Excellence Fund

The Bossier Educational Excellence Fund (the "BEEF") is a Nonexpendable Trust Fund. The fund is used to account for the trust principal, investment earnings and boarding fees from area casinos as provided for in Louisiana Revised Statute LSA-R.S. 27:93 and license fees from area horse racing facility as provided in Louisiana Revised Statute LSA-R.S. 4.163.1. The BEEF was established in recognition of the need to earmark and set aside a portion of the earnings from gaming in Bossier Parish to be used exclusively for educational enhancements. The School Board used earnings from the fund for enhancements to the education program in Bossier Parish.

Annual fees received from the casinos are the result of an agreement between the School Board and the casinos for specified amounts or percentages as opposed to actual boarding fees. During 2001, fees from the area casinos and horse racing facility totaled \$1,288,142. The BEEF monies are invested in U.S. Agency obligations as allowed by state statute. The principal portion of the funds of \$7,625,823 must be retained and may not be expended.

(15) 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 \$65,880. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

(16) Subsequent Events

In August 2001, the School Board issued an anticipation certificate, Series 2001, totaling \$3,000,000, in anticipation of fiscal 2002 revenues and to pay fiscal 2002 operational expenditures. The notes mature no later than June 30, 2002 and will be repaid with ad valorem tax revenue.

In December 2001, the School Board became qualified for a Qualified Zone Academy Bond Program ("QZAB") loan through the Louisiana Community Development Authority. The loan is for \$3,000,000, is interest free, and is to be paid back over a period of 15 years.

QZAB loan proceeds must be used for projects linked to instruction in schools where 35% or more of students are eligible for reduced lunch prices. Also, teaming with the business community is a required component of the program. The School Board is proposing to use the proceeds for building renovations and maintenance at qualifying schools.

**SUPPLEMENTAL STATEMENTS
AND SCHEDULES —
COMBINING,
INDIVIDUAL FUND,
AND ACCOUNT
GROUP FINANCIAL STATEMENTS
AND SCHEDULES**

GOVERNMENTAL FUNDS

- **SPECIAL REVENUE FUNDS**
- **CAPITAL PROJECTS FUNDS**

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Special Revenue Funds

Combining Balance Sheet

June 30, 2001
(with comparative totals for June 30, 2000)

| ASSETS | Title I | Title VI | Title II | Special Education | Preschool | Title IV (Drug-Free) | Region VII Service Center | Sales Tax | School Food Service | Goals 2000 | Totals | |
|---------------------------------------|------------|----------|----------|-------------------|-----------|----------------------|---------------------------|-----------|---------------------|------------|-----------|-----------|
| | | | | | | | | | | | 2001 | 2000 |
| Assets: | | | | | | | | | | | | |
| Cash and cash equivalents | \$ 198,981 | 96,363 | 1,171 | 1,129 | 5,280 | 8,743 | 4,862 | 1,525,408 | 829,428 | 488 | 2,671,853 | 2,802,437 |
| Investments | — | — | — | — | — | — | — | — | — | — | — | 230 |
| Receivables | 556,770 | 108,822 | 27,850 | 302,891 | 26,612 | 451 | 31,397 | 2,334,546 | 2,376 | 62,922 | 3,454,637 | 2,699,959 |
| Interfund receivable | — | — | — | 28,574 | — | — | — | — | 13,878 | — | 42,452 | 85,333 |
| Inventories | — | — | — | — | — | — | — | — | 134,410 | — | 134,410 | 166,070 |
| Total assets | \$ 755,751 | 205,185 | 29,021 | 332,594 | 31,892 | 9,194 | 36,259 | 3,859,954 | 980,092 | 63,410 | 6,303,352 | 5,754,029 |
| LIABILITIES AND FUND BALANCES | | | | | | | | | | | | |
| Liabilities: | | | | | | | | | | | | |
| Accounts, salaries and other payables | \$ 299,470 | 113,333 | 24,141 | 182,828 | 1,957 | 432 | 880 | 102,000 | 602,809 | 42,614 | 1,370,464 | 1,345,809 |
| Interfund payable | 456,281 | 88,293 | 4,880 | 149,766 | 29,935 | 8,762 | 42,027 | 3,757,954 | 58,502 | 20,796 | 4,617,196 | 3,993,246 |
| Deferred revenues | — | 3,559 | — | — | — | — | — | — | — | — | 3,559 | 181,431 |
| Total liabilities | 755,751 | 205,185 | 29,021 | 332,594 | 31,892 | 9,194 | 42,907 | 3,859,954 | 661,311 | 63,410 | 5,991,219 | 5,520,486 |
| Fund balances: | | | | | | | | | | | | |
| Reserved - inventory | — | — | — | — | — | — | — | — | 134,410 | — | 134,410 | 74,724 |
| Unreserved - undesignated | — | — | — | — | — | — | (6,648) | — | 184,371 | — | 177,723 | 158,819 |
| Total fund balances (deficit) | — | — | — | — | — | — | (6,648) | — | 318,781 | — | 312,133 | 233,543 |
| Total liabilities and fund balances | \$ 755,751 | 205,185 | 29,021 | 332,594 | 31,892 | 9,194 | 36,259 | 3,859,954 | 980,092 | 63,410 | 6,303,352 | 5,754,029 |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances

June 30, 2001
(with comparative totals for June 30, 2000)

| | Title I | Title VI | Title II | Special Education | Preschool | Title IV (Drug-Free) | Region VII Service Center | Sales Tax | School Food Service | Goals 2000 | Totals 2001 | Totals 2000 |
|--|-----------|----------|----------|----------------------|-----------|-------------------------|---------------------------------|--------------|---------------------------|---------------|----------------|----------------|
| Revenues: | | | | | | | | | | | | |
| Local sources: | | | | | | | | | | | | |
| Sales and use | — | — | — | — | — | — | — | 22,404,446 | — | — | 22,404,446 | 20,112,687 |
| Investment income | — | — | — | — | — | — | — | 605 | 11,081 | — | 11,686 | 10,199 |
| Food services | — | — | — | — | — | — | — | — | 2,151,563 | — | 2,151,563 | 1,647,734 |
| Other | — | — | — | — | — | — | 1,150 | — | 5,072 | — | 6,222 | 10,512 |
| State sources: | | | | | | | | | | | | |
| Equalization | — | — | — | — | — | — | — | — | 1,251,988 | — | 1,251,988 | 806,004 |
| Other | — | — | — | — | — | — | 25,246 | — | — | — | 25,246 | 81,459 |
| Federal sources | 2,439,262 | 531,824 | 94,894 | 1,286,039 | 132,889 | 91,543 | 54,798 | — | 3,188,141 | 147,448 | 7,966,838 | 7,713,903 |
| Total revenues | 2,439,262 | 531,824 | 94,894 | 1,286,039 | 132,889 | 91,543 | 81,194 | 22,405,051 | 6,607,845 | 147,448 | 33,817,989 | 30,382,498 |
| Expenditures: | | | | | | | | | | | | |
| Current: | | | | | | | | | | | | |
| Instruction | 1,673,393 | 462,822 | 91,777 | 361,752 | 14,606 | — | — | — | — | 53,454 | 2,657,804 | 2,765,542 |
| Support services: | | | | | | | | | | | | |
| Student services | 333,432 | — | — | 35,810 | — | 86,962 | — | — | — | — | 456,204 | 652,446 |
| Instructional staff support | 270,045 | 51,943 | — | 788,647 | 102,816 | — | 91,293 | — | — | 93,994 | 1,398,738 | 1,175,130 |
| General administration | 3,669 | — | — | — | — | — | — | 209,064 | — | — | 212,733 | 353,943 |
| Business services | 158,589 | 17,059 | 3,117 | 91,872 | 15,467 | 4,581 | — | — | — | — | 290,685 | 103,860 |
| Plant services | 134 | — | — | 7,958 | — | — | — | — | — | — | 8,092 | 44,624 |
| Food services | — | — | — | — | — | — | — | — | 6,858,486 | — | 6,858,486 | 6,018,077 |
| Total expenditures | 2,439,262 | 531,824 | 94,894 | 1,286,039 | 132,889 | 91,543 | 91,293 | 209,064 | 6,858,486 | 147,448 | 11,882,742 | 11,113,622 |
| Excess (deficiency) of revenues over (under) expenditures | — | — | — | — | — | — | (10,099) | 22,195,987 | (250,641) | — | 21,935,247 | 19,268,876 |
| Other financing sources (uses): | | | | | | | | | | | | |
| Operating transfers in | — | — | — | — | — | — | — | — | 240,000 | — | 240,000 | 240,000 |
| Operating transfers out | — | — | — | — | — | — | — | (22,096,657) | — | — | (22,096,657) | (21,332,665) |
| Total other financing sources (uses) | — | — | — | — | — | — | — | (22,096,657) | 240,000 | — | (21,856,657) | (21,092,665) |
| Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses | — | — | — | — | — | — | (10,099) | 99,330 | (10,641) | — | 78,590 | (1,823,789) |
| Fund balances at beginning of year | — | — | — | — | — | — | 3,451 | (99,330) | 329,422 | — | 233,543 | 2,051,843 |
| Residual equity transfer | — | — | — | — | — | — | — | — | — | — | — | 5,489 |
| Fund balances at end of year | — | — | — | — | — | — | (6,648) | — | 318,781 | — | 312,133 | 233,543 |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Special Revenue Fund

Title I

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual

For the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | Variance Favorable (Unfavorable) | 2000 |
|--------------------------------------|--------------|-----------|--|-----------|
| | Budget | Actual | | |
| Revenues - federal sources | \$ 2,811,703 | 2,439,262 | (372,441) | 2,467,853 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 1,984,998 | 1,673,393 | 311,605 | 1,760,707 |
| Student services | 290,000 | 333,432 | (43,432) | 327,653 |
| Instructional staff support | 335,000 | 270,045 | 64,955 | 285,458 |
| General administration | 23,000 | 3,669 | 19,331 | — |
| Business services | 152,705 | 158,589 | (5,884) | 65,605 |
| Plant services | 26,000 | 134 | 25,866 | 28,480 |
| Total expenditures | 2,811,703 | 2,439,262 | 372,441 | 2,467,903 |
| Excess of revenues over expenditures | — | — | — | (50) |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | (50) |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Title VI

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | Variance | |
|--------------------------------------|------------|---------|----------------------------|---------|
| | Budget | Actual | Favorable (Unfavorable) | 2000 |
| Revenues - federal sources | \$ 597,413 | 531,824 | (65,589) | 560,083 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 521,353 | 462,822 | 58,531 | 519,415 |
| Instructional staff support | 56,712 | 51,943 | 4,769 | 38,187 |
| Business services | 19,098 | 17,059 | 2,039 | 2,481 |
| Plant services | 250 | — | 250 | — |
| Total expenditures | 597,413 | 531,824 | 65,589 | 560,083 |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | — |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Title II

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | 2000 |
|--------------------------------------|------------|--------|--|--------|
| | Budget | Actual | Variance Favorable (Unfavorable) | |
| Revenues - federal sources | \$ 112,175 | 94,894 | (17,281) | 76,533 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 106,001 | 91,777 | 14,224 | 10,686 |
| Instructional staff support | — | — | — | 63,756 |
| Business services | 6,174 | 3,117 | 3,057 | 2,091 |
| Total expenditures | 112,175 | 94,894 | 17,281 | 76,533 |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | — |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Special Education

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | |
|--------------------------------------|--------------|-----------|--|-----------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2000 |
| Revenues - federal sources | \$ 1,551,571 | 1,286,039 | (265,532) | 1,263,970 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 459,707 | 361,752 | 97,955 | 332,785 |
| Student services | 38,108 | 35,810 | 2,298 | 223,842 |
| Instructional staff support | 951,312 | 788,647 | 162,665 | 609,037 |
| General administration | — | — | — | 67,448 |
| Business services | 96,529 | 91,872 | 4,657 | 29,428 |
| Plant services | 5,915 | 7,958 | (2,043) | 1,430 |
| Total expenditures | 1,551,571 | 1,286,039 | 265,532 | 1,263,970 |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | — |

See accompanying independent auditors' report.

SPECIAL REVENUE FUNDS

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.

Grants are awarded for students at risk of failure in school; instructional materials; school-wide improvements and effective school programs; training and professional development; early identification of children with reading disabilities; personal excellence of students and student achievements; and innovative enhancement projects to the educational program and climate of the school.

Math and Science - Title II

To improve the skills of teachers and the quality of instruction in mathematics and science, also to increase the accessibility of such instruction to all students.

Special Education

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

Preschool

Payments to States for Child Care Assistance

To make grants available to assist low-income families with child care services. The purpose of the program is to increase the availability, affordability, and quality of child care and to increase the availability of early childhood development and before- and after-school programs.

Special Education - Preschool Grants

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

Title IV - (Drug-Free)

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

Region VII Service Center

This program was designed to provide workshops for teachers and administrators. The Teacher Evaluation Program is coordinated through this program. Workshops provide points to administrators towards their continuing education.

Sales Tax

The sales tax fund accounts for the collection of sales tax in Bossier Parish. The monies are thereafter transferred to the appropriate fund for expenditures.

School Food Service

- National School Food Service Program
- School Breakfast Program
- Food Distribution Commodities

This program was designed to assist through cash 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.

Goals 2000

To provide grants to State Education Agencies (SEAs) on a formula basis to support the development and implementation of comprehensive reform plans at the state, local, and school levels to improve the teaching and learning of all children. To support top down and bottom up reform through subgrants by SEAs of 90 percent of these grant funds to local education agencies (LEAs) and through LEAs to individual schools. To support the establishment by states and localities of high standards in their core content areas. All aspects of the educational process are aligned including, but not limited to assessments, curriculum, professional development, and pre-service training.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Preschool

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | 2000 |
|--------------------------------------|------------|---------|--|--------|
| | Budget | Actual | Variance Favorable (Unfavorable) | |
| Revenues - federal sources | \$ 132,665 | 132,889 | 224 | 96,661 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 15,465 | 14,606 | 859 | 20,470 |
| Student services | — | — | — | 15,155 |
| Instructional staff support | 110,668 | 102,816 | 7,852 | 59,261 |
| Business services | 6,532 | 15,467 | (8,935) | 1,775 |
| Total expenditures | 132,665 | 132,889 | (224) | 96,661 |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | — |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Special Revenue Fund

Title IV (Drug-Free)

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual

For the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | |
|--------------------------------------|---------------|---------------|---|---------------|
| | <u>Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> | <u>2000</u> |
| Revenues - federal sources | \$ 97,945 | 91,543 | (6,402) | 92,247 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Student services | 92,554 | 86,962 | 5,592 | 85,796 |
| Instructional staff support | — | — | — | 3,971 |
| Business services | 5,391 | 4,581 | 810 | 2,480 |
| Total expenditures | <u>97,945</u> | <u>91,543</u> | <u>6,402</u> | <u>92,247</u> |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ <u>—</u> | <u>—</u> | <u>—</u> | <u>—</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Region VII Service Center

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | 2000 |
|---|-----------------|----------------|--|----------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | |
| Revenues: | | | | |
| Local - other | \$ — | 1,150 | 1,150 | — |
| State sources - other | 36,369 | 25,246 | (11,123) | 81,459 |
| Federal sources | 99,781 | 54,798 | (44,983) | 33,388 |
| Total revenues | <u>136,150</u> | <u>81,194</u> | <u>(54,956)</u> | <u>114,847</u> |
| Expenditures - current: | | | | |
| Instruction and support services - instructional staff support | <u>136,150</u> | <u>91,293</u> | <u>44,857</u> | <u>111,320</u> |
| Total expenditures | <u>136,150</u> | <u>91,293</u> | <u>44,857</u> | <u>111,320</u> |
| Excess (deficiency) of revenues over (under) expenditures | — | (10,099) | (10,099) | 3,527 |
| Fund balance at beginning of year | <u>3,451</u> | <u>3,451</u> | <u>—</u> | <u>(76)</u> |
| Fund balance at end of year | <u>\$ 3,451</u> | <u>(6,648)</u> | <u>(10,099)</u> | <u>3,451</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Sales Tax

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | Variance | |
|--|---------------------|---------------------|----------------------------|------------------------|
| | Budget | Actual | Favorable (Unfavorable) | 2000 |
| Revenues: | | | | |
| Local sources: | | | | |
| Sales and use | \$ 22,481,011 | 22,404,446 | (76,565) | 20,112,687 |
| Investment income | 500 | 605 | 105 | 369 |
| Total revenues | <u>22,481,511</u> | <u>22,405,051</u> | <u>(76,460)</u> | <u>20,113,056</u> |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| General administration | 300,000 | 209,064 | 90,936 | 286,495 |
| Plant services | — | — | — | 14,764 |
| Total expenditures | <u>300,000</u> | <u>209,064</u> | <u>90,936</u> | <u>301,259</u> |
| Excess of revenues over expenditures | 22,181,511 | 22,195,987 | 14,476 | 19,811,797 |
| Other financing uses - operating transfers out | <u>(22,082,181)</u> | <u>(22,096,657)</u> | <u>(14,476)</u> | <u>(21,332,665)</u> |
| Excess (deficiency) of revenues over (under) expenditures and other financing uses | 99,330 | 99,330 | — | (1,520,868) |
| Fund balance at beginning of year | <u>(99,330)</u> | <u>(99,330)</u> | <u>—</u> | <u>1,421,538</u> |
| Fund balance (deficit) at end of year | <u><u>—</u></u> | <u><u>—</u></u> | <u><u>—</u></u> | <u><u>(99,330)</u></u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

School Food Service

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | Variance | |
|---|-------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | 2000 |
| Revenues: | | | | |
| Local sources: | | | | |
| Investment income | \$ 7,000 | 11,081 | 4,081 | 9,830 |
| Food services | 1,956,500 | 2,151,563 | 195,063 | 1,647,734 |
| Other | 500 | 5,072 | 4,572 | 10,512 |
| State sources - equalization | 806,004 | 1,251,988 | 445,984 | 806,004 |
| Federal sources | 3,234,046 | 3,188,141 | (45,905) | 2,997,549 |
| Total revenues | <u>6,004,050</u> | <u>6,607,845</u> | <u>603,795</u> | <u>5,471,629</u> |
| Expenditures - current - instruction and support services - food service | <u>6,244,050</u> | <u>6,858,486</u> | <u>(614,436)</u> | <u>6,018,077</u> |
| Deficiency of revenues under expenditures | (240,000) | (250,641) | (10,641) | (546,448) |
| Other financing sources - operating transfers in | <u>240,000</u> | <u>240,000</u> | <u>—</u> | <u>240,000</u> |
| Deficiency of revenues and other financing sources under expenditures | — | (10,641) | (10,641) | (306,448) |
| Fund balance at beginning of year | <u>329,422</u> | <u>329,422</u> | <u>—</u> | <u>635,870</u> |
| Fund balance at end of year | <u>\$ 329,422</u> | <u>318,781</u> | <u>(10,641)</u> | <u>329,422</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Special Revenue Fund

Goals 2000

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and ActualFor the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | |
|--------------------------------------|------------|---------|--|---------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2000 |
| Revenues - federal sources | \$ 144,926 | 147,448 | 2,522 | 125,619 |
| Expenditures - current: | | | | |
| Instruction and support services: | | | | |
| Instruction | 53,343 | 53,454 | (111) | 121,479 |
| Instructional staff support | 91,583 | 93,994 | (2,411) | 4,140 |
| Total expenditures | 144,926 | 147,448 | (2,522) | 125,619 |
| Excess of revenues over expenditures | — | — | — | — |
| Fund balance at beginning of year | — | — | — | — |
| Fund balance at end of year | \$ — | — | — | — |

See accompanying independent auditors' report.

CAPITAL PROJECTS FUNDS

- One-Half Cent Sales Tax Air Conditioner
- Unified Construction Fund

The Capital Projects Funds are used to account for the acquisition and/or construction of major capital facilities by the School Board. Proceeds from general obligation bond sales are accounted for in these funds until the capital projects are completed.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Capital Project Funds

Combining Balance Sheet

June 30, 2001

(with comparative totals for June 30, 2000)

| Assets | One-Half Cent Sales Tax Air Conditioner | Unified Construction Fund | Totals | |
|---|---|---------------------------------|----------------|---------------|
| | | | 2001 | 2000 |
| Cash and cash equivalents | \$ 8,998 | 100 | 9,098 | 50,513 |
| Receivables | 2 | — | 2 | — |
| Interfund receivable | 501,026 | — | 501,026 | — |
| Total assets | <u>\$ 510,026</u> | <u>100</u> | <u>510,126</u> | <u>50,513</u> |
| Liabilities and Fund Balances | | | | |
| Liabilities - interfund payable | \$ 505,000 | 100 | 505,100 | 313,320 |
| Fund balances - undesignated (deficit) | 5,026 | — | 5,026 | (262,807) |
| Total liabilities and fund balances | <u>\$ 510,026</u> | <u>100</u> | <u>510,126</u> | <u>50,513</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Capital Project Funds

Combining Statements of Revenues, Expenditures,
and Changes in Fund Balances (Deficit)Year ended June 30, 2001
(with comparative totals for June 30, 2000)

| | One-Half Cent Sales Tax Air Conditioner | Unified Construction Fund | Totals | |
|---|---|---------------------------------|-------------|-------------|
| | | | 2001 | 2000 |
| Revenues - local sources - investment income | \$ 94 | — | 94 | 1,236 |
| Expenditures: | | | | |
| Current - support services - plant services | — | — | — | 2,009 |
| Capital outlay | — | 52,821 | 52,821 | 3,207,545 |
| Total expenditures | — | 52,821 | 52,821 | 3,209,554 |
| Excess (deficiency) of revenues over (under) expenditures | 94 | (52,821) | (52,727) | (3,208,318) |
| Other financing sources (uses): | | | | |
| Bond proceeds | — | — | — | 3,000,000 |
| Operating transfers in | 7,893,840 | 315,628 | 8,209,468 | 8,379,955 |
| Operating transfers out | (7,888,908) | — | (7,888,908) | (6,244,789) |
| Total other financing sources (uses) | 4,932 | 315,628 | 320,560 | 5,135,166 |
| Excess of revenues and other financing sources over expenditures and other financing uses | 5,026 | 262,807 | 267,833 | 1,926,848 |
| Fund balance (deficit) at beginning of year | — | (262,807) | (262,807) | (2,189,655) |
| Fund balance (deficit) at end of year | \$ 5,026 | — | 5,026 | (262,807) |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Capital Project Fund

One-Half Cent Sales Tax Air Conditioner

Statement of Revenues, Expenditures, and Changes in Fund
Balance (Deficit) - Budget and Actual (Non-GAAP Basis)For the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | |
|--|--------------------|---------------------|---|--------------------|
| | <u>Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> | <u>2000</u> |
| Revenues - local sources - investment income | \$ <u>100</u> | <u>94</u> | <u>(6)</u> | <u>131</u> |
| Expenditures - current - support services - plant services | <u>—</u> | <u>—</u> | <u>—</u> | <u>2,009</u> |
| Excess (deficiency) of revenues over (under) expenditures | 100 | 94 | (6) | (1,878) |
| Other financing sources (uses): | | | | |
| Operating transfers in | 7,493,670 | 7,893,840 | 400,170 | 6,663,928 |
| Operating transfers out | <u>(7,493,770)</u> | <u>(7,888,908)</u> | <u>(395,138)</u> | <u>(6,244,789)</u> |
| Total other financing sources (uses) | <u>(100)</u> | <u>4,932</u> | <u>5,032</u> | <u>419,139</u> |
| Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses | — | 5,026 | 5,026 | 417,261 |
| Fund balance (deficit) at beginning of year | <u>—</u> | <u>—</u> | <u>—</u> | <u>(417,261)</u> |
| Fund balance at end of year | \$ <u><u>—</u></u> | <u><u>5,026</u></u> | <u><u>5,026</u></u> | <u><u>—</u></u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Capital Project Fund

Unified Construction Fund

Statement of Revenues, Expenditures, and Changes in Fund
Balance (Deficit) - Budget and Actual (Non-GAAP Basis)For the year ended June 30, 2001
(with comparative actual figures for June 30, 2000)

| | 2001 | | | 2000 |
|---|-----------|-----------|--|-------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | |
| Revenues - local sources - investment income | \$ — | — | — | 1,105 |
| Expenditures - capital outlay | 52,821 | 52,821 | — | 3,207,545 |
| Deficiency of revenues under expenditures | (52,821) | (52,821) | — | (3,206,440) |
| Other financing sources: | | | | |
| Bond proceeds | — | — | — | 3,000,000 |
| Operating transfers in | 315,628 | 315,628 | — | 1,716,027 |
| Total other financing sources | 315,628 | 315,628 | — | 4,716,027 |
| Excess of revenues and other financing sources over expenditures | 262,807 | 262,807 | — | 1,509,587 |
| Fund balance (deficit) at beginning of year | (262,807) | (262,807) | — | (1,772,394) |
| Fund balance (deficit) at end of year | \$ — | — | — | (262,807) |

See accompanying independent auditors' report.

FIDUCIARY FUNDS — TRUST AND AGENCY FUNDS

The following activities are reported in this section:

- Bossier Educational Excellence
Nonexpendable Trust Fund
- School Activity Agency Funds

The Nonexpendable Trust Fund is used to account for assets of the School Board held in trust, for which the principal may not be spent.

The School Activity Agency Fund accounts for those monies collected by pupils and school personnel for school or school-related purposes. The school activity accounts are classified as an agency fund, and the School Board's responsibility for these accounts is fiduciary in nature. Each school accounts for its individual student body organizations. The revenues of these accounts consist primarily of fees, fund-raising projects, and contributions. Expenditures are made for a wide variety of school activities. These accounts are under the supervision of the school principals.

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Fiduciary Funds

Combining Balance Sheets - All Trust and Agency Funds

June 30, 2001 and 2000

| | <u>Nonexpendable Trust Fund Bossier Educational Excellence</u> | <u>Agency Fund School Activity Funds</u> | <u>Totals</u> | |
|---|--|--|------------------|------------------|
| | | | <u>2001</u> | <u>2000</u> |
| Assets | | | | |
| Assets: | | | | |
| Cash and cash equivalents | \$ 164,434 | 1,811,383 | 1,975,817 | 2,006,167 |
| Investments | 7,722,028 | — | 7,722,028 | 6,095,352 |
| Receivables | 195,453 | — | 195,453 | 101,004 |
| Total assets | <u>\$ 8,081,915</u> | <u>1,811,383</u> | <u>9,893,298</u> | <u>8,202,523</u> |
| Liabilities and Fund Balance | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payable | \$ 7,640 | 33,397 | 41,037 | 48,419 |
| Interfund payable | 998 | — | 998 | 998 |
| Deposits due others | — | 1,777,986 | 1,777,986 | 1,615,375 |
| Total liabilities | <u>8,638</u> | <u>1,811,383</u> | <u>1,820,021</u> | <u>1,664,792</u> |
| Fund balance - reserved for instructional enhancement | <u>8,073,277</u> | <u>—</u> | <u>8,073,277</u> | <u>6,537,731</u> |
| Total liabilities and fund balance | <u>\$ 8,081,915</u> | <u>1,811,383</u> | <u>9,893,298</u> | <u>8,202,523</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

School Activity Agency Funds

Statement of Changes in Assets and Liabilities

For the year ended June 30, 2001

| Asset | Balance July 1, 2000 | Additions | Deductions | Balance June 30, 2001 |
|---------------------------|-------------------------------------|------------------|-------------------|--------------------------------------|
| Cash and cash equivalents | \$ <u>1,615,375</u> | <u>5,311,713</u> | <u>5,115,705</u> | <u>1,811,383</u> |
| Liabilities | | | | |
| Accounts payable | \$ <u>—</u> | 33,397 | — | 33,397 |
| Deposits due others | <u>1,615,375</u> | <u>5,278,316</u> | <u>5,115,705</u> | <u>1,777,986</u> |
| Total liabilities | \$ <u>1,615,375</u> | <u>5,311,713</u> | <u>5,115,705</u> | <u>1,811,383</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

School Activity Agency Fund

Schedule of Changes in Deposits Due Others

For the year ended June 30, 2001

| <u>School</u> | <u>Balance, Beginning</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance, Ending</u> |
|----------------------------|-------------------------------|------------------|-------------------|----------------------------|
| Adult Learning Center | \$ 6,206 | 14,063 | 15,831 | 4,438 |
| Airline High | 128,101 | 525,245 | 507,099 | 146,247 |
| Apollo Elementary | 42,938 | 163,360 | 125,748 | 80,550 |
| Bellaire Elementary | 82,769 | 85,478 | 66,702 | 101,545 |
| Benton Elementary | 31,624 | 103,815 | 110,802 | 24,637 |
| Benton Middle | 106,471 | 234,954 | 230,038 | 111,387 |
| Benton High | 143,653 | 392,546 | 387,026 | 149,173 |
| Mitchell Education Center | 17,788 | 9,161 | 7,590 | 19,359 |
| Bossier Achievement Center | 16,305 | 61,616 | 65,116 | 12,805 |
| Bossier Technical Center | 5,934 | 16,247 | 8,702 | 13,479 |
| Bossier Elementary | 37,505 | 76,012 | 85,175 | 28,342 |
| Bossier High | 85,770 | 438,441 | 422,349 | 101,862 |
| Butler Elementary | 5,538 | 14,176 | 17,818 | 1,896 |
| Central Park Elementary | 18,268 | 54,105 | 44,727 | 27,646 |
| Cope Middle | 39,818 | 253,823 | 209,218 | 84,423 |
| Curtis Elementary | 27,624 | 88,321 | 85,040 | 30,905 |
| Elm Grove Middle | 103,277 | 213,021 | 242,023 | 74,275 |
| Greenacres Middle | 43,689 | 278,442 | 244,661 | 77,470 |
| Haughton Middle | 85,964 | 177,836 | 170,212 | 93,588 |
| Haughton High | 131,439 | 577,593 | 584,349 | 124,683 |
| Kerr Elementary | 52,530 | 63,995 | 65,929 | 50,596 |
| Life Skills Center | 1,254 | 4,891 | 4,926 | 1,219 |
| Meadowview Elementary | 62,743 | 49,767 | 47,749 | 64,761 |
| Parkway High | 64,600 | 517,384 | 516,785 | 65,199 |
| Plain Dealing Elementary | 23,837 | 34,036 | 36,033 | 21,840 |
| Plain Dealing Middle | 6,375 | 19,166 | 19,117 | 6,424 |
| Plain Dealing High | 27,106 | 81,740 | 77,609 | 31,237 |
| Plantation Park Elementary | 14,153 | 73,995 | 75,607 | 12,541 |
| Platt Elementary | 37,249 | 85,555 | 87,536 | 35,268 |
| Princeton Elementary | 15,382 | 87,944 | 79,131 | 24,195 |
| Rodes Elementary | 30,515 | 112,681 | 118,992 | 24,204 |
| Rusheon Middle | 59,648 | 155,654 | 130,964 | 84,338 |
| Stockwell Elementary | 21,058 | 79,591 | 77,900 | 22,749 |
| Sun City Elementary | 13,071 | 74,784 | 82,084 | 5,771 |
| Waller Elementary | 25,173 | 58,878 | 65,117 | 18,934 |
| Total | \$ <u>1,615,375</u> | <u>5,278,316</u> | <u>5,115,705</u> | <u>1,777,986</u> |

See accompanying independent auditors' report.

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group represents a summary of fixed assets of the School Board. Capital outlay in all funds is recorded as an expenditure of those funds at the time of purchase and is subsequently recorded, at cost, for control purposes in the General Fixed Assets Account Group. In accordance with generally accepted accounting principles for governmental entities, depreciation is not recorded on general fixed assets.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Fixed Assets Account Group

Schedule of General Fixed Assets - By Sources

June 30, 2001
(with comparative amounts for June 30, 2000)

| | <u>2001</u> | <u>2000</u> |
|--|-----------------------|--------------------|
| General fixed assets: | | |
| Land | \$ 416,428 | 416,428 |
| Buildings and improvements | 116,475,628 | 116,439,126 |
| Furniture and equipment | 22,657,290 | 21,996,767 |
| Transportation equipment | 8,523,459 | 8,523,459 |
| Total general fixed assets | \$ <u>148,072,805</u> | <u>147,375,780</u> |
| Investment in general fixed assets: | | |
| Investment prior to June 30, 1980 | \$ 66,154,106 | 66,154,106 |
| Investment subsequent to June 30, 1980: | | |
| Capital projects funds | 52,428,496 | 52,391,994 |
| General fund | 22,899,393 | 22,621,249 |
| School food service fund | 503,201 | 482,135 |
| Federal funds | 3,127,778 | 2,933,756 |
| Donations | 544,088 | 512,695 |
| State funds | 2,415,743 | 2,279,845 |
| Total investment in general fixed assets | \$ <u>148,072,805</u> | <u>147,375,780</u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Fixed Assets Account Group

Schedule of Changes in General Fixed Assets -
By Function and Activity

Year ended June 30, 2001

| Function and Activity | General Fixed Assets July 1, 2000 | Additions | Retirements | General Fixed Assets June 30, 2001 |
|-----------------------------------|---|-----------------------|----------------------|--|
| Instruction: | | | | |
| High schools | \$ 40,095,849 | 263,411 | 10,972 | 40,348,288 |
| Middle schools | 43,050,090 | 151,722 | 16,479 | 43,185,333 |
| Elementary schools | 35,602,264 | 279,020 | 34,654 | 35,846,630 |
| Community college | 7,128,020 | — | — | 7,128,020 |
| Total instruction | <u>125,876,223</u> | <u>694,153</u> | <u>62,105</u> | <u>126,508,271</u> |
| General and school administration | 6,249,443 | 46,309 | 3,998 | 6,291,754 |
| Plant and maintenance | 4,945,026 | 562 | 281 | 4,945,307 |
| Food service equipment | 1,739,190 | 27,744 | 6,678 | 1,760,256 |
| Transportation equipment | <u>8,565,898</u> | <u>1,319</u> | <u>—</u> | <u>8,567,217</u> |
| Total general fixed assets | \$ <u><u>147,375,780</u></u> | <u><u>770,087</u></u> | <u><u>73,062</u></u> | <u><u>148,072,805</u></u> |

See accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Fixed Assets Account Group

Schedule of General Fixed Assets -
By Function and Activity

June 30, 2001

| Function and Activity | Total | Land | Buildings and Improvements | Furniture and Equipment | Transportation Equipment |
|--|------------------------------|-----------------------|----------------------------------|-------------------------------|-----------------------------|
| Instruction: | | | | | |
| High schools | \$ 40,348,288 | 99,129 | 34,689,709 | 5,559,450 | — |
| Middle schools | 43,185,333 | 183,164 | 40,776,020 | 2,226,149 | — |
| Elementary schools | 35,846,630 | 100,100 | 31,344,676 | 4,401,854 | — |
| Community college | 7,128,020 | 10,000 | 7,118,020 | — | — |
| Total instruction | <u>126,508,271</u> | <u>392,393</u> | <u>113,928,425</u> | <u>12,187,453</u> | <u>—</u> |
| General and school administration | 6,291,754 | 17,035 | 2,280,385 | 3,994,334 | — |
| Plant and maintenance | 4,945,307 | 7,000 | 266,818 | 4,671,489 | — |
| Food service equipment | 1,760,256 | — | — | 1,760,256 | — |
| Transportation equipment | <u>8,567,217</u> | <u>—</u> | <u>—</u> | <u>43,758</u> | <u>8,523,459</u> |
| Total general fixed assets allocated to functions | \$ <u><u>148,072,805</u></u> | <u><u>416,428</u></u> | <u><u>116,475,628</u></u> | <u><u>22,657,290</u></u> | <u><u>8,523,459</u></u> |

See accompanying independent auditors' report.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

| | |
|--|--|
| | |
| | |
| | |

The General Long-Term Debt Account Group represents a summary of the general long-term debt of the School Board.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

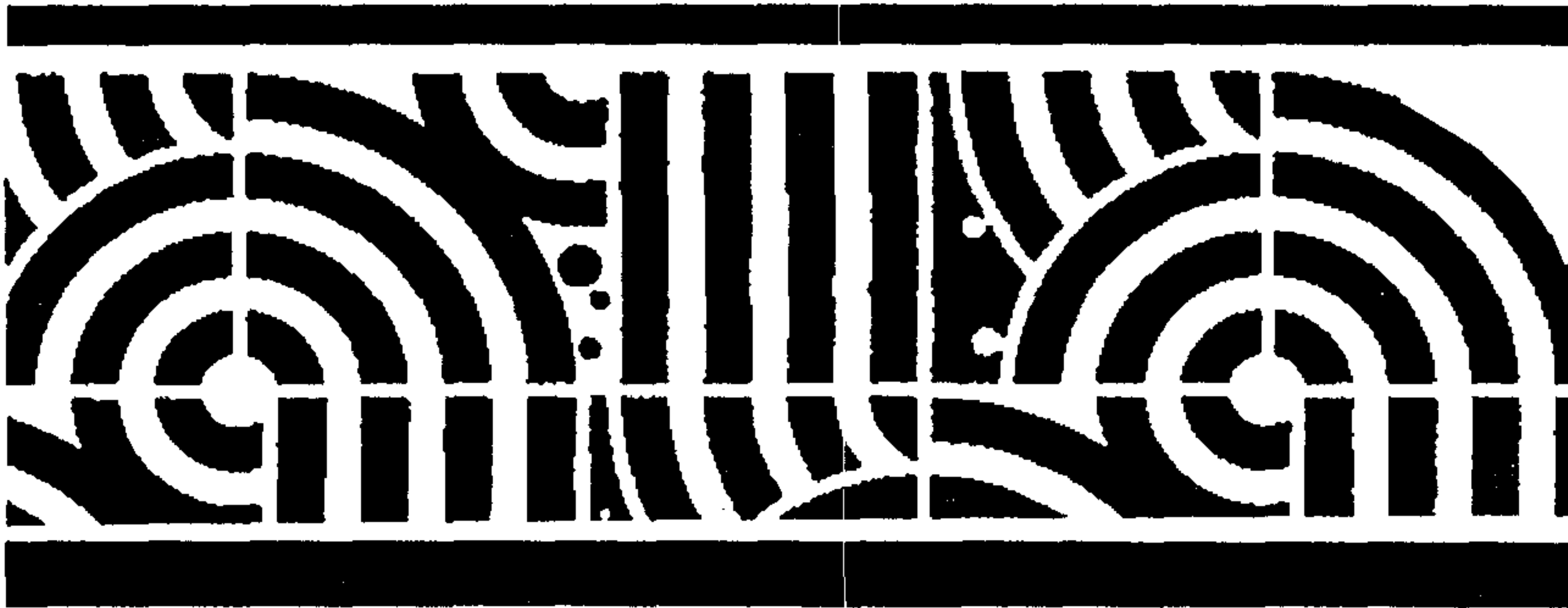
General Long-Term Debt Account Group

Schedule of Changes in Long-Term Debt

Year ended June 30, 2001

| | <u>July 1, 2000</u> | <u>Additions</u> | <u>Payments</u> | <u>Debt Service Fund Operations</u> | <u>June 30, 2001</u> |
|---|----------------------|------------------|------------------|---|----------------------|
| Amount available in Debt Service Fund | \$ 3,982,504 | — | — | 346,562 | 4,329,066 |
| Amount to be provided for retirement of long-term debt | 17,386,712 | — | 1,843,394 | (346,562) | 15,196,756 |
| Amount to be provided for capital leases payable | 2,074,562 | — | 421,138 | — | 1,653,424 |
| Amount to be provided for accrued compensated absences | 5,887,718 | 215,204 | 252,233 | — | 5,850,689 |
| Amount to be provided for claims and judgments payable | 10,000 | — | — | — | 10,000 |
| | <u>\$ 29,341,496</u> | <u>215,204</u> | <u>2,516,765</u> | <u>—</u> | <u>27,039,935</u> |
| Long-term obligations payable: | | | | | |
| General obligation bonds payable | \$ 16,430,000 | — | 585,000 | — | 15,845,000 |
| General obligation notes payable | 564,216 | — | 88,394 | — | 475,822 |
| Certificates of indebtedness payable | 4,375,000 | — | 1,170,000 | — | 3,205,000 |
| Capital leases payable | 2,074,562 | — | 421,138 | — | 1,653,424 |
| Accrued compensated absences | 5,887,718 | 215,204 | 252,233 | — | 5,850,689 |
| Claims and judgments payable | 10,000 | — | — | — | 10,000 |
| | <u>\$ 29,341,496</u> | <u>215,204</u> | <u>2,516,765</u> | <u>—</u> | <u>27,039,935</u> |

See accompanying independent auditors' report.



STATISTICAL SECTION

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Expenditures by Function - All Governmental Fund Types (1)

Fiscal years ended June 30, 1992 through June 30, 2001

| | 1992 | 1993 | 1994 | 1995 | 1996 (3) | 1997 | 1998 | 1999 | 2000 | 2001 |
|-----------------------------------|----------------------|-------------------|-------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Operations: | | | | | | | | | | |
| Instruction services | \$ 35,437,817 | 36,342,431 | 36,708,012 | 39,102,668 | 52,266,762 | 58,295,705 | 56,704,293 | 60,930,924 | 62,546,947 | 61,734,905 |
| Instruction related services | 2,967,986 | 2,851,349 | 3,412,587 | 4,614,693 | 6,862,556 | 7,278,960 | 7,574,972 | 9,369,120 | 10,525,833 | 10,438,035 |
| General and school administration | 18,256,235 | 18,213,696 | 21,030,999 | 24,063,964 | 10,953,748 | 12,155,472 | 11,027,440 | 10,087,150 | 9,706,594 | 9,995,950 |
| Plant services | 6,257,042 | 6,233,982 | 5,915,566 | 6,251,452 | 7,090,875 | 9,200,459 | 10,950,770 | 12,690,663 | 9,014,337 | 9,440,540 |
| Transportation services | 3,203,627 | 3,139,084 | 3,708,169 | 3,880,234 | 4,485,624 | 5,340,059 | 7,216,812 | 5,101,966 | 5,481,944 | 5,587,738 |
| Central and community services | 480,392 | 542,542 | 577,929 | 586,583 | 1,810,980 | 950,241 | 1,152,439 | 909,381 | 1,142,616 | 1,020,425 |
| Food service | 4,363,952 | 4,397,852 | 4,925,860 | 5,242,262 | 5,173,854 | 5,415,463 | 6,589,051 | 6,656,773 | 6,822,197 | 6,930,172 |
| Capital outlay | 2,148,994 | 1,387,533 | 3,417,211 | 4,000,189 | — | 1,900,817 | 5,674,996 | 12,969,402 | 3,209,045 | 52,821 |
| Debt service: | | | | | | | | | | |
| Principal retired | 2,986,678 | 3,341,150 | 3,445,981 | 2,948,395 | 2,138,534 | 2,622,685 | 2,716,905 | 2,976,439 | 2,129,153 | 8,264,534 |
| Interest, fiscal charge, and fees | 1,736,829 | 1,254,622 | 722,642 | 427,287 | 324,713 | 914,688 | 1,157,259 | 1,324,778 | 1,439,705 | 1,324,435 |
| Payment to escrow agent | — | 1,338,900 | — | — | — | — | — | — | — | — |
| Bond issuance costs | — | — | — | — | — | — | — | — | 23,384 | — |
| Total expenditures | \$ 77,839,552 | 79,043,141 | 83,864,956 | 91,117,727 | 91,107,646 | 104,074,549 | 110,764,937 | 123,016,596 | 112,041,755 | 114,789,555 |

Notes:

- (1) The above table includes the following funds, General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Fund.
- (2) The Bossier Parish Community College General Fund is included in Special Revenue Funds from 1992 - 1997.
- (3) Employee benefits for prior years was reflected in general and school administration. The allocation of employee benefits to the functional categories is to conform to reporting requirements for the Louisiana Department of Education.
- (4) The Bossier Educational Excellence Fund is included in Special Revenue Funds from 1992 - 1998.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Revenues by Source - All Governmental Fund Types (1)

Fiscal years ended June 30, 1992 through June 30, 2001

| | 1992 (2) | 1993 | 1994 | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 | 2001 |
|-----------------------------------|---------------|------------|------------|------------|------------|-------------|------------|-------------|-------------|-------------|
| Revenues from local sources: | | | | | | | | | | |
| Ad valorem taxes | \$ 7,114,707 | 7,538,496 | 7,291,317 | 7,118,987 | 7,974,327 | 13,859,714 | 14,623,339 | 15,878,819 | 15,089,337 | 17,070,925 |
| Sales taxes | 10,698,464 | 11,182,872 | 12,509,531 | 14,275,468 | 16,022,285 | 16,138,817 | 17,654,587 | 18,669,817 | 20,112,687 | 22,404,446 |
| Investment income | 673,431 | 585,496 | 602,128 | 726,009 | 975,032 | 1,589,657 | 1,513,963 | 689,625 | 340,391 | 505,198 |
| Food service | 1,342,958 | 1,318,134 | 1,313,376 | 1,363,702 | 1,375,617 | 1,350,594 | 1,353,345 | 1,569,373 | 1,647,734 | 2,151,563 |
| Tuition | 2,775,938 | 2,857,636 | 2,793,424 | 2,790,761 | 2,803,210 | 2,809,340 | 71,110 | 35,970 | 26,997 | 22,070 |
| Other | 241,177 | 625,508 | 193,393 | 1,436,974 | 4,104,428 | 3,263,002 | 2,784,877 | 1,855,004 | 2,195,013 | 1,857,574 |
| Total revenues from local sources | 22,846,675 | 24,108,142 | 24,703,169 | 27,711,901 | 33,254,899 | 39,011,124 | 38,001,221 | 38,698,608 | 39,412,159 | 44,011,776 |
| Revenues from state sources: | | | | | | | | | | |
| Equalization | 41,998,270 | 42,962,712 | 45,554,902 | 49,077,385 | 50,316,357 | 54,389,794 | 48,596,435 | 51,432,120 | 54,137,877 | 56,919,096 |
| Revenue sharing | 618,586 | 614,596 | 578,075 | 581,709 | 583,318 | 536,780 | 593,799 | 599,877 | 539,960 | 536,571 |
| Professional improvement program | 1,141,425 | 1,100,103 | 1,055,820 | 970,177 | 1,042,194 | 868,482 | 855,724 | 684,231 | 422,475 | 548,044 |
| Other | 808,920 | 950,554 | 547,742 | 1,871,859 | 464,692 | 976,528 | 2,466,974 | 2,796,360 | 2,470,248 | 2,225,924 |
| Total revenues from state sources | 44,567,201 | 45,627,965 | 47,736,539 | 52,501,130 | 52,406,561 | 56,771,584 | 52,512,932 | 55,512,588 | 57,570,560 | 60,229,635 |
| Revenues from federal sources | 7,634,517 | 7,830,249 | 8,511,092 | 9,029,623 | 9,083,383 | 8,846,145 | 8,798,004 | 8,510,002 | 9,654,096 | 10,381,284 |
| Total revenues | \$ 75,048,393 | 77,566,356 | 80,950,800 | 89,242,654 | 94,744,843 | 104,628,853 | 99,312,157 | 102,721,198 | 106,636,815 | 114,622,695 |

Notes:

- (1) The above table includes the following funds: General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.
 (2) The Bossier Parish Community College General Fund was included as a Special Revenue Fund for 1992 - 1997.
 (3) The Bossier Educational Excellence Fund is included in Special Revenue Funds from 1992 - 1998.

Unaudited - see accompanying independent auditors' report.

Table 3

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Tax Levies and Collections (1)

Fiscal years ended June 30, 1992 through June 30, 2001

| Fiscal Year | Total School Board Tax Assessment | Current Tax Collections | Percent of Tax Levy Collected | Delinquent Taxes Collected | | Total Taxes, Interest, and Penalty Collected | Total Collections As a Percent of Current Tax Levy |
|----------------|---|----------------------------|----------------------------------|----------------------------|-------------------------|--|--|
| | | | | Taxes | Interest and Penalty | | |
| 1991-92 | \$ 7,211,272 | 7,099,738 | 98.45% | \$ 13,653 | 1,316 | 7,114,707 | 98.66% |
| 1992-93 | 7,445,641 | 7,509,546 | 100.86% | 26,126 | 2,824 | 7,538,496 | 101.25% |
| 1993-94 | 7,086,263 | 7,146,226 | 100.85% | 103,298 | 41,793 | 7,291,317 | 102.89% |
| 1994-95 | 7,191,037 | 7,076,594 | 98.41% | 20,857 | 21,536 | 7,118,987 | 99.00% |
| 1995-96 | 7,880,709 | 7,928,924 | 100.61% | 34,284 | 11,119 | 7,974,327 | 101.19% |
| 1996-97 (2) | 13,747,843 | 13,822,248 | 100.54% | 21,801 | 15,665 | 13,859,714 | 100.81% |
| 1997-98 | 15,368,791 | 14,488,457 | 94.27% | 75,320 | 59,562 | 14,623,339 | 95.15% |
| 1998-99 | 16,521,978 | 15,863,420 | 96.01% | 13,795 | 1,604 | 15,878,819 | 96.11% |
| 1999-00 | 15,190,241 | 14,835,143 | 97.66% | 203,624 | 50,570 | 15,089,337 | 99.34% |
| 2000-01 | 18,206,169 | 16,774,872 | 92.14% | 136,464 | 103,393 | 17,014,729 | 93.46% |

Notes:

- (1) Bossier Parish Tax Assessor
(2) The 1996-97 tax assessment included an additional levy passed in April 1996 for employee benefits and salaries.

Unaudited - see accompanying independent auditors' report.

Table 4

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Assessed and Estimated Actual Value of Taxable Property (1)

Last Ten Calendar Years

| <u>Year</u> | <u>Assessed Value</u> | <u>Estimated Actual Value</u> | <u>Ratio of Assessed Value to Estimated Actual Value</u> |
|-------------|---------------------------|-----------------------------------|--|
| 1992 | \$ 250,498,940 | 1,945,396,187 | 12.9% |
| 1993 | 257,313,215 | 1,999,636,379 | 12.9% |
| 1994 | 288,433,781 | 2,235,920,783 | 12.9% |
| 1995 | 298,227,210 | 2,311,838,837 | 12.9% |
| 1996 | 296,211,590 | 2,296,213,876 | 12.9% |
| 1997 | 331,694,500 | 3,316,945,000 | 10.0% |
| 1998 | 361,898,600 | 2,952,644,507 | 12.3% |
| 1999 | 384,390,690 | 3,330,779,367 | 11.5% |
| 2000 | 394,161,600 | 3,453,219,533 | 11.4% |
| 2001 | 450,641,960 | 3,948,746,767 | 11.4% |

Notes:

(1) Information provided by Bossier Parish Tax Assessor.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Tax Rates and Tax Levies - Direct and Overlapping Governments (1)

Fiscal years ended June 30, 1992 through June 30, 2001

| Fiscal Year | Tax Rates Per \$1,000 of Assessed Value (1) | | | | Tax Levies (1) | | | | | |
|----------------|---|---------|--------|---------------------------|----------------|---------------|-----------|----------------|---------------------------|------------|
| | Parish (2) | Sheriff | School | City of Bossier (4) | Total | Parish (2) | Sheriff | School | City of Bossier (4) | Total |
| 1992 | \$ 36.95 | 6.95 | 79.59 | 28.50 | 151.99 | \$ 4,807,914 | 1,698,464 | 7,211,272 | 4,299,164 | 18,016,814 |
| 1993 | 36.95 | 6.95 | 80.22 | 27.37 | 151.49 | 4,887,158 | 1,726,458 | 7,445,641 | 4,375,380 | 18,434,637 |
| 1994 | 13.92 | 13.23 | 39.42 | 27.37 | 93.94 | 2,277,059 | 2,920,594 | 7,086,263 | 4,369,789 | 16,653,705 |
| 1995 | 28.73 | 13.50 | 39.42 | 27.27 | 108.92 | 4,215,921 | 2,465,888 | 7,191,037 | 4,451,725 | 18,324,571 |
| 1996 | 26.23 | 13.50 | 39.42 | 23.85 | 103.00 | 4,290,487 | 2,702,009 | 7,880,709 | 4,395,265 | 19,268,470 |
| 1997 | 27.92 | 13.51 | 61.39 | 26.38 | 129.20 | 5,251,676 | 3,027,373 | 13,747,843 (3) | 5,355,276 | 27,382,168 |
| 1998 | 26.60 | 13.51 | 61.39 | 26.38 | 127.88 | 5,467,947 | 3,384,295 | 15,368,791 | 5,955,560 | 30,176,593 |
| 1999 | 34.80 | 13.51 | 61.39 | 26.38 | 136.08 | 8,101,218 | 3,638,153 | 16,521,978 | 6,411,901 | 34,673,250 |
| 2000 | 34.80 | 13.51 | 55.14 | 26.38 | 129.83 | 8,173,480 | 3,721,080 | 15,190,241 | 6,761,107 | 33,845,908 |
| 2001 | 34.25 | 13.51 | 55.16 | 26.70 | 129.62 | 9,759,829 | 4,469,026 | 18,206,129 | 7,817,364 | 40,252,348 |

Notes:

(1) Per Bossier Parish Tax Assessor

(2) The parish taxes include the following:

| | | | |
|-------------------------|-------------------|----------------------------|------------|
| Parish Road Tax | Library Bonds Tax | Bossier Levee District Tax | Port Tax |
| Courthouse Tax | Health Clinic Tax | Cypress-Black Bayou Tax | Penal Farm |
| Library Maintenance Tax | Assessor's Tax | Red River Water Way | |

(3) Increase due to an increase in millages for salaries and benefits.

(4) Per Comprehensive Annual Financial Report of the City of Bossier City as of December 31, 2000.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Ratio of Net General Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita

Fiscal years ended June 30, 1992 through June 30, 2001

| Fiscal Year | Bossier Parish Population (1) | Assessed Value (2) | Gross Bonded Debt (3) | Less Debt Service Funds (3) | Net Bonded Debt (3) | Ratio of Net Bonded Debt To Assessed Value | Net Bonded Debt Per Capita |
|----------------|----------------------------------|-----------------------|--------------------------|-----------------------------------|------------------------|---|----------------------------------|
| 1991-92 | 88,044 | \$ 250,498,940 | 14,885,000 | \$ 3,494,604 | 11,390,396 | 4.55% | \$ 129 |
| 1992-93 | 86,500 | 257,313,215 | 12,395,000 | 1,781,738 | 10,613,262 | 4.12% | 123 |
| 1993-94 | 87,800 | 288,433,781 | 9,805,000 | 1,255,327 | 8,549,673 | 2.96% | 97 |
| 1994-95 | 89,400 | 298,227,210 | 7,720,000 | 1,401,160 | 6,318,840 | 2.12% | 71 |
| 1995-96 | 90,503 | 296,211,590 | 5,670,000 | 1,924,241 | 3,745,759 | 1.26% | 41 |
| 1996-97 | 92,119 | 331,694,500 | 12,750,000 | 3,654,825 | 9,095,175 | 2.74% | 99 |
| 1997-98 | 93,752 | 361,898,600 | 18,860,000 | 4,240,853 | 14,619,147 | 4.04% | 156 |
| 1998-99 | 94,393 | 384,390,690 | 16,980,000 | 4,843,878 | 12,136,122 | 3.16% | 129 |
| 1999-00 | 93,374 | 394,161,600 | 16,430,000 | 3,982,504 | 12,447,496 | 3.16% | 133 |
| 2000-01 | 98,310 | 450,641,900 | 15,845,000 | 4,329,066 | 11,515,934 | 2.56% | 117 |

Notes:

- (1) Louisiana Electronic Assistance Program (LEAP) operated by Northeast Louisiana University Center for Business and Economic Research (<http://leap.nlu.edu>) for 1991 - 1999; Census website @ www.census.gov/population/estimates/county for 2000.
- (2) Assessed value is the Total Assessed Valuation of all property located in Bossier Parish. Beginning in 1978, property was assessed at 10% on land and residential property and 15% on commercial property.
- (3) Includes general obligation bonds payable only.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Direct and Overlapping Debt (1)

As of June 30, 2001

| <u>Name of Governmental Unit (1)</u> | <u>Gross Debt</u> | <u>Amount Available Debt Service Fund</u> | <u>Net Debt Outstanding (2)</u> | <u>Percentage of Debt Applicable to the School Board</u> | <u>School Board's Share of Debt</u> |
|--------------------------------------|-------------------|---|-------------------------------------|--|---|
| <u>Direct Debt</u> | | | | | |
| Bossier Parish School Board | \$ 15,845,000 | 4,329,066 | 11,515,934 | 100% | \$ 11,515,934 |
| <u>Overlapping Debt</u> | | | | | |
| Bossier Parish Police Jury | 3,770,000 | 58,225 | 3,711,775 | 100% | 3,711,775 |
| Total direct and overlapping debt | \$ 19,615,000 | 4,387,291 | 15,227,709 | | \$ 15,227,709 |

Notes:

(1) Various taxing districts exist within Bossier Parish that involve a small percentage of taxpayers. These districts' debt is not included.

(2) This represents the debt of all the constituents who reside in Bossier Parish.

Unaudited - see accompanying independent auditors' report.

Table 8

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Computation of Legal Debt Margin

June 30, 2001

| | |
|--|-----------------------|
| Assessed value | \$ 450,641,960 |
| Debt limit thirty-five percent (35%) of assessed value (1) | 157,724,686 |
| Amount of debt applicable to debt limit (2): | |
| Total general bonded debt | \$ 15,845,000 |
| Less: Assets in debt service fund | <u>4,329,066</u> |
| Total amount of debt applicable to debt limit | <u>11,515,934</u> |
| Legal debt margin | <u>\$ 146,208,752</u> |

Notes:

- (1) This percentage is in accordance with Act 103 of 1980 Regular Session of the Louisiana Legislature R.S. 39:562(C).
(2) Includes general obligation bonds only.

Unaudited - see accompanying independent auditors' report.

Table 9

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Ratio of Annual Debt Service Expenditure for
General Bonded Debt to Total General Expenditures

Fiscal years ended June 30, 1992 through June 30, 2001

| Year Ended June 30, | Debt Service Expenditures | | | Total General Expenditures (2) | Ratio of Debt Service to General Expenditures (Percent) |
|------------------------|---------------------------|------------------------------------|-----------|-----------------------------------|--|
| | Principal (1) | Interest and Fiscal Charges (1) | Total | | |
| 1992 | \$ 2,085,000 | 1,560,985 | 3,645,985 | 77,839,552 | 4.68% |
| 1993 | 2,400,000 | 1,098,653 | 3,498,653 | 79,043,141 | 4.43% |
| 1994 | 2,590,000 | 636,628 | 3,226,628 | 83,864,956 | 3.85% |
| 1995 | 2,085,000 | 427,319 | 2,512,319 | 91,117,727 | 2.76% |
| 1996 | 2,050,000 | 324,713 | 2,374,713 | 91,107,646 | 2.61% |
| 1997 | 1,920,000 | 600,835 | 2,520,835 | 104,074,549 | 2.42% |
| 1998 | 1,890,000 | 943,611 | 2,833,611 | 110,764,937 | 2.56% |
| 1999 | 1,880,000 | 1,086,705 | 2,966,705 | 123,016,596 | 2.41% |
| 2000 | 550,000 | 995,662 | 1,545,662 | 112,041,755 | 1.38% |
| 2001 | 585,000 | 940,662 | 1,525,662 | 114,789,555 | 1.33% |

Notes:

(1) Includes debt service on general obligation bonds only.

(2) Includes general expenditures for General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
The Bossier Parish Community College is included in Special Revenue Funds for the years 1992 - 1997.

Unaudited - see accompanying independent auditors' report.

Table 10

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Revenue Bond Coverage
Sales Tax Bonds

Fiscal years ended June 30, 1992 through June 30, 2001

| Fiscal Year | Gross Revenues (1) | Expenditures (2) | Net Revenue | Net Revenue Available For Debt Service | Debt Service Requirements | | |
|----------------|-----------------------|------------------|-------------|---|---------------------------|--------------------------------------|----------|
| | | | | | Principal | Interest and Fiscal Charges | Total |
| 1992 | \$ 10,712,596 | 125,660 | 10,586,936 | 3,528,979 | 655,000 | 139,013 | 794,013 |
| 1993 | 11,184,464 | 62,515 | 11,121,949 | 3,707,316 | 690,000 | 102,165 | 792,165 |
| 1994 | 12,509,531 | 161,487 | 12,348,044 | 4,116,014 | 735,000 | 62,838 | 797,838 |
| 1995 | 14,275,468 | 112,811 | 14,162,657 | 4,720,886 | 775,000 | 41,525 | 816,525 |
| 1996 (4) | — | — | — | — | — | — | — |
| 1997 | — | — | — | — | — | — | — |
| 1998 | — | — | — | — | — | — | — |
| 1999 | — | — | — | — | — | — | — |
| 2000 | — | — | — | — | — | — | — |
| 2001 | — | — | — | — | — | — | — |
| | | | | | | | Coverage |
| | | | | | | | 4.44 |
| | | | | | | | 4.68 |
| | | | | | | | 5.16 |
| | | | | | | | 5.78 |

Notes:

- (1) Includes operating revenues and interest income.
(2) Includes all operating expenses except interest paid on debt service and other nonoperating expenses.
(3) Represents one-half cent of the total one and one-half cent sales tax received. One-half cent is dedicated to the repayment of the School Board's sales tax bonds.
(4) Revenue bonds were paid off in the 1995 fiscal year.

Unaudited - see accompanying independent auditors' report.

Table 11

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Demographic Statistics

Fiscal years ended June 30, 1992 through June 30, 2001

| <u>Fiscal Year</u> | <u>Population (1)</u> | <u>Median Age (1)</u> | <u>School Enrollment (2)</u> | <u>Average Daily Membership (2)</u> | <u>Unemployment Rate (1)</u> | <u>Per Capita Income (3)</u> |
|------------------------|-----------------------|---------------------------|----------------------------------|---|----------------------------------|--------------------------------------|
| 1992 | 88,044 | 26.9 | 17,767 | 18,043 | 7.20% | 14,735 |
| 1993 | 86,500 | 27.1 | 17,978 | 18,107 | 7.10% | 15,644 |
| 1994 | 87,800 | 27.3 | 18,275 | 18,238 | 7.10% | 16,611 |
| 1995 | 89,400 | 27.0 | 18,342 | 18,397 | 7.90% | 17,777 |
| 1996 | 90,503 | N/A | 18,443 | 17,496 | 7.10% | 18,886 |
| 1997 | 92,119 | N/A | 18,607 | 18,463 | 6.60% | 21,259 |
| 1998 | 93,752 | N/A | 18,822 | 18,847 | 5.50% | N/A |
| 1999 | 94,393 | N/A | 18,787 | 18,706 | 4.60% | N/A |
| 2000 | 93,374 | N/A | 18,950 | 18,722 | 3.80% | N/A |
| 2001 | 98,310 | 33.8 | 18,933 | 18,640 | 5.10% | N/A |

Notes:

- (1) 1992 - 2000 Louisiana Electronic Assistance Program (LEAP) operated by Northeast Louisiana University Center for Business and Economic Research (<http://leap.nlu.edu>); 2000 Census website at www.census.gov
- (2) These figures do not include the Bossier Parish Community College.
- (3) 1992 Research Division, Louisiana Tech; 1993 - 1997 Louisiana Electronic Assistance Program (LEAP).

Unaudited - see accompanying independent auditors' report.

Table 12

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Value, Construction, and Bank Deposits

Last Ten Calendar Years

| Calendar Year | Property Value (1) | | Bank Deposits (2) | Commercial Construction (2) | | Residential Construction (2) | |
|---------------|--------------------|---------------|-------------------|-----------------------------|--------------|------------------------------|---------------|
| | Commercial | Residential | | Number of Units | Value | Number of Units | Value |
| 1992 | \$ 1,119,017,623 | 880,618,756 | \$ 417,356,000 | 274 | \$ 8,139,672 | 291 | \$ 22,663,646 |
| 1993 | 1,468,194,659 | 767,726,124 | 412,381,000 | 258 | 6,853,510 | 573 | 46,664,978 |
| 1994 | 1,511,121,086 | 800,717,751 | 447,139,000 | 297 | 29,209,519 | 650 | 52,352,402 |
| 1995 | 1,555,302,577 | 740,911,299 | 443,530,000 | 490 | 50,382,448 | 550 | 50,499,698 |
| 1996 | 2,084,865,000 | 1,232,080,000 | N/A | 599 | 67,430,679 | 805 | 67,430,679 |
| 1997 | 1,184,764,707 | 1,767,879,800 | 526,866,000 | 366 | 38,733,955 | 391 | 40,023,995 |
| 1998 | 837,189,637 | 2,115,454,870 | N/A | 374 | N/A | 374 | 45,397,216 |
| 1999 | 1,026,257,067 | 2,304,522,300 | N/A | 441 | 65,634,886 | 457 | 56,243,760 |
| 2000 | 976,792,933 | 2,476,426,600 | N/A | 334 | 49,709,868 | 559 | 68,797,069 |
| 2001 | 1,115,345,667 | 2,833,401,100 | N/A | 193 | 28,724,576 | 495 | 60,920,640 |

Notes:

(1) 1991-1998 Bossier Parish Tax Assessor; 1999-2001 City of Bossier City and Bossier Police Jury permit offices.

(2) Louisiana Electronic Assistance Program (LEAP).

Unaudited - see accompanying independent auditors' report.

Table 13

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Principal Taxpayers (1)

June 30, 2001

| <u>Name</u> | <u>Industry</u> | <u>Assessed Value</u> | <u>Percentage of Total Assessed Valuation</u> |
|-------------------------------------|--------------------|---------------------------|---|
| Horseshoe Entertainment | Riverboat Gambling | \$ 21,538,550 | 4.78% |
| City of Shreveport | Government | 19,691,680 | 4.37% |
| Southwestern Electric Power Company | Electric Company | 15,761,830 | 3.50% |
| Horseshoe Entertainment L.P. | Hotel | 11,343,090 | 2.52% |
| Hollywood Casino | Riverboat Gambling | 9,784,570 | 2.17% |
| Bell South Telecommunications | Telephone | 8,934,520 | 1.98% |
| Calumet Lubricants | Oil and Gas | 5,431,020 | 1.21% |
| ICH LLC | Hotel | 5,802,230 | 1.29% |
| Louisiana Riverboat Gaming | Riverboat Gambling | 4,103,160 | 0.91% |
| Hibernia Bank | Banking | 3,174,290 | 0.70% |
| Total for ten principal taxpayers | | 105,564,940 | 23.43% |
| Total for remaining taxpayers | | 345,077,020 | 76.57% |
| Total for all taxpayers | | \$ 450,641,960 | 100.00% |

Notes:

(1) Bossier City Parish Tax Assessor.

Unaudited - see accompanying independent auditors' report.

Table 14

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Attendance Data

Fiscal years ended June 30, 1992 through June 30, 2001

| Fiscal Year | Number of Graduates | Average Daily Membership (1) | Average Daily Attendance | | Percent of Attendance |
|-------------|---------------------|------------------------------|--------------------------|----------------|-----------------------|
| | | | Amount | Percent Change | |
| 1992 | 841 | 18,043 | 16,836 | 1.63% | 93.31% |
| 1993 | 833 | 18,107 | 17,032 | 1.16% | 94.06% |
| 1994 | 899 | 18,238 | 17,379 | 2.04% | 95.29% |
| 1995 | 891 | 18,397 | 17,456 | 0.44% | 94.89% |
| 1996 | 906 | 18,443 | 17,496 | 0.23% | 94.87% |
| 1997 | 821 | 18,463 | 17,393 | -0.59% | 94.20% |
| 1998 | 996 | 18,847 | 17,903 | 2.93% | 94.99% |
| 1999 | 946 | 18,706 | 17,812 | -0.51% | 95.22% |
| 2000 | 836 | 18,722 | 17,778 | -0.19% | 94.96% |
| 2001 | 963 | 18,640 | 17,472 | -1.72% | 93.73% |

Unaudited - see accompanying independent auditors' report.

Table 15

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Insurance in Force

June 30, 2001

| Type of Coverage/ Name of Company | Policy Number | Policy Period | | Details of Coverage and Coinsurance | Coverage Limits | Premium |
|---|------------------|---------------|----------|--|--|---|
| | | From | To | | | |
| Property/Royal Indemnity | RHD310149 | 3-1-01 | 3-1-02 | Blanket Limit, All Risk, \$100,000 deductible | \$ 114,188,647 | \$ 99,293 |
| Boiler & Machinery/Hartford Steamboiler | FBP7347968 | 11-21-00 | 11-21-01 | Equipment breakdown | 500,000 | 2,847 |
| General Liability/Coregis | 651-006356-9 | 9-20-00 | 9-20-01 | Each occurrence Employee Benefits Liability SIR: \$25,000 | 1,000,000 1,000,000 | 105,138 |
| Educator's Legal Liability | SBD-000801-2 | 9-20-00 | 9-20-01 | Limit: SIR: \$10,000 | 1,000,000 | 17,265 |
| Automobile/Clarendon | DS2000009613 | 7-1-00 | 7-1-01 | Liability Medical Payments No physical damage coverage on owned vehicles. | 1,000,000 2,000 | 152,171 |
| Excess W.C./Midwest Employer Casualty | AGC4842LA | 3-7-01 | 3-7-02 | Minimum Limit SIR: \$175,000 | Statutory | 17,791 |
| Student Accident/Mega Life & Health | 99-8131 | 8-2-00 | 8-2-01 | Minimum Benefit Per Policy Limitations | 25,000 | 26.804 |
| Group Health Benefit Plan Specific Stop-Loss protection / Blue Cross and Blue Shield of Louisiana | 75546 | 9-1-00 | 8-31-01 | \$900,000 in excess of \$100,000 specific stop-loss limit | \$900,000 per covered individual | Monthly- \$7.72 per individual \$20.46 per family |

Notes:

(1) Insurance files maintained by Insurance Agent of the Bossier Parish School Board.

Unaudited - see accompanying independent auditors' report.

Table 16

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Miscellaneous Statistical Data

June 30, 2001

| <u>Instruction Sites</u> | <u>Constructed</u> | <u>Capacity/Sq. Ft.</u> | <u>Acreage</u> |
|----------------------------|--------------------|-------------------------|----------------|
| High Schools: | | | |
| Airline | 1965 | 238,724 | 98.33 |
| Benton | 1978 | 77,800 | 25.00 |
| Bossier | 1939 | 142,300 | 18.14 |
| Houghton | 1940 | 99,610 | 27.80 |
| Parkway | 1962 | 132,473 | 28.70 |
| Plain Dealing | 1938 | 91,603 | 26.20 |
| Middle Schools: | | | |
| Cope | 1980 | 82,547 | 14.23 |
| Elm Grove | 1887 | 84,173 | 12.90 |
| Greenacres | 1958 | 76,700 | 17.17 |
| Rusheon | 1955 | 83,114 | 24.60 |
| Elementary/Middle Schools: | | | |
| Plain Dealing | 1952 | 65,169 | 12.54 |
| Benton | 1999 | 88,254 | 14.70 |
| Houghton | 1999 | 105,708 | 21.62 |
| Elementary Schools: | | | |
| Apollo | 1968 | 69,158 | 3.00 |
| Bellaire | 1968 | 50,518 | 10.68 |
| Benton | 1953 | 60,093 | 21.13 |
| Bossier | 1922 | 64,500 | 4.90 |
| Butler | 1952 | 32,495 | 4.50 |
| Central Park | 1947 | 50,219 | 10.00 |
| Curtis | 1958 | 46,518 | 12.00 |
| Kerr | 1953 | 52,368 | 11.44 |
| Meadowview | 1962 | 59,300 | 15.00 |

(Continued)

Table 16

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Miscellaneous Statistical Data

June 30, 2001

| <u>Instruction Sites</u> | <u>Constructed</u> | <u>Capacity/Sq. Ft.</u> | <u>Acreage</u> |
|--------------------------------------|--------------------|-------------------------|----------------|
| Elementary Schools, Cont: | | | |
| Plantation Park | 1952 | 52,292 | 10.10 |
| Platt | 1961 | 61,000 | 20.00 |
| Princeton | 1952 | 60,000 | 20.40 |
| Rocky Mount | 1941 | 29,950 | 10.20 |
| T.L. Rodes | 1980 | 54,875 | (1) |
| Stockwell Place | 1986 | 52,752 | 10.33 |
| Sun City | 1969 | 49,890 | (2) |
| Waller | 1949 | 63,790 | 9.30 |
| Other Instruction Sites: | | | |
| Bossier Parish Community College (4) | 1986 | 51,724 | (3) |
| Bossier Life Skills Center | 1955 | 10,500 | 2.20 |
| BPCC Criminal Justice Institute (4) | 1967 | 26,700 | 9.60 |
| Bossier Career Center | 1949 | 40,000 | 6.66 |

Notes:

- (1) Included with Platt Elementary acreage.
- (2) Included with Parkway High School acreage.
- (3) Included with Airline High School acreage - Community College originally housed in Airline High School. In 1986, a new library and classroom building was erected adjacent to the high school.
- (4) These sites are rented from the School Board by the State of Louisiana who operates the Community College and Criminal Justice Institute.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Compensation Paid to School Board Members

For the year ended June 30, 2001

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 \$500 per month, and the president receives \$600 per month for performing the duties of his office.

| Board Member: | <u>Amount</u> |
|--------------------------------------|----------------------|
| Michael M. Graham, President | \$ 6,600 |
| Vassie M. Richardson, Vice President | 6,000 |
| Henry Burns | 2,500 |
| Elizabeth S. Cassibry | 6,000 |
| Gary Dowden | 6,000 |
| George C. Finck | 6,000 |
| Mack Knotts | 6,000 |
| Danny M. Knotts | 3,250 |
| William Kostelka | 4,250 |
| John LeGrand, Jr. | 1,750 |
| Gloria Simison | 6,000 |
| Julian Darby | 6,600 |
| J. W. Slack | 6,000 |
| Kenneth M. Wiggins | <u>6,000</u> |
| | \$ <u>72,950</u> |

Unaudited - see accompanying independent auditors' report.



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BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

OMB Circular A-133 Reports

Year Ended June 30, 2001

(With Independent Auditors' Report Thereon)

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

OMB Circular A-133 Reports

Year ended June 30, 2001

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333 Texas Street, Suite 1900
Shreveport, LA 71101-3692

**Report on Compliance and on Internal Control Over
Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Members of the Bossier Parish School Board
Benton, Louisiana:

We have audited the financial statements of the Bossier Parish School Board (School Board) as of and for the year ended June 30, 2001 and have issued our report thereon dated October 17, 2001, which includes an explanatory paragraph due to a change in accounting principle for the adoption of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions* in 2001. 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.

Compliance

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 01-1, 01-2, and 01-4.

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 opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving internal control over financial reporting 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 internal control over financial reporting that, in our judgment, could adversely affect the School Board's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 01-1.



A material weakness is a 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 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. Our consideration of internal control over financial reporting would not necessarily disclose all matters in 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. We also noted other matters involving the internal control over financial reporting, which we have reported to management of the School Board in a separate letter dated October 17, 2001.

This report is solely for the information and use of management, members of the Bossier Parish School Board, the State of Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

October 17, 2001



333 Texas Street, Suite 1900
Shreveport, LA 71101-3692

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

Members of the Bossier Parish School Board
Benton, Louisiana:

Compliance

We have audited the compliance of the Bossier Parish School Board (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, 2001. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

Internal Control Over Compliance

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



We noted a matter involving 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 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. A reportable condition is described in the accompanying schedule of findings and questioned costs as item 01-3.

A material weakness is a condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants 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 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 general purpose financial statements of the School Board as of and for the year ended June 30, 2001 and have issued our report thereon dated October 17, 2001, which includes an explanatory paragraph due to a change in accounting principle for the adoption of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions* in 2001. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. 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 general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as whole.

This report is intended solely for the information and use of management, members of the Bossier Parish School Board, the State of Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

October 17, 2001

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Expenditures of Federal Awards

Year ended June 30, 2001

| <u>Grant Title</u> | <u>Federal CFDA Number</u> | <u>Grant Number</u> | <u>Expenditures</u> |
|---|------------------------------------|--|---------------------|
| U.S. Department of Agriculture | | | |
| Noncash federal award - Passed through Louisiana Department of Agriculture and Forestry - Food Distribution (Commodities) | 10.550 | N/A | \$ 338,542 |
| Passed through Louisiana Department of Education - Child Nutrition Cluster: | | | |
| School Breakfast Program | 10.553 | 008-SL-0006 | 550,326 |
| National School Lunch Program | 10.555 | 008-SL-0006 | 2,193,987 |
| Passed through Louisiana Department of Treasury: Schools and Roads - Grants to States (National Forest Lands) | 10.665 | N/A | 26,312 |
| Total U.S. Department of Agriculture | | | <u>3,109,167</u> |
| U.S. Department of Education | | | |
| Direct Programs: | | | |
| Impact Aid (Title VIII) | 84.041 | N/A | 666,008 |
| Passed through Louisiana Department of Education: | | | |
| Adult Education - State Grant Program | 84.002 | 28014408 28012308 | 149,622 |
| Title I Grants to Local Educational Agencies | 84.010 | 01-TI-08 00-TI-08-1C/O to 2001 00-TI-08-1 | 2,456,974 |
| Grants for Infants and Families with Disabilities (Part C) Special Education Cluster: | 84.181 | 01-H3-08 | 13,207 |
| Grants to States (Part B) | 84.027 | 01-B1-08 00-B1-08 | 1,275,239 |
| Preschool Grants | 84.173 | 01-P1-08 00-P1-08-S | 134,443 |
| Vocational Education: | | | |
| Basic Grants to States | 84.048 | 28-01-08-2B/BG | 183,702 |
| Tech-Prep Education | 84.243 | SB08/00-01TP | 135,053 |
| School-to-Work | 84.000 | N/A | 38,749 |
| Innovative Education Program Strategies - Title VI | 84.298 | 01-00-08 00-00-08-06 C/O to 2001 | 100,572 |
| Title II (Eisenhower Professional Development) | 84.281 | 01-50-08 00-50-08-01 C/O to 2001 00-IASA-08 | 94,894 |
| Title IV (Safe and Drug-Free Schools - State Grant) | 84.186 | 01-70-08 00-70-08-D C/O to 2001 00-70-08-D C/O to 2001 | 107,028 |
| Technology Improvement Grant | 84.318 | 280149-08 280114-08 | 243,366 |
| Class-Size Reduction - Title VI | 84.340 | 00-01-08-6 | 436,059 |
| Passed through the Office of the Louisiana Lieutenant Governor: | | | |
| Learn for the 21st Century (Goals 2000 State Grant) | 84.276 | 2801PD-08 01-LTS-08 01LI08 2800PD08L | <u>147,448</u> |
| Total U.S. Department of Education | | | <u>6,182,364</u> |

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

Schedule of Expenditures of Federal Awards

Year ended June 30, 2001

| <u>Grant Title</u> | <u>Federal CFDA Number</u> | <u>Grant Number</u> | <u>Expenditures</u> |
|---|------------------------------------|-------------------------|----------------------|
| U.S. Department of Health and Human Services | | | |
| Passed through the Louisiana Department of Education: | | | |
| Child Care and Development Block Grant (Starting Points Preschool) | 93.575 | 280038086 | \$ 78,590 |
| Title XIX: | | | |
| EPSDT Kidmed School Nurse | 13.714 | 1415103 | 165,163 |
| EPSDT Kidmed Social Worker | 13.714 | 1415103 | 8,336 |
| Medicaid Program | 93.778 | 1701173 | <u>203,041</u> |
| Total U.S. Department of Health and Human Services | | | <u>455,130</u> |
| U.S. Department of Defense Direct Programs | | | |
| Department of the Airforce - ROTC | N/A | N/A | 357,086 |
| Department of the Army: | | | |
| Flood Control Projects | 12.106 | N/A | 1,150 |
| Star Base | N/A | N/A | <u>238,242</u> |
| Total U.S. Department of Defense Direct Programs | | | <u>596,478</u> |
| Other Cash Federal Awards | | | |
| FEMA | 83.544 | N/A | <u>5,480</u> |
| Total federal expenditures | | | \$ <u>10,348,619</u> |

See accompanying notes to schedule of expenditures of federal awards.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2001

(1) General

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Bossier Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.

(2) Noncash Programs

Commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

(3) Loans Outstanding

The Bossier Parish School Board had \$475,822 of loan balances outstanding at June 30, 2001. These loans were received in a previous fiscal year under former CFDA #66.702 for asbestos removal.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 2001

Section 1 – Summary of Auditors' Results

Financial Statements

Type of report issued: unqualified opinion

Internal control over financial reporting:

- Material weakness(es) identified? No
- Reportable condition(s) identified that are not considered to be material weakness(es)? Yes

Noncompliance material to financial statements noted? Yes

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? No
- Reportable condition(s) identified that are not considered to be material weakness(es)? Yes

Type of auditor's report issued on compliance for major program: unqualified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes

Identification of major programs:

| <u>CFDA Number</u> | <u>Name of Federal Program or Cluster</u> |
|--------------------|--|
| 84.010 | United States Department of Education – Title I Grants to Local Educational Agencies |
| 84.041 | United States Department of Education – Impact Aid |
| N/A | United States Department of Defense Direct Programs – Department of the Airforce - ROTC |

Dollar threshold used to distinguish between Type A and Type B programs: \$310,459

Auditee qualified as a low-risk auditee? Yes

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 2001

Section 2 – Financial Statement Findings

Item: 01-1

Finding Title: Fixed Asset Listing

Entity-wide or program / department specific: This comment applies entity-wide.

Criteria or specific requirement: R.S. 24:515 requires that Louisiana governments “shall maintain records of all lands, buildings, improvements other than buildings, equipment, and any other general fixed assets which were purchased or otherwise acquired, and for which such entity is accountable.”

Internal controls should be developed to assist in meeting this requirement. One such control is to maintain a comprehensive listing of fixed assets.

Condition Found: Although the School Board has maintained records of the additions and deletions each year, the comprehensive fixed asset listing has not been updated since 1996.

Context: Fixed assets reported in the financial statements of the School Board are \$148,072,805.

Asserted Effect: Controls are weakened over accountability and physical security of fixed assets.

Cause: The personnel responsible for updating the listing changed computer hardware in 1996. When the hardware was changed, the software used to maintain the comprehensive listing was not installed on the new hardware. As a result, the comprehensive listing has not been updated since 1996.

Recommendation: The School Board should develop and maintain a centralized, comprehensive listing of fixed assets.

Item: 01-2

Finding Title: Dispositions of Fixed Assets

Entity-wide or program / department specific: This comment applies entity-wide.

Criteria or specific requirement: R.S. 24:515 requires that Louisiana governments “records shall be maintained for all land, buildings, improvements other than buildings, equipments, and any other general fixed assets which were purchased or otherwise acquired, and for which such entity is accountable. The records shall include information as to the date of purchases of such property or equipment, the initial cost, the disposition, the purpose of such disposition, and the recipient of the property or equipment disposed of.”

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 2001

Condition Found: The School Board does not maintain accurate records of fixed asset dispositions.

Context: Fixed assets reported in the financial statements of the School Board are \$148,072,085.

Asserted Effect: Controls are weakened over accountability and physical security of fixed assets.

Cause: Disposition records being submitted by individual schools and departments do not always match the information maintained in the comprehensive fixed asset listing. Also, the School Board's current fixed asset disposal procedure does not record the purpose of the disposition nor does it record the recipient of the property.

Recommendation: The School Board should adopt procedures in which disposals are accurately accounted for in accordance with state law.

Item: 01-3

Finding Title: Expenditures for federally connected children with disabilities not properly monitored for the Impact Aid Program.

Entity-wide or program / department specific: This comment applies to the Impact Aid program.

Criteria or specific requirement: For each fiscal year, the amount of expenditures for special education and related services provided to Impact Aid designated federally connected children with disabilities must be at least equal to the amount of Section 8003 (d) funds received through the Impact Aid program for that fiscal year.

Monitoring procedures should be in place to ensure the School Board is meeting this requirement. One such monitoring procedure, as suggested by the federal government, is the following calculation:

Compare the amount of Section 8003 (d) funds received or credited with the result of the following:

1. Divide total LEA expenditures for special education and related services for all children with disabilities by the average daily attendance ("ADA") of all children with disabilities served during the year.
2. Multiply the amount determined in 1. above by the ADA of the federally connected children with disabilities claimed by the LEA for the year.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 2001

If the amount of Section 8003 (d) funds received or credited is greater than the amount calculated above, an overpayment equal to the excess of Section 8003 (d) exists. This overpayment may be reduced or eliminated to the extent that the LEA can demonstrate that the average per pupil expenditure for special education and related services provided to federally connected children with disabilities exceeded its average per pupil expenditure for serving non-federally connected children with disabilities.

Condition Found: There were no monitoring procedures in place to ensure the above requirement is being met.

Context: Impact Aid revenues for the current year were \$666,008. Based on calculations provided by the School Board, approximately \$1,200,000 was spent on federally connected children with disabilities, which is in excess of the total amount of Impact Aid revenues.

Asserted Effect: If the above requirement is not met, it is possible that an overpayment of 8003 (d) exists.

Cause: Due to the fact that the School Board normally spends such a large amount on disabled children, the School Board felt that the above requirement was being met. Also, the School Board was unaware of the above federally suggested calculation.

Recommendation: The School Board should document the above calculation on an annual basis to ensure the amount of expenditures for special education and related services provided to Impact Aid designated federally connected children with disabilities are at least equal to the amount of Section 8003 (d) funds received through the Impact Aid program for that fiscal year. This calculation should then be reviewed by someone other than the preparer.

Item: 01-4

Finding Title: Violation of State Budget Law.

Entity-wide or program / department specific: This comment applies to the School Food Service Fund.

Criteria or specific requirement: Louisiana Revised Statute 39:1310, requires the chief executive or administrative officer to advise the governing authority or independently elected official when total expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more.

The written notification as well as any responsive action taken by the governing authority or independently elected official shall be transmitted to and retained by the chief executive or administrative officer. The written notification and the resulting budget amendment shall only be statutorily required for a special revenue fund with anticipated expenditures that equal or exceed \$250,000.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 2001

Condition Found: At June 30, 2001, actual expenditures of \$6,858,486 for the School Food Service Fund exceeded budgeted expenditures of \$6,244,050 by \$614,436, or 9.84%.

Context: Not applicable.

Asserted Effect: The School Board did not comply with the state law requiring written notification as earlier described.

Cause: Unknown.

Recommendation: When performing budget-to-actual reviews, the Finance Department should determine if total expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within each fund, are expected to exceed the total budgeted expenditures and other uses by five percent or more. If it appears that a negative variance does exist and it exceeds the budget by five percent or more, the Finance Department should inform the Board of the variance, in writing, and recommend a budget amendment to relieve the negative variance.





333 Texas Street, Suite 1900
Shreveport, LA 71101-3692

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October 17, 2001

The Members of the Bossier Parish School Board
Benton, Louisiana:

We have audited the financial statements of the Bossier Parish School Board (School Board) for the year ended June 30, 2001, and have issued our report thereon dated October 17, 2001. In planning and performing our audit of the financial statements of Bossier Parish School Board, we considered internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements. An audit does not include examining the effectiveness of internal control and does not provide assurance on internal control. We have not considered internal control since the date of our report.

During our audit, we noted certain matters involving internal control and other operational matters that are presented for your consideration. These comments and recommendations, all of which have been discussed with the appropriate members of management, are intended to improve internal control or result in other operating efficiencies and are summarized as follows:

MAINFRAME ACCESS CONTROLS

General Access – To gain access to the School Board's mainframe, a person only needs to know one of the 200+ passwords that are in use. Because the failed password attempt logs are only reviewed once per day, a person could try numerous passwords before being detected. Also, there is no username associated with each password; therefore, it is impossible to determine where the password guessing is originating and whose account is attempting to be violated. If a person is able to obtain a functional password, access to sensitive information on the mainframe may be possible. This access could lead to unauthorized information disclosure, modification, or deletion. Unauthorized access could be directed toward modification of School Board's financial information, modification of student tracking information (e.g., grades), or disclosure of private student information such as disciplinary activity.

We recommend a username be associated with each password. This is an added level of security for the School Board, and with the addition of a username with each password, the School Board would be allowed to track each user's activity to ensure compliance with approved access as well as network usage policies.



Security Awareness – The user security awareness program is limited. It consists of an acceptable network usage policy and a yearly request for users to change their mainframe password. Primary awareness comes at a general meeting in the beginning of the year, when users are told to change their password. Because of the sensitive nature of the meeting, only a limited number of the users are present at this meeting. As a result, the users are not trained to identify or notice suspicious activity, report suspicious activity, nor to whom it should be reported. Most lapses in computer security result from a lack of user awareness. Typically, users are not able to define questionable activity. For example, users may share their password with each other, resulting in a person obtaining the ability to read or modify normally unavailable information. Users may also be willing to give out their passwords when requested by fake “system administrators” over the phone. Users must also be made aware of the reporting process so that the School Board can properly address these types of activities.

The purpose of the policy and awareness programs is to protect the school, employees and students. Therefore, we recommend additional steps be taken to stress the importance of security and related security awareness programs and inform users of the proper reporting process. We also recommend the School Board review and update their Network Usage Policy to ensure the policy is explicit as to prohibited actions and related consequences for the occurrence of prohibited actions. Further, we recommend the updated policy be reviewed by the School Board’s attorney and/or someone knowledgeable on such policies.

NETWORK ACCESS CONTROLS

The network that is used to carry the sensitive information on the mainframe from computer to computer is the same physical and logical network that is used by all levels of School Board employees as well as students. The risk associated with one network for all computers is that it could allow someone with limited or no access to capture sensitive School Board information, including grades, payroll data, and other information that is available on the mainframe. This type of “data capture” is possible from any networked computer in the School Board and therefore provides an intruder the ability to act with limited risk of being discovered. This same process can be used to gain mainframe passwords, leading to unauthorized access of mainframe resources and data. These activities are easily accomplished with the assistance of data capture and terminal emulation tools widely available on the Internet.

We recommend network segmentation to ensure that the separate network used to carry the sensitive information on the mainframe from computer to computer is not the same physical and logical network that is used by all levels of School Board employees as well as students.

DATA CONTROL AND INTEGRITY

Changes to the information contained in the mainframe are not logged for validation, verification or future review. Changes may go undetected and if detected, the source of the changes will be undeterminable. We noted that there is no tracking of any changes made to the information in the School Board’s mainframe. This may make it more difficult to track questionable transactions or other suspicious activity.

We recommend a process be implemented to track changes made to the information in the School Board’s mainframe.

BUSINESS CONTINUITY

While there is a formal agreement with a local governmental agency to provide mainframe access in the event of an emergency, there are no documented disaster recovery plans nor has any sort of disaster recovery process been tested.

We recommend a business continuity plan be developed to ensure that administrative and operational procedures surrounding the technology are established that can reasonably assure continuity of operations. A detailed business continuity plan will assist the School Board with the capability to recover information systems in a timely and orderly manner.

VACATION LEAVE

Vacation leave is handled by approximately four different individuals using a manual system. Accounting for vacation leave is not performed on the School Board's computer system and, as a result, the computer system generates no printouts for accrual purposes. Practically all other compensation-related accounting is computerized and performed by the payroll department personnel. The payroll department does account for the number of days taken in the current year but does not account for the accrued balances of vacation days available to be taken or the dollar amounts of these liabilities. Consideration should be given to automating this function and assigning the responsibility for maintaining these records to the payroll department.

BUDGET

Original budget amounts are not specifically listed in the School Board meeting minutes and/or in a separate resolution as support for the School Board's approved budget. However, the minutes do state the budget was approved. Also, we noted the minutes do not include budget revision amounts at the time the School Board approves revisions to each budget.

All minutes of School Board meetings should include a complete listing of budgets and any revisions for each fund to provide both the Board and management with a complete and accurate record of the budgets and revisions. As key management and Board decisions are based on the School Board's operating results, reliable information provided in the monthly financial reports becomes an increasingly critical factor to the School Board's success.

ADULT EDUCATION

As discussed in the prior year management letter, project completion reports that are submitted to the state for the Adult Education federal program are not being reconciled to the general ledger. We recommend all project completion reports be reconciled to the general ledger timely. By reconciling these reports to the general ledger timely, the School Board can further ensure that the information being submitted on these reports is accurate.

FOOD DISTRIBUTION (COMMODITIES)

As discussed in the prior year management letter, entities must maintain accurate and complete records of donated USDA commodities as required by the Commodity Handbook. As part of these records, a perpetual inventory of commodities must be kept at each site and central location. Per our review of the current year State Northwest Field Supervisor's report, one school was cited for errors in their perpetual inventory records. It was noted by the Field Supervisor that the perpetual inventory at the school was not up to date and that the first-in, first-out method was not always used, as required. Also discussed in the report was the fact that commodity usage was not properly being recorded and temperature logs were not being signed by school employees correctly.

We recommend that the School Board implement additional steps to ensure the schools record the amount of commodities used and delivered on a timely basis. For example, the Child Nutrition Supervisor or Internal Auditor could perform periodic reviews of the perpetual inventory and/or perform a follow-up on the School's Corrective Action Plan that was submitted to the Field Supervisor to ensure such plan is being adhered to.

RECONCILIATION OF CASH RECEIPTS LOG TO ACTUAL DEPOSITS

As we recommended in our prior year management letter, the School Board implemented a process of reconciling items entered on the Cash Receipts Log to the Cash Receipts register in order to ensure all amounts entered onto the log were ultimately deposited. During a review of this reconciliation process, we noted some areas in which it could be improved. We recommend the process be improved by having someone independent of the process review the reconciliation each month to ensure the reconciliation is done accurately, totals on the log agree to the ledger and that all reconciling items are dealt with appropriately.

UNIFORM UNCLAIMED PROPERTY ACT OF 1997

The Uniform Unclaimed Property Act of 1997 (LSA-R.S. 9:151 - 181) appears to apply to both property and for wages or other compensation for personal services which is deemed abandoned one year after the property becomes distributable or the compensation becomes payable. Assuming that the Act applies to these items, the School Board is required to report the property and pay funds equal to the value of the property to the Secretary of the Louisiana Department of Revenue on an annual basis.

One situation which school boards encounter fairly frequently, and which may fall under the provisions of the Act, involves old outstanding checks. Both vendor and payroll checks, which have been outstanding for more than one year from the date of issuance, appear to meet the definition of abandoned property under the Act. Annually, these checks would be reported and the funds remitted to the Secretary of the Louisiana Department of Revenue in accordance with the Act. They could not be voided and the cash returned to the book balances.

There may be situations other than old outstanding checks to which the School Board should consider whether or not the Act would apply.

During the year, the School Board consulted with legal counsel and decided to attempt to resolve all outstanding checks prior to submitting the checks to the state. Yet, as of end of fieldwork, the aged outstanding checks remained on the School Board's books.

We recommend these outstanding checks be quickly resolved and funds remitted to the state, if applicable. Also, the School Board should begin reporting on an annual basis any abandoned property and remitting funds to the Secretary of the Louisiana Department of Revenue in accordance with the Act.

RECONCILIATION OF PAYROLL ACCOUNT

There is an outage of approximately \$12,000 between the reported book balance on the payroll bank account reconciliation and the book balance on the general ledger. This outage has been carried forward for several years.

This outage should be researched and corrected as soon as possible.

SEGREGATION OF DUTIES

Currently the Payroll Department, in addition to the Personnel Department, has access to add new employees to the system or make changes to employee data. To maintain proper segregation of duties, the Payroll Department should not have this level of access.

NEW REPORTING MODEL – GASB 34

After years of study and consideration of the needs of users of government financial statements, the Governmental Accounting Standards Board (GASB) issued its revolutionary new reporting model in June 1999. The new model dramatically changes the presentation of governments' external financial statements. In the GASB's view, the objective of the new model is to enhance the clarity and usefulness of government financial statements to the citizenry, oversight bodies, investors and creditors. It will substantially affect the School Board's financial data accumulation and financial statement presentation processes. Some of the key aspects of the changes follow:

Management's Discussion and Analysis (MD&A) – A comprehensive MD&A will now be included as required supplementary information. The MD&A will introduce the financial statements by presenting an analysis of the government's financial performance for the year and its financial position at year end. The MD&A will be *in addition* to the transmittal letter currently required for Government Finance Officers Association (GFOA) award candidates, such as your School Board, but we expect that the GFOA will make changes in their requirements so as to avoid any duplication between the two documents.

Government-Wide Reporting – The School Board will be required to report financial operations and net assets, not only at the fund perspective for governmental activities, but will also have to prepare statements at the government-wide level. This level will distinguish between government and business type activities. *All* information at the government-wide level will be reported using the economic resources measurement focus and accrual basis of accounting, as enterprise funds do under the current model. Fiduciary activities will be excluded from the government-wide level of reporting. General government fixed assets and long-term liabilities of the government will need to be reported with all other governmental assets and liabilities.

Statement of Activities – Governments will now be required to use a “net program cost” format for the government-wide statements instead of a traditional operating statement. This new format groups revenues and expenses by functional categories (such as public safety, public works, etc.). The purpose of the new statement is to inform readers about the cost of specific functions and the extent to which they are financed with program revenues or general revenues of the government. Governments will have the option of reporting both direct and indirect program costs. Depreciation expense will now generally be reflected as a cost in the statement of activities.

Fund Level Reporting – Fund level financial statements will still be required and will provide information about the School Board’s fund types, including fiduciary funds and blended component units. General capital assets and general long-term liabilities will only be reported at the government-wide level. Fund level reporting will continue to focus on fiscal accountability and reflect the flows and balances of current financial resources. The modified accrual basis of accounting will continue to be used at the fund level, except for proprietary and fiduciary funds which would continue reporting based on economic resources and the accrual method of accounting. A reconciliation between the fund and the government-wide statements will be required on the face of the fund statements. Finally, proprietary fund cash flows statements must be presented using the direct method.

Presentation of Budgetary Information – The standard requires budgetary statements for the general fund and certain other governmental funds as required supplementary information. The original adopted budget of the School Board as well as the final revised budget must be presented. Actual results on a budgetary basis will need to be reconciled to the GAAP (generally accepted accounting principles) basis on the face of the statements.

The effective date of the new pronouncement will require implementation by the School Board for its year ending June 30, 2002. The magnitude of these changes and the time required to prepare for implementation should not be underestimated. We recommend that the School Board begin to look at its systems and processes to ensure that the required information will be available to ensure timely implementation. Further, we recommend that the School Board consider the cost of required changes to its systems and processes to ensure availability of necessary funds in its upcoming budget.

* * * * *

The Members of the Bossier Parish School Board
October 17, 2001
Page 7

Our audit procedures are designed primarily to enable us to form an opinion on the financial statements, and therefore may not bring to light all weaknesses in policies or procedures that may exist. We aim, however, to use our knowledge of the School Board's organization gained during our work to make comments and suggestions that we hope will be useful to you. We would be pleased to discuss these comments and recommendations with you at any time.

This report is intended solely for the information and use of the Members of the School Board, management, and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

KPMG LLP



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BOSSIER PARISH SCHOOL BOARD

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Kenneth N. Krulthof
Superintendent

December 28, 2001

Michael M. Graham
President

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Henry L. Burns
134 Chimney Lane
Haughton, LA 71037
District 2

George C. Finck
167 Beaver Lane
Benton, LA 71006
District 3

Vassie M. Richardson
Vice President
P.O. Box 231
Plain Dealing, LA 71064
District 4

Elizabeth S. Cassbry
2202 Landau Lane
Bossier City, LA 71111
District 5

William C. Kostelka
419 Oakwood St.
Bossier City, LA 71111
District 6

J.W. Slack
2424 Douglas Drive
Bossier City, LA 71111
District 7

Kenneth M. Wiggins
700 Shaver Street
Bossier City, LA 71111
District 8

Gloria Simison
3116 Oliver Street
Bossier City, LA 71112
District 9

Julian Darby
1130 Beverly Street
Bossier City, LA 71112
District 10

Gary Dowden
1912 Mars Drive
Bossier City, LA 71112
District 11

Mack Knotts
5007 Kenilworth Drive
Bossier City, LA 71112
District 12

Dr. Daniel G. Kyle, CPA, CFE
Legislative Auditor
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Dr. Kyle:

Please consider the following responses to the comments and recommendations provided in the audit of our financial statements for the year ended June 30, 2001:

MAINFRAME ACCESS CONTROLS

General Access - Data processing will develop a username to be associated with each password. Activities for each user will be tracked to ensure compliance with approved access as well as Network Usage Policies.

Security Awareness - Network Usage Policy will be reviewed and updated to ensure the policy is explicit as to prohibited actions and related consequences for the occurrence of prohibited actions. Legal counsel will make a final review.

NETWORK ACCESS CONTROLS

Network segmentation will be examined for sensitive information on the mainframe to end user computers. Cost will be determined.

DATA CONTROL AND INTEGRITY

Data processing will develop a process to track changes made to information in the School Board's mainframe computer.

BUSINESS CONTINUITY

The School Board will develop a detailed business continuity plan to ensure that administrative and operational functions surrounding technology can be continued in the event of any sort of disaster.

Dr. Daniel G. Kyle, CPA, CFE
Legislative Auditor
December 28, 2001
Page 2

VACTION LEAVE

The School Board will continue to improve this area and will work toward automating this function and assigning the responsibility for maintaining these records to the payroll department.

BUDGET

Minutes of the School Board will include a complete listing of budgets and any revisions for each fund.

ADULT EDUCATION

All project completion reports will be reconciled to the general ledger in a timely manner.

FOOD DISTRIBUTION (COMMODITIES)

The School Board will implement additional steps to ensure that schools timely record the amount of commodities delivered and used.

RECONCILIATION OF CASH RECEIPTS LOG TO ACTUAL DEPOSITS

Personnel independent of the cash receipts and reconciliation function will review the cash receipts reconciliation each month to ensure the reconciliation is done accurately, totals on the log agree to the ledger and that all reconciling items are dealt with appropriately.

UNIFORM UNCLAIMED PROPERTY ACT OF 1997

The School Board will contact those individuals or companies who have unclaimed property held by the School Board. If this property can not be given to the rightful owner, then it will be sent to the state in a timely manner.

RECONCILIATION OF PAYROLL ACCOUNT

The \$12,000 outage will be researched and corrected.

SEGREGATION OF DUTIES

Access to add new employees to the payroll system or to make changes to employee data will be segregated in the payroll department.

NEW REPORTING MODEL - GASB 34

We have started the process looking at our systems and processes to work towards implementation for the year ending June 30, 2002. We will estimate the cost of this implementation and recommend these cost for the upcoming budget years.

Dr. Daniel G. Kyle, CPA, CFE
Legislative Auditor
December 28, 2001
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OMB CIRCULAR A-133 ITEM 01-1 (FIXED ASSET LISTING)

The School Board will continue to improve its centralized comprehensive listing of fixed assets.

OMB CIRCULAR A-133 ITEM 01-2 (DISPOSITIONS OF FIXED ASSETS)

The School Board will continue to improve procedures, which will accurately account for disposals of fixed assets.

OMB CIRCULAR A-133 ITEM 01-3 (IMPACT AID)

The School Board will document the expenditure calculation for Section 8003 (d) funds. Someone independent of the report preparation will review this calculation.

OMB CIRCULAR A-133 ITEM 01-4 (STATE BUDGET LAW)

The Finance Department will periodically during the budget year, determine if budget revisions are necessary for all funds. This will ensure that a five-percent variance will not occur.

OMB CIRCULAR A-133 ITEM 00-1 (BOSSIER EDUCATION EXCELLENCE FUND)

This item was resolved.

OMB CIRCULAR A-133 ITEM 00-2 (BOSSIER EDUCATION EXCELLENCE FUND)

This item was resolved.

OMB CIRCULAR A-133 ITEM 00-3 (BOSSIER EDUCATION EXCELLENCE FUND)

This item was resolved.

OMB CIRCULAR A-133 ITEM 00-4 (FIXED ASSET LISTING)

The School Board is continuing to work in this area and has made improvements.

If we can provide further information please let us know.

Sincerely,

Frank Rougeau

Frank Rougeau
Director of Finance



333 Texas Street, Suite 1900
Shreveport, LA 71101-3692

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**Independent Accountants' Report
on Applying Agreed-Upon Procedures**

Members of the Bossier Parish School Board
Benton, Louisiana:

We have performed the procedures enumerated below, which were agreed to by the Bossier Parish School Board solely to assist the Bossier Parish School Board in evaluating the effectiveness of the School Board's compliance with Act 743 of 1995 concerning the Bossier Educational Excellence Fund (BEEF) (a nonexpendable trust fund of the Bossier Parish School Board) for the year ended June 30, 2001. Management is responsible for the Bossier Parish School Board's compliance with those requirements. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Bossier Parish School Board. 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.

Procedures:

1. Obtained the balances and a detail of the activity of the BEEF funds as of and for the year ended June 30, 2001 (Attachment 1).
2. Haphazardly selected three months receipts from riverboats and the horse racing facility during the fiscal year ended June 30, 2001 and agreed these amounts to schedules received from the riverboats and the horse racing facility (LSA-R.S. 27:93 / LSA-R.S. 4:163.1D).
3. Agreed the amounts selected in 2. to deposits recorded in the BEEF general ledger (LSA-R.S. 17:408.2B).
4. Agreed the amount of investments in the BEEF general ledger to a listing of investments in either direct obligations of the United States government, time certificates of deposit of state banks organized under the laws of Louisiana, or national banks having their principal office in Louisiana (LSA-R.S. 17:408.2B).
5. Agreed the amount of interest earnings in the BEEF general ledger to third party statements (LSA-R.S. 17:408.2B).
6. Agreed the total cash and investments in the BEEF general ledger to a schedule prepared by the School Board reflecting the amount of principal and earnings available for spending (LSA-R.S. 17:408.2B and 2C).



7. Compared the withdrawal of earnings from the BEEF account beginning in January to the income for the prior calendar year per the BEEF general ledger.
8. Obtained a detail of the activity of the BEEF funds (Attachment 2). From this detail, we haphazardly selected and inspected supporting documentation for twenty-five disbursements totaling \$80,324.68 or 53.6% of total BEEF disbursements for fiscal 2001.

Findings:

1. No exceptions noted.
2. No exceptions noted. The Bossier Parish School Board agreed to accept a fixed annual amount in lieu of a passenger boarding fee from two of the riverboats in Bossier Parish, Horseshoe and Isle of Capri. Based on an agreement between the parties, Casino Magic pays a percentage of gross revenue to the City of Bossier of which the School Board receives six percent. Lastly, the School Board began receiving .5375% of net gaming proceeds from Hollywood Casino who began operations during the current year. The School Board has no binding agreement with the Hollywood Casino concerning the payment of these monies.

The School Board has no controls in place to monitor the accuracy of the amounts being paid by Casino Magic, Hollywood Casino, or Louisiana Downs. The School Board should consider implementing procedures to ensure the accuracy of amounts received from these entities.

As mentioned above, the School Board has no binding contract in place with Hollywood Casino concerning the payment of gaming taxes. Beginning in 1997, negotiations began for the total "tax" to be paid by the Hollywood Casino to the various local governments. Although there has been much correspondence between the interested parties, no contract between the casino and the various governments has been executed. Thus, no final determination of gaming revenues to be remitted to the local governments was ever established. In December 2000, the Superintendent began efforts to obtain such a contract. As of October 2001, a signed contract had not yet been obtained.

3. No exceptions noted.
4. No exceptions noted. While the School Board keeps account of the earnings on the BEEF separately from the fund principal, these funds are recorded in one fund. We suggest the School Board consider establishing a separate fund to account for the expenditure of the earnings on BEEF.
5. No exceptions noted.
6. No exception noted.
7. No exceptions noted.

8. Of the items selected for inspection, the support for the following did not contain sufficient third party support for the expenditure or an explanation justifying the expenditure as educational enhancement:

- \$6,500 to another public entity for student drug prevention services,
- \$7,000 to the Bossier Arts Council,
- \$5,415 for the purchase of a camcorder,
- \$1,051 for the purchase of a digital camera and,
- \$3,000 to a non-profit agency to be used as awards to parish schools for reaching certain pre-set standards.

* * * * *

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the effectiveness of the School Board's compliance with Act 743 of 1995 concerning the Bossier Educational Excellence Fund (a nonexpendable trust fund of the Bossier Parish School Board) for the year ended June 30, 2001. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified users referred to in the first paragraph of this report and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

December 18, 2001

BOSSIER PARISH SCHOOL BOARD

Benton, Louisiana

**Balance Sheet - Bossier Educational Excellence
Nonexpendable Trust Fund**

June 30, 2001

(Unaudited)

Assets**Cash:**

Held at Tri-State Bank and Trust

\$ 130,000

Held at Citizens National Bank

34,434

Investments - United States Treasury Obligations

7,722,028

Receivables

195,453

Total assets

\$ 8,081,915**Liabilities and Fund Balance****Liabilities:**

Accounts payable

\$ 7,640

Interfund payable

998

Total liabilities

8,638

Fund balance - reserved for instructional enhancement

8,073,277

Total fund balance

8,073,277

Total liabilities and fund balance

\$ 8,081,915

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Statement of Revenues, Expenses, and Changes in Retained Earnings -
Bossier Educational Excellence - Nonexpendable Trust Fund

For the year ended June 30, 2001

(Unaudited)

Operating revenue:

Fees:

| | |
|-----------------------|---------------|
| Horseshoe Casino | \$ 300,000 |
| Isle of Capri Casino | 300,000 |
| Casino Magic | 209,267 |
| Hollywood Casino | 447,066 |
| Louisiana Downs, Inc. | <u>31,809</u> |

| | |
|--------------------------|------------------|
| Total operating revenues | <u>1,288,142</u> |
|--------------------------|------------------|

| | |
|----------------------------------|----------------|
| Operating expenses - instruction | <u>165,777</u> |
|----------------------------------|----------------|

| | |
|------------------|-----------|
| Operating income | 1,122,365 |
|------------------|-----------|

| | |
|--|----------------|
| Nonoperating revenue - investment income | <u>413,181</u> |
|--|----------------|

| | |
|------------|-----------|
| Net income | 1,535,546 |
|------------|-----------|

| | |
|--|------------------|
| Retained earnings at beginning of year | <u>6,537,731</u> |
|--|------------------|

| | |
|----------------------------------|----------------------------|
| Retained earnings at end of year | <u><u>\$ 8,073,277</u></u> |
|----------------------------------|----------------------------|

BEEF

EXPENDITURE DETAIL

YEAR ENDED JUNE 30, 2001

| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
|---------------------|----------------|----------|---|
| Apollo Elementary | Dell Computer | 6,511.00 | 5 CPU's, 1 Monitor |
| | Bath company | 32.88 | Printer cartridge |
| | Ed. Resources | 72.95 | 1 "Grade Quick" |
| | Apollo | 75.76 | Teaching Aids |
| | Apollo | 64.16 | Teaching Aids |
| | Dell Computer | 9,513.00 | 7 Computers w/ printers |
| | Ed. Resources | 62.95 | Kids Keys software |
| | Phonic Ear | 1,072.00 | 1 FM Receiver, 1 Transmitter |
| | Reimbursement | -108.95 | |
| | | | |
| Bellaire Elementary | Bellaire Elem. | 149.28 | Teaching Aids |
| Benton Elementary | Sagebrush | 1,004.95 | Software |
| | Benton Elem. | 351.66 | Teaching Aids |
| Benton High | Comp USA | 709.91 | 1 Printer, 1 CDRW |
| Bossier Elementary | Harcort Brace | 1,371.04 | 240 Practice "Book On My Own" |
| | Paula's | 537.00 | 75 "Spectrum Geography" |
| | Wright Group | 890.45 | 1 Lion Wildcat Box, 1 Tiger Wildcat Box |
| | Reimbursement | -216.24 | |
| Bossier High | Bossier High | 5,415.02 | 1 Camcorder, Software, Videos |

BEEF
EXPENDITURE DETAIL
YEAR ENDED JUNE 30, 2001

| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
|--------------------------|---------------------|----------|---|
| Bossier Technical School | Micro Warehouse | 1,007.87 | 1 Sony Digital Mavica |
| | Reimbursement | -7.87 | |
| Butler | PM Enterprises | 614.00 | 2 Corrective Training Sets |
| | Butler Elem. | 168.38 | Teaching Aids |
| | Accelerated Learnin | 26.90 | 1 Accelerated Math Scanner |
| | Office Depot | 287.81 | Ink Cartridges, Printer Cables, Diskettes |
| | Office Depot | 97.96 | Ink Cartridges |
| Central Park | Scholastic | 109.72 | 7 Magic School Bus Sets |
| | Central Park | 553.11 | Teaching Aids |
| | Central Park | 146.15 | Teaching Aids |
| | Dell Computer | 4,856.00 | 4 Computers |
| Charlotte Mitchell | Globe Pearson | 174.72 | Teachers' Manuals |
| | School Specialty | 159.88 | TV/VCR Stand |
| | Office Depot | 351.00 | 1 Printer, 1 Ethernet Hub |
| | Rex Electronics | 249.00 | TV/VCR Combo |
| | Dell Marketing | 2,034.45 | 11 Printers & Cables |
| Cope | Dell Marketing | 826.00 | 1 Presentation Monitor |
| | Reimbursement | -154.23 | |

| BEEF EXPENDITURE DETAIL YEAR ENDED JUNE 30, 2001 | | | |
|--|-----------------|-----------|-------------------------------------|
| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
| Curtis Elementary | School Computer | 95.00 | Memory |
| | Reimbursement | -7.21 | |
| | Apple Computer | 6,300.00 | 7 Computers, 4 Floppy Drives |
| Elm Grove | | | |
| | Educ. Resources | 2,847.95 | Software Site Licenses |
| | Dell Marketing | 2,804.95 | 1 Laser Jet Printer, 1 Optiplex |
| | Educ. Resources | 222.40 | 21 Head Phones |
| | Micro Warehouse | 237.69 | 1 Backups Pro |
| | Creative Pres. | 1,009.00 | 2 Synchron Eyes v.1.2 |
| | Reimbursement | -125.99 | |
| Greenacres | | | |
| | Reimbursement | -60.13 | |
| Houghton High | | | |
| | Houghton High | 37.92 | Teaching Aids |
| | Dell Marketing | 14,544.00 | 12 Computers |
| | Reimbursement | -2,671.00 | |
| Houghton Middle | | | |
| | LADOTD | 113.60 | 6 Wall Maps |
| | Houghton Middle | 618.49 | Teaching Aids |
| Johnny Gray Jones | | | |
| | Circuit City | 1,169.79 | Computer, Monitor, Scanner, Printer |
| Kerr Elementary | | | |
| | Nystrom | 333.92 | 2 Globes |

| BEEF EXPENDITURE DETAIL YEAR ENDED JUNE 30, 2001 | | | |
|--|------------------|----------|----------------------------|
| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
| Life Skills Center | Reimbursement | -8.57 | |
| | Reimbursement | -41.68 | |
| Meadowview Elementary | ETA | 294.97 | Teaching Aids |
| | Beckley Cardy | 2,051.45 | 6 Microscopes, Other Aids |
| | Micro Warehouse | 134.90 | JAZ Cartridge |
| | Comp USA | 684.00 | 1 Printer & Cable |
| | CCV Software | 147.45 | Software |
| Parkway High | Library Video | 89.75 | Biographical Videos |
| Plain Dealing High | Quill | 105.93 | Printer Cartridges |
| | Advantage Learn. | 167.95 | Math Software |
| | Hank's Computers | 130.00 | 3 - 8 Port Hubs |
| | School Computer | 858.00 | 18 Network Interface Cards |
| | Quill | 301.66 | Printer Cartridges |
| | Dell Marketing | 2,216.18 | 2 Computers w/ Printers |
| Plain Dealing Middle | Reimbursement | -307.00 | |
| Plantation Park | Comp USA | 189.12 | 3 Digital Camera Batteries |
| | Office Depot | 153.45 | Ink Cartridges |
| | Dell Marketing | 1,811.00 | 1 Optiplex, 1 Celeron |

| BEEF EXPENDITURE DETAIL YEAR ENDED JUNE 30, 2001 | | | | |
|--|-----------------------|-----------------|---------------------------------------|--|
| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION | |
| Platt Elementary | CDW-G | 1,074.04 | Printer, Cable, Diskettes | |
| | Sagebrush | 2,039.75 | 1 Scanner, 1 Spectrum-In-Hand | |
| | Office Depot | 379.27 | Ink Cartridges | |
| | Quill | 831.14 | Ink Cartridges | |
| | Dell Marketing | 136.00 | 1 Monitor | |
| Platt Elementary | Advantage Learn. | 2,426.55 | Software | |
| | Hertz School | 868.24 | 4 Overhead Projectors | |
| | Comp USA | 716.88 | 58 Head Phones | |
| | Hearts Software | 419.95 | Software | |
| | Office Depot Platt | 228.44 19.15 | 1 Printer, Diskettes Teaching Aids | |
| Princeton Elementary | Tom Snyder | 2,425.94 | Software | |
| | Comp USA | 1,051.00 | 1 Digital Camera, 1 Scanner | |
| | Long's Audio | 437.90 | 2 VCR,s, 1 Tripod | |
| | CDW | 116.84 | 1 - 8 Port Hub | |
| | Princeton | 782.35 | Teaching Aids | |
| Rodes Elementary | Educ. Resources | 528.15 | Software | |
| | Paula's Educ. | 349.76 | Teaching Aids | |
| Rusheon Middle | Comp USA | 554.12 | 1 Mavica 1.6MP Digital | |
| | Dell Marketing | 6,288.24 | 1 Server, 1 Computer, 1 Printer | |

BEEF
EXPENDITURE DETAIL
YEAR ENDED JUNE 30, 2001

| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
|---------------------|-------------------|-----------|---------------------------------|
| Sun City Elementary | Nystrom | 2,233.95 | Globes |
| | Foss Delt Ed. | 2,524.17 | Teaching Aids |
| Waller Elementary | Perma Bound | 765.12 | 61 Dictionaries |
| | Reimbursement | -55.97 | |
| | Dell Marketing | 3,134.00 | 1 Laptop |
| | Dell Marketing | 4,531.00 | 3 Computers, 5 Printers |
| | Office Depot | 479.95 | 4 Computer Carts |
| Artist in Residence | Bossier Arts Coun | 7,000.00 | |
| DARE | Larry C. Deen | 6,500.00 | |
| Integrated Science | Univ. of Alabama | 4,550.00 | Intergrated Science Video Tapes |
| | Rex Appliance | 438.00 | 2 25" TVs |
| Parkway Computers | Dell Marketing | 5,313.78 | 4 Computers, 3 Printers |
| Summer Remediation | Perma bound | 2,214.00 | Accelerated Math Support Kit |
| | Scott Foresman | 2,608.20 | 12 Curriculum Units Pkgs. |
| | SRA | 376.42 | 8 Student Record Books |
| | Charism | 12,250.00 | LEAP Manuals |
| | Zaner-Bloser | 1,739.64 | Teaching Aids |

BEEF
EXPENDITURE DETAIL
YEAR ENDED JUNE 30, 2001

| SCHOOL/PROJECT | VENDOR | AMOUNT | DESCRIPTION |
|----------------------|------------------|------------|----------------------------------|
| | Paula's Educ. | 299.80 | 20 Math 4 Today |
| | NASCO | 419.91 | English/Metric Tapes |
| | KMart | 121.91 | Teaching Aids |
| Tutoring Program | General Fund | 8,000.00 | Tutors |
| Miscellaneous | Alliance for Ed. | 3,000.00 | Path To Excellence School Awards |
| Unlocated Difference | | 201.05 | |
| TOTAL | | 165,777.25 | |