



Comprehensive Annual Financial Report

For the year ended
June 30, 2001

East Baton Rouge
Parish School Board
Baton Rouge, Louisiana



document. A copy of 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

**EAST BATON ROUGE PARISH SCHOOL BOARD
BATON ROUGE, LOUISIANA**

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2001

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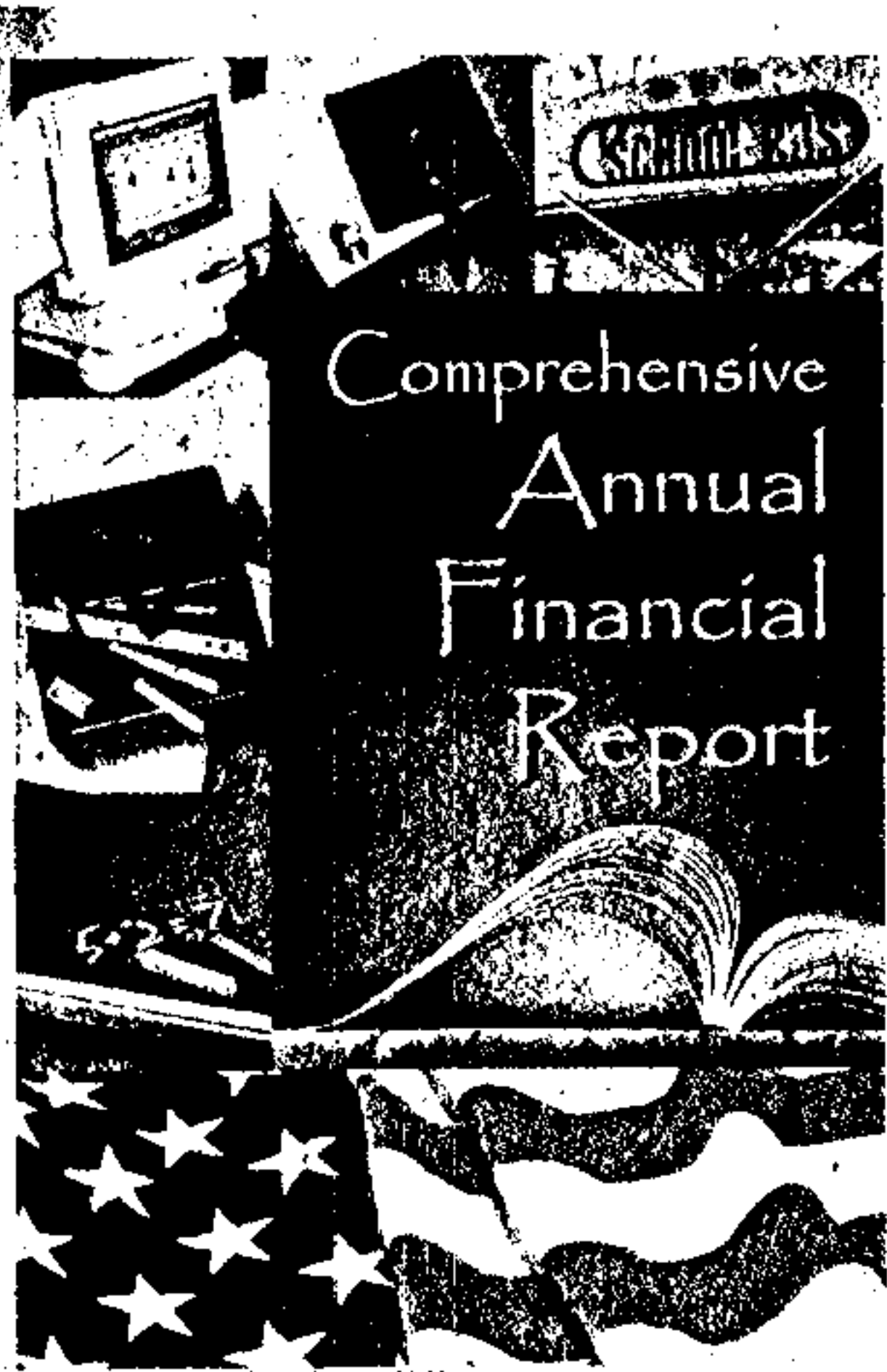
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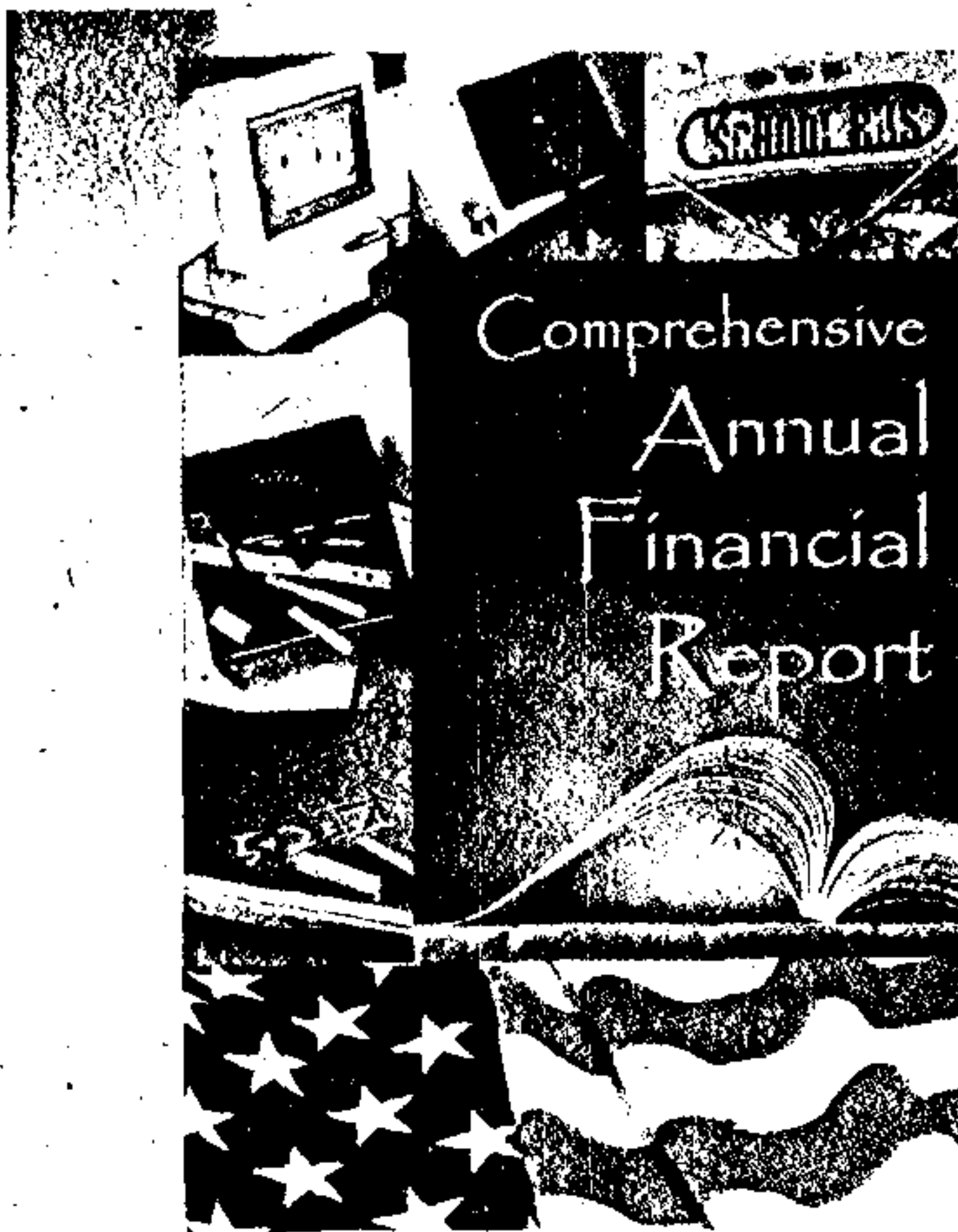


*East Baton Rouge
Parish School Board
Members*

Roger Moser – President
Dr. Jacqueline Mims – Vice-President

William “Bill” Black
Dalton “Jay” Devall
Jill Dyason-LaBarbera
Noel Hammatt
Daniel Henderson
Ingrid Kelley
Patrice Niquille
Press Robinson, Sr., Ph.D.
Warren Pratt, Jr.
Patrica Haynes-Smith

Clayton Wilcox – Interim Superintendent



East Baton Rouge Parish School Board Administrative Officers

Interim Superintendent of Schools

General Counsel

Director for Equal Educational Opportunities

Administrative Director of Technology Management

Director of Accountability and Staff Development

Director of Personnel Services

Director of Information Technology

Public Information Officer

Interim Deputy Superintendent for Instructional Services

Assistant Superintendent for Instructional Services

Area I, Elementary Schools

Assistant Superintendent for Instructional Services

Area II, Middle Schools and Federal Programs

Assistant Superintendent for Instructional Services

Area III, High Schools

Executive Director for Child Welfare and Attendance

Director of Special Education

Deputy Superintendent for Operations and Budget Management

Assistant Superintendent for Auxiliary Services

Administrative Director for Physical Plant Services

Administrative Director for Transportation

Director of Finance and Purchasing

Director of Warehousing and Administration Services

Graphic Arts Supervisor

Internal Auditor

Clayton Wilcox

Maxwell Kees

William H. Robbins

Harry Ingalls

Jennifer Baird, PhD

Annette Mire

Jesse Noble

Meg Casper

James Machen

Frances Price

Richard Capps

David Corona

Gwynn Shaulin, PhD

Shaion Cray

Charlotte D. Placide, RSBA, CGFO

Gail Johnson

Robert Cooper

Kenneth Patin

James P. Crochet, CPA

Reginald E. Ruteliff, Sr.

Bobbie Devall

Brenda Williams, CPA, CIA



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November 29, 2001

President and Members
East Baton Rouge Parish School Board

Dear Board Members:

The Comprehensive Annual Financial Report of the East Baton Rouge Parish School Board for the fiscal year ended June 30, 2001, is presented herewith. This financial report represents a comprehensive portrait of the School Board's financial condition. It is structured in such a manner as to make it a very useful management instrument as well as an informative public document.

The Comprehensive Annual Financial Report, along with internal audit activities and other budgetary reports, combine to provide for an effective internal fiscal management control system. This combination of accounting and financial reporting serves the purpose of satisfying our responsibility to provide the public with complete and accurate financial data.

The fiscal year 2000 Comprehensive Annual Financial Report received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials. This was the fifteenth consecutive year that the School Board received both of these prestigious awards.

The staff of the Operations and Budget Management, Finance, and Graphic Arts Departments is to be commended for the attainment of such high standards for their financial reporting, the early implementation of the Governmental Accounting Standards Board (GASB) Statement No. 34, and their efforts in the preparation of this report on a timely basis.

Respectfully submitted,

Clayton M. Wilcox
Interim Superintendent



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November 29, 2001

President and Members
East Baton Rouge Parish School Board

Residents of East Baton Rouge Parish

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the East Baton Rouge Parish School Board (School Board), for the fiscal year ended June 30, 2001. This report provides full disclosure of the financial operations of the School Board for the fiscal year ended June 30, 2001. This CAFR, which includes an opinion from the Independent Auditors that performed the School Board's audit, conforms to Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with the School Board and management of the School Board. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of 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.

Early Implementation of a New Reporting Model

The School Board and management have elected early implementation of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Statement 34 was approved by GASB on June 30, 1999 and represents the most significant change in the history of governmental accounting. The release of this standard creates a new reporting model that affects every public school organization that issues financial statements in conformity with GAAP. Although the School Board is not required to issue financial statements in accordance with GASB Statement No. 34 until the year ending June 30, 2002, management has decided that early implementation will allow for fine tuning of the presentation and better accumulation of the necessary database well in advance of the required date.

The new reporting model is designed to make the annual financial report easier for the public to understand and improve operational accountability with the introduction of district-wide financial statements compared to the previous reporting model which was based on fund and fund types. GASB No. 34 creates new basic financial statements for reporting on the School Board's financial activities as follows:

Government-wide financial statements consist of a statement of net assets and a statement of activities. These statements are prepared on an accrual basis of accounting for all activities of the district, which is similar to the basis of accounting and financial reporting followed by the private sector. The government-wide statements distinguish between the governmental and business-type activities of the School Board.

Fund financial statements present information for individual major governmental and enterprise funds rather than by fund type. Non-major funds are presented in total in one column.

Notes to the financial statements provide additional information that is essential to a user's understanding of the basic financial statements. Notes contain information that is not a part of the financial statements, however, notes are an integral part of the statements.

Required Supplementary Information (RSI) consists of statements that present comparisons of actual information to the legally adopted budget. Management's Discussion and Analysis (MD&A) is also a part of the RSI and is intended to provide an objective, easy to understand narrative overview and analysis of the basic financial statements. It explains the financial position and results of operations of the School Board for the past fiscal year. Since this is the first year of implementation of the new statement, comparative data is not available or required for the prior year. In future years, prior-year comparative data will be available and the MD&A will provide a more meaningful comparative analysis of government-wide data.

The School Board is pleased to be among only a few school districts and governmental entities to implement GASB Statement No. 34 early. Copies of this CAFR will be made available to the Chamber of Commerce, major taxpayers, the public library, and other interested parties.

CAFR Sections

The CAFR is presented in three sections: the Introductory Section, the Financial Section and the Statistical Section. The Introductory Section includes the table of contents, recognition of School Board members, a list of administrative officials, the Superintendent's transmittal letter, this transmittal letter, reproductions of the prior year's certificates of excellence in financial reporting, and the School Board's organizational charts. The Financial Section includes the MD&A, the Basic Financial Statements including notes to the financial statements, required supplemental information, the combining and individual fund financial statements that provide detailed information to the Basic Financial Statements, and the Independent Auditors' Report on the basic financial statements. The Statistical Section includes selected comparative financial, non-financial, demographic and economic information of the School Board.

The School Board is also required to undergo an annual single audit in conformity with the provisions of Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the schedule of federal financial assistance, and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations is included in a separate single audit report and is available at the School Board office for inspection.

Reporting Entity

This report includes all funds and account groups of the School Board. The School Board is a political subdivision of the State of Louisiana created under the Constitution of Louisiana. It has the power to sue and be sued and to make rules and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the State Board of Elementary and Secondary Education (BESE). It is the responsibility of the School Board to make public education available to the residents of East Baton Rouge Parish.

The elected Board is chosen from twelve single-member districts with each member serving a concurrent four-year term. The School Board is authorized to formulate policy, to establish public schools as it deems necessary, to provide adequate school facilities for the children of East Baton Rouge Parish, to determine the number of teachers to be employed and to determine a local supplement to their salaries. Additionally, the School Board selects the Superintendent of Schools to serve as the system's chief executive officer.

The School Board operates the second largest school district in the State. The district is near the top fifty nationally in terms of student enrollment. The School Board provides a full range of public education services at all grade levels ranging from pre-kindergarten through grade twelve to approximately 54,500 students. Total enrollment includes students participating in pre-kindergarten programs, regular and enriched academic education, alternative education, special education for the handicapped to age twenty-two, vocational education and three Charter Schools (two elementary and one middle). In addition, the School Board serves approximately 5,600 adult education students annually and employs approximately 7,200 persons. Services provided to students include instructional staff, instructional materials, instructional facilities, administrative support, business services, food services, system operations, facility maintenance, and bus transportation.

ECONOMIC CONDITION AND OUTLOOK

The School Board is located in Baton Rouge, Louisiana, in the southeastern section of the State, along the Mississippi River. In addition to being the second largest city in the State, Baton Rouge is also the capital of Louisiana and the principal home of two major state universities: Southern University and Louisiana State University (LSU). The Baton Rouge Community College, a two-year institution of higher education, opened in the Fall of 1998 and is jointly under the control, supervision, and management of the Board of Supervisors of Southern University and Louisiana State University.

Baton Rouge is the home of one of the largest oil refining and petrochemical centers in the nation and is the hub of the industrial region that stretches eighty miles to New Orleans. Located 270 river miles (434 kilometers) above the mouth of the Mississippi River, with a 45-foot channel, Baton Rouge is the furthest inland deepwater port on the Gulf of Mexico via the Mississippi River. The expanding Port of Greater Baton Rouge ranks fourth among the major ports of the nation and second in Louisiana. The Greater Baton Rouge area is designated as a U.S. Customs Port of Entry and with a position of 229 river miles from the Gulf. The Port of Greater Baton Rouge is a strategic gateway for the handling of international and domestic commerce.

Baton Rouge is the home for several high-technology research facilities such as Louisiana State University's C. B. Pennington Biomedical Research Center and its Center for Advanced Microstructure and Devices. Facilities such as these will continue to boost the local economy. Many of the processes and applications associated with these facilities are charting new directions in nutrition and preventative medicine, along with the enhancement of industrial competitiveness through increased technological breakthroughs in X-ray beams.

The Greater Baton Rouge Airport District is currently involved in a major Capital Improvements Program that is expected to increase air traffic into Baton Rouge. The Airport District has completed construction on a public parking garage and is in the process of completing major renovations to the airport terminal complex to better accommodate current and future traffic needs and enable the Airport to adjust to changing airline service patterns.

With the coming of the new century, the Baton Rouge community recognizes that it must position itself to capitalize upon the growing tourism and convention industry. In order to do this effectively and to allow Baton Rouge the opportunity to compete as a second-tier convention city, a major Capital Improvement Program is underway to expand the Centroplex convention facility from its present 60,000 square feet to 160,000 square feet. This facility expansion will support the numerous private and public development projects in the adjacent areas and Louisiana's capital city will be poised to attract conventions of a size that it presently cannot accommodate. The expansion project is currently under the design phase and will take approximately 18 months to complete with construction taking about two years.

Following many years of economic expansion in the Baton Rouge economy, driven by retail sales and employment increases, retail sales began to dip in late 1999. This is compared to annual retail sales increases in excess of 5% for several years prior to 1999. A recent article in the local newspaper indicated evidence that a weaker Baton Rouge economy surfaced in the first half of 2001 as local consumers spent less in key areas such as new car sales and retail spending. However, commercial and residential real estate sales recorded increases from a year ago. Sales tax collections represent a major component of revenue and fiscal year 2001 reflected a negative net change, the first in over ten years. The local economy added approximately 6,700 nonagricultural jobs as compared to a year ago. The unemployment rate for June 2001 was 5.8% compared to 4.9% for June 2000.

Several years ago, the Louisiana Legislature approved a revision to the State Minimum Foundation Program (MFP) for elementary and secondary education that has and will continue to greatly impact the School Board. This MFP formula establishes a standard of local support for each school system based on the State average local support relative to the system's capacity to raise local funds. The formula provides that no school system will receive less State funds than the MFP formula provided to them in 1991-92, unless there is a decline in student enrollment. However, this formula provides no additional revenues to the School Board even in a year of student enrollment growth. A "hold-harmless" clause, currently in the formula, provides assurance that the School Board would not lose an estimated \$30.6 million in the 2000-2001 fiscal year. This system is one of approximately eleven of the sixty-six school systems in the State that will not receive an increase in State

funding until this "hold harmless" amount has been absorbed. A reduction of this amount can only be accomplished through additional revenues, increased student enrollment and increased expenditures. The Legislature has designated limited increases in State funding in recent years to those districts with a "hold harmless" clause. The increases to these districts have been designated for the purpose of increasing teacher compensation in conjunction with a move by the Legislature and the Governor to improve teacher compensation statewide.

The philosophy of the MFP formula is to provide greater equity in the distribution of State funds to local School Boards. Under this philosophy, the School Board was receiving a disproportionate share of State funds. This disproportionate share is reflected by the "hold-harmless" amount. If this clause were to be removed from the formula, this system would be faced with the challenge of replacing State funding with local funding of approximately \$30.6 million.

Constantly increasing expenditures and instructional needs, reduced State revenue, and limited additional revenue sources are just a few components of the revised State funding formula that have adversely impacted the General Fund Budget. In addition to these constraints, a concern that constantly impacts the budget and the efficient operation of this school system is the continued deterioration of aging facilities and equipment. The General Fund Budget suffered substantial cuts to programs and employee reductions in previous years. Record economic growth in past years has had a positive impact on the General Fund's local revenues making funds available to support some of the many facility needs and educational programs to improve educational outcomes. However, with the recent dip in retail sales, expenditures will be closely monitored and expenditure reductions will be necessary in the upcoming fiscal year.

The voters approved a "pay as you go" Tax Plan to improve facilities/technology, discipline and compensation in the school district on November 3, 1998. This plan will be funded by the proceeds from a one-cent sales tax levied over a five-year period for a total of approximately \$287.1 million. Food, medicine and drugs, utilities, gasoline, newspapers, and prescribed medical supplies would be exempt from this tax. The voters approved the plan, comprised of three components with each requiring a separate vote, with all three propositions receiving approximately 60% of voter support of the tax.

- Proposition 1 (0.51-cent sales tax effective July 1, 1999) provides funding for school repairs and renovations, new classroom construction, and four new schools (one elementary, one middle and two high). Also, included in this proposition are improvements to technology to install computers in all schools and in all classrooms, with a system-wide network that will allow Internet access and hands-on computer experiences for all students.
- Proposition 2 (0.08-cent sales tax, effective July 1, 1999) provides funding to establish elementary, middle, and high school discipline centers and or classrooms. A second alternative school for over-age students in grades five through eight and an expanded and enhanced truancy program will also be funded by this proposition.
- Proposition 3 (0.41-cent sales tax effective April 1, 1999) provides funding to improve compensation for all employees effective July 1, 1999. The average raise for teachers is approximately \$3,700 per year. This compensation increase will allow the school system to be more competitive in recruiting and retaining the most qualified teachers throughout the area.

Implementation of all programs, renovations, construction, and increased compensation became effective July 1, 1999 with the exception of the additional classrooms and staff, which received federal court approval under the current Consent Decree with collections effective July 1, 2000. An Oversight Committee was also established by the School Board as required in the Tax Plan to review management's semi-annual reports and provide any reports or comments it deems necessary regarding this plan.

Student enrollment has continued to decline for the last several years resulting in a decrease of approximately 5,000 students since 1994. This decline in student enrollment has resulted in State funding to the School Board being reduced by millions of dollars.

MAJOR INITIATIVES

Current Year - During the year, the School Board continued its efforts to improve student performance and community support through various programs.

Test Scores

This year the system realized improved scores on the Iowa Tests at grades 3, 5, 6, 7, and 9. There was no change for grade 2. The district realized improved scores in almost all subjects and grades on the state's criterion-referenced test known as the LEAP for the 21st Century. The only decrease was in the area of English for grade 8. There were 20 National Merit Semifinalists, 14 National Achievement Semifinalists, and 1 National Hispanic Scholar Semifinalist. The American College Test (ACT) average score for the district decreased from 19.6 to 19.5.

Educational Programs

Educational choice through magnet programs has resulted in 26 magnet programs being developed and implemented since 1996. Enhanced instructional and magnet programs such as Montessori, Dyslexia, Visual and Performing Arts, Architectural Design, Sports Medicine, Extended Day, Pre-Kindergarten, Medical/Health, Engineering, Computer Science and Technology, Math/Science, Foreign Language & International Studies, and Environmental Science are just a few of the instructional programs being offered at various levels throughout the school system. The School Board is privileged to be the first public school system in the State, and one of the few in the nation, to offer many of these programs.

The Junior Reserve Officer Training Corp (JROTC) was started in this Parish in 1969 and is currently offered in nine of fifteen high schools. The JROTC Program is designed to teach citizenship and leadership, while instilling self-esteem, teamwork, and self-discipline in high school students. The focus of JROTC is reflected in its mission statement, "To Motivate Young People to be Better Citizens". JROTC promotes and encourages service to the community, develops leadership and life skills, improves physical fitness, promotes high school completion, and provides incentives to live drug free. Program evaluations for school year 2000-2001 awarded all schools with "Honor Unit or Honor Unit with Distinction" for achieving exceptionally high standards of training and discipline. This was accomplished by only a small percentage of JROTC programs nationwide. JROTC awards academic grades, but the program's true measure of success is the young people it motivates to stay in school and graduate.

The School Board's enrollment in Career and Technical Education (formerly vocational education) includes approximately 12,300 high school students and 4,600 middle school students. Some funding for career and technical programs is obtained through the Carl Perkins III Applied Technology Act. The Basic Grant and Tech Prep initiatives resulted in funding of approximately \$1.04 million for fiscal year 2000-2001. The goals of this department are accomplished by providing students with assistance in career development activities, development of five year career plans, purposeful course selection that develops academic and technical skills, development of employability skills, and providing opportunities for post secondary education and/or immediate entry into the workforce.

Eden Park Elementary School was awarded a \$1,224,891 21st Century Community Learning Centers Grant in May 2000. The estimated yearly funding is \$408,297 for a three-year period. Education Station, a 21st Century Community Learning Center, is an integral part of Eden Park School and its community. It serves 425 students and approximately 3,321 community members through before-school, after-school and summer activities. Services include tutoring, enrichment and homework assistance, recreation and athletic activities, fine arts awareness, field trips as well as parenting programs, basic education service and counseling for adults and youth.

Sherwood Middle is one of 26 schools selected to try out NASA's new Telescience Resource Kit or TreK. Because of this program, a computer with special software was provided to the eighth grade science class. This allows students to participate in interactive NASA events every few weeks and students are also allowed to talk to scientists and astronauts through the computer.

Baton Rouge Magnet High School is the first school in the East Baton Rouge Parish School System to score in the "School of Academic Excellence" category for the Louisiana Accountability Program. This is the highest category of the six. In doing so, the students at Baton Rouge Magnet High School displayed overall excellence in their performance in English and Math. Criteria involved in this measurement are: 1) the Graduation Exit Exam, 2) the Iowa Test of Educational Development, 3) average daily attendance, and 4) the drop out rate.

Consent Decree

On August 1, 1996, the U.S. District Judge approved a court agreement (Consent Decree), negotiated by the School Board, the U.S. Justice Department and the local branch of the NAACP.

The full implementation of this plan requires the appropriation of not less than \$3 million during each of the first three years and a substantial increase thereafter for the remaining life of the Consent Decree for the enhancement of the racially identifiable black schools. The annual \$3.0 million appropriation shall be allocated for the first three years as follows:

1. Appropriate not less than \$600,000 annually for the purpose of effecting necessary enhancements to racially identifiable black schools.
2. Appropriate not less than \$1,500,000 annually to reduce the pupil teacher ratio at racially identifiable black schools for the purpose of supplementing the faculty.
3. Appropriate \$900,000 annually for the achievement of educational equity for racially identifiable black schools.

Additional appropriations of approximately \$5,000,000 were made to support magnet programs, facility remediation, and enhance instructional programs. The appropriation for Consent Decree spending in 2000-2001 was approximately \$9,910,798. It is the desire of the School Board to seek Unitary Status and ultimately bring an end to this case.

Standard High School Uniform Policy Approved

On December 16, 1999, the School Board approved a high school uniform policy effective with the Fall Semester of 2000. The policy mandates the wearing of school uniforms in Grades 9-12 in those high schools where the Principal and the School Improvement Team reach a majority consensus to support the mandate. The School Improvement Team and the Principal will have the option of colors and combinations provided they do not conflict with any existing School Board dress codes. The decision must also be publicly announced and registered in the Superintendent's Office by January 31, 2000 and on the subsequent years of 2001 and 2002. It is the intent that the decision by the School Improvement Team and the Principal be applicable to all students in a school and not just a portion of a particular school population. The School Improvement Team's action will bind the school for a period of not less than three (3) years. A school uniform policy for elementary and middle school students was mandated and successfully implemented in 1998 and 1999 respectively.

Dual Enrollment Agreement Signed

High school students in the East Baton Rouge Parish School System have the opportunity to earn college credits while sitting in their own high school classrooms, thanks to an agreement between the School Board and Baton Rouge Community College. The "Dual Enrollment Program" became available to eligible eleventh and twelfth grade students in the Fall of 2000. These students will receive both high school and college credits transferable to LSU, Southern University, and many other universities. The only cost to students will be for the college textbooks and course supplies. The School Board will pay the necessary tuition and registration fees.

LSU Partnership Program

Through the LSU Partnership Program, Highland Elementary and McKinley Middle Magnet will become special "professional development" schools for LSU student teachers enrolled in the university's Teacher Education Program. East Baton Rouge Parish School System teachers will serve as mentors for the LSU student teachers and will commit to ongoing professional development. An LSU faculty member will work on a full-time basis at each of the two schools, helping to coordinate the program.

Tax Plan Progress

With the November 1998 approval of the one-cent sales tax approved by the voters, several major projects continue with year two (2000-2001 fiscal year) of the Tax Plan as follows:

- Actual repairs and renovations continued in 2000-2001, including fire code violations, roofs, heating and air conditioning systems, plumbing and electrical upgrades, and handicapped accessible restrooms. The summer construction program was a success with the majority of renovation projects being completed prior to the return of students to the classroom. Roofing, Classroom Additions and various Renovation Projects will continue throughout the school year.
- The first four of twenty-five Classroom Addition projects have been completed providing an additional 20,000 square feet of new facility space to four existing campuses. New Classroom Additions at Belfair, Buchanan, LaBelle Aire, and Zachary Elementary Schools are substantially complete. The teachers and students are presently utilizing the spaces. Brookstown Elementary will be substantially complete by December 2001. New Classroom Additions at Greenville, Bernard Terrace, Melrose, Delmont, and North Highlands Elementary Schools are under construction. These projects are scheduled to be substantially complete by January 2002. Design has been initiated on Glen Oaks Park, Northwestern, Highland and Brownsfield Elementary Schools, and Baton Rouge Center for Visual and Performing Arts New Classroom Additions. Construction is scheduled to begin in December 2001.
- Technology wiring has been completed at 66 schools for the purpose of installing local area networks in classrooms.
- Construction on the New Northeast Elementary School is ongoing and is approximately 60% complete. Work has begun for traffic improvements and is scheduled for completion in January 2002. The overall project was further delayed by poor weather in August and September. The current substantial completion date is late January 2002.
- Construction on the New Woodlawn High School has begun. Site development is complete and the building and Athletic complex construction is underway. Construction is on schedule and school opening is projected for August 2003.
- The bidding process for construction of the New Northeast Middle and High School is underway. The clearing package was awarded and work has begun. The clearing work is scheduled for completion in November. The project is on schedule with construction completion anticipated for May of 2003.
- The programming and design process for the New Capitol Middle School has been initiated. Several planning meetings with the administration and staff have been conducted. Construction is scheduled to begin in 2002 and to be completed in May of 2004.

Charter School Demonstration Programs

During the 1995 Louisiana Legislative Session, the Legislature passed Senate Bill 1305 (Act 192 of 1995) which established a Charter School Demonstration (pilot) program and gives parents, teachers, and citizens an opportunity to create independent public schools. The School Board received BESE approval to be one of the eight demonstration districts and began operation of three charter schools in the fall of 1997.

The School Board approved two elementary and one middle charter school. The three charter schools began operation in the fall of 1997, each with approximately 54 students. Enrollment has more than doubled in each school since they opened. Student enrollment increases have been approved by the Board allowing for enrollment (with funding) in grades K-5 at the elementary schools of up to 120 and 130 for the middle school. The total General Fund appropriation to the charter schools for the 2000-2001 fiscal year was \$2,304,524.

Facilities Management Partnership Contract Negotiated

The School Board negotiated a five-year partnership arrangement with ServiceMaster to provide Facilities Management Services. The five-year contract, with an effective date of March 1, 1999, includes facility management services at all locations, employee training, and additional equipment for the school system. The second year evaluation of services was completed by all locations with most sites submitting a rating of good to excellent in the area of grounds management. Maintenance performances were rated about the same or slightly better than services prior to the ServiceMaster arrangement. The rating in the area of custodial services showed very little improvement from the prior year. This will remain an area requiring additional attention in this arrangement for the following year.

For the Future

Substantial expenditure reductions will be required for the 2001-2002 fiscal year as previously mentioned in the 2000-2001 budget and CAFR for the fiscal year ended June 30, 2001. These expenditure reductions are necessary mainly as a result of two straight years of flat sales tax collections and reduced state funding due to a continued decline in student enrollment. Increased expenditures associated with magnet programs required in the Consent Decree, desegregation litigation, increased educational accountability, (lower/pupil teacher ratios), increased health care costs, aging facilities and increased utility and fuel costs are just a few of the many items that have continued to adversely impact the overall financial condition. As mentioned earlier, state funding is tied to student enrollment. Student enrollment is projected to decline by approximately 1,600 students for the 2001-2002 fiscal year resulting in a subsequent decrease in state funding of approximately \$4,000,000.

The School Board approved the 2001-2002 General Fund Budget with a total reduction in revenue from the prior year of \$717,247 and a subsequent reduction in expenditures from the prior year of approximately \$15,500,000. While property taxes are projected to increase by approximately 3.5% from the prior year, sales taxes are projected to remain basically unchanged. An overall reduction of approximately 312 positions is anticipated, including employee layoffs in accordance with the Reduction in Force Policy. Approximately 180 less regular classroom teachers will be hired for the 2001-2002 school year with the majority of these reductions being accomplished through attrition.

The School Board approved an authorizing resolution to participate in the Qualified Zone Academy Bond Program (QZAB) on November 1, 2001. This program is a result of the Taxpayer Relief Act of 1997, which allowed school districts to borrow at no interest cost. Eligible school districts will be able to borrow interest free, up to their maximum award for a term not to exceed fifteen (15) years at 0% interest. This financial tool can be used by State Education Agencies to encourage the formation of partnerships between public schools and local businesses. Under QZAB regulations, a 10% contribution from private sources is required in order to issue a QZAB. Interest on QZAB is paid by the federal government in the form of an annual tax credit to a bank or other eligible financial institution that holds the QZAB. Eligible schools must be located in an Empowerment Zone or have at least 35% or more of its student population eligible for free or reduced lunch under the National School Lunch Act. The East Baton Rouge Parish School System is eligible to borrow approximately \$1.9 million with no interest cost. These funds will be used to support roofing and renovation repairs for approximately ten (10) existing school facilities. These funds must be expended or encumbered within 12 months from the date of receipt. It is anticipated that these funds will be available by January 2002. Approximately 22 other school districts have been invited to participate and have shown an interest in this program.

The General Appropriation Bill of the 2001 Regular Session of the Louisiana Legislature provides funding for the Minimum Foundation Program (MFP) formula contained in Senate Concurrent Resolution (SCR) 139 of the 2001 Regular Session of the Louisiana Legislature. SCR 139 provides for additional funds to be allocated to local school systems for certificated personnel pay raises of a minimum of \$2,060 per full-time equivalent certificated employee, \$1,030 per instructional staff on sabbatical leave, and \$1,030 per eligible part-time employees based on local school system data as of October 1, 2000.

FINANCIAL INFORMATION

Internal Control

Management of the School Board is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government 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. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the costs of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. The School Board utilizes a fully automated accounting system as well as an automated system of control for fixed assets and payroll. We believe that the School Board's internal controls adequately safeguard assets and provide reasonable, proper recording of financial transactions.

Single Audit

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

As a part of the School Board's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, and 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 the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls

The School Board maintains budgetary controls. The objective of this system is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board's governing body. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. The School Board also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts in the General Fund are reported as reservations of fund balance and generally are re-appropriated as part of the next year's budget.

GENERAL GOVERNMENT FUNCTIONS

General Fund

For the year ended June 30, 2001, General Fund revenues totaled \$284,171,770 and increased over prior year revenues by \$1,277,047 or 0.45%. Revenues from various sources and the comparable increase or decrease over last year are shown in the following tabulation:

	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2000</u>	<u>Percent of Increase (Decrease)</u>
Revenue:				
From Local Sources:				
Ad Valorem Taxes	\$75,788,351	26.67 %	\$4,371,581	6.12 %
Sales and Use Taxes	65,425,555	23.02	(271,943)	(0.41)
Interest on Investments	1,575,847	0.55	(219,904)	(12.25)
Extended Day Program	540,142	0.19	71,918	15.36
Other	<u>1,999,596</u>	<u>0.70</u>	<u>274,003</u>	15.88
Total Local	<u>\$145,329,491</u>	<u>51.14</u>	<u>\$4,225,655</u>	2.99
From State Sources:				
State Equalization	\$130,352,247	45.87	\$(3,422,752)	(2.56)
Revenue Sharing	3,864,710	1.36	45,082	1.18
Other State Support	<u>4,141,823</u>	<u>1.46</u>	<u>402,377</u>	10.76
Total State	<u>\$138,358,780</u>	<u>48.69</u>	<u>\$(2,975,293)</u>	(2.11)
From Federal Sources	<u>483,499</u>	<u>0.17</u>	<u>26,685</u>	5.84
Total	<u>\$284,171,770</u>	<u>100.00 %</u>	<u>\$1,277,047</u>	0.45 %

The most significant components of local revenue sources are property taxes and sales and use taxes. Property taxes increased by \$4,371,581 or 6.12% over last year. This increase also reflects a growth of approximately 6.0% in the 2000 parish assessment roll and a collection rate of 98%. Approximately 50% of this increase is attributed to the reassessed valuation of all properties. Parish Assessors are required to reassess all property within each parish every four (4) years. This reassessment of the 2000 property tax roll resulted in an increase in revenue of approximately \$2.5 million as a result of the higher property values. The property tax millages are established by the State Constitution and are voter approved.

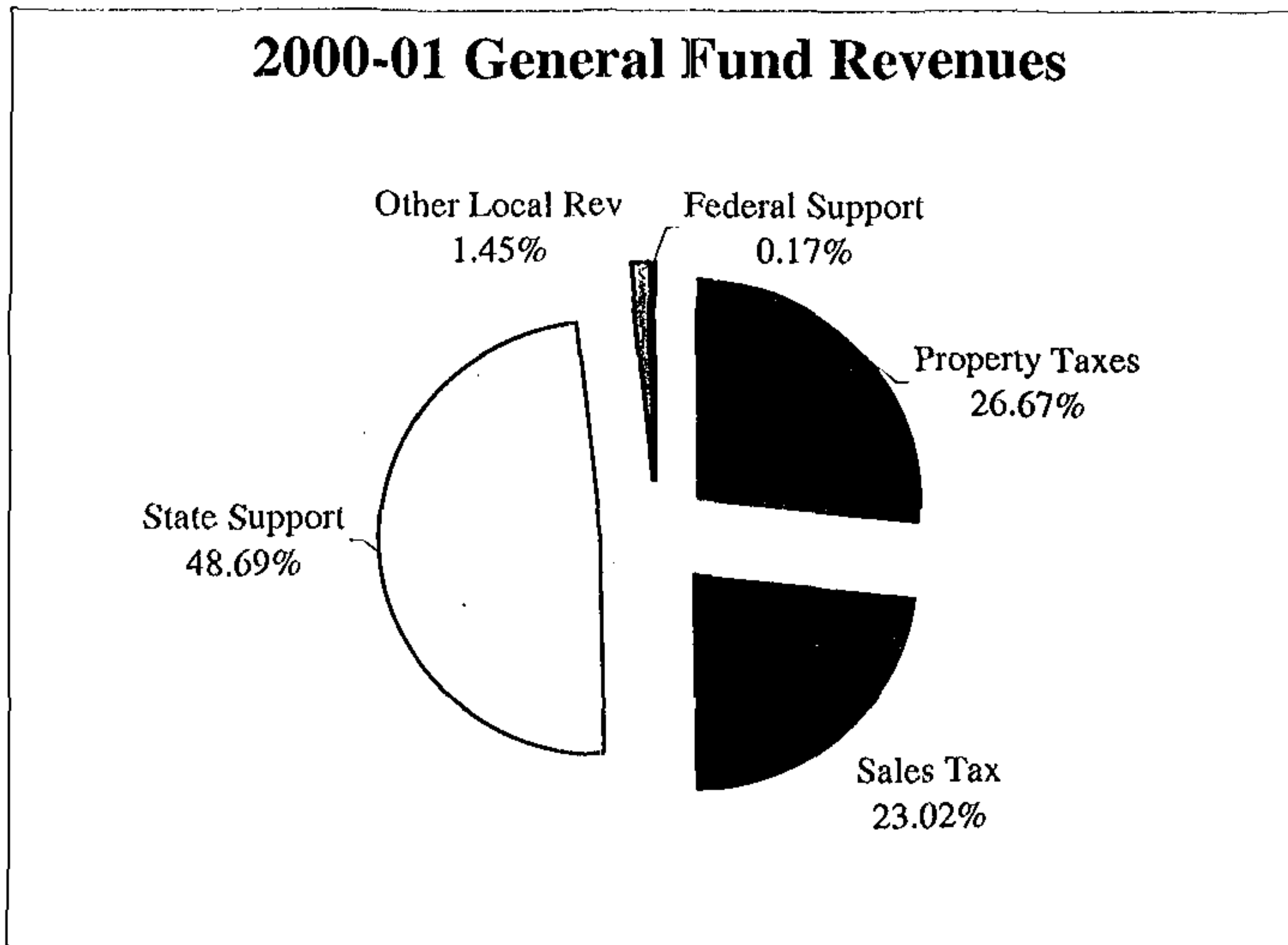
The School Board collects a 1.0% sales and use tax for General Fund operations as allowed by State law. Sales Tax collections reflect a decrease of \$271,943 or 0.41% over prior year collections. This represents the first decrease in sales tax collections in East Baton Rouge Parish in over ten years. A weaker Baton Rouge economy surfaced in this fiscal year as local consumers spent less, as reflected in these reduced collections. Retail sales tax collections first dipped in December 1999. Prior to 1999, retail sales taxes had experienced record annual increases in excess of 5% for several years. Suppressed sales will continue to have an adverse impact on General Fund revenues and overall operations for the School Board as sales tax collections represent approximately 23% of General Fund Revenues. Interest on Investments decreased by \$219,904 or 12.25% as a result of reduced interest rates and less funds available to invest. Other Local Receipts decreased by \$274,003 primarily as a result of an increase in reimbursement for services.

State Equalization Receipts reflect a decrease of \$3,422,752 or 2.56% from the previous year as a result of an adjustment from the Legislature for a reduction in the employer retirement contribution rate and the decline in enrollment of 1,490 students. State Equalization Receipts are distributed on a per pupil basis to the School Board based on student enrollment as of October 1, 2000.

Revenue Sharing increased by \$45,082 or 1.18%, as a result of the increase in the Parish Assessment Roll. Other State Support increased by \$402,377 or 10.76% as a result of the one-time State salary supplement for non-certificated support staff. Act 670 of the Regular Session of the Legislature approved a one-time salary supplement of approximately \$329 to all eligible non-certificated, unclassified support staff, who are not paid exclusively with federal funds. Eligible staff paid exclusively with federal funds were provided the same salary supplement but funded with federal funds.

Revenue from State Sources has always represented the major portion of General Fund revenues, however, this is the first year in many years that Revenue from Local Sources has been the major contributor at 51.12%, an increase of 2.99% from a year ago. This continued decrease in State funding is mainly due to the decline in student enrollment from the previous school year and the retirement adjustment mentioned earlier. The current State funding formula does not provide for any increases related to operations, inflation or the additional costs that may be necessary to address many of the educational needs of children.

Federal Revenue Sources increased by \$26,685 as a result of staffing changes in the Reserve Officers Training Corp (ROTC) program. A graphic summary of the 2000-2001 General Fund Revenue by major sources is presented as follows:



Expenditures

General Fund expenditures exceeded revenue by \$9,610,670. Several budget reductions were recommended and implemented this fiscal year as a result of the depressed sales tax revenue base. However, there were some instances where additional budget requests were necessary to support normal salary and benefit increases and instructional or operational needs. The School Board, as a result of the continued decline in student enrollment and State funding, approved a reduction of approximately 100 teaching positions. A request made to the School Board to provide additional clerical office staff at the elementary level resulted in an increase in expenditures of approximately \$300,000. The approval of the clerical support is limited to a flexible four (4) hour part-time position at fifty (50) elementary schools not currently assigned a clerk and assistant principal. An increased appropriation to the natural gas and electricity budget was necessary to support the increased cost of more than \$1.1 million due to a fuel adjustment increase. A reduction in the funds to update the bus fleet was necessary as a result of the declining revenue base. The acquisition of land to construct the Woodlawn High School site was supported by an appropriation of \$1,259,218 from the General Fund to Proposition 1. The appropriation to the textbook fund increased by \$250,000 to support the increased textbook adoption cost. The appropriation to charter schools increased by approximately \$700,000 due to the increased enrollment and per pupil appropriation associated with revenue generated by Propositions 1 and 2 and must be funded by the General Fund.

As mentioned earlier, the early implementation of GASB Statement No. 34 will allow for fine-tuning of the financial presentation of information and better accumulation of the necessary database well in advance of the required date of fiscal year ended June 30, 2002. Since this is the first year of implementation of the new statement, comparative data is not available or required for the prior year. Prior-year comparative data will be available in the future to provide a more meaningful comparative analysis of government-wide data.

Special Revenue and Capital Projects Funds

Special Revenue and Capital Projects Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Total revenues received from all sources, for the year ended June 30, 2001, amounted to \$121,160,608 compared to \$111,864,019 the previous year. This increase in revenue is mainly a result of the increase in the sales tax collection rate as a result of the voter approved Propositions previously mentioned. Additional revenue increases were also reflected in many of the major programs such as Title I, Special Education, and Child Nutrition programs. A combined fund balance of \$57.8 million compared to \$39.2 million a year ago is reflected in the special revenue and capital project funds attributed to Propositions and will be necessary future obligations.

Capital Projects Funds

Capital Projects Funds are provided by 0.51% of a one-cent sales tax in Proposition 1 for facilities and technology as approved by the voters in November 1998 as mentioned previously. The effective collection date for this proposition was July 1, 1999. Total sales tax revenues in Proposition 1 for the year ended June 30, 2001 amounted to \$29,304,763. The collection of this tax is for a five-year period and is for the purpose of funding repairs and renovations, enhancing technology, and constructing new schools and classrooms.

Debt Administration

In August 1997, the School Board issued \$3,025,000 of Certificates of Indebtedness for purchasing new buses as well as paying off prior lease obligations on buses. Certificates of Indebtedness for \$1,100,000 were issued for the purchase of modular classrooms during the 1996-97 fiscal year. These obligations are scheduled for repayment in 2002 and are well below the legal debt limit required by law for the School Board, which is 50% of the total assessed valuation of property in the parish.

Cash Management

Cash temporarily idle during the year was invested in interest-bearing accounts and time Certificates of Deposits. The School Board's Investment Policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Total investment income from all sources increased by approximately \$1 million as a result of the increase in investment income from the Propositions which is associated with the full levy of the one cent sales tax.

Cash balances run very low during many of the months from July through December. For the past eleven years, the School Board has participated in an Advance Funding Program of the Louisiana Public Facility Authority (LPFA) in an effort to minimize this problem.

In October 2001, the School Board entered into a short-term Advance Funding Agreement with LPFA for \$5,000,000 at an interest rate of 3.945%. That loan was successfully repaid by March 4, 2001. This program has been very beneficial to this School Board and has provided funds to facilitate the adverse "cash flow" problems brought on by the cyclical nature of the receipt of ad valorem revenues. The School Board will again participate in the program for the 2001-2002 fiscal year.

The School Board's consolidated bank account holds the cash of all funds. Temporary negative cash balances may occur in various funds during the year pending reimbursements from State and Federal grants, as these grants are awarded on a reimbursement basis. The General Fund finances these temporary situations in the majority of the cases.

Risk Management

The School Board's administration is charged with the responsibility of supervising the protection of the district's assets by implementing various risk management techniques and procedures to reduce, absorb, minimize or transfer risk. A Risk Management staff is in place to manage this process and includes contracted support to assist management with measures to identify and reduce the system's exposure to loss. The School Board continues to carry various forms of liability insurance including, but not limited to, excess workers' compensation coverage, property and casualty, errors and omissions, auto liability and general liability. The School Board adopted a self-insurance program for general liability, property and fleet vehicle insurance. Annual appropriations continue to be approved by the School Board to fund this program.

The medical insurance program includes health, life and other benefits for all full-time employees. With the continued rising costs of providing health care coverage, this fund has resulted in a deficit Retained Earnings. The School Board approved plan modifications and premium increases effective January 1, 2000 in an effort to reduce the Retained Earnings deficit in this program. Additional premium increases and plan modifications were necessary for specific benefits mainly as a result of plan utilization and are effective January 1, 2002.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent certified public accountants. The public accounting firm of Postlethwaite & Netterville was selected by the School Board several years ago to perform its' annual financial audit. In addition to meeting the requirements set forth in State statutes, this audit was designed to comply with requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditors' reports on the basic financial statements are included in the financial section of this report. The auditors' reports related specifically to the single audit, internal control, and compliance with laws and regulations are included in a separate report and are available for review at the School Board.

AWARDS

Government Finance Officers Association

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the School Board for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2000. This was the fifteenth consecutive year that the School Board has received this prestigious award. In order to be awarded a Certificate of Achievement, the School Board published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes that the 2000-2001 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program's requirements and will submit it to the GFOA for review in determining eligibility for another certificate.

Association of School Business Officials

The School Board has received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2000. This was the fifteenth consecutive year that the School Board has received this prestigious award. This award certifies that the Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2000, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive technical review of financial reports by an expert panel of certified public accountants and practicing school business officials has been made. The Certificate of Excellence is the highest form of recognition in school financial reporting issued by the Association of School Business Officials International. Management believes that the Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2001, which will be submitted to ASBO for review, also conforms to their principles and standards.

ACKNOWLEDGEMENTS

It is our desire that this report contain the necessary information and data that will provide a better understanding of the operations of the School Board. It is further hoped that this report has been designed in such a manner as to be used as an administrative tool and general source of information to enhance our accountability to the public.

We would like to take this opportunity to express our sincere appreciation to the entire Budget Management staff and the Finance Department, whose extraordinary efforts and dedication contributed significantly in the timely preparation of this report. Our Graphic Arts Department is to be commended on their creative input in the design and timely reproduction of this document.

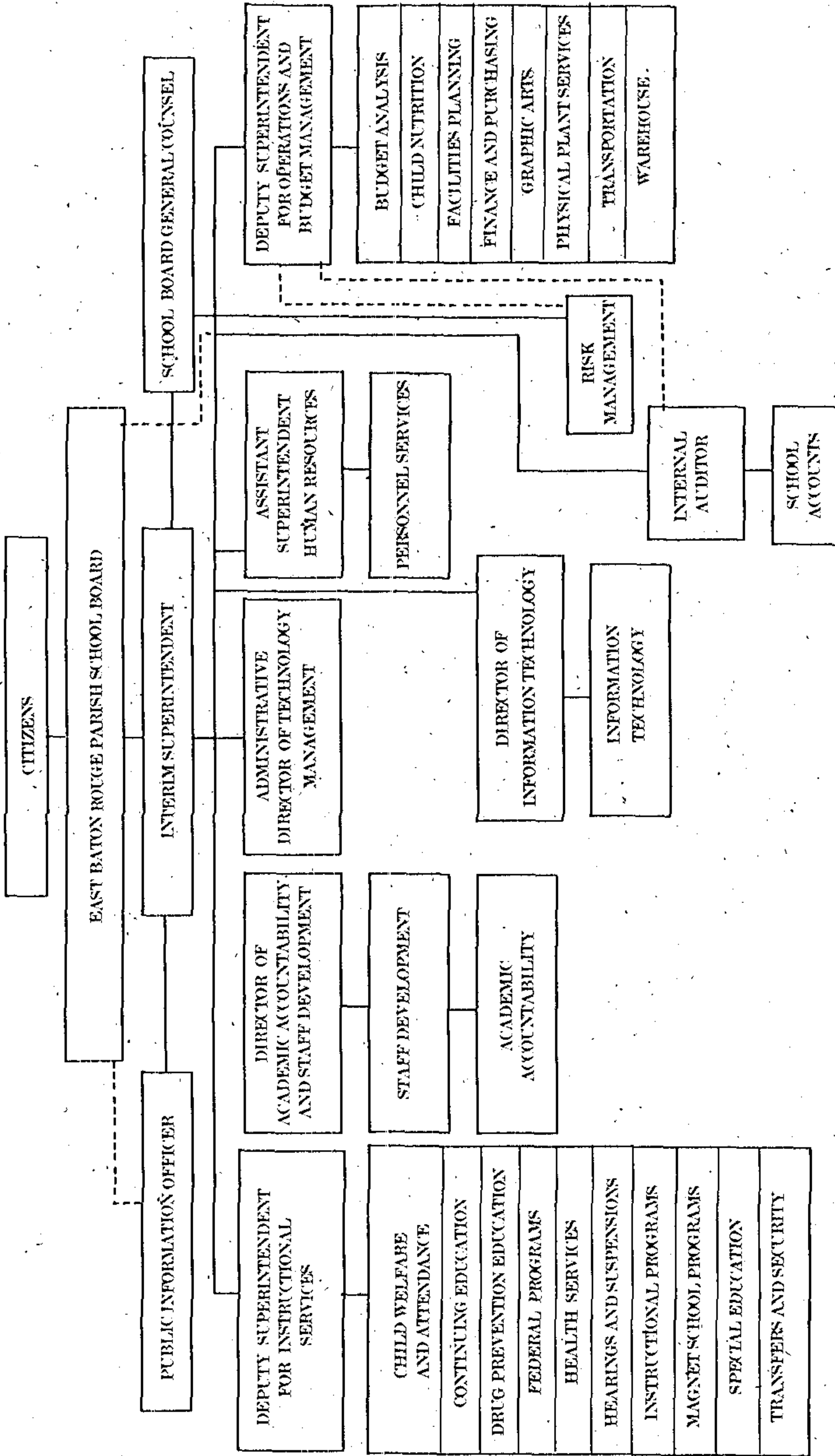
We would like to thank the members of the School Board for their interest and support in planning and conducting the financial operations of the East Baton Rouge Parish School System in a responsible and progressive manner. Without their leadership and support, this report would not have been possible.

Sincerely,

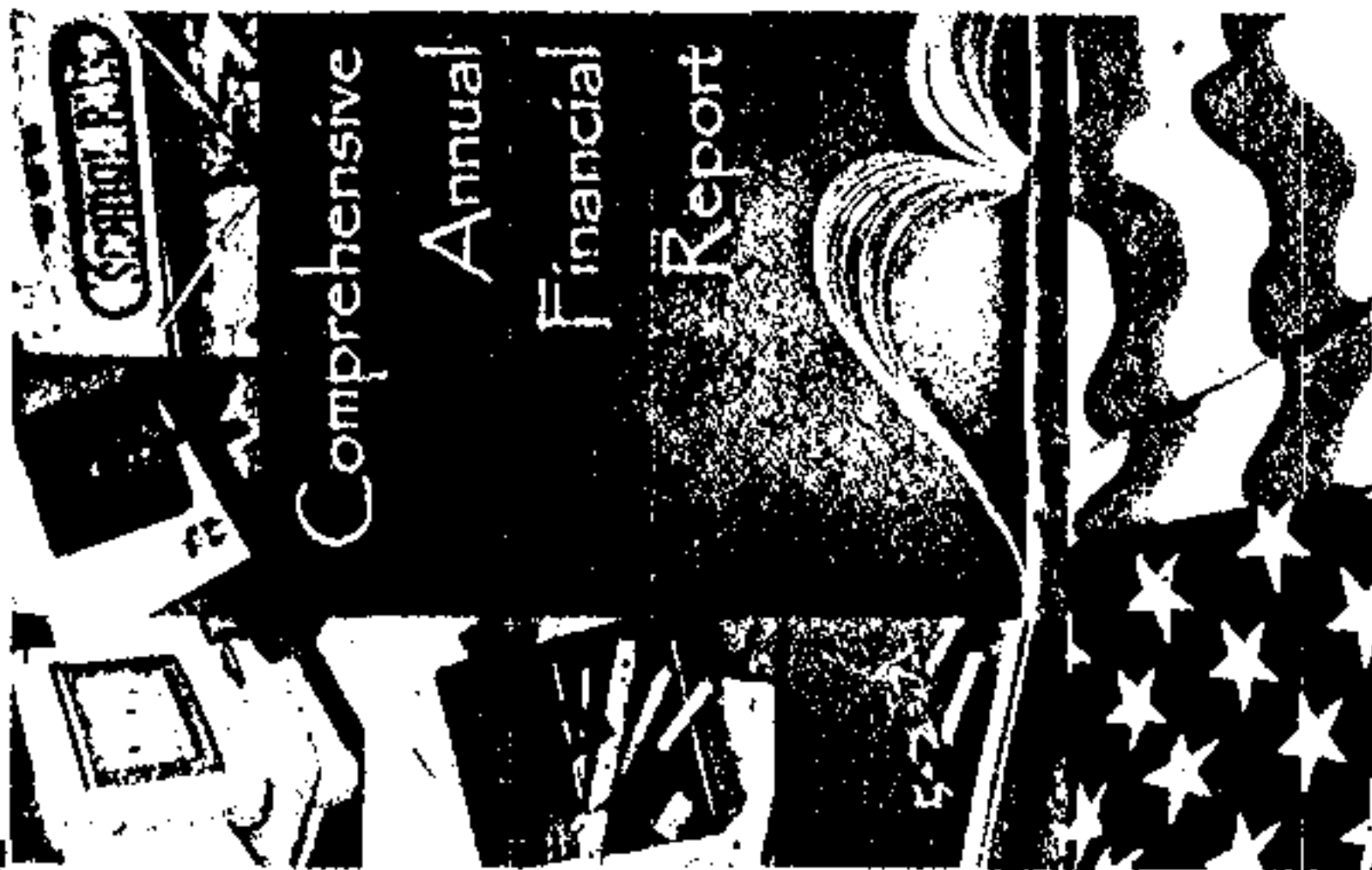
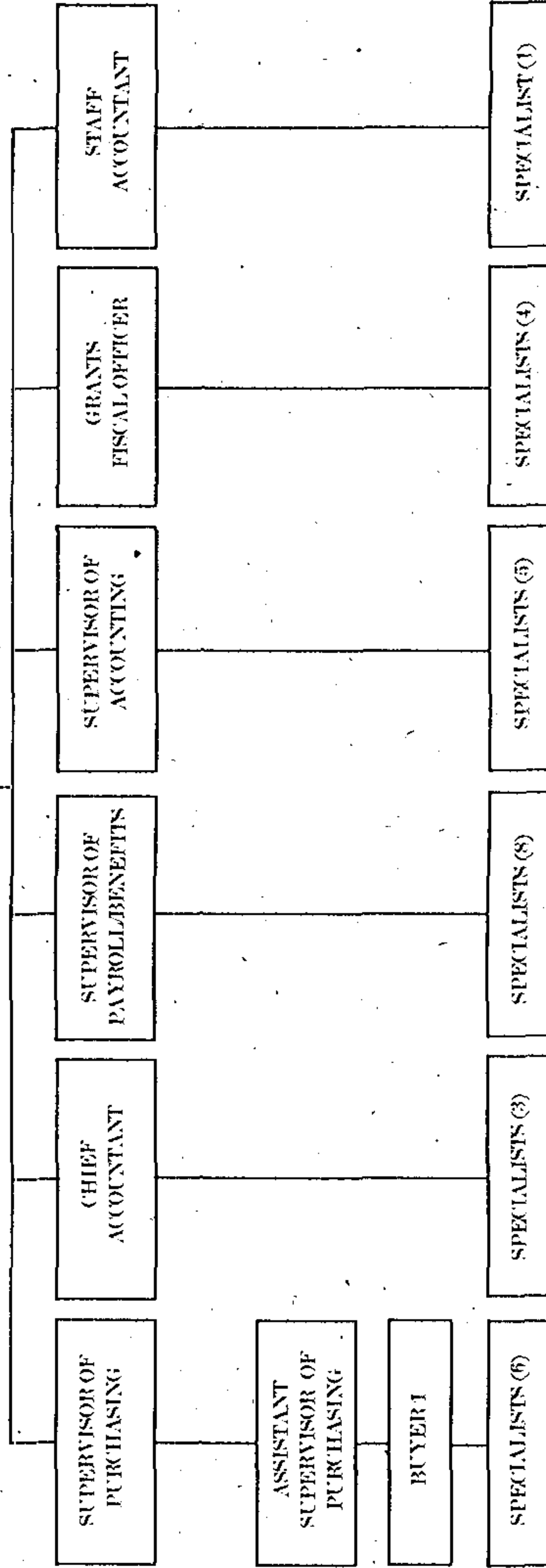
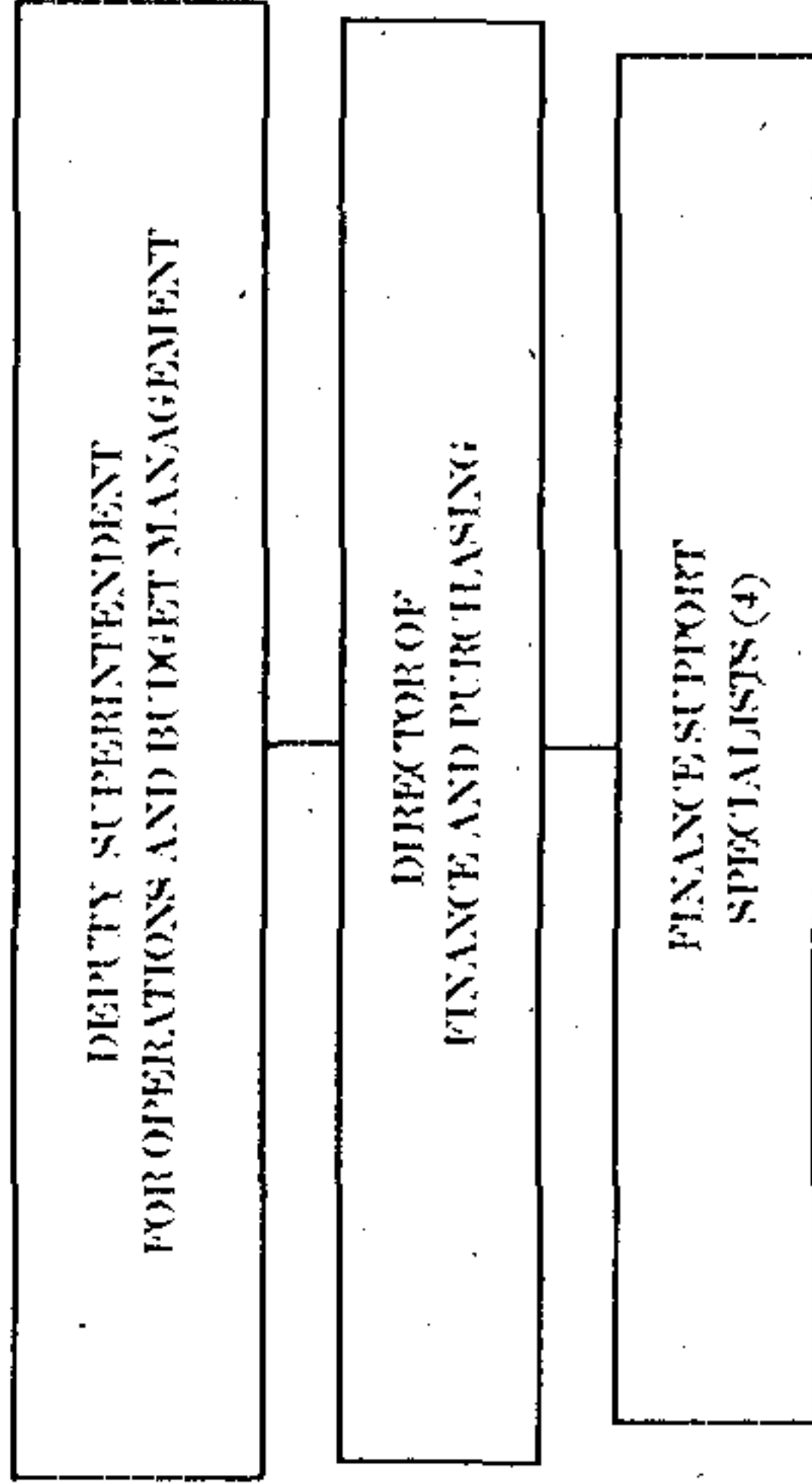


Charlotte D. Placide
Deputy Superintendent for
Operations and Budget Management

EAST BATON ROUGE PARISH SCHOOL BOARD ORGANIZATIONAL CHART



FINANCE AND PURCHASING



East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

The Management's Discussion and Analysis (MD&A) of the East Baton Rouge Parish School Board's (School Board) financial performance provides an overall review and an objective, easily readable analysis of the School Board's financial activities for the fiscal year ended June 30, 2001. The intent of the MD&A is to look at the School Board's overall financial performance and to assist readers in assessing the financial position as a result of the year's operations. Therefore, readers should read the MD&A in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal (Page xi) of the Introductory Section, the School Board's Financial Statements (Financial Section Page 2), and the Notes to the Financial Statements.

The MD&A is a new element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* issued in June 1999. Certain comparative information between the current year (2000-2001) and the prior year (1999-2000) is required to be presented in the MD&A. However, since this is the first year of implementing the new reporting model, certain necessary comparative information of the previous year was not prepared. Considering the financial resources necessary to prepare comparative data and that Statement No. 34 permits the omission of prior year data in the year of implementation, the School Board and management have elected not to prepare comparative data due to the cost of adjusting the prior year's financial statements to the new reporting model. The *Statement of Net Assets*, which could be prepared without a considerable investment of time and financial resources, does include comparative data. Prior-year comparative data will be available in the future to provide a more meaningful comparative analysis of the government-wide data.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2000-2001 fiscal year include the following:

- Net assets increased by \$36,810,860 for the year ended June 30, 2001. The net increase was composed of the following elements:

	Increase (Decrease)
Invested in capital assets, net of related debt	\$26,035,184
Restricted for:	
Capital Improvements	11,438,588
Compensation	3,580,880
Other	1,297,008
Unrestricted	<u>(5,540,800)</u>
Net increase	<u>\$36,810,860</u>

The amount "Invested in capital assets, net of related debt" increased as a result of activity of the capital project program funded by the 0.51% Proposition 1 sales tax. Several classroom additions were completed, along with substantial construction in progress for Northeast Elementary and Woodlawn High. In addition, many other facility renovations, equipment replacement, and roofing projects were completed or substantially complete, at fiscal year-end. Net assets restricted for capital improvements increased to support the cost of several classroom additions scheduled for completion by January 2002, completion of the Northeast Elementary School construction in January 2002, and various facility renovation projects. Net assets restricted for supplemental compensation funded by the 0.41% Proposition 2 sales tax increased mainly as a result of the reduction in the employer's contribution rate for the Teachers' Retirement System of Louisiana from 15.2% to 14.2% and the suspension of the

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

School Employee's employer contribution rate. These funds will be available to support current flat sales tax collections and any future increases in benefit contributions. Net assets restricted for other purposes reflect an increase in funds for consent decree expenditures associated with outstanding encumbrances and facility enhancements. This increase is also a result of the staggered hiring of Transition/Academic Acceleration Instructors funded by the 0.08% Proposition 2 sales tax, subject to additional classrooms being constructed. The Unrestricted Net Asset balance was reduced overall as a result of the General Fund's excess expenditures over revenues of approximately \$9.6 million, the retirement of certificates of indebtedness for the modular classrooms and school bus financing, and the reduction in compensated absences.

- Total assets increased by \$36,107,171 attributed to the following elements:

	Increase (Decrease)
Cash and cash equivalents	\$16,924,545
Receivables	(900,242)
Due from governments	(5,073,954)
Inventory	(13,362)
Capital assets, net of accumulated depreciation	<u>25,170,184</u>
Net increase	<u>\$36,107,171</u>

The increase in cash was caused mainly by an accumulation of sales tax revenue in Proposition 1 to support the construction in progress and various other renovation projects that are substantially complete. The decline in receivables and due from governments is a result of more reimbursement requests being completed and payments from the State Department of Education being finalized sooner. Capital assets increased as a result of the construction, renovation, and repair projects being completed or substantially complete.

- Total liabilities decreased by \$703,689 due to the following items:

	Increase (Decrease)
Accounts, salaries and other payables	\$1,958,423
Deferred revenues	19,410
Claims payable	4,881,652
Due to external parties (fiduciary fund)	(4,539,924)
Liabilities due within one year	(96,105)
Liabilities due in more than one year	<u>(2,927,145)</u>
Net decrease	<u>\$(703,689)</u>

Accounts payables increased due to the increased construction in progress, repairs, and renovation projects. Claims payable increased as a result of the School Board's approval of the change in the third party administrator to provide claims administration services for the group health insurance program. This change was effective May 16, 2001 as a result of the sale of Gulf South Health Plans, which had provided this service for several years to the School Board. This transition resulted in a lag in the payment of incurred claims. Liabilities due to external parties declined as a result of a change in the start of the school year. The 2000-2001 school year started approximately two weeks earlier, which resulted in an earlier teacher payroll distribution and the June 2001 teacher payroll being finalized earlier, resulting in the payment of a greater percentage of the liability by June 30, 2001.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

Liabilities due within one year or more decreased as a result of the reduction in compensated absences due to a change in the method of calculating the sick leave liability, a 34% increase in the number of employees electing to participate in the Deferred Retirement Option Plan (DROP), and the payoff of accumulated annual leave associated with the reduction in force approved by the School Board effective June 30, 2001.

- Property Tax revenue increased over last year as a result of a growth of approximately 6.0% in the 2000 parish assessment roll and a 98% collection rate. Approximately 50% of this increase is attributed to the statutorily required reassessed valuation by the Parish Assessor of all properties and the subsequent millage roll forward approved by the School Board. The total millage levied by the School Board is 43.45 mills, which generates approximately \$1.7 million per mill.
- Sales and use tax revenue collection rates have declined from the prior year. This represents the first decrease in sales tax collections in East Baton Rouge Parish in over ten years. The Federal Court granted final approval of the remaining 0.06% sales tax approved by the voters related to discipline and new classrooms. This additional levy was effective July 1, 2000 and resulted in an overall increase in total sales tax collections for Propositions 1 and 2.
- The largest single revenue source continues to be the Minimum Foundation Program (MFP) distribution from the state, amounting to \$134,999,246, which is a decline of approximately \$3.4 million from a year ago. This MFP formula establishes a standard of local support for each school system based on the State average local support relative to the system's capacity to raise local funds. This school system is one of eleven of the sixty-six school systems in the State that has seen its funding through this source frozen at an established per pupil amount. A "hold-harmless" clause, currently in the formula, provides assurance that the School Board would not lose an estimated \$30.6 million in the 2000-2001 fiscal year, however, total funding is reduced as student enrollment declines, but will not increase in a year of student growth.
- Expenditures have remained relatively stable with the exception of the normal salary step increases and related benefit costs. The School Board as a result of the continued decline in student enrollment approved a reduction in the number of teachers hired. Health insurance benefits costs increased as a result of the increase in premium contributions approved by the School Board effective January 1, 2001. The increase in the cost to provide health care to all full time employees and retirees will continue to require close monitoring considering its budget impact.
- Grant revenue remained relatively stable when compared to a year ago. The Child Nutrition Program (CNP) continues to be the largest federally funded program with \$15.8 million in revenue compared to Title I with \$13.7 million. The student lunch prices have remained constant for eleven consecutive years. The breakfast program continues to be offered to all students at no cost. The no cost breakfast saved the parents of students in the East Baton Rouge Parish School System approximately \$400,000 during the fiscal year. Overall meal participation has continued to increase as creative menus are offered by the CNP staff. The federal reimbursement rate for meals served increased by approximately 3%.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

USING THE COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

The School Board's CAFR consists of a series of financial statements and the associated notes to those statements. These statements are organized so the reader can understand the operations of the School Board as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The "Basic Financial Statements" Section, consisting of the Statement of Net Assets, and the Statement of Activities (pages 2-3) provide highly consolidated financial information, and render a government-wide perspective of the School Board's financial condition. The Fund Financial Statements (pages 4-6) provide the next level of detail and look at the School Board's most significant funds and a total of all other nonmajor funds.

Reporting the School District as a Whole

Statement of Net assets and the Statement of Activities

The Statement of Net Assets and the Statement of Activities present an aggregate view of the School Board's finances and a longer-term view of those finances. These statements seek to answer the question, "How did the School Board do financially during the 2000-2001 fiscal year?" These statements include *all assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School Board's major funds begins on page 4. Fund Financial Statements provide more in-depth reporting of the School Board's financial position and the results of operations. Fund basis financial information is presented in the "Fund Financial Statements" Section. The School Board uses many funds to account for the numerous funding sources provided annually. However, the Fund Financial Statements look at the School Board's most significant funds with all non-major, funds presented in total in one column. These statements report governmental activities on a more current basis rather than a long-term basis, indicating sources and uses of funding and resources available for spending in future periods.

Fund Financial Statements provide more in-depth data on the School Board's most significant funds, such as its General Fund, Title I Fund, Tax Propositions 1, 2 and 3, and the Child Nutrition Program. These funds are considered "major funds" under GASB Statement No. 34. While not a "major fund" Proposition 2 is presented separately as if it were a "major" fund due to the amount of sales tax revenue it generates and the commitment for accountability to the public for the revenues and expenditures for these recently approved Propositions.

Governmental Funds - Most of the School District's activities are reported in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at year-end and the amount available for spending in future periods. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

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

Proprietary Funds - Proprietary funds use the same basis of accounting as business-type activities in that they attempt to recover costs through charges to the user.

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

Governmental Activities

As reported in the *Statement of Activities* on page 3, the cost of the School Board's governmental activities for the year ended June 30, 2001 was \$371.3 million. The Statement of Activities shows the cost of program services and the charges and grants offsetting some of those services. Grants and contributions of \$54.7 million subsidized certain programs, and charges for services, such as fees for school lunches, e-rate discounts, retiree health insurance premiums, extended day tuition and summer school tuition were the major contributors of charges for services totaling \$8.9 million. The remaining amount was financed by the taxpayers in the parish through ad valorem and sales and use taxes totaling \$200 million and \$3.9 million in State Revenue Sharing. The Minimum Foundation Program (MFP) from the State of Louisiana funded \$135 million and other general revenues contributed the remainder. In Table I below, the cost of the School Board's largest categories of expenses are presented as well as each program's net cost (total cost less revenues generated by the activities). This "net cost" presentation allows the parish taxpayers to determine the remaining cost of the various categories, and also allows them the opportunity to assess the cost of each function in comparison to the benefits they believe are provided by the function.

Table I
Total and Net Cost of Governmental Activities
Year Ended June 30, 2001
(In Millions)

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Regular Education Programs	\$ 127.0	\$ 122.0
Special Education Programs	51.0	46.7
Other Instructional Programs	34.9	12.6
Support Services:		
Pupil Support and Instructional Staff	34.8	28.7
General and School Administration	29.3	27.1
Business and Central Services	8.3	8.0
Plant Operations and Maintenance	38.5	37.8
Student Transportation	20.7	19.0
Child Nutrition	24.4	3.4
Appropriation-Charter Schools	2.3	2.3
Interest on long-term Debt	.1	.1
Totals	<u>\$ 371.3</u>	<u>\$ 307.7</u>

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

THE SCHOOL BOARD'S FUNDS

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

As the School Board completed the fiscal year ended June 30, 2001 its combined fund balance was \$68.4 million, as compared to a combined fund balance of \$59.4 million as of June 30, 2000. As mentioned earlier, the majority of this increase is attributable to the three Propositions and is specifically dedicated. The General Fund's fund balance decreased by \$9.6 million mainly as a result of the reduced state funding and sales tax collections, with very little change in expenditures.

General Fund Budgetary Highlights

The School Board's budget is prepared according to Louisiana law. During the course of the year, the School Board revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the School Board was adopted on July 13, 2000 and the final revised budget was adopted on April 5, 2001.

A statement showing the School Board's original and final budget compared with actual operating results is provided in this CAFR beginning on page 41. The School Board's year-end actual results were slightly better than had been budgeted, as conservative budgetary practices are customary. Revenues are forecast conservatively and expenditures are budgeted in anticipation of all possible costs and projects. The General Fund actual revenues exceeded projections by \$1.1 million and expenditures were under final projections by \$1.6 million. Expenditures were down slightly in areas such as salary/benefits, equipment repairs, and gasoline costs. The undesignated fund balance \$4.9 million is slightly better than anticipated (by approximately \$918,000) but represents less than 2% of budgeted and actual expenditures, which is less than adequate for an operation of this size in an environment with declining student enrollment and a flat sales tax base. These slightly improved results are welcome and necessary to support the flat sales tax collections and less than adequate fund balance projected for the 2001-2002 fiscal year end.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2001, the School Board has approximately \$71.7 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirements of assets during the year, and depreciation of depreciable assets for the year. Table II below shows the net book value of capital assets at the end of the 2001 and 2000 fiscal years.

Table II
Capital Assets at
June 30, 2001 and June 30, 2000
(In Millions)

	<u>2001</u>	<u>2000</u>
Land	\$8,892,293	\$6,227,746
Buildings	38,664,157	31,375,291
Furniture and Equipment	9,775,012	8,432,850
Construction in Progress	<u>14,345,613</u>	<u>471,004</u>
Totals	<u>\$71,677,075</u>	<u>\$46,506,891</u>

During the current year, additions of \$29,939,814 of fixed assets were capitalized while \$12,671,719 were deleted. Depreciation for the year ended June 30, 2001 was \$2,365,685 for buildings and improvements and \$1,932,941 for furniture and equipment. Major construction and renovation projects will continue for the 2001-2002 fiscal year and will be funded with the 0.51% "pay-as-you go" sales tax, approved by the voters in 1998 for a five-year period. As mentioned earlier, Northeast Elementary is scheduled for completion in January 2002 at a cost of approximately \$10.4 million and will be capitalized and depreciated over an expected life of 50 years. This will be the first new school facility completed in this school district in over 25 years.

Debt

At June 30, 2001, the School Board had outstanding certificates of indebtedness of \$951,216 and is scheduled for repayment by February 2002. These certificates were originally issued for the purpose of purchasing temporary buildings and new buses and matured over a five and four year period respectively. In accordance with LSA-R.S.39:562 (L), the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of the taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2001, the statutory limit is \$581,022,328.

Other long-term obligations include accrued sick leave and annual leave. The balance at June 30, 2001 of both current and long term obligations was \$18,550,541.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2001

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The financial well being of the School Board is tied in large measure to the state funding formula and the tax base. Following many years of economic expansion in the Baton Rouge economy, driven by retail sales and employment increases, retail sales have been suppressed since late 1999. This is compared to annual retail sales increases in excess of 5% for several years prior to that time. A recent article in the local newspaper indicated evidence that a weaker Baton Rouge economy surfaced in the first half of 2001 as local consumers spent less in key areas such as new car sales and retail spending. However, commercial and residential real estate sales recorded increases from a year ago. Sales tax collections represent a major component of revenue and all indications are that they will remain flat in the near future.

The initial fund balance projected for the General Fund for the fiscal year ending June 30, 2002 is approximately \$5.1 million, after a \$15.5 million budget reduction. While the slight improvement in the 2000-2001 results will increase the 2001-2002 projected fund balance to approximately \$6.0 million, the recently reported October 1, 2001 student enrollment figure of 51,297 (excludes Pre-Kindergarten) is 291 students less than projected for MFP funding projected in the 2001-2002 General Fund Budget. This could result in a reduction of approximately \$800,000, resulting in a projected fund balance of \$5.2 million for the fiscal year ending June 30, 2002. MFP funding excludes Pre-Kindergarten enrollment. This will result in a continued need to contain cost and seek other expenditure reductions. The current state of the nation will probably result in a further deterioration of the sales tax base and a subsequent reduction in the General Fund Revenue.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT

While this CAFR is designed to provide full and complete disclosure of the financial condition and operations of the School Board, citizens groups, taxpayers, parents, students, other parish officials, investors or creditors may need further details. To obtain such details, please contact Charlotte D. Placide, Deputy Superintendent for Operations and Budget Management, East Baton Rouge Parish School System, Post Office Box 2950, Baton Rouge, LA 70821, or by calling (225) 922-5650 during regular office hours, Monday through Friday, 8:00 a.m. to 4:30 p.m., central time or e-mail at cplacide@ebrpss.k12.la.us.



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INDEPENDENT AUDITORS' REPORT

The East Baton Rouge Parish School Board

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

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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the East Baton Rouge Parish School Board as of June 30, 2001 and 2000, and the results of its operations and cash flows of its proprietary fund type for the year ended June 30, 2001 in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2001, on our consideration of the East Baton Rouge Parish School Board's internal control over financial reporting and 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 conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund statements, and schedules listed in the table of contents as supplemental information are presented for purposes of additional analysis and are not a required part of the financial statements of the East Baton Rouge Parish School Board. Such information has been subjected to the auditing procedures applied in the audit of the financial statements; and, in our opinion, the information is fairly presented in all material respects in relation to the financial statements taken as a whole. The statistical data listed in the table of contents is presented for purposes of analysis and is not a required part of the financial statements of East Baton Rouge Parish School Board. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

Postlethwaite & Netterville

Baton Rouge, Louisiana
November 16, 2001

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana
STATEMENT OF NET ASSETS
JUNE 30, 2001 and 2000

ASSETS

	<u>2001</u>	<u>2000</u>
Cash and cash equivalents	\$ 65,417,953	\$ 48,493,408
Receivables		
Accounts	1,201,063	2,462,378
Sales tax	11,683,805	11,601,264
Ad valorem	1,591,114	1,312,582
Due from governments	15,338,917	20,412,871
Inventory	2,682,763	2,696,125
Capital assets, net of accumulated depreciation	71,677,075	46,506,891
	<u>\$ 169,592,690</u>	<u>\$ 133,485,519</u>
TOTAL ASSETS		

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts, salaries and other payables	\$ 8,850,323	\$ 6,891,900
Deferred revenues	579,596	560,186
Claims payable	11,279,202	6,397,550
Due to external parties (fiduciary fund)	9,163,965	13,703,889
Long-term liabilities		
Due within one year	2,839,774	2,935,879
Due in more than one year	16,615,767	19,542,912
	<u>49,328,627</u>	<u>50,032,316</u>
TOTAL LIABILITIES		

NET ASSETS

Invested in capital assets, net of related debt	70,772,075	44,736,891
Restricted for:		
Capital improvements	33,794,282	22,355,694
Compensation	13,437,951	9,857,071
Other	4,017,395	2,720,387
Unrestricted	(1,757,640)	3,783,160
	<u>\$ 120,264,063</u>	<u>\$ 83,453,203</u>
TOTAL NET ASSETS		

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
STATEMENT OF ACTIVITIES
JUNE 30, 2001

	Program Revenues			Net (Expense) Revenue and Changes in Net Asset	
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
<u>Expenses</u>				<u>Governmental Unit</u>	
<u>Functions/Programs</u>					
Instruction:					
Regular education programs	\$127,051,866	\$977,971	\$4,111,445	\$ -	(\$121,962,450)
Special education programs	50,980,486	434,994	3,805,973	-	(46,739,519)
Other education programs	34,893,054	1,172,933	21,151,557	-	(12,568,564)
Support Services:					
Pupil support services	19,675,621	145,794	2,205,653	-	(17,324,174)
Instructional staff services	15,051,260	97,661	3,593,723	-	(11,359,876)
General administration services	10,683,334	5,223	40,904	1,475,000	(9,162,207)
School administration services	18,642,591	142,011	504,753	-	(17,995,827)
Business and central services	8,308,697	51,540	279,399	-	(7,977,758)
Plant operation and maintenance	38,475,183	195,063	497,733	-	(37,782,387)
Transportation	20,691,466	499,423	1,183,042	-	(19,009,001)
Child Nutrition	24,437,035	5,168,449	15,842,623	-	(3,425,963)
Appropriation - charter schools	2,304,524	-	-	-	(2,304,524)
Interest on long-term debt	70,608	-	-	-	(70,608)
Total Governmental Activities	371,265,725	\$8,891,062	53,216,805	1,475,000	(307,682,858)
General Revenues					
Taxes:					
Property taxes, levied for general purposes					77,083,447
Sales and use taxes					122,957,236
State revenue sharing					3,864,710
Grants and contributions not restricted to specific purposes:					
Minimum Foundation Program					134,999,246
Interest and investment earnings					3,432,028
Miscellaneous					2,008,143
Special items - Gain on sale of assets					148,908
					<u>344,493,718</u>
					36,810,860
					<u>83,453,203</u>
					<u>\$120,264,063</u>

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GOVERNMENTAL FUNDS

Balance Sheet

JUNE 30, 2001

	General	Title I	Proposition 1 Capital Projects
<u>ASSETS</u>			
Cash and cash equivalents	\$ 23,818,647	\$ -	\$ 28,027,962
Receivables:			
Accounts	169,075	26,087	232,524
Sales tax	6,143,740	-	2,888,838
Ad valorem tax	1,591,114	-	-
Due from other funds	309,125	-	5,361,220
Due from other governments	1,629,493	6,132,981	-
Inventory	2,172,598	-	-
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	\$ 35,833,792	\$ 6,159,068	\$ 36,510,544
	<hr/>	<hr/>	<hr/>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 3,421,804	\$ 48,242	\$ 2,716,261
Salaries payable	1,813,285	-	-
Due to other funds	20,021,563	6,068,645	-
Deferred revenues	-	42,181	-
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	25,256,652	6,159,068	2,716,261
	<hr/>	<hr/>	<hr/>
Fund balances:			
Reserved for inventory	2,172,598	-	-
Reserved for encumbrances	2,227,633	-	33,794,283
Unreserved:			
Designated for sales tax plan expenditures	-	-	-
Designated for costs required under consent decree	1,190,048	-	-
Undesignated	4,986,861	-	-
	<hr/>	<hr/>	<hr/>
TOTAL FUND BALANCES	10,577,140	-	33,794,283
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCES	\$ 35,833,792	\$ 6,159,068	\$ 36,510,544
	<hr/>	<hr/>	<hr/>

The accompanying notes are an integral part of this statement.

Proposition 2 Discipline	Proposition 3 Compensation	Child Nutrition	Other Governmental	Total
\$ 1,750,000	\$ 9,501,107	\$ 15,362	\$ -	\$ 63,113,078
-	-	479	202,062	630,227
461,991	2,189,236	-	-	11,683,805
-	-	-	-	1,591,114
628,962	1,786,852	4,895,365	1,037,624	14,019,148
-	-	607,349	6,969,094	15,338,917
-	-	510,165	-	2,682,763
<u>\$ 2,840,953</u>	<u>\$ 13,477,195</u>	<u>\$ 6,028,720</u>	<u>\$ 8,208,780</u>	<u>\$ 109,059,052</u>
\$ 13,606	\$ 39,244	\$ 113,103	\$ 198,809	\$ 6,551,069
-	-	-	13,474	1,826,759
-	-	-	5,652,871	31,743,079
-	-	419,639	117,776	579,596
<u>13,606</u>	<u>39,244</u>	<u>532,742</u>	<u>5,982,930</u>	<u>40,700,503</u>
-	-	90,526	-	2,263,124
-	-	990,646	-	37,012,562
2,827,347	13,437,951	-	-	16,265,298
-	-	-	-	1,190,048
-	-	4,414,806	2,225,850	11,627,517
<u>2,827,347</u>	<u>13,437,951</u>	<u>5,495,978</u>	<u>2,225,850</u>	<u>68,358,549</u>
<u>\$ 2,840,953</u>	<u>\$ 13,477,195</u>	<u>\$ 6,028,720</u>	<u>\$ 8,208,780</u>	<u>\$ 109,059,052</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2001

Total Fund Balances - Governmental Funds		\$ 68,358,549
Cost of capital assets at June 30, 2001	\$ 170,458,459	
Less: Accumulated Depreciation as of June 30, 2001:		
Buildings	(75,882,579)	
Movable property	(22,898,805)	71,677,075
Consolidation of internal service funds		(295,314)
Elimination of interfund assets and liabilities		
Due from other funds	(22,579,114)	
Due to other funds	22,579,114	
Long-term liabilities at June 30, 2001:		
Certificates of Indebtedness	(905,000)	
Accrued interest payable	(20,706)	
Compensated absences payable	(18,550,541)	(19,476,247)
Total net assets at June 30, 2001 - Governmental Activities		\$ <u>120,264,063</u>

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GOVERNMENTAL FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -

FISCAL YEAR ENDED JUNE 30, 2001

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ 75,788,351	\$ -	\$ -	\$ -
Sales and use tax	65,425,555	-	29,304,763	4,609,910
Earnings on investments	1,575,847	-	1,305,826	68,074
Extended Day Program tuition	540,142	-	-	-
Other	1,999,596	-	1,475,000	-
State sources:				
Unrestricted grants-in-aid, MFP	130,352,247	-	-	-
Revenue sharing	3,864,710	-	-	-
Restricted grants-in-aid	4,141,823	-	-	-
Federal grants	483,499	13,664,057	-	-
TOTAL REVENUES	284,171,770	13,664,057	32,085,589	4,677,984
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	103,440,145	-	-	1,893,442
Special education programs	43,009,888	-	-	59,599
Other education programs	12,717,304	10,844,594	-	20,820
Support:				
Pupil support services	15,212,942	370,808	-	795,358
Instructional staff services	10,005,754	1,176,477	125,341	105,657
General administration services	7,468,047	918	306,827	48,746
School administration services	17,219,604	-	-	122,194
Business and central services	7,691,522	128,018	-	-
Plant operation and maintenance	39,082,228	151,711	9,144,655	252,173
Transportation	21,090,464	78,967	-	45,841
Child Nutrition	-	-	-	-
Appropriation-Charter schools	2,304,524	-	-	-
Consent Decree	9,910,798	-	-	-
Facility acquisition and construction	1,259,218	-	12,270,177	-
Debt service - Principal	865,000	-	-	-
Debt service - Interest	90,382	-	-	-
TOTAL EXPENDITURES	291,367,820	12,751,493	21,847,000	3,343,830
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(7,196,050)	912,564	10,238,589	1,334,154

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Other Governmental</u>	<u>Total</u>
\$ -	\$ -	\$ 1,295,096	\$ 77,083,447
23,617,010	-	-	122,957,238
430,171	-	-	3,379,918
-	-	-	540,142
-	5,009,858	806,418	9,290,872
-	4,646,999	-	134,999,246
-	-	-	3,864,710
-	-	5,087,962	9,229,785
-	15,842,623	13,996,841	43,987,020
<u>24,047,181</u>	<u>25,499,480</u>	<u>21,186,317</u>	<u>405,332,378</u>
10,198,387	-	2,701,010	118,232,984
3,754,601	-	4,050,302	50,874,390
929,099	-	10,290,898	34,802,715
1,434,983	-	1,844,267	19,658,358
685,783	-	2,523,436	14,622,448
260,387	-	46,617	8,131,542
1,011,592	-	272,123	18,625,513
299,297	-	166,076	8,284,913
1,066,576	-	391,386	50,088,729
825,596	-	-	22,040,868
-	24,339,431	-	24,339,431
-	-	-	2,304,524
-	-	-	9,910,798
-	-	-	13,529,395
-	-	-	865,000
-	-	-	90,382
<u>20,466,301</u>	<u>24,339,431</u>	<u>22,286,115</u>	<u>396,401,990</u>
<u>3,580,880</u>	<u>1,160,049</u>	<u>(1,099,798)</u>	<u>8,930,388</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
GOVERNMENTAL FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
FISCAL YEAR ENDED JUNE 30, 2001

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	\$ 1,710,380	\$ -	\$ 1,200,000	\$ -
Operating transfers out	(4,125,000)	(912,564)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,414,620)</u>	<u>(912,564)</u>	<u>1,200,000</u>	<u>-</u>
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES</u>				
	(9,610,670)	-	11,438,589	1,334,154
Fund balances, June 30, 2000	<u>20,187,810</u>	<u>-</u>	<u>22,355,694</u>	<u>1,493,193</u>
FUND BALANCES, JUNE 30, 2001	<u>\$ 10,577,140</u>	<u>\$ -</u>	<u>\$ 33,794,283</u>	<u>\$ 2,827,347</u>

The accompanying notes are an integral part of this statement.

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Other Governmental</u>	<u>Total</u>
\$ -	\$ -	\$ 2,925,000	\$ 5,835,380
-	(190,387)	(607,429)	(5,835,380)
-	(190,387)	2,317,571	-
3,580,880	969,662	1,217,773	8,930,388
9,857,071	4,526,316	1,008,077	59,428,161
<u>\$ 13,437,951</u>	<u>\$ 5,495,978</u>	<u>\$ 2,225,850</u>	<u>\$ 68,358,549</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE TO STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2001

Total Net Changes in Fund Balance - Governmental Funds		\$ 8,930,388
Capital Assets:		
Capital outlay capitalized	\$ 29,468,809	
Depreciation expense for year ended June 30, 2001	<u>(4,298,626)</u>	25,170,183
Change in net assets of internal service funds		(332,736)
Long Term Debt:		
Principal portion of debt service payments	865,000	
Excess of interest paid over interest accrued	19,776	
Excess of compensated absences used over amounts earned	<u>2,158,249</u>	<u>3,043,025</u>
Change in Net Assets - Governmental Activities		<u>\$ 36,810,860</u>

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2001

	<u>Internal Service Fund</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 2,304,875
Due from other funds	8,559,966
Reimbursements receivable	<u>570,836</u>
TOTAL ASSETS	<u>\$ 11,435,677</u>
<u>LIABILITIES AND NET ASSETS</u>	
Liabilities:	
Accounts payable	\$ 451,789
Claims payable	<u>11,279,202</u>
TOTAL LIABILITIES	<u>11,730,991</u>
Net Assets:	
Unrestricted	<u>(295,314)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 11,435,677</u>

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET ASSETS -
PROPRIETARY FUND
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Internal Service Fund</u>
<u>OPERATING REVENUES</u>	
Premiums received	\$ 53,773,745
TOTAL OPERATING REVENUES	53,773,745
<u>OPERATING EXPENSES</u>	
Claims expense	32,913,529
Insurance premiums	2,729,155
Capitation payments	15,246,310
Administrative fees	3,269,597
TOTAL OPERATING EXPENSES	54,158,591
NET OPERATING INCOME	(384,846)
<u>NON-OPERATING REVENUES</u>	
Interest income	52,110
TOTAL NON-OPERATING INCOME	52,110
Change in net assets	(332,736)
Net Assets, at June 30, 2000	37,422
NET ASSETS, AT JUNE 30, 2001	\$ (295,314)

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Internal Service Fund</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Cash premiums received	\$ 54,752,605
Cash paid in claims and benefits	(45,841,687)
Cash paid for expenses	(2,989,404)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>5,921,514</u>
 <u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>	
Advances from other funds	(4,565,834)
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	<u>(4,565,834)</u>
 <u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
<u>Interest Income</u>	52,110
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>52,110</u>
NET INCREASE IN CASH	1,407,790
Cash at beginning of year	897,085
CASH AT END OF YEAR	\$ 2,304,875
 <u>Reconciliation of operating income (loss) to net cash provided (used) by operating activities</u>	
Operating Income (loss)	\$ (384,846)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Changes in:	
Reimbursement receivables	978,860
Accounts and claims payable	5,327,500
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 5,921,514

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2001

<u>ASSETS</u>	Agency Funds
Cash and cash equivalents	\$ 4,329,523
Accounts receivable	78,679
Due from other funds	<u>9,163,965</u>
 TOTAL ASSETS	 \$ <u><u>13,572,167</u></u>
 <u>LIABILITIES</u>	
Benefits payable	\$ 1,693,078
Salaries payable	5,742,855
Payroll withholdings payable	1,806,711
Amounts held for other groups	<u>4,329,523</u>
 TOTAL LIABILITIES	 \$ <u><u>13,572,167</u></u>

The accompanying notes are an integral part of this statement.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The East Baton Rouge Parish School Board (School Board) is a corporate body created under Louisiana Revised Statutes 17:51. A board consisting of 12 members (the Board) elected from legally established districts is charged with the management and operation of the school system.

The school system is composed of a central office, 101 schools and 11 support facilities. Student enrollment as of October 2000 was approximately 54,500. The School Board employs approximately 7,500 persons, approximately 4,000 of whom are directly involved in the instructional process. The remainder provide ancillary support such as general administration, repair and maintenance, bus transportation and food service. The regular school term normally begins during the latter half of August and runs until the end of May.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The School Board complies with Generally Accepted Accounting Principles (GAAP). The School Board's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, issued in June 1999. Although the School Board is not required to issue financial statements in accordance with GASB Statement No. 34 until the year ending June 30, 2002, management has decided that early implementation will allow for fine tuning of the presentation and better accumulation of the necessary database well in advance of the required date. The following is a summary of the School Board's significant policies:

A. Financial Reporting Entity

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the School Board is considered a *primary government*, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no *component units*, defined by GASB Statement 14 as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

Certain units of local government over which the School Board exercises no authority, such as the City-Parish government and other independently elected officials, are excluded from the accompanying financial statements. These units of government are considered separate from those of the parish School Board. The School Board is not a component unit of any other entity and does not have any component units which require inclusion in the general purpose financial statements.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

B. **Fund Accounting**

The financial transactions of the School Board are recorded in individual funds and 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 balances, revenues and expenditures, or expenses as appropriate.

Funds of the School Board are classified into three categories: Governmental, Proprietary and Fiduciary.

Governmental Fund Types:

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 (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all resources and expenditures of those resources for major capital improvements. The revenues of this fund currently consist of sales and use taxes, approved for the specific purposes of construction and facility enhancements.

Proprietary Fund Type:

Internal Service Funds - Internal Service Funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis. The Workers' Compensation Fund, the Risk Management Fund and the Medical Insurance Fund are reported as Internal Service Funds.

Fiduciary Fund Types:

Agency Funds - Agency Funds are used to account for assets held by the School Board as an agent for individuals, private organizations or other governmental units and/or other funds.

C. **Basis of Accounting/Measurement Focus**

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the School Board, except for the Fiduciary Fund. The Fiduciary Fund is only reported in the Statement of Net Fiduciary Assets at the Fund Financial Statement level.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

C. **Basis of Accounting/Measurement Focus** (continued)

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB No. 33, *Accounting and Financial Reporting for Non-exchange transactions*.

Program Revenues

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

Allocation of Indirect Expense

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense which can be specifically identified by function is included in the direct expenses of each function. Depreciation on buildings is assigned to the 'General Administration' function due to the fact that school buildings serve many purposes. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Fund Financial Statements (FFS)

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 (i.e., revenues and other financial sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The Proprietary Fund type is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The Proprietary Fund type's operating statement presents increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

Governmental and Agency Funds are accounted for on the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become measurable and available to pay current period liabilities. Such revenue items included ad valorem taxes, sales taxes and state and federal entitlements. Sales and use taxes and ad valorem taxes are considered "available" when expected to be collected within the next two months. Revenue from state and federal grants are recorded when the reimbursable expenditures have been incurred.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees, and general long-term obligations principal and interest payments are recognized only when due.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

C. **Basis of Accounting/Measurement Focus** (continued)

The Proprietary Fund type is accounted for using the accrual basis of accounting; revenues are recognized when earned and expenses are recognized when incurred.

D. **Budget and Budgetary Accounting**

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

The General Fund and the Special Revenue Funds are the only funds with legally required budgets. The General Fund budget and the Special Revenue Funds' budgets are adopted on an annual basis. These budgets include proposed expenditures and the means of financing them.

The Capital Projects fund's budget is adopted on a project basis, since such projects may be started and completed at any time during the year or may extend beyond one fiscal year.

Prior to September 15, the Superintendent submits to the Ad-Hoc budget committee a proposed annual appropriated budget for the General Fund for the fiscal year commencing the prior July 1. Public hearings are conducted to obtain taxpayer comments. Upon submission to the Board, the General Fund budget is legally enacted through adoption by the Board.

Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. For the Capital Projects Fund, the level of budget control is at the fund, department or project level, and expenditures/encumbrances by policy should not exceed appropriations. The School Board approves budgets at the fund level, and the Superintendent is authorized to transfer amounts between line items within any fund.

The General Fund budget is prepared on the modified accrual basis of accounting. Unencumbered appropriations in the General Fund lapse at the end of the fiscal year. Encumbered appropriations at year end that have been approved by the Board are generally expended during the next fiscal year's operations, assuming that the underlying liability is ultimately incurred. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the School Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more.

Special Revenue Funds' budgets that are not grant-oriented have annual appropriated budgets adopted prior to September 15 by the Board. Grant funds are included in Special Revenue Funds, and their budgets are adopted at the time the grant applications are approved by the grantor. Unencumbered appropriations of grant-oriented Special Revenue Funds are reappropriated at the beginning of the following fiscal year. Unencumbered appropriations of certain nongrant-oriented Special Revenue Funds lapse at the end of the fiscal year. These budgets are adopted on a modified accrual basis.

E. **Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrances outstanding at year end in the Governmental Funds Balance Sheet are reported as reservations of fund balance. These outstanding encumbrances are added to the budget in the subsequent year and are reported as expenditures when incurred.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

F. **Cash and Cash Equivalents**

Cash and cash equivalents include interest-bearing demand deposits and short-term investments (usually time certificates of deposit), including investments in the Louisiana Asset Management Pool, as described below, with a maturity date within three (3) months of the date of acquisition.

State statutes authorize the School Board to invest in United States bonds, treasury notes, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a nonprofit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

The School Board maintains four checking accounts, exclusive of the individual schools' bank accounts, with the School Board's fiscal agent bank. These four accounts are the consolidated cash account and three interest bearing imprest accounts for disbursements of payrolls, disbursements to vendors, and health care providers.

Interest earned on investments is distributed to the individual funds based on the invested balance of the participating fund during the year.

G. **Inventory**

Inventory of the general fund is stated at average cost and consists of expendable supplies held for consumption. The costs of inventory items are recognized as expenditures when used. The reportable inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of total assets.

Inventory of the Child Nutrition Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry. Inventory items purchased are valued at average cost. Costs are recorded as expenditures at the time individual items are consumed (consumption method). Commodities are assigned values based on information provided by the USDA, also on average cost basis. The amount of commodity inventory is included in deferred revenue until consumed.

H. **Capital Assets**

All capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the GWFS, but are not reported in the FFS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 25 to 50 years for buildings, and 5 to 20 years for equipment.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

I. **Reserves and Designations**

Portions of fund balances are reserved for future use and, therefore, are not available for appropriation or expenditure. Designations of unreserved fund balances in Governmental Fund types indicate the School Board's plans for the use of financial resources in a future period.

J. **Interfund Transactions**

During the course of normal operations, the School Board has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying basic financial statements generally reflect such transactions as operating transfers.

K. **Compensated Absences**

Teachers and other school employees accrue from 10 to 12 days of sick leave per year depending upon the number of months worked. Sick leave may be accumulated without limitation. Upon employees' death or retirement, unused accumulated sick leave of up to 25 days is paid to employees or their heirs at the employees' current rate of pay. The accrual computation for earned sick leave is calculated on a 25-day maximum per employee and includes salary related payments. Sick leave is not payable upon discharge or termination (non-retirement). Upon retirement, accumulated sick leave may be used in the retirement benefit computation as earned service. Extended sick leave will be paid at 65% of salary with a maximum of 90 days allowed every six years for teachers and bus drivers. Extended sick leave for all other employees will be paid at 50% of salary with a maximum of 25 days annually.

All 12-month employees earn from 10 to 20 days of annual vacation leave per year depending on length of service with the School Board. Such leave is credited on a pro rata basis at the end of each payroll reporting period and accumulates. A maximum of 400 hours of unused annual leave is carried over to future periods and may be paid to the employee upon termination of employment.

Sabbatical leave may be granted for medical/professional. Any employee with a teaching certificate is entitled, subject to approval by the school board, to one (1) semester of sabbatical leave after three (3) years of continuous services, or two (2) semesters of sabbatical leave after six (6) or more years of continuous service. Sabbatical leave will be paid at 65% of salary. Sabbatical leave, which involves professional and cultural improvement, provides a continuing benefit to the employer and should not be accrued. Since sabbatical leave for medical purposes requires a doctor's certificate prior to its being granted, it is similar to an extended sick leave benefit and should not be accrued as sabbatical leave benefits. Consequently, sabbatical leave benefits are recorded as current expenditures (in the FFS) in the period paid.

L. **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 as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

3. CHANGES IN ACCOUNTING PRINCIPLES

For the year ended June 30, 2001, the School Board has implemented GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*, and GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. At June 30, 2000, there was no effect on fund balance as a result of the implementation of GASB 33.

GASB Statement 34 creates new basic financial statements for reporting on the School Board's financial activities. The financial statements now include government-wide financial statements prepared on the accrual basis of accounting, and *fund financial statements which present information for individual major funds rather than by fund type which had been the method of presentation in previously issued financial statements*. Non-major funds are presented in total in one column in the fund financial statements.

The implementation of GASB Statement No. 34 caused the opening fund balance at June 30, 2000 to be restated in terms of Net Assets as follows:

Governmental Funds' Fund Balance, June 30, 2000		\$ 59,428,162
Add: Capital Assets as of June 30, 2000:		
Cost	\$ 153,190,364	
Accumulated Depreciation	<u>(106,683,473)</u>	46,506,891
Less: Long-Term Debt at June 30, 2000:		
Bond Principal	(1,770,000)	
Accrued Interest	(40,480)	
Compensated Absences	<u>(20,708,791)</u>	(22,519,271)
Add: Consolidation of internal service funds		<u>37,421</u>
Net Assets at June 30, 2000		<u>\$ 83,453,203</u>

4. DEPOSITS AND INVESTMENTS

Deposits

At year end, the carrying amount of the School Board's deposits was \$50,747,475 and the bank balance was \$58,934,127. Of the bank balance, \$988,057 was insured by federal depository insurance, \$57,813,967 was collateralized by securities held by the pledging financial institutions' trust department or agent in the name of the School Board (GASB Category 2), and \$132,103 was collateralized by securities held by the financial institutions' or by its trust department or agent, but not in the School Board's name (GASB Category 3). Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies; obligations of the State of Louisiana and its municipalities and school districts.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

4. DEPOSITS AND INVESTMENTS (continued)

Investments

The School Board also invested \$19,000,000 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB codification section 150.126, LAMP investments are not categorized among the three risk categories as provided by GASB codification section 150.125 because the investment is not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., which is a nonprofit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP deposits may be redeemed at par at any time without penalty or loss of interest. Due to the short-term nature of the LAMP portfolio and the immediate access at par feature, investments in LAMP are considered cash equivalents by the School Board.

LAMP operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. LAMP uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in LAMP is the same as the value of LAMP.

5. AD VALOREM TAXES

Ad valorem taxes were levied by the School Board on June 29, 2000 for the calendar year 2000, based on the assessed valuation of property as of January 1 of the calendar year. The taxes become due on December 1 of each year, and become delinquent on December 31. However, before the taxes can be collected, the assessment list (tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed in the parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the tax due on it. The taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the East Baton Rouge Parish Tax Collector Office, which is a division of the East Baton Rouge Parish Sheriff's Department. If taxes are not paid within the period stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School Board's fiscal year.

The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expires</u>
Parishwide taxes:			
Constitutional tax	5.25	5.25	Not applicable
Special maintenance tax	1.04	1.04	2006
Special tax – additional aid to public schools	6.50	6.50	2003
Special tax – additional teachers	2.78	2.78	2004
Special tax – employee salaries and benefits	1.86	1.86	2004
Special tax – employee salaries and benefits	7.14	7.14	2008
Special tax – replacing reduced state and local receipts	4.98	4.98	2007
Special tax – employee salaries and benefits	5.99	5.99	2006
Special tax – employee salaries and benefits	7.19	7.19	2003
Special tax – support ADAPP	.72	.72	2006

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

5. **AD VALOREM TAXES** (continued)

Under the Louisiana Constitution, ad valorem taxes other than Constitutional and Bond taxes must be renewed by popular vote every ten (10) years.

All property taxes are recorded in the General and Alcohol and Drug Abuse Funds on the basis explained in Note 2C. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Available means due, or past due, and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivable are considered available because they are substantially collected within 60 days subsequent to year end.

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

6. **CAPITAL ASSETS**

The following presentation restates capital assets from the general fixed asset account group at June 30, 2000:

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Process</u>	<u>Total</u>
Cost at June 30, 2000 (as reported in the general fixed asset account group)	\$ 6,227,746	\$ 110,519,322	\$ 91,848,911	\$ 471,004	\$209,066,983
Items below the established capitalization threshold for capital assets	-	<u>4,906,626</u>	<u>50,969,993</u>	-	<u>55,876,619</u>
Cost of Capital Assets, June 30, 2000	6,227,746	105,612,696	40,878,918	471,004	153,190,364
Accum. Dep., June 30, 2000	-	<u>74,237,405</u>	<u>32,446,068</u>	-	<u>106,683,473</u>
Capital assets, net of depreciation, at June 30, 2000	<u>\$ 6,227,746</u>	<u>\$ 31,375,291</u>	<u>\$ 8,432,850</u>	<u>\$ 471,004</u>	<u>\$ 46,506,891</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

6. **CAPITAL ASSETS** (continued)

Capital assets and depreciation activity as of and for the year ended June 30, 2001 are as follows:

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Process</u>	<u>Total</u>
Cost at June 30, 2000	\$ 6,227,746	\$ 105,612,696	\$ 40,878,918	\$ 471,004	\$ 153,190,364
Additions	2,664,547	9,654,551	3,275,103	14,345,613	29,939,814
Deletions	(-)	(720,511)	(11,480,204)	(471,004)	(12,671,719)
Cost at June 30, 2001	<u>8,892,293</u>	<u>114,546,736</u>	<u>32,673,817</u>	<u>14,345,613</u>	<u>170,458,459</u>

Depreciation:

Accumulated depreciation, June 30, 2000	-	74,237,405	32,446,068	-	106,683,473
Additions	-	2,365,685	1,932,941	-	4,298,626
Deductions	(-)	(720,511)	(11,480,204)	-	(12,200,715)
Accumulated depreciation, June 30, 2001	-	<u>75,882,579</u>	<u>22,898,805</u>	-	<u>98,781,384</u>

Capital assets, net of accumulated depreciation, at June 30, 2001	<u>\$ 8,892,293</u>	<u>\$ 38,664,157</u>	<u>\$ 9,775,012</u>	<u>\$ 14,345,613</u>	<u>\$ 71,677,075</u>
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Depreciation expense of \$4,298,626 for the year ended June 30, 2001 was charged to the following governmental functions:

Instruction:

Regular education programs	\$ 57,376
Special education programs	5,012
Other educational programs	50,000

Support:

Instructional staff services	96,912
General administration services (includes buildings)	2,392,149
Business and central services	3,240
Plant operation and maintenance	33,972
Transportation	1,557,235
Child nutrition	<u>102,730</u>
	<u>\$ 4,298,626</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

7. DEFINED BENEFIT PENSION PLANS

Plan Description - Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems. Each system is administered and controlled at the State level by a separate board of trustees with contribution rates and benefit provisions approved by the Louisiana Legislature. Participation in the Teachers' Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits under each plan.

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing or calling:

Teachers Retirement System -	8401 United Plaza Blvd. P. O. Box 94123, Baton Rouge, Louisiana 70804-9123 (225) 925-6446
School Employees' Retirement System -	8660 United Plaza Blvd. Baton Rouge, LA 70809 (225) 925-6484

Funding Policy - Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2001, for the School Board and covered employees were as follows:

	<u>School Board</u>	<u>Employees</u>
Teachers' Retirement System:		
Regular Plan	14.20%	8.00%
Plan A	14.20%	9.10%
School Employees' Retirement System	-	6.35%

As provided by Louisiana Revised Statute 11:103, the School Board's contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

The contributions made to the systems for the past three fiscal years which substantially equaled the required contributions for each of these years were as follows:

	<u>2001</u>	<u>2000</u>	<u>1999</u>
Teachers' Retirement System:			
Regular Plan	\$ 24,713,719	\$ 24,655,346	\$ 25,362,367
Plan A	465,250	609,838	689,120
School Employees' Retirement System	-	-	1,309,965

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

8. POST EMPLOYMENT BENEFITS

The School Board, in accordance with State statutes, provides certain postemployment health care and life insurance benefits to its retired employees. Substantially all of the School Board's employees may become eligible for such benefits upon reaching retirement age. For the year ended June 30, 2001, the School Board paid approximately 90% of the health insurance premiums for retired employees. Retirees contribute 10% of the retiree only coverage and one-half of the cost of dependent coverage. Retirees who are eligible for Parts A and B of Medicare are exempt from the 10% contribution. The cost of retirement health care is recognized as an expenditure as premiums are paid. For fiscal year 2001, the School Board's cost for providing all health care and life insurance benefits to the 4,032 retired employees and their dependents amounted to \$14,687,947.

The School Board has a continuing future obligation for life insurance and health care benefits for retired teachers and noninstructional employees and their dependents. This future liability is not funded but will be payable by the General Fund out of future years' operations. Although actuarial consultants estimated that this future liability is significant, current generally accepted accounting principles as set forth by the Governmental Accounting Standards Board do not require the recording of this liability in the basic financial statements.

9. GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the changes in general long-term obligations for the year ended June 30, 2001:

	<u>Compensated Absences</u>	<u>Certificates of Indebtedness</u>	<u>Total</u>
Balance at July 1, 2000	\$ 20,708,791	\$ 1,770,000	\$ 22,478,791
Additions	11,099,359	-	11,099,359
Deductions	(13,257,609)	(865,000)	(14,122,609)
Balance at June 30, 2001	<u>\$ 18,550,541</u>	<u>\$ 905,000</u>	<u>\$ 19,455,541</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2001.

	<u>Compensated Absences</u>	<u>Certificates of Indebtedness</u>	<u>Total</u>
Current	\$ 1,934,774	\$ 905,000	\$ 2,839,774
Long-Term	16,615,767	-	16,615,767
Total	<u>\$ 18,550,541</u>	<u>\$ 905,000</u>	<u>\$ 19,455,541</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

9. **GENERAL LONG-TERM DEBT AND DEBT SERVICE EXPENDITURES** (continued)

Debt Service Expenditures reported in the Governmental Fund's statement of revenues, expenditures and changes in fund balances consisted of the following:

	<u>Certificates of Indebtedness</u>
Principal	\$ 865,000
Interest	<u>90,382</u>
	<u>\$ 955,382</u>

Certificates of Indebtedness

For the purpose of purchasing temporary buildings, the School Board has issued \$1,100,000 of certificates of indebtedness, bearing interest at a stated rate of 4.98% which are scheduled to mature serially over a five year period ending February 1, 2002. Terms of the certificates call for semi-annual interest payments and annual principal payments.

For the purpose of purchasing new busses as well as paying off prior lease obligations on busses, the School Board has issued \$3,025,000 of certificates of indebtedness. These certificates bear interest at 5.15% and are scheduled to mature serially over a four year period ending February 1, 2002. Terms call for semi-annual interest payments and annual principal payments.

The scheduled payments, including interest of \$46,217 under the terms of the outstanding certificates as of year-end are scheduled to occur as follows:

	<u>Payment Amount</u>
Year ended June 30, 2002	<u>\$ 951,216</u>

The certificates are secured by excess revenues of the General Fund as defined in the certificate agreements.

In accordance with LSA-R.S. 39:562(L), the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2001, the statutory limit is \$581,022,328.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

10. DUE TO/FROM OTHER FUNDS

The school board's consolidated cash account holds the cash of all funds. As a result, negative cash balances occur in certain funds and are in essence "financed" by other funds. Positive book cash balances are displayed on the combined balance sheet as "Due from other funds", while negative cash balances are included in "Due to other Funds" on the combined balance sheet.

Individual balances due to/from other funds at June 30, 2001, are as follows:

	<u>Due To Other Funds</u>	<u>Due From Other Funds</u>
Governmental Fund Types:		
General Fund	\$ 20,021,563	\$ 309,125
Title I	6,068,645	-
Title VI	513,592	-
Title VII	32,600	-
Title II	122,620	-
Title V	59,770	-
Special Education	1,732,750	-
Gear Up Baton Rouge	53,370	-
AmeriCorps	2,519	-
Alcohol and Drug Abuse	-	512,929
Career and Technical Education	922,768	6,371
Starting Points	58,963	-
Continuing Education	76,069	-
Title IV	60,201	-
Sales Tax Proposition #2 (Discipline)	-	628,962
Sales Tax Proposition #3 (Compensation)	-	1,786,852
Sales Tax Proposition #1 (Facility Enhancements)	-	5,361,220
Local Foundations	-	95,122
Direct Federal	275,308	-
Child Nutrition	-	4,895,365
Summer School	-	407,644
WBRH Radio Station Training Program	-	13,769
Serve! Baton Rouge	33,483	-
State Grants	1,133,665	-
Gateway School to Career Regional Partnership	105,866	1,789
Technology Literacy Challenge (Title III)	469,327	-
Fiduciary Fund Types		
Consolidated Payroll	-	9,163,965
Proprietary Fund Types		
Workmen's Compensation Fund	-	3,726,950
Risk Management	-	3,428,104
Group Health Insurance	-	1,404,912
	<u> </u>	<u> </u>
TOTAL	<u>\$ 31,743,079</u>	<u>\$ 31,743,079</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

11. LITIGATION AND CONTINGENCIES

The School System is a defendant in several workers' compensation, personal injury and certain personnel action lawsuits. Management and legal counsel for the School System believe that the potential claims against the School System, not covered by insurance, would not materially affect the System's financial position.

Consent Decree

The School System, a defendant in a long-standing school desegregation case, has entered into a Consent Decree with the plaintiffs. Management and legal counsel for the School System believe that the System is in compliance with the existing Consent Decree which encompasses previous court orders. The Consent Decree requires the School Board to appropriate funds annually for facility enhancement, instructional equity, and supplementation of the faculty at the racially identifiable black schools. The School Board expended the following amounts for the purpose of compliance with the Consent Decree:

Time Out Room Moderators	\$ 452,718
Textbooks	57,682
Materials of Instruction/Staff Development	48,369
Library Books	287,377
Technology	201,282
Instructional Equity Account	743,414
Racially Identifiable-	
Black Schools (Y-Factor)	3,836,630
Facility Enhancements	334,710
New Magnet Programs	3,133,659
Middle School Reform	4,021
Special Education Assistance	25,682
Facility Remediation	<u>785,254</u>
	<u>\$ 9,910,798</u>

The School System may be liable for certain legal fees and costs related to the prosecution of the litigation by attorneys for the plaintiffs in this case.

Federal Grants

In the normal course of operations, the School Board receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

11. LITIGATION AND CONTINGENCIES (continued)

Secession of Districts

Two geographical areas which are currently governed by the School Board have formed their own separate corporate bodies and may operate as independent school districts. These geographical areas encompass nine schools that currently enroll approximately 5,400 students. One, or possibly both, of the newly formed independent school districts could begin operations for the school year beginning August 2002. The overall financial impact to the School Board as a result of the potential succession of these districts has not yet been determined, but may or may not be significant to revenues, expenditures, fund balances and capital assets.

12. COMMITMENTS

At June 30, 2001, the School Board had construction commitments of approximately \$34 million. The majority of these commitments will ultimately be paid out of the capital projects fund.

13. INTERFUND TRANSFERS

Operating transfers for the year ended June 30, 2001, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,710,380	\$ 4,125,000
Special Revenue Funds:		
Continuing Education	175,000	24,626
State Grants	2,750,000	32,094
Title VI	-	24,502
Title VII	-	9,166
Title II	-	23,243
Special Education	-	318,403
Title IV	-	29,414
Gear Up Baton Rouge	-	2,104
Direct Federal	-	63,179
Gateway School to Career Regional Partnership	-	14,756
Technology Literacy Challenge (Title III)	-	65,942
Total Special Revenue Funds	<u>2,925,000</u>	<u>607,429</u>
Child Nutrition	-	190,387
Title I	-	912,564
Capital Projects Fund	<u>1,200,000</u>	<u>-</u>
Total	<u>\$ 5,835,380</u>	<u>\$ 5,835,380</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

14. SUBSEQUENT EVENTS

On August 13, 2001, the School Board borrowed \$5,000,000 from the Louisiana Public Facility Authority. Due to the cyclical nature of ad valorem tax revenues, this amount was borrowed to provide short-term financing of operating requirements. The loan bears interest at an annual rate of 3.26%. These borrowings are due to be repaid in entirety of principal plus interest in March 2002.

15. DEFERRED COMPENSATION PLAN

In October, 1991 the School Board created a deferred compensation plan under Internal Revenue Section 457. Generally, all part-time, seasonal, and temporary employees of the School Board who are not covered by the retirement plans are required to participate in the deferred compensation plan. The plan permits them to defer a portion of their compensation until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseen emergency. The contribution requirement is 7.5% of gross compensation. Of this amount 1.3% is contributed by the School Board and 6.2% is contributed by the employees.

Contributions made by the employees and the investment of the funds are managed by a third party administrator selected by the School Board. The assets and corresponding liability of this plan are not included in the combined balance sheet.

16. RISK MANAGEMENT

The School Board is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; workers' compensation and health insurance for its employees. The School Board has established the following internal service funds to account for and finance these uninsured risks of loss:

a. Workers' Compensation Fund

The Workers' Compensation Fund accounts for the School Board's workers' compensation claims. The workers' compensation limit for each accident is the statutory amount. The School Board's self-insured retention is \$300,000 per accident.

b. Risk Management Fund

The Risk Management Fund accounts for the School Board's property, general liability and automobile liability. The School Board has self-insured retention of \$100,000 per property occurrence and self-insured retention of \$500,000 per general liability and automobile occurrence. The maximum cumulative amount of self-retention which could be paid by the School Board in any one year is \$2,200,000. The School Board has purchased commercial insurance for claims in excess of those amounts from commercial insurance carriers with a \$1,000,000 per occurrence limit.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

16. **RISK MANAGEMENT** (continued)

c. **Medical Insurance Fund**

The Medical Insurance Fund accounts for the School Board's group health insurance program for its active and retired employees. A maximum lifetime benefit of \$2,000,000 per employee is allowed.

A reconciliation of the unpaid claims liability as of June 30 follows:

	2001			
	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total
Unpaid claims as of July 1, 2000	\$ 2,104,591	\$ 1,818,112	\$ 2,474,847	\$ 6,397,550
Current year claims and changes in estimates	1,071,466	1,515,502	28,188,713	30,775,681
Claims paid	(1,199,045)	(958,357)	(23,736,627)	(25,894,029)
Unpaid claims as of June 30, 2001	<u>\$ 1,977,012</u>	<u>\$ 2,375,257</u>	<u>\$ 6,926,933</u>	<u>\$ 11,279,202</u>

	2000			
	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total
Unpaid claims as of July 1, 1999	\$ 2,690,923	\$ 2,120,676	\$ 2,947,988	\$ 7,759,587
Current year claims and changes in estimates	805,982	964,504	23,149,543	24,920,029
Claims paid	(1,392,314)	(1,267,068)	(23,622,684)	(26,282,066)
Unpaid claims as of June 30, 2000	<u>\$ 2,104,591</u>	<u>\$ 1,818,112</u>	<u>\$ 2,474,847</u>	<u>\$ 6,397,550</u>

The above unpaid claims as of June 30 include amounts for claims incurred but not yet reported, as determined from actual claims paid subsequent to year-end as well as an estimate based upon historical lag trends.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

17. **DEFICIT FUND EQUITY**

The Medical Insurance Fund's deficit balance as of June 30, 2001 in net assets is \$5,156,148. Plans to bring the fund out of a deficit position including cost-cutting through benefits restructuring, as well as increasing premiums have been implemented.

For the year ended June 30, 2001, the Fund's premium revenues exceeded expenses thereby evidencing a reversal of prior year trends of operating losses, however, the deficit remains as of June 30, 2001.

18. **EXCESS OF EXPENDITURES OVER APPROPRIATIONS – INDIVIDUAL FUNDS**

For the year ended June 30, 2001 the actual expenditures in the following funds exceeded budgeted appropriations:

Proposition 3 – Compensation Fund	\$ 334,788
Summer School Fund	1,496

However, the Proposition 3 – Compensation Fund maintained a \$13,437,951 fund balance as of June 30, 2001, which is considered adequate to absorb the over appropriations.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

MAJOR FUND DESCRIPTIONS

GENERAL FUND

The General Fund accounts for all financial transactions except those required to be accounted for in another fund.

TITLE I FUND

Title I includes programs in the areas of language development, reading, and math. These programs strive to meet the special needs of economically and educationally deprived children through federal funds for teachers, aides, instructional materials, equipment and parental involvement.

PROPOSITION 1 - CAPITAL PROJECTS FUND

Proposition 1 is a locally funded initiative to improve facilities. The intent is to improve infrastructure in an effort to provide a "safe and dry" environment for the students, staff, and public in the school system.

PROPOSITION 2 - DISCIPLINE FUND

Proposition 2 is a locally funded initiative to improve discipline. The intent is to remove disruptive and academically deficient students from the regular education classroom, reduce truancy and provide more effective alternative education.

PROPOSITION 3 - COMPENSATION FUND

Proposition 3 is a locally funded initiative to improve compensation. The intent is to improve ability to recruit and retain certified and qualified teachers, assistant principals and principals; to have more productive support employees; and to have the ability to reward performance that meets and/or exceeds standards.

CHILD NUTRITION FUND

The *Child Nutrition Fund* is used to account for the operations of the school food service program in the parish school system during the regular school term and during the summer break. The basic goals of the school food service program is to serve nutritionally adequate, attractive and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically fit adults.

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Local sources:				
Ad valorem taxes	\$ 75,270,000	\$ 75,757,000	\$ 75,788,351	\$ 31,351
Sales and use taxes	65,000,000	66,200,000	65,425,555	(774,445)
Earnings on investments	1,950,000	1,200,000	1,575,847	375,847
Extended Day Program tuition	475,000	475,000	540,142	65,142
Other	2,107,000	1,295,000	1,999,596	704,596
State sources:				
Unrestricted grants-in-aid, MFP	131,255,470	130,352,247	130,352,247	-
Revenue sharing	3,825,000	3,864,710	3,864,710	-
Restricted grants-in-aid	3,208,000	3,448,424	4,141,823	693,399
Federal grants	425,000	485,000	483,499	(1,501)
TOTAL REVENUES	<u>283,515,470</u>	<u>283,077,381</u>	<u>284,171,770</u>	<u>1,094,389</u>
EXPENDITURES				
Current:				
Instruction:				
Regular education programs	103,121,350	104,843,104	103,440,145	1,402,959
Special education programs	41,523,250	42,493,300	43,009,888	(516,588)
Other education programs	13,188,158	12,418,138	12,717,304	(299,166)
Support:				
Pupil support services	14,732,459	15,336,041	15,212,942	123,099
Instructional staff services	9,487,104	9,882,357	10,005,754	(123,397)
General administration services	6,734,125	7,429,530	7,468,047	(38,517)
School administration services	16,613,000	16,918,500	17,219,604	(301,104)
Business and central services	7,807,414	7,959,091	7,691,522	267,569
Plant operations and maintenance	36,726,693	39,668,355	39,082,228	586,127
Transportation	19,682,226	21,559,255	21,090,464	468,791
Appropriations-Charter schools	1,600,000	1,743,250	2,304,524	(561,274)
Consent Decree	10,848,000	10,492,887	9,910,798	582,089
Facility acquisition and construction	1,204,000	1,259,218	1,259,218	-
Debt service	955,382	955,382	955,382	-
TOTAL EXPENDITURES	<u>284,223,161</u>	<u>292,958,408</u>	<u>291,367,820</u>	<u>1,590,588</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(707,691)</u>	<u>(9,881,027)</u>	<u>(7,196,050)</u>	<u>2,684,977</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	700,000	1,500,000	1,710,380	210,380
Operating transfers out	(6,075,000)	(5,375,000)	(4,125,000)	1,250,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(5,375,000)</u>	<u>(3,875,000)</u>	<u>(2,414,620)</u>	<u>1,460,380</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(6,082,691)</u>	<u>(13,756,027)</u>	<u>(9,610,670)</u>	<u>4,145,357</u>
Fund balance, June 30, 2000	20,187,810	20,187,810	20,187,810	-
FUND BALANCE, JUNE 30, 2001	<u>\$ 14,105,119</u>	<u>\$ 6,431,783</u>	<u>\$ 10,577,140</u>	<u>\$ 4,145,357</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

TITLE I FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Federal grants	\$ 14,828,834	\$ 14,867,363	\$ 13,664,057	\$ (1,203,306)
TOTAL REVENUES	14,828,834	14,867,363	13,664,057	(1,203,306)
<u>EXPENDITURES</u>				
Instruction:				
Other education programs	12,504,972	12,016,193	10,844,594	1,171,599
Support:				
Pupil support services	270,045	408,763	370,808	37,955
Instructional staff services	905,200	1,171,877	1,176,477	(4,600)
Administrative	3,872	-	918	(918)
Business and central services	35,442	92,452	128,018	(35,566)
Plant operations and maintenance	188,372	166,387	151,711	14,676
Transportation	-	91,016	78,967	12,049
TOTAL EXPENDITURES	13,907,903	13,946,688	12,751,493	1,195,195
EXCESS OF REVENUES OVER EXPENDITURES	920,931	920,675	912,564	(8,111)
<u>OTHER FINANCING SOURCES</u>				
Operating transfers out	(920,931)	(920,675)	(912,564)	8,111
Operating transfers in	-	-	-	-
TOTAL OTHER FINANCING SOURCES	(920,931)	(920,675)	(912,564)	8,111
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-	-
Fund balance, June 30, 2000	-	-	-	-
FUND BALANCE, JUNE 30, 2001	\$ -	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
PROPOSITION 2 - DISCIPLINE FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive(Negative)</u>
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 4,460,000	\$ 4,607,000	\$ 4,609,910	\$ 2,910
Earnings on investments	27,000	60,000	68,074	8,074
TOTAL REVENUES	4,487,000	4,667,000	4,677,984	10,984
 <u>EXPENDITURES</u>				
Instruction:				
Regular education programs	2,485,965	2,257,953	1,893,442	364,511
Special education programs	75,405	74,768	59,599	15,169
Other education programs	-	-	20,820	(20,820)
Support:				
Pupil support services	516,935	503,701	795,358	(291,657)
Instructional staff services	95,180	96,592	105,657	(9,065)
General administration services	51,000	52,500	48,746	3,754
School administration services	128,710	127,563	122,194	5,369
Plant operations and maintenance	221,520	309,430	252,173	57,257
Transportation	254,520	55,800	45,841	9,959
TOTAL EXPENDITURES	3,829,235	3,478,307	3,343,830	134,477
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	657,765	1,188,693	1,334,154	145,461
 <u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	657,765	1,188,693	1,334,154	145,461
Fund balance, June 30, 2000	1,493,193	1,493,193	1,493,193	-
FUND BALANCE, JUNE 30, 2001	\$ 2,150,958	\$ 2,681,886	\$ 2,827,347	\$ 145,461

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
PROPOSITION 3 - COMPENSATION FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive(Negative)</u>
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 22,950,000	\$ 23,512,000	\$ 23,617,010	\$ 105,010
Earnings on investments	250,000	350,000	430,171	80,171
TOTAL REVENUES	23,200,000	23,862,000	24,047,181	185,181
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs	10,470,755	10,021,825	10,198,387	(176,562)
Special education programs	3,609,750	3,724,013	3,754,601	(30,588)
Other education programs	1,090,750	916,899	929,099	(12,200)
Support:				
Pupil support services	1,540,255	1,378,042	1,434,983	(56,941)
Instructional staff services	714,805	683,590	685,783	(2,193)
General administration services	286,390	271,308	260,387	10,921
School administration services	996,950	957,079	1,011,592	(54,513)
Business and central services	360,785	284,942	299,297	(14,355)
Plant operations and maintenance	1,166,995	1,067,690	1,066,576	1,114
Transportation	832,815	826,125	825,596	529
TOTAL EXPENDITURES	21,070,250	20,131,513	20,466,301	(334,788)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,129,750	3,730,487	3,580,880	(149,607)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	2,129,750	3,730,487	3,580,880	
Fund balance, June 30, 2000	9,857,071	9,857,071	9,857,071	-
FUND BALANCE, JUNE 30, 2001	\$ 11,986,821	\$ 13,587,558	\$ 13,437,951	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
CHILD NUTRITION FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive(Negative)</u>
<u>REVENUES</u>				
Local sources:				
Other	\$ 4,400,000	\$ 4,400,000	\$ 5,009,858	\$ 609,858
State sources:				
Unrestricted grants-in-aid, MFP	4,494,984	4,494,984	4,646,999	152,015
Federal grants	16,537,965	16,537,965	15,842,623	(695,342)
TOTAL REVENUES	<u>25,432,949</u>	<u>25,432,949</u>	<u>25,499,480</u>	<u>66,531</u>
<u>EXPENDITURES</u>				
Child nutrition services	25,643,015	25,643,015	24,339,431	1,303,584
TOTAL EXPENDITURES	<u>25,643,015</u>	<u>25,643,015</u>	<u>24,339,431</u>	<u>1,303,584</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(210,066)</u>	<u>(210,066)</u>	<u>1,160,049</u>	<u>1,370,115</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	-	-	-	-
Operating transfers out	(175,000)	(175,000)	(190,387)	(15,387)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(175,000)</u>	<u>(175,000)</u>	<u>(190,387)</u>	<u>(15,387)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USE	<u>(385,066)</u>	<u>(385,066)</u>	<u>969,662</u>	<u>1,354,728</u>
Fund balance, June 30, 2000	4,526,316	4,526,316	4,526,316	-
FUND BALANCE, JUNE 30, 2001	<u>\$ 4,141,250</u>	<u>\$ 4,141,250</u>	<u>\$ 5,495,978</u>	<u>\$ 1,354,728</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<u>REVENUES</u>				
Local Sources:				
Ad valorem taxes				
Constitutional tax	\$ 9,000,000	\$ 9,090,000	\$ 9,091,617	\$ 1,617
Renewable taxes	64,635,000	64,877,000	64,905,968	28,968
1% Collections	1,635,000	1,790,000	1,790,766	766
Sales and use taxes	65,000,000	66,200,000	65,425,555	(774,445)
Earnings on investments	1,950,000	1,200,000	1,575,847	375,847
Transportation fees	-	155,000	222,787	67,787
Tuition-extended day program	475,000	475,000	540,142	65,142
Other	2,107,000	1,140,000	1,776,809	636,809
TOTAL LOCAL SOURCES	<u>144,802,000</u>	<u>144,927,000</u>	<u>145,329,491</u>	<u>402,491</u>
State sources:				
Unrestricted grants-in aid				
State equalization	131,255,470	130,352,247	130,352,247	-
Restricted grants-in-aid				
Pips salary increment	2,000,000	2,075,000	2,081,532	6,532
Non public transportation	1,208,000	1,098,424	1,098,424	-
Other	-	275,000	961,867	686,867
Revenue in lieu of taxes				
Revenue sharing	3,825,000	3,864,710	3,864,710	-
TOTAL STATE SOURCES	<u>138,288,470</u>	<u>137,665,381</u>	<u>138,358,780</u>	<u>693,399</u>
Federal sources:				
ROTC	425,000	485,000	483,499	(1,501)
TOTAL FEDERAL SOURCES	<u>425,000</u>	<u>485,000</u>	<u>483,499</u>	<u>(1,501)</u>
TOTAL REVENUES	<u>283,515,470</u>	<u>283,077,381</u>	<u>284,171,770</u>	<u>1,094,389</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs				
Salaries	\$ 76,491,000	\$ 76,405,058	\$ 76,049,512	\$ 355,546
Sabbatical	475,000	500,000	469,284	30,716
Employee benefits	24,415,100	25,579,800	25,585,618	(5,818)
Purchased services	190,200	325,786	138,702	187,084
Materials and supplies	1,309,500	1,765,692	1,143,521	622,171
Equipment	220,550	246,768	28,105	218,663
Other	20,000	20,000	25,403	(5,403)
TOTAL REGULAR EDUCATION PROGRAMS	<u>103,121,350</u>	<u>104,843,104</u>	<u>103,440,145</u>	<u>1,402,959</u>
Special education programs				
Salaries	30,195,000	31,118,500	31,158,613	(40,113)
Sabbatical	277,000	377,000	363,037	13,963
Employee benefits	10,141,200	10,766,100	11,257,024	(490,924)
Purchased services	706,000	26,000	19,667	6,333
Materials and supplies	80,000	74,400	76,967	(2,567)
Equipment	57,500	64,750	63,762	988
Other	66,550	66,550	70,818	(4,268)
TOTAL SPECIAL EDUCATION PROGRAMS	<u>41,523,250</u>	<u>42,493,300</u>	<u>43,009,888</u>	<u>(516,588)</u>
Other education programs				
Salaries	9,635,273	8,805,098	8,646,266	158,832
Sabbatical	16,000	30,000	23,591	6,409
Employee benefits	2,272,635	2,365,945	3,120,584	(754,639)
Purchased services	67,500	76,500	64,679	11,821
Materials and supplies	602,800	585,800	419,814	165,986
Equipment	438,000	468,920	377,470	91,450
Other	155,950	85,875	64,900	20,975
TOTAL OTHER EDUCATION PROGRAMS	<u>13,188,158</u>	<u>12,418,138</u>	<u>12,717,304</u>	<u>(299,166)</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Support:				
Pupil support services				
Child welfare and attendance services				
Salaries	\$ 186,794	\$ 184,200	\$ 191,468	\$ (7,268)
Materials and supplies	7,000	11,000	9,849	1,151
Equipment	3,000	1,000	-	1,000
Other	4,500	9,200	9,171	29
Guidance services	6,233,620	6,421,620	6,263,393	158,227
Salaries	5,000	3,000	862	2,138
Materials and supplies	1,000	1,000	-	1,000
Equipment	-	1,500	554	946
Other				
Health services	773,125	761,425	769,992	(8,567)
Salaries	8,000	5,000	1,744	3,256
Purchased services	13,000	13,060	9,217	3,843
Materials and supplies	7,000	7,000	-	7,000
Equipment	13,850	15,850	13,904	1,946
Other				
Pupil assessment and appraisal services	2,934,480	2,970,981	2,965,616	5,365
Salaries	35,000	2,000	-	2,000
Sabbatical	9,000	9,000	9,100	(100)
Purchased services	17,010	12,000	19,488	(7,488)
Materials and supplies	12,000	18,500	18,820	(320)
Other				
Other pupil support services	1,320,260	1,397,645	1,282,025	115,620
Salaries	-	-	75,376	(75,376)
Sabbatical	15,600	16,600	7,481	9,119
Materials and supplies	8,500	7,500	383	7,117
Equipment	2,500	10,000	7,094	2,906
Other				
Pupil support services	3,122,220	3,456,960	3,557,405	(100,445)
Employee benefits	14,732,459	15,336,041	15,212,942	123,099
TOTAL PUPIL SUPPORT SERVICES				

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Instructional staff services				
Salaries - directors and supervisors	\$ 1,471,817	\$ 1,343,234	\$ 1,462,463	\$ (119,229)
Salaries - secretarial	545,938	616,754	632,614	(15,860)
Sabbatical	55,000	25,000	24,813	187
Purchased services	33,000	33,000	70,733	(37,733)
Materials and supplies	236,280	236,280	84,822	151,458
Equipment	25,000	32,646	11,836	20,810
Other	23,370	21,000	12,967	8,033
Materials and supplies - training services	35,000	36,607	42,682	(6,075)
School library services				
Salaries	3,811,265	3,795,376	3,800,473	(5,097)
Materials and supplies	105,000	55,000	54,854	146
Equipment	2,500	2,500	-	2,500
Other	300	500	479	21
Books and periodicals	105,000	160,899	137,377	23,522
Other educational media services				
Salaries	759,034	811,964	854,268	(42,304)
Purchased services	52,000	300,317	301,407	(1,090)
Materials and supplies	32,000	130,058	136,155	(6,097)
Equipment	357,000	185,384	141,156	44,228
Other	7,000	8,500	8,751	(251)
Instructional staff services				
Employee benefits	1,830,600	2,087,338	2,227,904	(140,566)
TOTAL INSTRUCTIONAL STAFF SERVICES	<u>9,487,104</u>	<u>9,882,357</u>	<u>10,005,754</u>	<u>(123,397)</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Administration - General				
Board of Education				
Salaries - Board members	\$ 132,000	\$ 132,000	\$ 116,000	\$ 16,000
Salaries - secretarial	28,000	28,216	29,576	(1,360)
Legal services				
Salaries	99,980	98,860	99,228	(368)
Contracts	950,000	1,750,000	1,938,875	(188,875)
Materials and supplies	8,000	8,000	8,683	(683)
Equipment	1,200	500	-	500
Other	53,000	24,500	27,925	(3,425)
Audit services	30,000	30,000	24,355	5,645
Insurance	2,226,000	2,046,000	2,035,178	10,822
Tax assessment and collection services				
Property taxes				
Sheriff's fees	85,000	95,000	26,519	68,481
Pension fund	1,900,000	2,011,033	2,011,033	-
Sales and use tax	725,000	700,000	647,388	52,612
Office of the superintendent				
Salaries	204,290	203,163	226,253	(23,090)
Materials and supplies	40,000	20,000	19,026	974
Equipment	-	3,000	2,379	621
Other	23,750	18,250	19,169	(919)
Other executive administrative services				
Salaries	93,920	96,608	95,440	1,168
Administration-General				
Employee benefits	133,985	164,400	141,020	23,380
TOTAL GENERAL ADMINISTRATION	<u>6,734,125</u>	<u>7,429,530</u>	<u>7,468,047</u>	<u>(38,517)</u>
Administration-School				
Salaries	12,868,000	13,048,000	13,163,784	(115,784)
Employee benefits	3,685,000	3,808,000	3,997,986	(189,986)
Materials and supplies	60,000	60,000	55,424	4,576
Other	-	2,500	2,410	90
TOTAL SCHOOL ADMINISTRATION	<u>16,613,000</u>	<u>16,918,500</u>	<u>17,219,604</u>	<u>(301,104)</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Business and Central Services				
Fiscal services				
Salaries	\$ 1,342,097	\$ 1,296,336	\$ 1,312,509	\$ (16,173)
Materials and supplies	58,500	58,500	72,353	(13,853)
Other	22,000	22,000	12,607	9,393
Interest on short term loans	80,000	95,338	95,338	-
Equipment	6,000	6,000	10,045	(4,045)
Repairs and maintenance	112,000	75,000	21,815	53,185
Purchasing services				
Salaries	258,199	275,365	274,080	1,285
Materials and supplies	25,000	17,000	12,265	4,735
Equipment	25,000	5,000	1,928	3,072
Other	23,500	16,750	11,904	4,846
Postage	150,000	125,000	160,170	(35,170)
Warehousing and distributing services				
Salaries	543,495	615,935	607,608	8,327
Materials and supplies	17,500	14,500	11,790	2,710
Rental of equipment	3,600	4,000	3,460	540
Equipment	5,000	3,000	1,365	1,635
Other	700	700	1,371	(671)
Printing and publishing				
Salaries	210,335	193,935	192,904	1,031
Materials and supplies	25,000	25,000	49,030	(24,030)
Other	19,000	9,750	8,898	852
Printing and binding	35,000	63,000	63,034	(34)
Rental of equipment	250,000	100,000	295,292	(195,292)
Repairs and maintenance	5,000	8,000	7,224	776
Equipment	10,000	50,000	44,565	5,435

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Planning, research and development				
Salaries	\$ 140,305	\$ 143,699	\$ 144,175	\$ (476)
Materials and supplies	115,000	115,000	103,349	11,651
Equipment	-	300	252	48
Other	5,400	5,100	2,607	2,493
Repairs and maintenance	20,500	20,500	11,513	8,987
Public information services				
Salaries	47,922	64,156	60,636	3,520
Advertising	125,000	124,500	77,755	46,745
Materials and supplies	95,000	95,640	64,601	31,039
Equipment	1,500	1,500	1,355	145
Other	8,100	8,100	3,515	4,585
Repairs and maintenance	43,500	43,500	96,526	(53,026)
Personnel services				
Salaries	760,896	720,419	741,392	(20,973)
Purchased services	3,500	142,000	185,233	(43,233)
Materials and supplies	135,000	116,424	118,096	(1,672)
Other	85,000	40,000	38,518	1,482
Repairs and maintenance	12,000	45,000	18,634	26,366
Fingerprinting, background check and drug screening	30,000	30,000	33,600	(3,600)
Equipment	10,000	6,000	6,033	(33)
Information systems				
Salaries	676,665	614,419	612,668	1,751
Materials and supplies	216,000	338,432	168,603	169,829
Technical services	497,000	-	-	-
Equipment	25,000	40,466	40,236	230
Other	40,500	11,500	8,554	2,946
Repairs and maintenance	119,000	514,000	470,327	43,673
Rental of equipment	134,000	139,000	115,776	23,224
Business and central services				
Employee benefits	1,233,700	1,499,327	1,296,013	203,314
TOTAL BUSINESS AND CENTRAL SERVICES	<u>7,807,414</u>	<u>7,959,091</u>	<u>7,691,522</u>	<u>267,569</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Operation and maintenance of plant services				
Salaries	\$ 13,213,793	\$ 13,415,877	\$ 13,392,832	\$ 23,045
Employee benefits	3,290,000	3,277,050	3,327,892	(50,842)
Equipment	975,900	725,707	636,612	89,095
Other	180,000	80,164	37,201	42,963
Rental of equipment	50,000	51,683	41,419	10,264
Materials and supplies	2,630,000	2,576,326	2,702,531	(126,205)
Program management	2,865,000	2,565,786	1,432,014	1,133,772
Gasoline\fuel	75,000	153,181	173,633	(20,452)
Operation of buildings				
Water\sewerage	475,000	475,000	505,922	(30,922)
Disposal services	275,000	325,000	230,801	94,199
Repairs and maintenance	3,820,000	6,909,782	7,592,643	(682,861)
Insurance	500,000	275,000	275,000	-
Telephone	1,640,000	1,648,080	1,418,705	229,375
Natural gas	660,000	1,200,000	1,073,222	126,778
Electricity	4,800,000	5,100,000	5,844,127	(744,127)
Rental of building	50,000	50,000	34,781	15,219
Care and upkeep of grounds	250,000	271,401	150,728	120,673
Care and upkeep of equipment	707,000	368,318	99,825	268,493
Vehicle operation and maintenance				
Insurance	145,000	75,000	75,000	-
Repairs and maintenance	125,000	125,000	37,340	87,660
TOTAL OPERATION AND MAINTENANCE OF PLANT SERVICES	36,726,693	39,668,355	39,082,228	586,127
Transportation services				
Supervision of student transportation				
Salaries	599,221	554,902	580,603	(25,701)
Materials and supplies	-	3,500	4,865	(1,365)
Equipment	-	6,500	5,312	1,188
Other	4,250	4,250	4,015	235
Regular transportation services				
Salaries	9,619,250	9,639,079	9,851,912	(212,833)
Materials and supplies	1,850,000	1,292,076	1,268,815	23,261
Equipment	1,400,000	2,928,493	2,910,912	17,581
Other	55,500	66,329	73,461	(7,132)
Repairs and maintenance	-	657,929	342,572	315,357
Insurance	300,000	300,000	300,000	-
Gasoline\fuel	1,725,000	1,735,124	1,256,907	478,217
Transportation services				
Employee benefits	4,129,005	4,371,073	4,491,090	(120,017)
TOTAL TRANSPORTATION SERVICES	19,682,226	21,559,255	21,090,464	468,791

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Appropriations-Charter schools	\$ 1,600,000	\$ 1,743,250	\$ 2,304,524	\$ (561,274)
Consent Decree	10,848,000	10,492,887	9,910,798	582,089
Facility Acquisition and Construction	1,204,000	1,259,218	1,259,218	-
Debt Service	955,382	955,382	955,382	-
TOTAL EXPENDITURES	<u>284,223,161</u>	<u>292,958,408</u>	<u>291,367,820</u>	<u>1,590,588</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(707,691)</u>	<u>(9,881,027)</u>	<u>(7,196,050)</u>	<u>2,684,977</u>
OTHER FINANCING SOURCES AND (USES):				
Operating transfers in	700,000	1,500,000	1,710,380	210,380
Operating transfers out	<u>(6,075,000)</u>	<u>(5,375,000)</u>	<u>(4,125,000)</u>	<u>1,250,000</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(5,375,000)</u>	<u>(3,875,000)</u>	<u>(2,414,620)</u>	<u>1,460,380</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(6,082,691)</u>	<u>(13,756,027)</u>	<u>(9,610,670)</u>	<u>4,145,357</u>
Fund balance, June 30, 2000	<u>20,187,810</u>	<u>20,187,810</u>	<u>20,187,810</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 14,105,119</u>	<u>\$ 6,431,783</u>	<u>\$ 10,577,140</u>	<u>\$ 4,145,357</u>

(Concluded)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

TITLE VI

The Title VI federally funded block grant provides local discretion for a variety of programs. The funding provides for staff development, additional basic skills resource teachers, time-out room teachers and assistance with the Dial-A-Teacher and Volunteers in Public Schools programs.

TITLE VII

The Title VII (PL 103-382) is a federally funded program also known as the Emergency Immigrant Education Program. The program funds subgrants, which provide additional instructional personnel and materials to assist school districts having a significant population of immigrant children.

TITLE II

The Title II Fund consists of several small federal awards of consortia grants to provide math, science and writing in-service training, and a medical/health awareness program.

TITLE V

Title V (PL 96-212) is a federally funded program which provides grants to school districts that are heavily impacted by refugee children. Services are provided to that particular student population and their parents.

SPECIAL EDUCATION

Public Law 101-476 is a federally financed program providing free appropriate education for all identified handicapped children from 3 to 21 years of age in the least restrictive environment.

AMERICA READS

America Reads is a federally funded program through the *America Reads Challenge* project that provides tutoring in reading for at-risk children. This national program is supported by many literacy organizations and universities across the United States.

ALCOHOL AND DRUG ABUSE

The Alcohol and Drug Abuse Prevention Fund sponsors the prevention of alcohol and drug abuse among children of East Baton Rouge Parish schools. It is funded by donations and ad valorem taxes.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

CAREER AND TECHNICAL EDUCATION

The *Career and Technical Education Fund* accounts for a program designed to administer various vocational programs which provide vocational training and assistance.

STARTING POINTS

The *Early Childhood Starting Points Preschool Program* provides a full-day preschool program for at-risk four-year old students.

STATE GRANTS

The *State Grants Fund* is used to account for special grants received from various departments of the State of Louisiana.

CONTINUING EDUCATION

The *Continuing Education Fund* is a program which offers higher education opportunities to persons who are age 16 and older.

TITLE IV

The *Title IV School Program* is a federally funded program which provides drug abuse and prevention education for all students of East Baton Rouge Parish.

LOCAL FOUNDATIONS

Grants from various private foundations provide additional support for educational programs. Program areas include teacher mini-grants, math improvement, remediation and staff development.

DIRECT FEDERAL PROGRAMS

This fund accounts for programs whose funding is received directly from a federal agency.

The After School Learning Center is a federally funded program that provides for tutoring and sponsorship of other after school activities for schools with high "at risk" student populations.

Project Ignite is a pre-gifted program in order for LEP (limited English speaking) students to develop greater proficiency in the second language; foster creativity and the capability to produce quality products performance, build and extend cultural awareness and an experiential base to form connections between native culture and new culture, give LEP students a more equal footing to access gifted programs and to boost students self-confidence.

Education Station 21 Century is an extended day program designed to improve student performance and provide parents with an awareness of community resources available for their child's welfare. The program emphasizes the building of partnerships with on-going community agencies such as Big Buddy, Boy Scouts and SERVE! Baton Rouge. These partnerships are intended to continue the program's activities after the program has ended.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

DIRECT FEDERAL PROGRAMS (continued)

EXCEL is an extended day, summer school and instructional training program providing tutoring and accredited courses to high school LEP (limited English speaking) students. The objective of the program is to prepare the participants to pass the required courses and graduation exam. Most of the students are immigrants or refugees and the program management regularly interacts with the Office of Migration and Refugee Services.

MOSAIC is an extended day and summer school program providing educational tutoring and English language courses to elementary school students. The program has 40 different language groups participating. Most of the students are immigrants or refugees and the program management regularly interacts with the Office of Migration and Refugee Services. The program objective is to facilitate LEP (limited English speaking) students in attaining or surpassing the academic level of their English-speaking peers.

SUMMER SCHOOL

The *Summer School Program* is designed to provide summer programs enabling students who have failed subjects to remove deficiencies, enroll in courses to enrich their educational experiences, and to enable students to take additional courses in order to meet graduation requirements. Revenues for the fund are generated through a registration fee charged to each student for each class taken.

WBRH RADIO STATION TRAINING PROGRAM

The *WBRH Radio Station Training Program Fund* accounts for the operations of the radio station and the training of students involved in radio training

SERVE! BATON ROUGE

SERVE! Baton Rouge is a program funded by a grant from the Louisiana Serve Commission that provides tutoring and mentoring to academically at-risk youth at twelve elementary schools in the East Baton Rouge Parish School System.

GATEWAY SCHOOL-TO-CAREER REGIONAL PARTNERSHIP

The *Gateway School-to-Career Partnership* is a federally funded collaboration of school districts designed to provide students with relevant education, work-readiness skills, and valued credentials that will prepare them for careers in a global economy.

TECHNOLOGY LITERACY CHALLENGE (Title III)

Title III is a provision of the federally legislated Goals 2001: Educate America Act. The funds provide instructional and technical training for classroom teachers.

GEAR UP BATON ROUGE

Gear Up Baton Rouge is a systemic effort to change teaching and learning in two middle schools with students who qualify in overwhelming numbers for free and reduced lunch. The goals of the grant are: 1) Increase articulation success through primary and secondary education and into post secondary education; 2) Increase high school graduation and post secondary education attendance rates within low income student populations; 3) Increase academic performance of low income students; 4) Enhance school academic and curricular reforms through professional development for teachers and through active involvement in school improvement teams; 5) Provide for project evaluation; 6) Coordinate project dissemination at the local, state, regional, and national levels.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

AMERICORPS

The primary goals of the *AmeriCorps* grant are to 1) get members to help communities solve problems in the areas of education, the environment and other human needs through their direct service; 2) unite members from all backgrounds in a common effort to improve our communities; 3) encourage members to explore and exercise their responsibilities to their communities, families and themselves during their service experience; and 4) help those who help their communities by giving them educational awards to further their education as well as invaluable job experience, specialized training and life skills.

LEARN AND SERVE AMERICA

Learn and Serve America is a program for school age youth created by the National and Community Service Trust Act of 1993. It is administered by the Louisiana Serve Commission in the office of the Lieutenant Governor in conjunction with the Louisiana Department of Education. The mission of the Corporation for National Service is to engage Americans of all and backgrounds in community based service that addresses the nation's needs in the areas of education, public safety, human needs and the environment to achieve direct and demonstrable results.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2001

	<u>Title VI</u>	<u>Title VII</u>	<u>Title II</u>
<u>ASSETS</u>			
Receivables:			
Accounts	\$ 2,496	\$ -	\$ 1,100
Due from other funds	-	-	-
Due from other governments	555,675	33,106	123,230
Inventory	-	-	-
TOTAL ASSETS	<u>\$ 558,171</u>	<u>\$ 33,106</u>	<u>\$ 124,330</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 43,994	\$ -	\$ 1,710
Salaries payable	-	-	-
Due to other funds	513,592	32,600	122,620
Deferred revenues	585	506	-
TOTAL LIABILITIES	<u>558,171</u>	<u>33,106</u>	<u>124,330</u>
 Fund balances:			
Unreserved - undesignated	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 558,171</u>	<u>\$ 33,106</u>	<u>\$ 124,330</u>

<u>Title V</u>	<u>Gear Up Baton Rouge</u>	<u>Special Education</u>	<u>America Reads</u>	<u>Alcohol and Drug Abuse</u>
\$ -	\$ 447	\$ 22,736	\$ -	\$ 26,810
-	-	-	-	512,929
60,445	53,008	1,777,988	-	-
-	-	-	-	-
<u>\$ 60,445</u>	<u>\$ 53,455</u>	<u>\$ 1,800,724</u>	<u>\$ -</u>	<u>\$ 539,739</u>
\$ 675	\$ 85	\$ 67,929	\$ -	\$ 6,334
-	-	-	-	-
59,770	53,370	1,732,750	-	-
-	-	45	-	-
<u>60,445</u>	<u>53,455</u>	<u>1,800,724</u>	<u>-</u>	<u>6,334</u>
-	-	-	-	533,405
-	-	-	-	533,405
<u>\$ 60,445</u>	<u>\$ 53,455</u>	<u>\$ 1,800,724</u>	<u>\$ -</u>	<u>\$ 539,739</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2001

	<u>Americorps</u>	<u>Career and Technical Education</u>	<u>Starting Points</u>	<u>State Grants</u>
<u>ASSETS</u>				
Receivables:				
Accounts	\$ -	\$ 2,740	\$ -	\$ 117,005
Due from other funds	-	6,371	-	-
Due from other governments	2,519	920,338	58,973	2,077,479
Inventory	-	-	-	-
TOTAL ASSETS	<u><u>\$ 2,519</u></u>	<u><u>\$ 929,449</u></u>	<u><u>\$ 58,973</u></u>	<u><u>\$ 2,194,484</u></u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ -	\$ 5,343	\$ -	\$ 32,547
Salaries payable	-	-	-	12,803
Due to other funds	2,519	922,768	58,963	1,133,665
Deferred revenues	-	-	10	4,538
TOTAL LIABILITIES	<u><u>2,519</u></u>	<u><u>928,111</u></u>	<u><u>58,973</u></u>	<u><u>1,183,553</u></u>
Fund balances:				
Unreserved - undesignated	-	1,338	-	1,010,931
TOTAL FUND BALANCES	<u><u>-</u></u>	<u><u>1,338</u></u>	<u><u>-</u></u>	<u><u>1,010,931</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 2,519</u></u>	<u><u>\$ 929,449</u></u>	<u><u>\$ 58,973</u></u>	<u><u>\$ 2,194,484</u></u>

<u>Continuing Education</u>	<u>Title IV</u>	<u>Local Foundations</u>	<u>Direct Federal Programs</u>
\$ 16,249	\$ -	\$ 710	\$ 5,608
-	-	95,122	-
329,167	60,206	-	285,281
-	-	-	-
<u>\$ 345,416</u>	<u>\$ 60,206</u>	<u>\$ 95,832</u>	<u>\$ 290,889</u>
\$ 571	\$ -	\$ 3,526	\$ 15,581
-	-	-	-
76,069	60,201	-	275,308
4,374	5	92,306	-
<u>81,014</u>	<u>60,206</u>	<u>95,832</u>	<u>290,889</u>
264,402	-	-	-
<u>264,402</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 345,416</u>	<u>\$ 60,206</u>	<u>\$ 95,832</u>	<u>\$ 290,889</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS-

COMBINING BALANCE SHEET

JUNE 30, 2001

	<u>Summer School</u>	<u>WBRH Radio Station Training Program</u>	<u>Serve! Baton Rouge</u>	<u>Gateway School-to-Career Regional Partnership</u>	<u>Technology Literacy Challenge (Title III)</u>
<u>ASSETS</u>					
Receivables:					
Accounts	\$ -	\$ -	\$ -	\$ -	\$ 6,161
Due from other funds	407,644	13,769	-	1,789	-
Due from other governments	-	-	46,003	111,484	474,192
Inventory	-	-	-	-	-
TOTAL ASSETS	<u>\$ 407,644</u>	<u>\$ 13,769</u>	<u>\$ 46,003</u>	<u>\$ 113,273</u>	<u>\$ 480,353</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 1,018	\$ 3,950	\$ 224	\$ 5,638	\$ 9,684
Salaries payable	-	671	-	-	-
Due to other funds	-	-	33,483	105,866	469,327
Deferred revenues	-	-	12,296	1,769	1,342
TOTAL LIABILITIES	<u>1,018</u>	<u>4,621</u>	<u>46,003</u>	<u>113,273</u>	<u>480,353</u>
Fund balances:					
Unreserved - undesignated	406,626	9,148	-	-	-
TOTAL FUND BALANCES	<u>406,626</u>	<u>9,148</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 407,644</u>	<u>\$ 13,769</u>	<u>\$ 46,003</u>	<u>\$ 113,273</u>	<u>\$ 480,353</u>

<u>Learn & Serve America</u>	<u>Total</u>
\$ -	\$ 202,062
-	1,037,624
-	6,969,094
-	-
<u>\$ -</u>	<u>\$ 8,208,780</u>

\$ -	\$ 198,809
-	13,474
-	5,652,871
-	117,776
<u>-</u>	<u>5,982,930</u>

-	<u>2,225,850</u>
-	<u>2,225,850</u>
<u>\$ -</u>	<u>\$ 8,208,780</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Title VI</u>	<u>Title VII</u>	<u>Title II</u>
<u>REVENUES</u>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Other	-	-	-
State and federal:			
Other state support	-	-	-
Federal grants	2,688,146	138,168	315,775
TOTAL REVENUES	<u>2,688,146</u>	<u>138,168</u>	<u>315,775</u>
<u>EXPENDITURES</u>			
Current			
Instruction:			
Regular education programs	-	-	-
Special education programs	-	-	-
Other education programs	2,533,220	124,789	143,015
Support:			
Pupil support services	-	-	-
Instructional staff services	117,020	-	138,316
Administrative	5,184	-	31
Business and central services	8,220	7	11,170
Plant operations and maintenance	-	-	-
Transportation	-	4,206	-
TOTAL EXPENDITURES	<u>2,663,644</u>	<u>129,002</u>	<u>292,532</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>24,502</u>	<u>9,166</u>	<u>23,243</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers in	-	-	-
Operating transfers out	<u>(24,502)</u>	<u>(9,166)</u>	<u>(23,243)</u>
TOTAL OTHER FINANCING SOURCES	<u>(24,502)</u>	<u>(9,166)</u>	<u>(23,243)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Title V</u>	<u>Gear Up Baton Rouge</u>	<u>Special Education</u>	<u>America Reads</u>	<u>Alcohol and Drug Abuse</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,295,096
-	-	-	-	-
-	-	-	-	-
60,445	53,008	5,378,681	1,893	-
<u>60,445</u>	<u>53,008</u>	<u>5,378,681</u>	<u>1,893</u>	<u>1,295,096</u>
-	-	-	-	-
-	-	3,791,374	-	-
60,445	44,242	-	1,893	-
-	-	314,475	-	1,080,521
-	-	674,872	-	10,586
-	-	304	-	34,208
-	1,265	151,016	-	42,865
-	-	11,873	-	12,025
-	5,397	116,364	-	-
<u>60,445</u>	<u>50,904</u>	<u>5,060,278</u>	<u>1,893</u>	<u>1,180,205</u>
-	2,104	318,403	-	114,891
-	-	-	-	-
-	(2,104)	(318,403)	-	-
-	(2,104)	(318,403)	-	-
-	-	-	-	114,891
-	-	-	-	418,514
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 533,405</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Americorps</u>	<u>Career and Technical Education</u>	<u>Starting Points</u>	<u>State Grants</u>
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
State and federal:				
Other state support	-	-	-	4,602,323
Federal grants	46,434	1,093,318	345,200	-
TOTAL REVENUES	<u>46,434</u>	<u>1,093,318</u>	<u>345,200</u>	<u>4,602,323</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular education programs	-	-	-	2,701,010
Special education programs	-	-	-	159,091
Other education programs	45,304	858,113	345,200	2,974,149
Support:				
Pupil support services	-	-	-	-
Instructional staff services	1,130	198,114	-	221,011
Administrative	-	76	-	199
Business and central services	-	3,037	-	30,882
Plant operations and maintenance	-	7,640	-	15,120
Transportation	-	25,000	-	204,752
TOTAL EXPENDITURES	<u>46,434</u>	<u>1,091,980</u>	<u>345,200</u>	<u>6,306,214</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>1,338</u>	<u>-</u>	<u>(1,703,891)</u>
<u>OTHER FINANCING SOURCES</u>				
Operating transfers in	-	-	-	2,750,000
Operating transfers out	-	-	-	(32,094)
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,717,906</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>1,338</u>	<u>-</u>	<u>1,014,015</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,084)</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ 1,338</u>	<u>\$ -</u>	<u>\$ 1,010,931</u>

Continuing Education	Title IV	Local Foundations	Direct Federal Programs
\$ -	\$ -	\$ -	\$ -
91,386	-	53,961	-
484,967	-	-	-
553,277	386,586	-	1,250,813
<u>1,129,630</u>	<u>386,586</u>	<u>53,961</u>	<u>1,250,813</u>
-	-	-	-
-	-	-	99,837
1,038,094	-	30,029	815,814
-	357,172	22,492	19,304
115,740	-	-	171,586
88	-	-	-
7,631	-	-	1,077
60,811	-	1,440	45,685
-	-	-	34,331
<u>1,222,364</u>	<u>357,172</u>	<u>53,961</u>	<u>1,187,634</u>
(92,734)	29,414	-	63,179
175,000	-	-	-
<u>(24,626)</u>	<u>(29,414)</u>	<u>-</u>	<u>(63,179)</u>
<u>150,374</u>	<u>(29,414)</u>	<u>-</u>	<u>(63,179)</u>
57,640	-	-	-
<u>206,762</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 264,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2001

	Summer School	WBRH Radio Station Training Program	Serve! Baton Rouge	Gateway School-to-Career Regional Partnership	Technology Literacy Challenge (Title III)
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Other	426,177	234,894	-	-	-
State and federal:					
Other state support	-	672	-	-	-
Federal grants	-	-	242,442	259,090	1,183,330
	<u>426,177</u>	<u>235,566</u>	<u>242,442</u>	<u>259,090</u>	<u>1,183,330</u>
<u>EXPENDITURES</u>					
Current					
Instruction:					
Regular education programs	-	-	-	-	-
Special education programs	-	-	-	-	-
Other education programs	-	238,085	177,430	193,151	667,925
Support:					
Pupil support services	-	-	50,303	-	-
Instructional staff services	393,769	-	-	49,533	431,759
Administrative	-	-	1,042	-	5,485
Business and central services	-	-	1,889	845	12,219
Plant operations and maintenance	-	-	10,677	805	-
Transportation	-	-	1,101	-	-
TOTAL EXPENDITURES	<u>393,769</u>	<u>238,085</u>	<u>242,442</u>	<u>244,334</u>	<u>1,117,388</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>32,408</u>	<u>(2,519)</u>	<u>-</u>	<u>14,756</u>	<u>65,942</u>
<u>OTHER FINANCING SOURCES</u>					
Operating transfers in	-	-	-	-	-
Operating transfers out	-	-	-	(14,756)	(65,942)
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,756)</u>	<u>(65,942)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	32,408	(2,519)	-	-	-
Fund balance, June 30, 2000	<u>374,218</u>	<u>11,667</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 406,626</u>	<u>\$ 9,148</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Learn & Serve America	Total
\$ -	\$ 1,295,096
-	806,418
-	5,087,962
235	13,996,841
<u>235</u>	<u>21,186,317</u>
-	2,701,010
-	4,050,302
-	10,290,898
-	1,844,267
-	2,523,436
-	46,617
-	272,123
-	166,076
235	391,386
<u>235</u>	<u>22,286,115</u>
-	<u>(1,099,798)</u>
-	2,925,000
-	(607,429)
-	<u>2,317,571</u>
-	1,217,773
-	1,008,077
<u>\$ -</u>	<u>\$ 2,225,850</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE VI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 2,688,146	\$ 2,688,146	\$ -
TOTAL REVENUES	2,688,146	2,688,146	-
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	2,533,220	2,533,220	-
Support:			
Instructional Staff Services	117,020	117,020	-
Administrative	5,184	5,184	-
Business and Central Services	8,220	8,220	-
TOTAL EXPENDITURES	2,663,644	2,663,644	-
EXCESS OF REVENUES OVER EXPENDITURES	24,502	24,502	-
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(24,502)	(24,502)	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	(24,502)	(24,502)	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE VII

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 138,168	\$ 138,168	\$ -
TOTAL REVENUES	<u>138,168</u>	<u>138,168</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	124,789	124,789	-
Support:			
Business and Central Services	7	7	-
Transportation	4,206	4,206	-
TOTAL EXPENDITURES	<u>129,002</u>	<u>129,002</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>9,166</u>	<u>9,166</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(9,166)	(9,166)	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(9,166)</u>	<u>(9,166)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE II

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 315,775	\$ 315,775	\$ -
TOTAL REVENUES	<u>315,775</u>	<u>315,775</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	143,015	143,015	-
Support:			
Instructional Staff Services	138,316	138,316	-
Administrative	31	31	-
Business and Central Services	11,170	11,170	-
TOTAL EXPENDITURES	<u>292,532</u>	<u>292,532</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>23,243</u>	<u>23,243</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(23,243)	(23,243)	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(23,243)</u>	<u>(23,243)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE V

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 60,445	\$ 60,445	\$ -
TOTAL REVENUES	<u>60,445</u>	<u>60,445</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	60,445	60,445	-
TOTAL EXPENDITURES	<u>60,445</u>	<u>60,445</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SPECIAL EDUCATION

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 5,598,480	\$ 5,378,681	\$ (219,799)
TOTAL REVENUES	<u>5,598,480</u>	<u>5,378,681</u>	<u>(219,799)</u>
<u>EXPENDITURES</u>			
Instruction:			
Special Education Programs	3,965,153	3,791,374	173,779
Support:			
Pupil Support Services	314,163	314,475	(312)
Instructional Staff Services	707,977	674,872	33,105
Administrative	304	304	-
Business and Central Services	154,138	151,016	3,122
Plant Operations and Maintenance	15,993	11,873	4,120
Transportation	116,364	116,364	-
TOTAL EXPENDITURES	<u>5,274,092</u>	<u>5,060,278</u>	<u>213,814</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>324,388</u>	<u>318,403</u>	<u>(5,985)</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(324,388)	(318,403)	5,985
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(324,388)</u>	<u>(318,403)</u>	<u>5,985</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - AMERICA READS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 1,893	\$ 1,893	\$ -
TOTAL REVENUES	<u>1,893</u>	<u>1,893</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	1,893	1,893	-
TOTAL EXPENDITURES	<u>1,893</u>	<u>1,893</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - ALCOHOL AND DRUG ABUSE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local sources:			
Ad valorem taxes	\$ 1,224,357	\$ 1,295,096	\$ 70,739
TOTAL REVENUES	<u>1,224,357</u>	<u>1,295,096</u>	<u>70,739</u>
<u>EXPENDITURES</u>			
Support:			
Pupil Support Services	1,295,294	1,080,521	214,773
Instructional Staff Services	6,000	10,586	(4,586)
Administrative	36,000	34,208	1,792
Business and Central Services	73,000	42,865	30,135
Plant Operations and Maintenance	9,000	12,025	(3,025)
TOTAL EXPENDITURES	<u>1,419,294</u>	<u>1,180,205</u>	<u>239,089</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(194,937)</u>	<u>114,891</u>	<u>309,828</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(10,000)	-	10,000
Operating transfers in	-	-	-
TOTAL OTHER FINANCING USES	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>(204,937)</u>	<u>114,891</u>	<u>319,828</u>
Fund balance, June 30, 2000	<u>418,514</u>	<u>418,514</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 213,577</u>	<u>\$ 533,405</u>	<u>\$ 319,828</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CAREER AND TECHNICAL EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 1,094,271	\$ 1,093,318	\$ (953)
TOTAL REVENUES	<u>1,094,271</u>	<u>1,093,318</u>	<u>(953)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	872,256	858,113	14,143
Support:			
Instructional Staff Services	183,737	198,114	(14,377)
Administrative	800	76	724
Business and Central Services	3,500	3,037	463
Plant Operations and Maintenance	7,640	7,640	-
Transportation	25,000	25,000	-
TOTAL EXPENDITURES	<u>1,092,933</u>	<u>1,091,980</u>	<u>953</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,338</u>	<u>1,338</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>1,338</u>	<u>1,338</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 1,338</u>	<u>\$ 1,338</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - STARTING POINTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 371,458	\$ 345,200	\$ (26,258)
TOTAL REVENUES	<u>371,458</u>	<u>345,200</u>	<u>(26,258)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	371,458	345,200	26,258
TOTAL EXPENDITURES	<u>371,458</u>	<u>345,200</u>	<u>26,258</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - STATE GRANTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<u>REVENUES</u>			
State support	\$ 4,993,699	\$ 4,602,323	\$ (391,376)
TOTAL REVENUES	<u>4,993,699</u>	<u>4,602,323</u>	<u>(391,376)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular Education Programs	2,867,201	2,701,010	166,191
Special Education Programs	17,190	159,091	(141,901)
Other Education Programs	3,334,143	2,974,149	359,994
Support:			
Instructional Staff Services	236,788	221,011	15,777
Administrative	-	199	(199)
Business and Central Services	34,299	30,882	3,417
Plant Operations and Maintenance	-	15,120	(15,120)
Transportation	194,440	204,752	(10,312)
TOTAL EXPENDITURES	<u>6,684,061</u>	<u>6,306,214</u>	<u>377,847</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(1,690,362)</u>	<u>(1,703,891)</u>	<u>(13,529)</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	(32,094)	(32,094)
Operating transfers in	2,550,000	2,750,000	200,000
TOTAL OTHER FINANCING SOURCES	<u>2,550,000</u>	<u>2,717,906</u>	<u>167,906</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	859,638	1,014,015	154,377
Fund balance, June 30, 2000	<u>(3,084)</u>	<u>(3,084)</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 856,554</u>	<u>\$ 1,010,931</u>	<u>\$ 154,377</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CONTINUING EDUCATION

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Local sources:			
Other	\$ 91,386	\$ 91,386	\$ -
State and federal:			
Other state support	484,967	484,967	-
Federal grants	553,277	553,277	-
TOTAL REVENUES	<u>1,129,630</u>	<u>1,129,630</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	1,038,094	1,038,094	-
Support:			
Instructional Staff Services	115,740	115,740	-
Administrative	88	88	-
Business and Central Services	7,631	7,631	-
Plant Operations and Maintenance	60,811	60,811	-
TOTAL EXPENDITURES	<u>1,222,364</u>	<u>1,222,364</u>	<u>-</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(92,734)</u>	<u>(92,734)</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(24,626)	(24,626)	-
Operating transfers in	175,000	175,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>150,374</u>	<u>150,374</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	57,640	57,640	-
Fund balance, June 30, 2000	<u>206,762</u>	<u>206,762</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 264,402</u>	<u>\$ 264,402</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE IV
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 386,586	\$ 386,586	\$ -
TOTAL REVENUES	<u>386,586</u>	<u>386,586</u>	<u>-</u>
<u>EXPENDITURES</u>			
Support:			
Pupil Support Services	357,172	357,172	-
TOTAL EXPENDITURES	<u>357,172</u>	<u>357,172</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>29,414</u>	<u>29,414</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(29,414)	(29,414)	-
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>(29,414)</u>	<u>(29,414)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - LOCAL FOUNDATIONS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 53,961	\$ 53,961	\$ -
TOTAL REVENUES	53,961	53,961	-
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	30,029	30,029	-
Support:			
Pupil Support Services	22,492	22,492	-
Plant Operations and Maintenance	1,440	1,440	-
TOTAL EXPENDITURES	53,961	53,961	-
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	-	-	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - DIRECT FEDERAL PROGRAMS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 1,294,139	\$ 1,250,813	\$ (43,326)
TOTAL REVENUES	<u>1,294,139</u>	<u>1,250,813</u>	<u>(43,326)</u>
<u>EXPENDITURES</u>			
Instruction:			
Special Education Programs	117,837	99,837	18,000
Other Education Programs	874,535	815,814	58,721
Support:			
Pupil Support Services	17,640	19,304	(1,664)
Instructional Staff Services	171,586	171,586	-
Business and Central Services	835	1,077	(242)
Plant Operations and Maintenance	21,395	45,685	(24,290)
Transportation	32,497	34,331	(1,834)
TOTAL EXPENDITURES	<u>1,236,325</u>	<u>1,187,634</u>	<u>48,691</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>57,814</u>	<u>63,179</u>	<u>5,365</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(57,814)	(63,179)	(5,365)
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(57,814)</u>	<u>(63,179)</u>	<u>(5,365)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - GEAR UP BATON ROUGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 53,008	\$ 53,008	\$ -
TOTAL REVENUES	<u>53,008</u>	<u>53,008</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	44,242	44,242	-
Support:			
Business and Central Services	1,265	1,265	-
Transportation	5,397	5,397	-
TOTAL EXPENDITURES	<u>50,904</u>	<u>50,904</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>2,104</u>	<u>2,104</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(2,104)	(2,104)	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(2,104)</u>	<u>(2,104)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SUMMER SCHOOL

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Local sources:			
Other	\$ 392,273	\$ 426,177	\$ 33,904
TOTAL REVENUES	<u>392,273</u>	<u>426,177</u>	<u>33,904</u>
<u>EXPENDITURES</u>			
Instruction:			
Support			
Instructional Staff Services	392,273	393,769	(1,496)
TOTAL EXPENDITURES	<u>392,273</u>	<u>393,769</u>	<u>(1,496)</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>32,408</u>	<u>32,408</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>32,408</u>	<u>32,408</u>
Fund balance, June 30, 2000	<u>374,218</u>	<u>374,218</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 374,218</u>	<u>\$ 406,626</u>	<u>\$ 32,408</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - WBRH RADIO STATION TRAINING PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Local sources:			
Other	\$ 278,000	\$ 234,894	\$ (43,106)
State and federal:			
Other state support	-	672	672
TOTAL REVENUES	<u>278,000</u>	<u>235,566</u>	<u>(42,434)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	<u>272,664</u>	<u>238,085</u>	<u>34,579</u>
TOTAL EXPENDITURES	<u>272,664</u>	<u>238,085</u>	<u>34,579</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>5,336</u>	<u>(2,519)</u>	<u>(7,855)</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>5,336</u>	<u>(2,519)</u>	<u>(7,855)</u>
Fund balance, June 30, 2000	<u>11,667</u>	<u>11,667</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ 17,003</u>	<u>\$ 9,148</u>	<u>\$ (7,855)</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SERVE! BATON ROUGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 242,442	\$ 242,442	\$ -
TOTAL REVENUES	242,442	242,442	-
 <u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	177,430	177,430	-
Support:			
Pupil Support Services	50,303	50,303	-
Administrative	1,042	1,042	-
Business and Central Services	1,889	1,889	-
Plant Operations and Maintenance	10,677	10,677	-
Transportation	1,101	1,101	-
TOTAL EXPENDITURES	242,442	242,442	-
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-
 <u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	-	-	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - GATEWAY - SCHOOL TO CAREER REGIONAL PARTNERSHIP
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 259,090	\$ 259,090	\$ -
TOTAL REVENUES	259,090	259,090	-
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	193,151	193,151	-
Support:			
Instructional Staff Services	49,533	49,533	-
Business and Central Services	845	845	-
Plant Operations and Maintenance	805	805	-
TOTAL EXPENDITURES	244,334	244,334	-
EXCESS OF REVENUES OVER EXPENDITURES	14,756	14,756	-
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(14,756)	(14,756)	-
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	(14,756)	(14,756)	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TECHNOLOGY LITERACY CHALLENGE (TITLE III)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 1,218,208	\$ 1,183,330	\$ (34,878)
TOTAL REVENUES	<u>1,218,208</u>	<u>1,183,330</u>	<u>(34,878)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	696,943	667,925	29,018
Support:			
Instructional Staff Services	436,613	431,759	4,854
Administrative	5,635	5,485	150
Business and Central Services	14,021	12,219	1,802
TOTAL EXPENDITURES	<u>1,153,212</u>	<u>1,117,388</u>	<u>35,824</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>64,996</u>	<u>65,942</u>	<u>946</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	(64,996)	(65,942)	(946)
Operating transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(64,996)</u>	<u>(65,942)</u>	<u>(946)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2000	-	-	-
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - AMERICORPS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 46,434	\$ 46,434	\$ -
/ TOTAL REVENUES	<u>46,434</u>	<u>46,434</u>	<u>-</u>
 <u>EXPENDITURES</u>			
Instruction:			
Other Education Programs	45,304	45,304	-
Support:			
Instructional Staff Services	1,130	1,130	-
TOTAL EXPENDITURES	<u>46,434</u>	<u>46,434</u>	<u>-</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
 <u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	-	-	-
 TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
 EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
 Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SPECIAL REVENUE FUND - LEARN & SERVE AMERICA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 235	\$ 235	\$ -
TOTAL REVENUES	<u>235</u>	<u>235</u>	<u>-</u>
<u>EXPENDITURES</u>			
Support:			
Transportation	235	235	-
TOTAL EXPENDITURES	<u>235</u>	<u>235</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<u>OTHER FINANCING SOURCES</u>			
Operating transfers out	-	-	-
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2000	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS

WORKERS' COMPENSATION FUND

The *Workers' Compensation Fund* is designed to protect the School Board against catastrophic losses in a single year in the area of employee related accidents.

RISK MANAGEMENT FUND

The *Risk Management Fund* is designed to account for the School Board's property, general and automobile liability.

MEDICAL INSURANCE FUND

The *Medical Insurance Fund* accounts for the activity of the School Board's managed health care program for its employees.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

PROPRIETARY FUND TYPE
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2001

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Internal</u> <u>Service</u> <u>Total</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 2,304,875	\$ -	\$ -	\$ 2,304,875
Due from other funds	3,726,950	3,428,104	1,404,912	8,559,966
Reimbursement receivable	-	-	570,836	570,836
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 6,031,825</u>	<u>\$ 3,428,104</u>	<u>\$ 1,975,748</u>	<u>\$ 11,435,677</u>
<u>LIABILITIES AND NET ASSETS</u>				
Liabilities:				
Accounts payable	\$ 124,562	\$ 122,264	\$ 204,963	\$ 451,789
Claims payable	1,977,012	2,375,257	6,926,933	11,279,202
TOTAL LIABILITIES	<u>2,101,574</u>	<u>2,497,521</u>	<u>7,131,896</u>	<u>11,730,991</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net assets:	<u>3,930,251</u>	<u>930,583</u>	<u>(5,156,148)</u>	<u>(295,314)</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 6,031,825</u>	<u>\$ 3,428,104</u>	<u>\$ 1,975,748</u>	<u>\$ 11,435,677</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

PROPRIETARY FUND TYPE

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Internal</u> <u>Service</u> <u>Total</u>
<u>OPERATING REVENUES</u>				
Premiums received	\$ 1,174,970	\$ 1,200,782	\$ 51,397,993	\$ 53,773,745
TOTAL OPERATING REVENUE	<u>1,174,970</u>	<u>1,200,782</u>	<u>51,397,993</u>	<u>53,773,745</u>
<u>OPERATING EXPENSES</u>				
Claims expense	1,071,466	1,515,502	30,326,561	32,913,529
Insurance premiums	136,678	-	2,592,477	2,729,155
Capitation payments	-	-	15,246,310	15,246,310
Administrative fees	81,171	177	3,188,249	3,269,597
TOTAL OPERATING EXPENSES	<u>1,289,315</u>	<u>1,515,679</u>	<u>51,353,597</u>	<u>54,158,591</u>
NET OPERATING INCOME (LOSS)	<u>(114,345)</u>	<u>(314,897)</u>	<u>44,396</u>	<u>(384,846)</u>
<u>NONOPERATING REVENUES</u>				
Interest income	43,003	9,107	-	52,110
TOTAL NONOPERATING INCOME	<u>43,003</u>	<u>9,107</u>	<u>-</u>	<u>52,110</u>
CHANGE IN NET ASSETS	<u>(71,342)</u>	<u>(305,790)</u>	<u>44,396</u>	<u>(332,736)</u>
NET ASSETS at JUNE 30, 2000	<u>4,001,593</u>	<u>1,236,373</u>	<u>(5,200,544)</u>	<u>37,422</u>
NET ASSETS at JUNE 30, 2001	<u>\$ 3,930,251</u>	<u>\$ 930,583</u>	<u>\$ (5,156,148)</u>	<u>\$ (295,314)</u>

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

PROPRIETARY FUND TYPE

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

FISCAL YEAR ENDED JUNE 30, 2001

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Internal</u> <u>Service</u> <u>Total</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>				
Cash premiums received	\$ 1,174,970	\$ 1,200,782	\$ 52,376,853	\$ 54,752,605
Cash paid in claims and benefits	(1,292,332)	(836,093)	(43,713,262)	(45,841,687)
Cash paid for expenses	-	(177)	(2,989,227)	(2,989,404)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(117,362)</u>	<u>364,512</u>	<u>5,674,364</u>	<u>5,921,514</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>				
Interfund transfers and advances	<u>1,550,532</u>	<u>(442,002)</u>	<u>(5,674,364)</u>	<u>(4,565,834)</u>
NET CASH PROVIDED BY USED IN) NONCAPITAL FINANCING ACTIVITIES	<u>1,550,532</u>	<u>(442,002)</u>	<u>(5,674,364)</u>	<u>(4,565,834)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>				
Interest Income	<u>43,003</u>	<u>9,107</u>	<u>-</u>	<u>52,110</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>43,003</u>	<u>9,107</u>	<u>-</u>	<u>52,110</u>
NET INCREASE / (DECREASE) IN CASH	1,476,173	(68,383)	-	1,407,790
Cash at beginning of year	<u>828,702</u>	<u>68,383</u>	<u>-</u>	<u>897,085</u>
CASH AT END OF YEAR	<u>\$ 2,304,875</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,304,875</u>
<u>Reconciliation of operating income (loss) to net cash provided</u>				
<u>(used) by operating activities</u>				
Operating Income (loss)	\$ (114,345)	\$ (314,897)	\$ 44,396	\$ (384,846)
Adjustments to reconcile operating income (loss) to net cash provided by/(used in) operating activities:				
Changes in:				
Reimbursement receivables	-	-	978,860	978,860
Accounts and claims payable	<u>(3,017)</u>	<u>679,409</u>	<u>4,651,108</u>	<u>5,327,500</u>
NET CASH PROVIDED BY / (USED IN) OPERATING ACTIVITIES	<u>\$ (117,362)</u>	<u>\$ 364,512</u>	<u>\$ 5,674,364</u>	<u>\$ 5,921,514</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

FIDUCIARY FUND TYPE - AGENCY FUNDS

AGENCY FUNDS

CONSOLIDATED PAYROLL FUND

The *Consolidated Payroll Fund* was established to account for the payroll deductions and withholdings for all employees paid by the School Board.

SCHOOL ACTIVITY FUND

The activities of the various individual school accounts are accounted for in the *School Activity Fund*. While the fund is under the supervision of the School Board, these monies belong to the individual schools or their student bodies and are not available for use by the School Board.

EAST BATON ROUGE PARISH SCHOOL BOARD

Baton Rouge, Louisiana

FIDUCIARY FUNDS
COMBINING BALANCE SHEET

June 30, 2001

	Consolidated Payroll Fund	School Activity Fund	Agency Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ -	\$ 4,329,523	\$ 4,329,523
Accounts receivable	78,679	-	78,679
Due from other funds	9,163,965	-	9,163,965
TOTAL ASSETS	<u>\$ 9,242,644</u>	<u>\$ 4,329,523</u>	<u>\$ 13,572,167</u>
<u>LIABILITIES</u>			
Liabilities:			
Benefits payable	\$ 1,693,078	\$ -	\$ 1,693,078
Salaries payable	5,742,855	-	5,742,855
Payroll withholdings payable	1,806,711	-	1,806,711
Amounts held for other groups	-	4,329,523	4,329,523
TOTAL LIABILITIES	<u>\$ 9,242,644</u>	<u>\$ 4,329,523</u>	<u>\$ 13,572,167</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FISCAL YEAR ENDED JUNE 30, 2001

	<u>Balance</u> <u>June 30, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2001</u>
<u>CONSOLIDATED PAYROLL FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ -	\$ 295,506,677	\$ 295,506,677	\$ -
Due from other Funds	13,703,889	-	4,539,924	9,163,965
Accounts receivable	226,328	531,718	679,367	78,679
TOTAL ASSETS	\$ 13,930,217	\$ 296,038,395	\$ 300,725,968	\$ 9,242,644
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ 78,438,975	\$ 78,438,975	\$ -
Salaries payable	8,576,369	5,742,855	8,576,369	5,742,855
Payroll withholdings payable	2,572,834	100,781,558	101,547,681	1,806,711
Benefits payable	2,781,014	55,338,383	56,426,319	1,693,078
TOTAL LIABILITIES	\$ 13,930,217	\$ 240,301,771	\$ 244,989,344	\$ 9,242,644
<u>SCHOOL ACTIVITY FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents				
TOTAL ASSETS	\$ 4,309,507	\$ 17,311,125	\$ 17,291,109	\$ 4,329,523
<u>LIABILITIES</u>				
Amounts held for other groups	4,309,507	17,311,125	17,291,109	4,329,523
TOTAL LIABILITIES	\$ 4,309,507	\$ 17,311,125	\$ 17,291,109	\$ 4,329,523
<u>TOTAL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 4,309,507	\$ 312,817,802	\$ 312,797,786	\$ 4,329,523
Due from other funds	13,703,889	-	4,539,924	9,163,965
Accounts receivable	226,328	531,718	679,367	78,679
TOTAL ASSETS	\$ 18,239,724	\$ 313,349,520	\$ 318,017,077	\$ 13,572,167
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ 78,438,975	\$ 78,438,975	\$ -
Salaries payable	8,576,369	5,742,855	8,576,369	5,742,855
Payroll withholdings payable	2,572,834	100,781,558	101,547,681	1,806,711
Benefits payable	2,781,014	55,338,383	56,426,319	1,693,078
Amounts held for other groups	4,309,507	17,311,125	17,291,109	4,329,523
TOTAL LIABILITIES	\$ 18,239,724	\$ 257,612,896	\$ 262,280,453	\$ 13,572,167

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

CAPITAL ASSETS

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

COMPARATIVE SCHEDULE OF CAPITAL ASSETS - BY SOURCES
JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
Capital assets:		
Land	\$ 8,892,293	\$ 6,227,746
Buildings and improvements	114,546,736	105,612,696
Furniture and equipment	32,673,817	40,878,918
Construction in Progress	<u>14,345,613</u>	<u>471,004</u>
 TOTAL CAPITAL ASSETS	 <u>\$ 170,458,459</u>	 <u>\$ 153,190,364</u>
 Capital assets from:		
Capital Projects Fund	\$ 115,890,399	\$ 104,151,168
General Fund	<u>54,568,060</u>	<u>49,039,196</u>
 TOTAL ASSETS AT COST	 <u>\$ 170,458,459</u>	 <u>\$ 153,190,364</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SCHEDULE OF CAPITAL ASSETS - BY FUNCTION
JUNE 30, 2001

<u>Function</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
Administrative	\$ 133,384	\$ 2,978,215	\$ 2,875,296	-	\$ 5,986,895
Instructional	8,154,233	107,903,025	21,466,698	14,345,613	151,869,569
Maintenance	604,676	3,665,496	8,331,823	-	12,601,995
TOTAL	\$ 8,892,293	\$ 114,546,736	\$ 32,673,817	\$ 14,345,613	\$ 170,458,459

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

SCHEDULE OF CHANGES IN CAPITAL ASSETS - BY FUNCTION
FISCAL YEAR ENDED JUNE 30, 2001

<u>Function</u>	<u>Capital Assets June 30, 2000</u>	<u>Additions</u>	<u>Adjustments and Deductions</u>	<u>Capital Assets June 30, 2001</u>
Administrative	\$ 6,127,615	\$ 78,095	\$ (218,815)	\$ 5,986,895
Instructional	136,339,424	19,294,912	(3,764,767)	151,869,569
Maintenance	10,723,325	10,566,807	(8,688,137)	12,601,995
 TOTAL	 \$ 153,190,364	 \$ 29,939,814	 \$ (12,671,719)	 \$ 170,458,459

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

GENERAL FUND REVENUES BY SOURCES
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Total</u>	<u>Ad Valorem Taxes</u>	<u>Sales and Use Tax</u>	<u>State Support</u>	<u>Federal Grants</u>	<u>Misc.</u>
1992	\$ 233,452,168	\$ 39,906,582	\$ 44,762,608	\$ 145,059,355	\$ 1,719,904	\$ 2,003,719
1993	237,386,093	40,765,787	47,969,355	144,938,060	1,625,186	2,087,705
1994	240,957,676	42,736,802	48,915,959	145,363,975	1,850,869	2,090,071
1995	256,268,397	52,712,069	52,409,510	146,027,066	1,682,532	3,437,220
1996	255,740,159	55,385,334	56,354,829	138,750,975	1,107,308	4,141,713
1997	259,201,923	57,514,153	58,493,172	138,881,824	478,649	3,834,125
1998	273,511,530	62,573,263	61,754,604	144,027,982	499,997	4,655,684
1999	290,490,251	66,270,647	71,015,058	146,445,025	418,508	6,341,013
2000	282,894,723	71,416,770	65,697,498	141,334,073	456,814	3,989,568
2001	284,171,770	75,788,351	65,425,555	138,358,780	483,499	4,115,585

GENERAL FUND EXPENDITURES BY FUNCTIONS
LAST TEN FISCAL YEARS

	<u>Total</u>	<u>Instructional (1)</u>	<u>Maintenance & Operations</u>	<u>Transportation</u>	<u>General Administrative/ Business Service Misc. (2)</u>
1992	\$ 234,628,800	\$180,561,281	\$ 30,933,600	\$ 16,570,911	\$ 6,563,008
1993	231,933,133	176,727,720	31,920,198	15,601,315	7,683,900
1994	236,185,532	179,192,174	33,112,115	16,280,051	7,601,192
1995	252,414,010	194,065,610	29,896,244	16,530,871	11,921,285
1996	249,828,590	191,372,071	30,405,442	16,410,731	11,640,346
1997	250,212,864	190,029,180	32,279,430	15,710,748	12,193,506
1998	272,520,857	201,165,847	35,199,598	19,894,201	16,261,211
1999	284,928,535	219,421,887	33,234,697	16,845,443	15,426,508
2000	286,546,865	219,107,378	34,366,787	17,428,537	15,644,163
2001	291,367,820	215,080,177	39,082,228	21,090,464	16,114,951

(1) Includes amounts for (a) school administration, (b) regular and special education, and (c) instructional and pupil support services and capital outlay.

(2) Includes amounts for (a) general administration, (b) debt service, and (c) business services.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Levy Collections</u>	<u>Percent of Levy Collected</u>	<u>Prior Year Tax Collections</u>	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
1991	\$ 40,803,006	\$ 38,573,987	94.5%	\$ 1,565,891	\$ 40,139,878	98.4%
1992	42,259,323	40,397,094	95.6	1,187,124	41,584,218	98.4
1993	44,141,797	42,460,311	96.2	1,140,676	43,600,987	98.8
1994	54,403,964	52,422,049	96.4	1,009,301	53,431,350	98.2
1995	56,702,992	54,839,950	96.7	1,195,461	56,035,411	98.8
1996	58,955,243	57,218,310	97.1	912,641	58,130,951	98.6
1997	63,713,890	61,865,128	97.1	1,445,784	63,310,912	99.4
1998	68,642,992	66,837,246	97.3	220,648	67,057,894	97.7
1999	71,821,605	69,916,459	97.3	706,666	70,623,125	98.3
2000	76,759,889	74,253,640	96.7	818,601	75,072,241	97.8

(1) "Total Tax Levy" represents the original levy of the Assessor, less the amount of homestead exemption, and is the amount to be paid by the taxpayer.

The amounts to be paid by the taxpayer are ultimately collected in full except for adjustments due to assessment errors and delayed homestead exemptions. The amount paid by the State Treasurer for homestead exemption is based on an appropriation formula by the State of Louisiana.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS (1)

<u>Fiscal Year</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Ratio of Total Assessed Value to Total Estimated Actual Value (2)</u>
1991	\$ 1,552,187,390	\$ 14,110,794,627	11%
1992	1,568,334,720	14,257,588,336	11
1993	1,627,894,980	14,799,045,164	11
1994	1,674,869,070	15,226,082,455	11
1995	1,738,389,370	15,803,539,727	11
1996	1,864,291,960	16,948,108,764	11
1997	1,984,916,760	18,044,697,818	11
1998	2,110,523,928	19,186,581,255	11
1999	2,196,149,252 (3)	19,964,993,200	11
2000	2,324,089,310 (3)	21,128,084,636	11

(1) Source: Comprehensive Annual Financial Report of City-Parish Government of Baton Rouge.

(2) Actual Valuation (Market Value) as Compared to Assessed Valuation

Residential properties are assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. The overall assessed value is estimated to be 11% of actual market value.

(3) Exempt Properties

Does not include exempt assessed valuations as follows:

	<u>2000</u>	<u>1999</u>
(a) Manufacturing plants under a ten-year contract	\$ 570,139,112	\$ 510,613,949
(b) Churches, schools, and government buildings	56,858,488	55,183,813
Total Exempt Properties	<u>\$ 626,997,600</u>	<u>\$ 565,797,762</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>City</u>		<u>Parish</u>			
	<u>Operating</u>	<u>Operating</u>	<u>Debt Service (2)</u>	<u>Mosquito Rodent Tax</u>	<u>Library Board of Control</u>	<u>Emergency Medical Services</u>
<u>TAX RATES (mills per dollar)</u>						
1991	8.67	4.30	3.13	1.23	8.18	3.08
1992	8.74	4.38	2.85	1.25	8.33	3.13
1993	8.74	4.38	2.85	1.25	8.33	3.13
1994	8.74	4.38	2.85	1.23	8.33	3.13
1995	8.74	4.38	2.85	1.23	8.33	3.13
1996	8.50	4.20	1.22	1.18	11.10	3.00
1997	8.50	4.20	0.63	1.18	11.10	3.00
1998	8.50	4.20	-	1.18	11.10	3.00
1999	8.50	4.20	-	1.18	11.10	3.00
2000	8.34	4.06	-	1.14	10.72	2.90

TAX LEVIES

1991	\$ 6,987,139	\$ 6,674,406	\$ 4,714,644	\$ 1,909,191	\$ 12,696,893	\$ 4,780,737
1992	6,942,024	6,869,306	4,469,754	1,960,419	13,064,228	4,908,888
1993	7,207,838	7,130,180	4,639,501	2,034,869	13,560,365	5,095,311
1994	7,346,852	7,335,927	4,773,377	2,060,089	13,951,659	5,242,340
1995	7,630,188	7,614,145	4,954,410	2,138,219	14,480,783	5,441,159
1996	7,923,458	7,830,026	2,274,436	2,199,865	20,693,641	5,592,876
1997	8,253,582	8,336,650	1,250,498	2,342,202	22,032,576	5,954,750
1998	8,662,650	8,864,201	-	2,490,418	23,426,816	6,331,572
1999	8,924,989	9,223,827	-	2,591,456	24,377,257	6,588,448
2000	9,233,409	9,435,803	-	2,649,462	24,914,237	6,739,859

The tax levies represent the original levy of the Assessor and include the homestead exemption amount.

All taxes are billed when assessment rolls are filed during the month of November of the current tax year. Taxes become delinquent on January 1 of the following year. Penalty for delinquent taxes is 15% per annum. No discounts are allowed for taxes and there is no provision for partial payments.

Taxpayers who have not paid their taxes by January 2 of each year are notified by the Sheriff through registered mail that all taxes must be paid within 20 days from the date of notice. After expiration of the 20th day, the Sheriff shall sell the least quantity of property of any debtor which any bidder will buy for the amount of taxes, interest and cost due.

By agreement, the East Baton Rouge Parish Sheriff is the tax collector for City property taxes and receives a commission of 4.5% of total taxes collected for the City. The Sheriff, as provided by State law, is the official tax collector of general property taxes levied by the Parish and Parish Special Districts.

Parish				
School District	Law Recreation and Parks	Assessor's Enforcement District	Salary and Express Fund	Total
36.95	9.28	7.94	1.57	84.33
37.84	9.45	8.09	1.60	85.66
37.84	9.45	8.09	1.60	85.66
45.34	9.45	14.99	1.60	100.04
45.34	11.45	14.99	1.60	102.04
43.45	10.97	14.99	1.53	100.14
43.45	10.95	14.99	1.53	99.53
43.45	10.95	14.99	1.53	98.90
43.45	10.95	14.99	1.53	98.90
43.45	10.95	14.99	1.48	98.03
\$ 57,353,324	\$ 14,404,299	\$ 12,324,468	\$ 2,436,934	\$ 124,281,935
59,345,786	14,820,763	12,687,828	2,509,336	127,578,332
61,599,546	15,383,608	13,169,670	2,604,632	132,425,520
75,938,564	15,827,513	25,106,287	2,679,791	160,262,399
78,818,574	19,904,558	26,058,457	2,781,423	169,821,916
81,003,486	20,451,283	27,945,737	2,852,367	178,767,175
86,244,633	21,734,839	29,753,902	3,036,923	188,940,555
91,702,265	23,110,237	31,636,754	3,229,102	199,454,015
95,422,686	24,047,834	32,920,277	3,360,108	207,456,882
100,981,681	25,448,778	34,838,099	3,439,652	217,680,980

(1) Not included are the following: Consolidated Road Lighting District No. 1, Consolidated Garbage District No. 1, St. George Fire Protection District, Alsen Fire Protection District, Brownsfield Fire Protection District, Central Fire Protection District, Eastside Fire Protection District, East Baton Rouge Parish Fire Protection District No. 6, Downtown Development District, Pontchartrain Levee District, City of Baker and City of Zachary. These represent isolated areas that affect less than a majority of City-Parish residents.

(2) Parishwide debt

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Estimated Population(1)</u>	<u>Assessed Value(2)</u>	<u>General Obligation Bonded Debt</u>	<u>Less Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1991	383,983	\$ 1,552,187,390	\$ -	\$ -	\$ -	\$ -	\$ -
1992	390,763	1,568,334,720	-	-	-	-	-
1993	393,923	1,627,894,980	-	-	-	-	-
1994	396,364	1,674,869,070	-	-	-	-	-
1995	398,661	1,738,389,370	-	-	-	-	-
1996	399,992	1,864,291,960	-	-	-	-	-
1997	396,331	1,984,916,760	-	-	-	-	-
1998	396,556	2,110,523,938	-	-	-	-	-
1999	399,105	2,196,149,252	-	-	-	-	-
2000	412,852	2,324,089,310	-	-	-	-	-

COMPUTATION OF LEGAL DEBT MARGIN

FISCAL YEAR ENDED JUNE 30, 2000

Debt Limit of Twenty-Five Percent (25%) of Assessed Value(2)	\$ 581,022,328
Less: Total Bonded Debt	<u>-</u>
Legal Debt Margin	<u>\$ 581,022,328</u>

(1) Population figures for 2000 were obtained from the Official U. S. Census. All other years were obtained from the Planning Commission of East Baton Rouge Parish.

(2) Legal debt limit of 25% is established by Louisiana Revised Statute Title 39, Section 562.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Total Debt Interest</u>	<u>Service</u>	<u>Total General Fund Expenditures</u>	<u>Ratio of Debt Service to General Expenditures (Percent)</u>
1992	\$ 10,000	\$ 716	\$ 10,716	\$ 234,628,800	0.00%
1993	-	-	-	231,933,133	0.00
1994	-	-	-	236,185,532	0.00
1995	-	-	-	252,414,010	0.00
1996	-	-	-	249,828,590	0.00
1997	-	-	-	250,212,864	0.00
1998	-	-	-	272,520,857	0.00
1999	-	-	-	284,928,535	0.00
2000	-	-	-	286,546,865	0.00
2001	-	-	-	291,367,820	0.00

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2000

	<u>Gross Debt Outstanding</u>	<u>Amounts in Debt Service Fund for Principal</u>	<u>Net Debt Outstanding</u>
<u>East Baton Rouge Parish School Board:</u>			
Certificates of Indebtedness	\$ 905,000	\$ -	\$ 905,000
 <u>Overlapping Debt:</u>			
City of Baker	2,392,000	1,339,695	1,052,305
City of Zachary	27,200	-	27,200
Hospital Service District No. 1 (Lane Memorial Hospital)	10,235,000	773,518	9,461,482
St. George Fire Protection District	2,170,477	-	2,170,477
Port of Greater Baton Rouge	8,878,247	270,000	8,608,247
Parish of East Baton Rouge			
- 1982 Jail Project Contract	30,486	-	30,486
- LA Community Development Authority	11,984,500	-	11,984,500
City of Baton Rouge - State Municipal Police Employee Retirement System Note	72,166,149	-	72,166,149
	<u>107,884,059</u>	<u>2,383,213</u>	<u>105,500,846</u>
 TOTAL DIRECT AND OVERLAPPING DEBT	 <u>\$ 108,789,059</u>	 <u>\$ 2,383,213</u>	 <u>\$ 106,405,846</u>

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population(1)</u>	<u>Per Capita Income(3)</u>	<u>Median Age(1)</u>	<u>Public School Enrollment(4)</u>	<u>Unemployment Rate (5)</u>	<u>Unemployment Labor Market Area (6)</u>
1991	383,983	16,236	26.3	59,861	5.4	6.2
1992	390,763	17,881	29.9	60,918	5.6	6.4
1993	393,923	18,148	29.9	60,643	5.8	6.6
1994	396,364	18,798	29.9	59,026	6.6	7.4
1995	398,661	19,288	29.9	57,430	5.6	6.2
1996	399,992	20,484	29.9	56,576	5.3	5.8
1997	396,331	22,361	29.9	56,135	4.2	4.4
1998	396,556	23,077	29.9	55,507	3.3	3.7
1999	399,105	23,561	29.9	54,518	2.7	3.0
2000	412,852 (2)	25,592	31.5	54,448	4.2 (7)	4.8 (7)

All information is parishwide.

- (1) Estimates - Planning Commission of East Baton Rouge Parish
- (2) Official U. S. Census
- (3) Estimates - Bureau of Economic Analysis
- (4) East Baton Rouge Parish School Board – October 1, 2000 enrollment includes pre-kindergarten; prior year's enrollment figures have not been adjusted.
- (5) Louisiana Department of Labor - Benchmark rates for East Baton Rouge Parish only - These data are disaggregated using claims for unemployment compensation and population sharing ratios which are applied to present market area estimates and are valid only for the allocation of manpower revenue sharing funds.
- (6) Louisiana Department of Labor - Baton Rouge Labor Market area includes East Baton Rouge, Ascension, Livingston, and West Baton Rouge Parishes. The Labor Market Rate reflects unemployment in Baton Rouge and the surrounding area. Baton Rouge serves as the focus of employment for many of the parishes that border it.
- (7) Preliminary figures.

EAST BATON ROUGE PARISH SCHOOL BOARD

Unaudited

Baton Rouge, Louisiana

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

LAST TEN FISCAL YEARS

Calendar Year	Estimated Actual Property Values	Commercial Construction(2)		Residential Construction(2)		Bank Deposits(1) (In Thousands)
		Number of Permits	Value	Number of Permits	Value	
1991	\$ 14,110,794,627	892	\$ 96,213,779	1,999	\$ 88,020,266	\$ 17,731,148
1992	14,257,588,336	835	103,544,932	2,395	116,690,014	12,227,027
1993	14,799,045,164	920	133,669,625	2,542	129,633,256	12,519,825
1994	15,226,082,455	948	205,269,598	2,529	123,468,138	16,502,542
1995	15,803,539,727	958	210,975,208	2,160	93,878,466	17,685,694
1996	16,948,108,764	1,037	262,585,974	2,312	109,909,237	19,428,938
1997	18,044,697,818	1,104	197,840,970	2,081	100,546,972	19,214,205 (5)
1998	19,186,581,225	870	218,408,621	2,182	107,752,471	4,696,591
1999	19,964,993,200	991	279,127,563	2,382	117,686,932	Sec Below
2000	21,128,084,636	907	276,550,291	1,832	97,868,821	Sec Below

	Bank Deposits (In Thousands)(1)	
	December 31,	
	2000	1999
Hibernia National Bank	\$ 1,350,712	\$ 1,370,866
Bank One, N.A.	1,818,548	1,868,477
Whitney National Bank	212,133	192,634
Regions Bank of Louisiana	308,044	272,143
Bank One Trust Company, National Association	31,084	81,718
Hancock Bank of Louisiana	449,672	470,580
Union Planters Bank	516,314	508,694
Liberty Bank & Trust Company	14,545	14,135
Citizens Bank & Trust Company	28,579	26,937
Bank of West Baton Rouge	34,643	28,162
Bank of Zachary	76,440	77,802
Business Bank of Baton Rouge	54,972	32,493
First National Banker's Bank	63,141	62,464
Louisiana Bank & Trust Company	34,184	33,087
First Bank	11,360	81,650
United Credit Card Bank (4)	-	500
First American National Bank (3)	-	67,185
Dillard National Bank	200	500
Fidelity Bank & Trust Company	56,266	72,082
Clinton Bank & Trust Company	3,278	1,661
AmSouth Bank	87,466	-
Alliance Bank of Baton Rouge	28,628	-
	<u>\$ 5,180,209</u>	<u>\$ 5,263,770</u>

All Information is Parish-wide unless otherwise noted

- (1) Source: Louisiana State Office of Financial Institutions.
- (2) Source: Department of Public Works - Inspection Division.
- (3) Acquired by AmSouth Bank, effective 2/01/2000.
- (4) Liquidation inactive as of 9/30/99.
- (5) Information on bank deposits is statewide prior to 1998.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

PARISH OF EAST BATON ROUGE - PRINCIPAL TAXPAYERS

<u>Taxpayers</u>	<u>Type of Business</u>	<u>2000 Assessed Valuation (1)</u>	<u>Percentage of Total Assessed Valuation</u>
Exxon/Mobile Corporation	Petroleum Products	\$ 156,524,330	6.73%
Bell South Communications	Telephone Utility	54,577,330	2.35
Entergy, Inc.	Electric and Gas Utility	53,298,410	2.29
Bank One	Bank	33,786,000	1.45
Georgia-Pacific Corporation	Pulp and Paper Products	26,420,310	1.14
Hibernia National Bank	Bank	22,568,700	.97
Baton Rouge Water Company	Water Utility	15,513,720	.67
Argosy & Jazz Enterprises	Casino	10,226,050	.44
Union Planters Bank	Bank	9,688,500	.42
AT&T Communications	Telephone Utility	<u>9,663,930</u>	<u>.42</u>
		<u>\$ 392,267,280</u>	<u>16.88%</u>

(1) Source: East Baton Rouge Parish Assessor's Office.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

BOARD MEMBERS' COMPENSATION

JUNE 30, 2001

<u>Name</u>	<u>Compensation Base(1)</u>	<u>Additional Compensation(3)</u>	<u>Total</u>
Black, William "Bill"	\$ 9,600	\$ 1,100	10,700
Devall, Dalton	9,600	850	10,450
Hammatt, Noel	9,600	950	10,550
Hayes-Smith, Patricia	9,600	850	10,450
Henderson, Daniel	9,600	1,000	10,600
Kelley, Ingrid	9,600	850	10,450
Ledoux, Eldon	9,200	700	9,900
Mims, Jacqueline	9,600	150	9,750
Moser, Roger (2)	10,800	1,100	11,900
Niquille, Patrice	9,600	500	10,100
Pratt, Warren	9,600	850	10,450
Robinson, Press	9,600	650	10,250
	<u>\$ 116,000</u>	<u>\$ 9,550</u>	<u>\$ 125,550</u>

Notes:

- (1) Base compensation per member is \$800 per month.
- (2) Presiding President of the Board receives \$900 per month in base compensation.
- (3) Each Board member attends different committee meetings of which additional compensation for these is \$50 per meeting up to a maximum of two per month. A member may attend more than two, but is only compensated for two per month. In addition, each board member is reimbursed for mileage @ .28 cents per mile. These meetings are exclusive of normally scheduled Board meetings.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

TEN LARGEST EMPLOYERS BY INDUSTRY

<u>Type of Industry</u>	<u>Company Name</u>
Public Schools	East Baton Rouge Parish School Board
Government	City of Baton Rouge - Parish of East Baton Rouge
Petroleum Products Chemical Products Plastic Products	Exxon Corporation – Houston, Texas
University	Louisiana State University - Baton Rouge
Hospital	Our Lady of the Lake Regional Medical Center
Retail	Wal-Mart Stores, Inc.
Pipe Fabrication Business	Shaw International, Inc.
Construction	Harmony Corporation
Construction	J E Merit Construction, Inc.
Government	U. S. Post Office

Source: Louisiana Department of Labor-based on information available as of first quarter of 2000. Includes firms with 1,000 or more employees.

EAST BATON ROUGE PARISH SCHOOL BOARD
Baton Rouge, Louisiana

Unaudited

MISCELLANEOUS STATISTICAL DATA

JUNE 30, 2001

Year of Incorporation	1877
Form of Government	President/School Board
Area of Parish	472.1 Square Miles
Regular School Days	180
Number of Schools:	
K-5	60
K-6	1
Middle Schools (6-8 only)	17
Jr. High and High Schools (7-12)	1
High Schools (9-12 only)	14
Special Education Schools	4
Middle/High Alternative School	4
SUBTOTAL	101
Charter Schools	3
TOTAL	104
Enrollment (Public School Only):(1)	
Pre-School	1,365
Kindergarten	3,978
Grades 1-5	19,975
Grades 6-8	13,215
Grades 9-12	14,349
Special Education (Elementary & Secondary)	1,196
SUBTOTAL	54,078
Charter Schools	
Kindergarten	44
Grades 1-5	197
Grades 6-8	129
TOTAL	54,448

(1) Public School Enrollment at 10/01/00.

EAST BATON ROUGE PARISH SCHOOL BOARD

REPORTS ON COMPLIANCE AND INTERNAL CONTROL

JUNE 30, 2001



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Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133	Exhibit B
Schedule of Expenditures of Federal Awards	Exhibit C
Schedule of Findings and Questioned Costs	Exhibit D
Summary Schedule of Prior Audit Findings	Exhibit E





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EXHIBIT A
Page 1 of 2

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

East Baton Rouge Parish School Board
Baton Rouge, Louisiana

We have audited the financial statements of the East Baton Rouge Parish School Board as of and for the year ended June 30, 2001, and have issued our report thereon dated November 16, 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 East Baton Rouge Parish 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the East Baton Rouge Parish School Board in a separate letter dated November 16, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the East Baton Rouge Parish 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the East Baton Rouge Parish School Board in a separate letter dated November 16, 2001.

This report is intended for the information of the East Baton Rouge Parish School Board, management, federal and state awarding agencies, and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postlethwaite & Mathewill

Baton Rouge, Louisiana
November 16, 2001





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EXHIBIT B

Page 1 of 2

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

East Baton Rouge Parish School Board
Baton Rouge, Louisiana

Compliance

We have audited the compliance of the East Baton Rouge Parish School Board with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2001. The East Baton Rouge Parish 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 its major federal programs is the responsibility of the East Baton Rouge Parish School Board's management. Our responsibility is to express an opinion on the East Baton Rouge Parish 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 East Baton Rouge Parish 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 East Baton Rouge Parish School Board's compliance with those requirements.

In our opinion, the East Baton Rouge Parish 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 East Baton Rouge Parish 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 East Baton Rouge Parish School Board's internal control over compliance with requirements that could have a direct and material effect on major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. 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 noncompliance with 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the East Baton Rouge Parish School Board as of and for the year ended June 30, 2001, and have issued our report thereon dated November 16, 2001. Our audit was performed for the purpose of forming an opinion on the basic 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of the East Baton Rouge Parish School Board, management, federal and state awarding agencies and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Pootlethwaite & Nettville

Baton Rouge, Louisiana
November 16, 2001



**EAST BATON ROUGE PARISH SCHOOL SYSTEM
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2001**

EXHIBIT C

U.S. DEPT. OF EDUCATION

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
ADULT ED CARRYOVER 00	84.002A	289944-14-6C	44,552
ADUTL ED TECH 01	84.002A	280122-17	6,000
ADULT ED ONE STOP CTR 01	84.002A	280113 17	3,929
TITLE I 00	84.010A	00-T1-17-1	561,577
TITLE I 01	84.010A	01-T1-17	10,355,322
TITLE I CARRYOVER 01	84.010A	99-IASA-17	1,485,484
SPEC ED IDEA PART B 00	84.027A	00B1-17-S	270,775
SPEC ED IDEA PART B 00	84.027A	01-P1-17C	77,202
SPEC ED IDEA PART B 01	84.027A	01-B1-17	4,394,063
SPEC ED IDEA PART B 01	84.027A	00-B2-17	55,895
SP ED IDEA PART B 01	84.027A	00-B3-17	66,306
SP ED IDEA PART B 01	84.027A	00-B1-17-S	168,955
VOC ED BASIC 01	84.048A	SB17/00-01	865,076
EMERG IMMIGRANT ED PROG	84.162A	28-00-X2-17-S	7,628
TITLE VII PART C EME IMMIG 01	84.162A	28-01-X2-17	130,540
SPEC ED PRESCH 00/99	84.173A	28-99-P1-17-S-C	49,749
SPEC ED FLOWTHROUGH 00	84.173A	00-P1-17-S	25,917
SPEC ED PRESCH FLOW THR 01	84.173A	01-P1-17	167,995
SPEC ED PRESCH 01	84.173A	00-P1-17-S	92,399
SPEC ED PART C 01	84.181A	01-H3-17	9,425
TITLE IV DRUG FREE 00	84.186A	00-70-17-D	3,539
TITLE IV DRUG FREE SCHOOL 01	84.186A	01-70-17	383,047
TITLE I HOMELESS 01	84.196A	01-H1-17	55,000
TITLE I HOMELESS '01	84.196A	00-H1-17-C	485
TITLE I CAPITAL EXPENSE 00	84.216A	00-C1-17-1	2,313
TITLE I CAPITOL EXPENSE 01	84.216A	01-C1-17	26,534
VOC ED TECH PREP 01	84.243A	SB17/00-01TP	169,716
LEARN LOCAL (ACAD UNACCEPT	84.276A	2800LI-17-L	16,455
TITLE III LEARN PROF DEV 00	84.276A	00-LPD-17-F	18,634
LEARN LOCAL IMP BELOW AVG 01	84.276A	01LI 17	39,318
TITLE III LEARN FED 01	84.276A	2801PD-17	260,295
TITLE II EISENHOWER PRO DEV 00	84.281A	00-50-17-I	19,658
TITLE II EISENHOWER 01	84.281A	01-50-17	156,880
TITLE II EISEN (804) 01	84.281A	01-50-17	139,237
ED STATION 21ST CENTURY 01	84.287A	S287A000926	257,034
ED STATION 21CENTURY 02	84.287A	S287A00926	16,369
AFTER SCH LEARNING 99	84.287B	R287B990145	4,081
AFTER SCH LEARNING 00	84.287B	R287B990145-00	269,124
AFTER SCH LEARNING CTR 01	84.287B	R287B990145-01	249,854
EXCEL 01	84.288S	T288S000032	141,785
TITILE VII	84.289P	T289P990108	5,961
TITLE VII - IGNITE 01	84.289P	T289P99108-00	130,306
MOSAIC	84.290U	T290U00100	156,629
MOSAIC 02	84.290U	T290U00100	19,670
TITILE I YWCA HIPPY 00	84.310A	S310A970043-00	225
TITLE I HIPPY YWCA 00	84.310A	S310A970043-99	34,795
TITLE VI 00	84.298A	00-00-17-6	35,362
TITLE VI- INNOV ED	84.298A	01-00-17	218,313
TITLE VI INNOV ED (801) 01	84.298A	01-00-17	135,683



**EAST BATON ROUGE PARISH SCHOOL SYSTEM
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2001**

EXHIBIT C

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
TITLE III TECH LIT CHALL 00	84.318X	00-TLCF-17-F	167,653
TITLE III PRO DEV TECH IMPR 00	84.318X	00-DCTLTC-17-F	112,385
TECH LIT CHAL PROF 01	84.318X	280146 17	200,255
TECH LIT CHAL H S 01	84.318X	280148-17	65,122
TECH LIT CHALLENGE STATE 01	84.318X	280149-17	209,005
COMPREH SCH REFRN DEMO 00	84.332A	99-CSR-17-C	4,275
COMPREHENSICE 01	84.332A	00-T2-17-C	288,639
LSU GEAR UP BR 01	84.334A	P334A000052	53,008
TITLE I READING EXCELLENCE 01	84.338A	00-R1-17	440,982
TITLE VI CLASS SIZE REDUC 00	84.340A	00-01-17-6	7,621
TITLE VI- CLASS SIZE REDUC 01	84.340A	01-01-17	2,046,261
TITLE VI CSR 00 C/O 01	84.340A	01-01-17	244,906
LSU TEACHERS TECH PT.NET '01	84.342A	P342A990187-00	94,210
TITLE I ACCOUNTABILITY 01	84.348A	01-TA 17	285,633
SERVE FEDERAL 00	94.006	00ASC6A0190101	26,236
COBOLT COMM LEARN 01	94.0004	N/A	235
EBRPSS GATEWAY	N/A	N/A	5,456
GATEWAY 00	84.278E	113-00102	2,531
YWCA EARLY HEADSTART 01	N/A	06YC0528/04	38,954
WYANDOTTE FIND WORK 01	N/A	N/A	57,188
CONT EDUCATION (ADULT ED)	84.002A	280144-7	498,796
GATEWAY 00	84.278E	N/A	251,103
TOTAL DEPT. OF EDUCATION			26,905,544

U.S. DEPT OF HEALTH AND HUMAN SERVICES

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
STARTING POINT 01	93.575	280138-17	345,200
TITLE V REF CHILD 00	93.576	00-X3-17-S	675
TITLE V-REF CHILD IMP 01	93.576	01-X3-17	59,770
TITILE I YWCA HEADSTART 00	93.600	06YC0528/03	83,839
TOTAL DEPT. OF HEALTH AND HUMAN RESOURCES			489,484

CORPORATION FOR NATIONAL SERVICES

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
SERVE FEDERAL 01	94.006	94ASCLA0190101	216,206
AMERICORPS STATE GRANT	94.006	280127-17	44,334
AMERICORPS TEACHER EVAL 01	94.006	280112-17	2,100
AMERICA READS 00	94.006	00-AR-17-F	1,893
TOTAL CORPORATION FOR NATIONAL SERVICES			264,534



**EAST BATON ROUGE PARISH SCHOOL SYSTEM
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR FISCAL YEAR ENDED JUNE 30, 2001**

EXHIBIT C

U.S. DEPT. OF AGRICULTURE

PROGRAM NAME	CFDA NUMBER	PROJECT NUMBER	EXPENDITURES
FOOD DISTRIBUTION - COMMODITIES	10.550	N/A	1,022,033
SCHOOL BREAKFAST	10.553	N/A	4,280,234
SCHOOL LUNCH	10.555	N/A	10,540,356
TOTAL DEPT. OF AGRICULTURE			15,842,623

U.S. DEPT OF DEFENSE

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
ARMY ROTC	N/A	N/A	483,499
TOTAL DEPT. OF LABOR			483,499
TOTAL EXPENDITURES OF FEDERAL AWARDS			43,985,684

See the accompanying notes to the schedule of expenditures of federal awards



EAST BATON ROUGE PARISH SCHOOL BOARD

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of East Baton Rouge 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 basic financial statements.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2001, the organization had food commodities totaling \$419,639 in inventory.



EAST BATON ROUGE PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2001

A. Summary of Auditors' Results

Financial Statements

Type of auditor's report issued: Unqualified

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are
not considered to be material weaknesses? yes none reported

Noncompliance material to financial
statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are
not considered to be material weaknesses? yes none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required
to be reported in accordance with section 510(a)
of Circular A-133? yes no



EAST BATON ROUGE PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2001

Identification of major programs:

CFDA Numbers

Name of Federal Program or Cluster

84.010

Title I Grants to Local Educational Agencies

84.287

Twenty-First Century Community Learning Centers

- The threshold for distinguishing types A & B programs was program expenditures exceeding \$1,312,037.
- The East Baton Rouge Parish School Board was determined to be a low-risk auditee.

B. Findings – Financial Statement Audit

- None

C. Findings and Questioned Costs – Major Federal Award Programs

- None



EAST BATON ROUGE PARISH SCHOOL BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2000-1: Inadequate Support for Salaries of Employees of Federal Programs (Program 84.318)

Condition: The portion of salaries and benefits of those employees working on multiple programs charged to the TLC program were not supported by personnel activity reports.

Recommendation: Personnel activity reports or appropriate alternatives should be utilized to support compensation charges for those employees working on multiple or cost objective programs.

Status: All grant program managers have been instructed, through written correspondence, to maintain personnel activity reports or equivalent documentation, which meets the standards in OMB Circular A-87 subsection (5).

FINDING 2000-2: Incorrectly Requesting Reimbursement Before Program Costs were Paid (Program 84.318)

Condition: The School Board requested funds for reimbursement from its grantor which were not actually paid for or expended by the School Board.

Recommendation: The School Board's finance department should contact the grantor and notify them of the over requisition of funds. Furthermore, to prevent such future occurrences, all program fund general ledgers should be more thoroughly reviewed for propriety of charges prior to preparation of the requisitions.

Status: We have notified the Department of Education through written correspondence for the excess funds claimed and have submitted reimbursement for such excess funds. The grants fiscal officer reviews every grant reimbursement claim that is prepared and verifies the claimed amount equals expenses on the general ledger. The grants fiscal officer initials the claim form before submission to the superintendent for authorization indicating appropriate review.





EAST BATON ROUGE PARISH SCHOOL BOARD

REPORT TO MANAGEMENT

JUNE 30, 2001



EAST BATON ROUGE PARISH SCHOOL BOARD

REPORT TO MANAGEMENT

JUNE 30, 2001





Postlethwaite & Netterville

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www.pncpa.com

December 7, 2001

Members of the Board and Management
East Baton Rouge Parish School Board
Baton Rouge, Louisiana

In planning and performing our audit of the financial statements of the East Baton Rouge Parish School Board for the year ended June 30, 2001, we considered the School Board's internal controls to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure. We also considered its compliance with certain provisions of laws and regulations in order to properly perform the audit in accordance with governmental standards and not to provide an opinion on compliance with those provisions.

However, during our audit, we became aware of several matters that are opportunities for improving financial reporting and refining policies and procedures. Additionally, we found several matters that are immaterial instances of noncompliance that are required to be communicated under Government Auditing Standards. The following paragraphs summarize our comments and suggestions regarding those matters. This letter does not affect our report dated December 7, 2001, on the financial statements of the School Board.

School Activity Funds

2001-1

Condition: Many schools failed to keep current with their recording of transactions and bank reconciliations. This condition exists despite repeated attempts by the School Board's internal auditor to encourage timely completion of these procedures.

Recommendation: The School Board should continue to require current bookkeeping and bank reconciliations and to continue their monitoring of these functions. Furthermore, the School Board should consider further or perhaps stronger enforcement actions or training, if necessary.

2001-2

Operating and Fund Deficits

Condition: The general fund's unreserved fund balance, while currently positive, has been reduced over the past several years through operating deficits.

Operating and Fund Deficits (continued)

Recommendation: The School Board should adopt a budget that operates within available revenues, avoiding reliance on unreserved fund balance. Consideration should be given to increasing the unreserved fund balance to a higher level in order to accommodate unforeseen circumstances or declining revenues.

2001-3

Condition: The health insurance fund, which accounts for the health insurance program provided to the School Board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). This condition can be attributed primarily to prior year's operating deficits. The current year, however, reflects an operating surplus, indicating reversal of prior trends, of approximately \$45,000, attributable to the School Board's approval of plan modifications and premium increases effective January 1, 2001.

Recommendation: Management and the board should continue to monitor the financial condition of the program. Further plan modifications and premium increases may be necessary in order to fully fund the program liabilities.

Violation of Louisiana Budget Law

2001-4

Condition: Louisiana Revised Statute 39:1311 requires amendment of the general fund or special revenue fund budgets when actual revenues plus projected revenue for the year fail to meet the budgeted revenues by five percent or more. The WBRH Radio Station Training Program Fund's actual revenues failed to meet budgeted revenues by approximately 15 %, yet the budget was not amended.

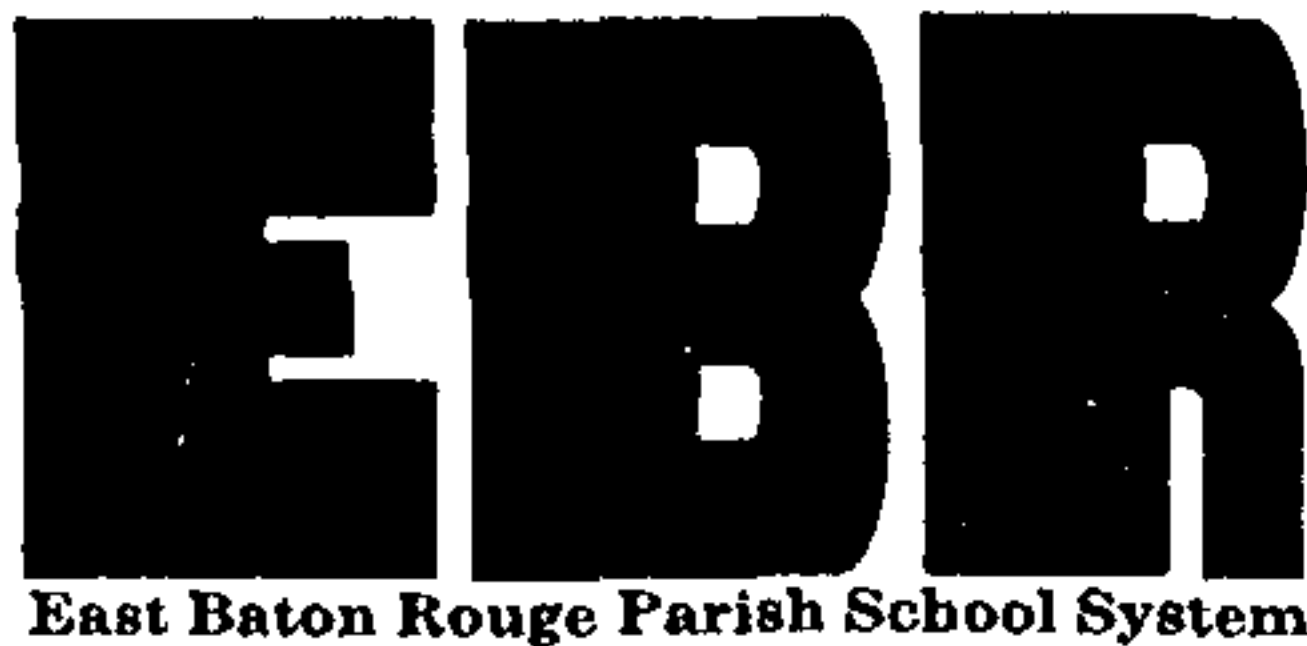
Recommendation: Management should monitor the variance between budgeted and actual expenditures and amend the budget, through proper procedures, when it appears that an unfavorable variance of five percent or more will occur.

We have already discussed many of these comments and suggestions with management, and we will be pleased to discuss them in further detail at your convenience to perform any additional study of these matters, or to assist you in implementing the recommendations. We would also like to thank the School Board staff for their patience and cooperation with us during the performance of the audit.

Sincerely,

Pastthwaite & Nettwill





1050 South Foster Drive, Baton Rouge, Louisiana 70806
P.O. Box 2950, Baton Rouge, Louisiana 70821-2950
Phone (225)922-5400, Fax (225)922-5411

Gary S. Mathews, Ph.D., Superintendent

CORRECTIVE ACTION PLAN

December 11, 2001

East Baton Rouge Parish School Board respectfully submits the following corrective action plan for the year ended June 30, 2001.

Postlewaite & Netterville, APAC
8550 United Plaza Blvd. Suite 1001
Baton Rouge, LA 70809

The audit period is July 1, 2000 through June 30, 2001.

Management Letter Concerns:

2001-1 School Activity Funds

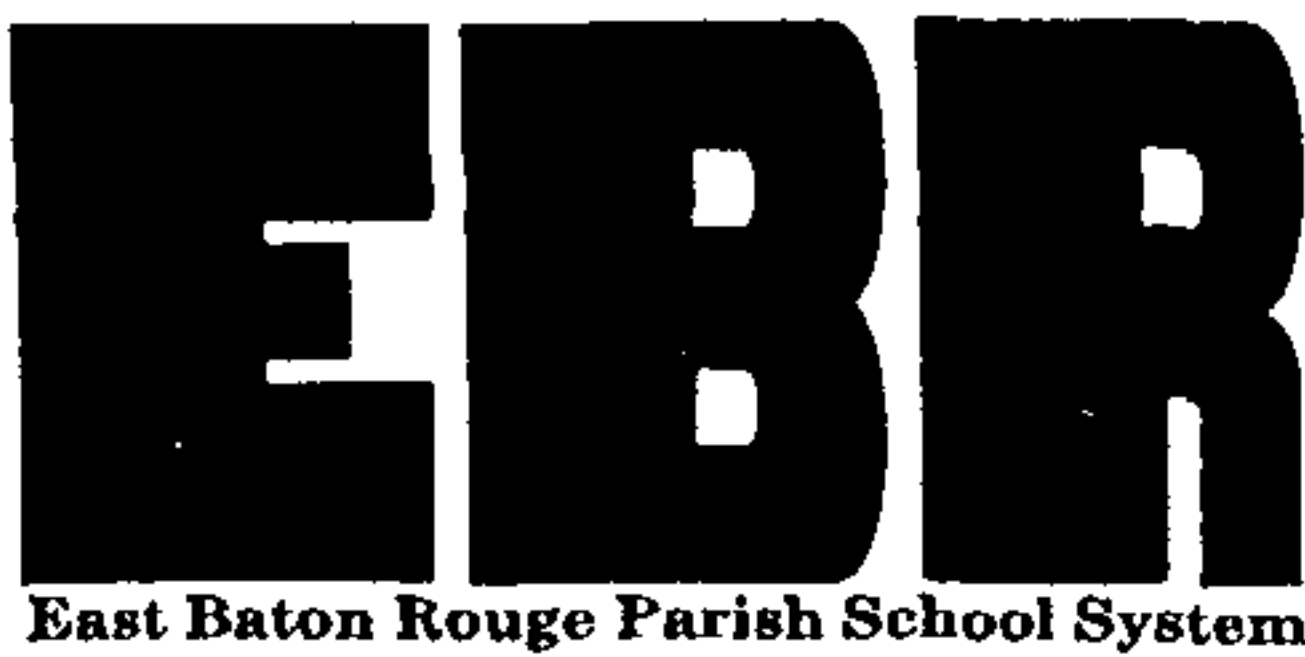
- **Recommendation:** Many schools failed to keep current with recording of transactions and also failed to submit bank reconciliations to the internal auditor on a timely basis. Compliance with the established procedure should be enforced for all schools.
- **Action Taken:** We have issued a memorandum to reiterate the importance of recording transactions timely and submitting bank reconciliations to the internal auditor. The associated consequences of non-compliance will be stated in the above communication.

The Staff has recommended to the Personnel Services Committee that a Child Nutrition Auditor position be added. The committee approved this recommendation on December 4, 2001 and will be recommended for Board approval on December 13, 2001. This will allow more time for the Internal Auditor and the School Accounts Auditors to be dedicated to this function. In addition, the Budget Analyst position will be shared with the audit function beginning in the spring.

2001-2 Operating and Fund Deficits

- **Recommendation:** The general fund's unreserved fund balance, while currently positive, has been reduced over the past several years through operating deficits. The school system should adopt a budget that operates within available revenues, avoiding reliance on unreserved fund balance. Consideration should be given to increasing the unreserved fund balance to a higher level in order to accommodate unforeseen circumstances or declining revenues.
- **Action Taken:** The general fund's fiscal year 2001-2002 budget was adopted with a \$15.5 million reduction in expenditures, which operates within available revenues and avoids reliance on unreserved fund balance.

The Superintendent and the Deputy Superintendent for Operations and Budget Management will continue to monitor general fund revenue and expenditures to ensure the above reductions will be adequate to prevent any further erosion of fund balance. In addition, current fiscal year 2001-2002 projections support a slight increase in fund balance.



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2001-3 Operating and Fund Deficits

- **Recommendation:** The health insurance fund, which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year reflects an operating surplus, indicating reversal of prior trends, of approximately \$45,000, attributable to the school board's approval of plan modifications and premium increases effective January 1, 2001.
- **Action Taken:** Plan modifications and premium increases were effective January 1, 2001. This allowed only 6 months of activity to be reflected in our fiscal year 2000-2001 financials. In addition, the district changed third party administrators on May 16, 2001.

The Finance Department and the Insurance Consultant will continue to monitor the health insurance fund very closely. It is believed that the above plan modifications, premium increases, and change in third party administrator will continue the trend to eliminate the deficit. No changes will be implemented to the plan year beginning January 1, 2002 thus allowing time for all previously implemented changes to mature.

2001-4 Budget Amendments

- **Recommendation:** WBRH actual revenues fell short of budgeted revenues in excess of 5%. We recommend that revenues be monitored in comparison to the budget and amendments be made in accordance LSA-R.S. 39:1309-1310.
- **Action Taken:** We have issued a memorandum to program managers to reiterate required compliance with LSA-R.S. 39:1309-1310. The Finance Department will follow-up with program managers to ensure compliance.

The Finance Department will monitor actual revenues/expenditures compared to approved budgets to ensure compliance with LSA-R.S. 39:1309-1310. Program managers will be provided necessary information to facilitate the budget revision process.