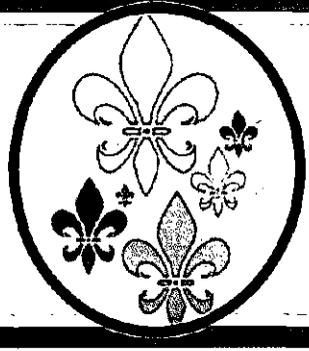


2641

OFFICIAL  
FILE COPY  
DO NOT SEND OUT  
Without permission  
of the Legislative  
Auditor  
2007-12-27

RECEIVED  
LEGISLATIVE AUDITOR  
2007 DEC 27 AM 11:21



# Lafayette Parish School System

Comprehensive Annual Financial Report  
Fiscal Year Ending June 30, 2007

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

Release Date 1/16/08



LAFAYETTE PARISH  
SCHOOL SYSTEM

# COMPREHENSIVE ANNUAL FINANCIAL REPORT



For the Fiscal Year Ended  
June 30, 2007

## LAFAYETTE PARISH SCHOOL SYSTEM Lafayette, Louisiana

### **Prepared by the Business Services Division:**

Billy D. Guidry, CPA  
Executive Director and Chief Financial Officer

Matthew W. Dugas, CPA  
Director of Finance

Carol A. Gaines  
Accountant III

Stephanie N. Richard  
Supervisor of Budget and Accounting

Jacqueline B. Snow  
Administrative Office Coordinator

### **2006-2007 Business Services Division Staff:**

Ron Bertrand, Jennifer Nestor, Mark Sibille, Suzanna Boyd, Kimberly LaFleur,  
Yvonne Menard, Olanda Gray, Etta Joseph, Jolie Shields, Eva Broussard, Veronica Dubose,  
Carl Meche, Bob Simpson, Raymond Mallery, Pat Lewis, Nancy Marks, Gene Veillon,  
Tammra Castille, Justine Hebert, Janet Stelly, Gail Guidry, Brent Hebert,  
Renee Credeur, Donald Garber, Amy Lawrence, Barbara Addison, Kristy Sam,  
Judy Vincent, Kay Ledet, Sandra Compton, Pat Wooters

# Introductory Section

Lafayette Parish School System  
Lafayette, Louisiana  
**Comprehensive Annual Financial Report**  
For the Fiscal Year Ended June 30, 2007

---

**Table of Contents**

|   | <u>Page(s)</u> |
|---|----------------|
| Table of Contents   | i – iv         |
| <br>  |                |
| <b>I. Introductory Section</b>  |                |
| Message from the Superintendent .....   | v              |
| Letter of Transmittal .....   | vii-xiii       |
| Government Finance Officers Association   |                |
| <i>Certificate of Achievement for Excellence in Financial Reporting</i> .....   | xiv            |
| Association of School Business Officials  |                |
| <i>Certificate of Achievement for Excellence in Financial Reporting</i> .....   | xv             |
| Organizational Chart .....  | xvi            |
| Principal & Administrative Officials .....  | xvii           |
| <br>  |                |
| <b>II. Financial Section</b>  |                |
| Independent Auditor's Report .....  | 1-2            |
| Management's Discussion and Analysis .....  | 3-17           |
| <br>  |                |
| <b>Basic Financial Statements</b>   |                |
| <br>  |                |
| <b>Government-Wide Financial Statement</b>  |                |
| Statement of Net Assets .....   | 19             |
| Statement of Activities .....   | 20             |
| <br>  |                |
| <b>Fund Financial Statements</b>  |                |
| Balance Sheet-Governmental Funds .....  | 22-25          |
| Reconciliation of the Governmental Funds Balance Sheet to the Statement of<br>Net Assets .....  | 26             |
| Statement of Revenues, Expenditures, and Changes in Fund Balances -<br>Governmental Funds .....   | 28-31          |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in<br>Fund Balances of Governmental Funds to the Statement of Activities ..... | 32             |
| Statement of Net Assets - Group Insurance Internal Service Fund .....   | 33             |
| Statement of Revenues, Expenses, and Changes in Fund Net Assets - Group<br>Insurance Internal Service Fund .....                                      | 34             |
| Statement of Cash Flows - Group Insurance Internal Service Fund .....   | 35             |
| Statement of Fiduciary Net Assets - Fiduciary Funds .....   | 36             |
| Statement of Changes in Fiduciary Net Assets - Private Purpose Trust Funds .....  | 37             |
| <br>  |                |
| Notes to the Basic Financial Statements .....   | 38-69          |

Lafayette Parish School System  
Lafayette, Louisiana

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

---

**Table of Contents**

|   | <u>Page(s)</u> |
|---|----------------|
| <b>Required Supplementary Information</b>   |                |
| Budgetary Comparison Schedule-General Fund .....  | 71             |
| Budgetary Comparison Schedule-2002 Sales Tax Special Revenue Fund .....   | 72             |
| Budgetary Comparison Schedule-Federal Title I Programs (NCLB) .....   | 73             |
| <br>  |                |
| <b>Other Supplementary Information (Optional)</b>   |                |
| Comparative Statement of Net Assets.....  | 75             |
| Statement of Net Assets – Group Insurance Internal Service Fund<br>(with comparative totals of prior year) .....  | 76             |
| Statement of Revenues, Expenses, and Changes in Fund Net Assets – Group<br>Insurance Internal Service Fund (with comparative totals for the prior year) ..... | 77             |
| Schedule of Revenues – Budget (GAAP Basis) and Actual – General Fund .....  | 78             |
| Schedule of Expenditures – Budget (GAAP Basis) and Actual – General Fund .....  | 79-88          |
| Budgetary Comparison Schedule – Sales Tax Revenue Bonds .....   | 89             |
| Combining Balance Sheet - By Fund Type - Nonmajor Governmental Funds.....   | 90             |
| Combining Statement of Revenues, Expenditures, and Changes in Fund<br>Balances – By Fund Type.....  | 91             |
| <br>  |                |
| <b>Non-Major Special Revenue Funds</b>  |                |
| Combining Balance Sheet .....   | 94-95          |
| Combining Statement of Revenues, Expenditures, and Changes in Fund<br>Balances .....  | 96-97          |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Consolidated Other NCLB.....                              | 98             |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual - Consolidated Special Education .....                      | 99             |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual - Consolidated Adult Education .....                        | 100            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual - Consolidated Special Revenue.....                         | 101            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Consolidated Other State.....                             | 102            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual - Child Development Program .....                           | 103            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Consolidated Other Federal Programs .....                 | 104            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Consolidated Direct Federal.....                          | 105            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – School Food Service .....                                 | 106            |
| <br>  |                |
| <b>Non-Major Debt Service Fund</b>  |                |

Lafayette Parish School System  
Lafayette, Louisiana  
**Comprehensive Annual Financial Report**  
For the Fiscal Year Ended June 30, 2007

**Table of Contents**

|  | <u>Page(s)</u> |
|--|----------------|
| Combining Balance Sheet .....  | 107            |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....  | 108            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Consolidated School District #1..... | 109            |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget<br>(GAAP Basis) and Actual – Other Debt Service.....              | 110            |
| <br><b>Non-Major Capital Projects Fund</b>   |                |
| Combining Balance Sheet .....  | 111            |
| Combining Statement of Revenues, Expenditures, and Changes in Fund<br>Balances .....   | 112-113        |
| <br><b>Fiduciary Funds</b>   |                |
| Combining Statement of Assets and Liabilities - Agency Funds .....   | 115            |
| Combining Statement of Changes in Assets and Liabilities .....   | 116            |
| Comparative Schedule of Cash Receipts and Disbursements - Sales Tax<br>Agency Fund.....  | 117            |
| Schedule of Changes in Deposits Due Others - School Activity Agency Fund.....  | 118            |
| Combining Balance Sheet - Private Purpose Trust Funds .....  | 119            |
| Combining Statement of Changes in Net Assets-Private Purpose Trust Funds.....  | 120            |
| <br><b>Capital Assets – Governmental Funds</b>   |                |
| Schedule of General Capital Assets - By Source .....   | 121            |
| Schedule of Changes in General Capital Assets - By Function .....  | 122            |
| Schedule of General Capital Assets - By Function.....  | 123            |
| <br><b>III. Statistical Section (Unaudited)</b>  |                |
| Statistical Section Narrative .....  | 125            |
| Net Assets by Component, Last Six Fiscal Years .....   | 126            |
| Expenses, Program Revenues, and Net (Expense)/Revenue, Last Six Fiscal Years.....  | 127            |
| General Revenues and Total Change in Net Assets, Last Six Fiscal Years .....   | 128            |
| Fund Balance, Governmental Funds, Last Six Fiscal Years .....  | 129            |
| Governmental Funds Revenues, Last Ten Fiscal Years.....  | 130-131        |
| Governmental Funds Expenditures and Debt Service Ratio, Last Ten Fiscal Years  | 132-133        |
| Other Financing Sources and Uses and Net Changes in Fund Balance,<br>Last Ten Fiscal Years.....  | 134-135        |
| Assessed and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years.....  | 136-137        |
| Gross Sales Tax Revenue, Last Ten Fiscal Years .....   | 138            |
| Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years.....  | 140-141        |
| Principal Property Tax Payers, Current Year and Nine Years Ago .....   | 142            |
| Property Tax Levies and Collections, Last Ten Tax Years.....   | 143            |
| Outstanding Debt by Type, Last Ten Tax Years .....   | 144            |
| Computation of Direct and Overlapping/Underlying General Bonded Debt .....   | 145            |

Lafayette Parish School System  
Lafayette, Louisiana

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

---

**Table of Contents**

|   | <u>Page(s)</u> |
|---|----------------|
| Computation of Legal Debt Margin, Last Ten Fiscal Years .....               | 146-147 XV     |
| Pledged-Revenue Coverage, Last Ten Fiscal Years.....                        | 148 XVI        |
| Demographics and Economic Statistics, Last Ten Calendar Years.....          | 149 XVII       |
| Principal Employers, Current Year and Two Years Ago .....                   | 150 XVIII      |
| Full-Time Equivalent District Employees by Type, Last Ten Fiscal Years..... | 152-153 XIX    |
| State Support and Local Support Per Student, Last Ten Fiscal Years.....     | 154 XX         |
| Capital Asset Information, Last Nine Fiscal Years .....                     | 155 XXI        |
| Miscellaneous Statistical Data.....   | 156 XXII       |

**IV. Single Audit Section**

|  |         |
|--|---------|
| Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards ..... | 157-158 |
| Report on Compliance with Requirements Applicable to the Title II and Special Education Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133.....                   | 159-160 |
| Report on Compliance with Requirements Applicable to the Title I and Safe and Drug Free Schools Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133 .....          | 161-162 |
| Report on Compliance with Requirements Applicable to the Fund for the Improvement Of Educational Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.....           | 163-164 |
| Schedule of Expenditures of Federal Awards .....   | 165-167 |
| Notes to Schedule of Expenditures of Federal Awards.....   | 168     |
| Schedule of Findings and Questioned Costs .....  | 169-174 |
| Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan .....   | 176-195 |



# LAFAYETTE PARISH SCHOOL SYSTEM

**Burnell Lemoine**

Superintendent

113 Chaplin Drive, Lafayette LA 70508 • P. O. Drawer 2158, Lafayette LA 70502-2158  
Phone: (337) 521-7014 Fax: (337) 233-0977

---

December 14, 2007

The President and Members of the  
Lafayette Parish School Board  
113 Chaplin Drive  
Lafayette, Louisiana 70508

Dear Board Members:

With pleasure, I submit to you the Comprehensive Annual Financial Report (CAFR) of the Lafayette Parish School System for the fiscal year ended June 30, 2007.

Again last year, we applied for and received the prestigious Government Finance Officers Association's (GFOA) Certification of Achievement for Excellence in Financial Reporting and the Association of School Business Officials' (ASBO) Certification of Excellence in Financial Reporting. These awards are important because they represent national acknowledgement from our peers that the Lafayette Parish School System has achieved excellence in financial reporting. Receipt of these prestigious awards also demonstrates that we are using sound financial and accounting reporting practices and demonstrating conscientious stewardship of public dollars. We are again preparing the CAFR in compliance with national standards and we will submit it with the expectation of recognition for the fifteenth consecutive year.

The Business Services Division is to be commended for their efforts and compliance with the national standards. Further, special recognition is due the many staff members whose leadership and ability are moving us toward the highest standards of fiscal accountability.

Finally, please let me take this opportunity to thank the School Board for their support and direction.

Respectfully submitted,

Burnell Lemoine  
Superintendent

jbs



LAFAYETTE PARISH  
SCHOOL SYSTEM



# LAFAYETTE PARISH SCHOOL SYSTEM

**Matthew W. Dugas, CPA**

Director of Finance

113 Chaplin Drive, Lafayette LA 70508 • P. O. Drawer 2158, Lafayette LA 70502-2158  
Phone: (337) 521-7307 Fax: (337) 233-0782

---

November 30, 2007

To the Superintendent, Members of the School Board, and the Citizens of Lafayette Parish:

The Lafayette Parish School System (referred to in this letter as the "School System" and "LPSS") is required to issue a complete set of financial statements within six months of the end of the fiscal year. These statements have been prepared in conformity with United States generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Therefore, we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Lafayette Parish School System for the fiscal year ended June 30, 2007.

## **Management Representations**

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the members of the Lafayette Parish School Board ("School Board") and management of the School System. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in an approach designed to present, in a fair manner, the financial position and results of operations of various funds and account groups of the School System.

## **Internal Controls**

In developing and evaluating the School System's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls established by management are designed to provide reasonable, but not absolute, assurances that: 1) assets are safeguarded against loss from unauthorized use or disposition; and 2) transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. We believe that the School System's internal accounting controls adequately safeguard assets and provide reasonable assurances of proper recording of financial transactions.

## **Independent Audit**

The School System's financial statements have been audited by Kolder, Champagne, Slaven & Company, LLC, a firm of licensed, independent, certified public accountants. The independent audit involved examining, on a test basis, the evidence supporting amounts and disclosures in the financial statements; assessing the accounting principals used and significant estimates made by management; and evaluating

the overall financial statement presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unqualified opinion that the School System's financial statements for the year presented are in conformity with U.S. GAAP. The independent auditors' report is presented as the first component of the financial section in this document.

## **Single Audit**

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

As part of the School System's single audit, tests are made to determine the adequacy of the system of internal controls, including that portion related to federal financial assistance programs, and to determine that the School System has complied with applicable laws and regulations. These reports are available in the School System's Single Audit Section located at the end of this document.

## **Management's Discussion and Analysis (MD&A)**

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The School System's MD&A can be found immediately following the report of the independent auditors.

## **Profile of the School System**

The Lafayette Parish School Board is a political subdivision created under Louisiana State Statutes and has the power 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. A board of nine members governs the School System, currently in the first year of their concurrent four-year term. The School System has no component units nor is it a component unit of any other entity.

Lafayette Parish School System is contiguous with the boundaries of Lafayette Parish. It is located in the south-central part of the state of Louisiana, in a part of the country known as Acadiana, famous for its unique Cajun and Creole French heritage. Besides the city of Lafayette, which is the parish seat, there are five municipalities: Broussard, Carencro, Duson, Scott, and Youngsville. Lafayette Parish is strategically located at the crossroads of Interstates 10 and 49. The total parish population is approximately 203,000 with a public school student population (LPSS) of approximately 30,474 for the fiscal year 2006-2007.

Projected enrollment for 2007-2008 fiscal year is 29,990. The LPSS school buildings range in age from 5 to 81 years old as follows: There are 5 new facilities ranging from 5 to 8 years old, 16 facilities ranging in age from 25 to 40 years old, 16 facilities ranging in age from 41 to 49 years old, and 9 facilities ranging in age from 55 to 81 years old.

It is the responsibility of the School System to make public education available to all Lafayette Parish residents. The School System provides a full range of educational services covering levels from preschool through adult education. Educational services include regular and enriched academic education, special education for disabled children, vocational education, and adult education. Other services such as assessment, library, tutoring, transportation, and food services are provided to augment the primary services or to promote the welfare of the students. This report includes all funds and account groups of the School System.

To learn more about the School System or individual schools within the system, visit our website at [www.lpssonline.com](http://www.lpssonline.com).

## **Budget Process and Controls**

The annual budget process serves as the foundation for the School System's financial planning and control. Each year the School Board adopts a budget and approves the related appropriations for each fund. The budget for the Capital Projects Funds is prepared on a project basis and adopted annually to include carry-over for the prior years' incomplete projects. Beginning in January, all cost center supervisors are given information on the status of the current year's budget. They are required to review this information and prepare a budget request for the next fiscal year. The financial staff takes these requests and prepares a draft working document for review by administration in light of projected revenues and priorities of the School System. In early February, a proposed budget is then presented to the School Board for discussion in a series of public workshops designed to involve all areas of the community in the process. After the approved final draft of the document is placed on public display for at least ten days, and an official public hearing is held, the final budget is then adopted. The State of Louisiana requires parish school systems to adopt the budget no later than September 15<sup>th</sup> of each year. All budgets for fiscal year 2006-2007 were adopted on August 23, 2006; therefore, compliance with the state statute was met.

Following budget adoption, a unified budget document is produced which includes all significant funds. Including all funds in a single, unified document facilitates public and administrative review. Budgetary controls are exercised to ensure compliance with the annual appropriated budgets, including subsequent amendments approved by the School Board. The School System maintains a computerized encumbrance accounting system as one technique of accomplishing budgetary control. During the fiscal year, management reviews periodic budgetary reports detailing the adopted or amended budget and the remaining budget available. Periodically, budget revisions are presented to the School Board for approval, which disclose and propose changes in revenues and expenditures that have developed during the year.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the School System operates.

### **Local Economy**

Lafayette is the focal point of an eight-parish metro-retail area encompassing more than 600,000 people. It is the financial, service, medical, educational, cultural, and retail capital of Acadiana. Lafayette is recognized as the administration, exploration, production, and marketing capital of the coastal offshore and much of the inland petroleum operations of Louisiana. Lafayette is also a major regional destination for medical care.

Lafayette is the home of the University of Louisiana at Lafayette (UL Lafayette), the second largest university in the State and the largest in the University of Louisiana System. The university has over 16,300 students in attendance from 48 States and over 92 foreign countries.

UL Lafayette is a selective admissions university with 80 undergraduate programs, 29 master's degree programs and various doctoral programs. The university employs more than 1,500 people, and pays more than \$65 million in salaries and wages each year. UL Lafayette students are responsible for \$129 million of direct spending annually. UL Lafayette helps provide the Parish a stable economic base as well as a source of intellectual capital for the LPSS and the community.

Diversification is a major reason the Lafayette economy has done so well. A key contributor in this process has been the medical industry. The Lafayette area is experiencing an unprecedented boom in medical expansion, with aging baby boomers causing a dramatic increase in the demand

for health care services. Lafayette has become known as a regional medical destination offering a variety of hospitals and specialized treatment centers. In addition to major medical facilities, Lafayette is home to preeminent physicians, researchers, and scientists. The result is that over 13% of jobs in Lafayette Parish are in the health care sector. Acadian Ambulance is investing in a new \$15 million facility on 55 acres with 100 new openings for paramedics and safety engineers.

Lafayette's economy is continuing to expand and diversify; Lafayette is ranked among the top 25 cities in the country when it comes to creating and sustaining jobs, according to a new report from the Milken Institute, a California-based economic think tank. The Parish also ranked high in technology growth with a growth rate that was 2.3 percent faster than the national average. The growth in technology jobs may be attributable to efforts by the city and university to position the community as a technology hub with large investments in technology infrastructure. Such investments include the fiber-to-the-home initiative which will offer high speed internet, telephone and television as a public utility and the university's Louisiana Immersive Technologies Enterprise (LITE) center which offers the first immersive 3-D cave available for commercial use.

Although Lafayette's economy is diversified, the energy industry still has an impact on the local economy. Due to increased industrialization and population growth, energy experts predict a 60 percent rise in the world demand for oil by 2025. Chevron recently explored a newer region in the Gulf of Mexico called the "lower tertiary" that promises to contain three to 15 billion barrels of oil, enough to boost the nation's current reserves by 50 percent. Lafayette's strategic location near the oil rich gulf and hub for many oil service sector companies will continue to fuel the local economy for many years to come.

Although certain parts of the state have suffered financially from the effects of hurricanes Katrina and Rita, Lafayette Parish and surrounding parishes have experienced a positive financial impact. Lafayette appears to have become the new, permanent home for many Louisianans who were affected by the storms. Census data indicate that between July 2005 and July 2006, Lafayette and adjacent St. Martin Parish's population increased by over 7,500 or 3.1 percent in only one year. As a result, property values are increasing as the inventory of vacant homes and commercial property is being quickly reduced.

After the extraordinary increase of 23% for the fiscal year of 05/06, retail sales in Lafayette Parish still managed an increase of 6% for last fiscal year July 2006 through June 2007. Retail sales in Lafayette Parish have increased each year for the past fifteen fiscal years. Sales are categorized into ten groups (food, apparel, general merchandise, automotive, home furnishings, building materials, miscellaneous services, manufactures, utilities, and miscellaneous). Eight groups (food, apparel, general merchandise, automotive, furniture, building materials, miscellaneous services, and miscellaneous) showed an increase, the largest being automotive and general merchandise. The remaining two groups (manufacturing and utilities) had losses. Future building growth as measured by the dollar value of metro code building permits increased 28% for fiscal year ended June 2006 then increased 4% last fiscal year.

According to Dr. Loren C. Scott, professor emeritus in economics at Louisiana State University, Lafayette is becoming more established as a leader of economic growth for the state. In the Louisiana Economic Outlook report for 2008-2009, Dr. Scott has projected that the Lafayette metropolitan area should see 3,100 new jobs in 2008 and another 3,200 in 2009. The Louisiana Economic Outlook also indicated that the state will add 37,200 jobs in 2008 and 37,800 jobs in 2009, with the total number of jobs in the state only 3,400 short of its pre-storm employment level.

Over the last decade, the unemployment rate for Lafayette Parish has steadily declined from nearly 7% in 1994. The unemployment rate for the parish continues to hover at a low 3.0% (as of August 2007), and the parish is projected to increase in size and wealth in the coming years as it has since 1990.

The Lafayette Parish economy remains strong and continues to be attractive to new businesses. Additional information about Lafayette and its economy can be found at [www.lafayette.org](http://www.lafayette.org).

### **Long-Term Financial Planning**

A difficult challenge faced by the School System is balancing our operational needs with available resources. For instance, Schools of Choice programs have been instituted in our district by means of a consent decree governing court-ordered desegregation. Schools of Choice programs increased the costs of providing educational services throughout our district at a time when our system was already challenged with funding low pupil-teacher ratios, funding increases in health care costs, funding expenses associated with aging facilities, and funding increased utility and fuel costs.

Two areas that continue to create financial challenges include staffing and transportation. In the area of staffing, we have created a staffing efficiency committee to review our current staffing and identify opportunities for efficiency gains. In the area of transportation, a listing of several cost reducing line items were approved by the Board in the 2007-2008 budget. In addition, the transportation department is investigating potential savings that could be realized by going to three school bell times instead of two.

As previously mentioned, it is important to emphasize that our local economy is strong and sales tax collections have increased dramatically over the past year. However, the School System needs to be prudent in projecting the long term ability of the economy to maintain such large increases in revenue. In an effort to insulate the School System against dramatic swings in the economy, the Board approved diverting 75 percent of all sales tax collections above budget into the capital funds for use in future fiscal years. Sales Tax collections for 2007-2008 are currently exceeding projections.

In the following paragraphs, we will elaborate on three specific areas of concern in terms of long-term financial planning: 1) capital project funding; 2) fund balance reserve; and 3) accommodation for major demographic growth in the parish.

### **Capital Projects**

As mentioned in a previous paragraph, the Board approved diverting 75 percent of all sales tax collections above budget into the capital funds for use in future fiscal years. This will allow the administration to know exactly what is available to spend on capital projects in a given fiscal year and would provide a reserve to meet capital needs in years of economic slowdowns. In addition, it creates a financial planning buffer that will allow administration to be less reactive and more proactive when faced with economic downturns.

If the current increase in sales tax revenue is maintained, the district may be able to resume a normal level of facility repair and maintenance via this method. However, the need to address the many major repair and renovation projects which have been deferred for several years could be accelerated if voters are willing to vote for additional tax revenue to fund such items, as discussed in the following paragraph.

### **Major Demographic Growth**

Most parts of the Parish are currently experiencing intense growth. It is obvious that additional educational facilities will be needed in the district to accommodate the expected increase in student population. The Administration is in the process of looking at different alternatives to finance additional facilities. One of the options being explored is to develop a plan to address the capital and infrastructure needs of the system for the next 25 years, including new school

construction and currently identified major repairs and renovations. Funding for this plan could be accomplished by going to the voters and asking them to issue bonds to be paid by a new property tax millage to replace the current sinking fund millage that will expire in 2009 or a new sales tax. The league of women voters is currently studying the issue and will release their report soon.

### Fund Balance Reserve

Increases and decreases to the fund balance of the General Fund over the past several years indicate a need to identify efficiencies that will result in a reduction in total expenditures or alternate funding for various programs. The School Board has a policy which requires a free fund balance of 8% of budgeted operating expenses. Therefore, the policy requires a free fund balance of approximately \$15.3 million. Due to recent positive financial results, the free fund balance is about \$15.7 million, which exceeds Board policy by \$400,000. However, the Government Finance Officers Association's (GFOA) recommends that the unreserved fund balance be not less than 5 to 15 percent of revenue or one to two months of expenditures. Taking the volatility of sales tax collections into consideration, administration would like to see the policy revised to more closely reflect the upper range of the GFOA recommendation.

### **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the Lafayette Parish School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2006. This is the fourteenth consecutive year that LPSS has received this award. The *Certificate of Achievement* is a prestigious national award recognizing conformance with the highest standards for preparation of state and local financial reports.

In order to be awarded a *Certificate of Achievement*, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. Such reports must satisfy both U. S. GAAP and applicable legal requirements.

A *Certificate of Achievement* is valid for only a period of one year. We believe our report continues to conform to *Certificate of Achievement* program requirements, and we are submitting it to the GFOA to determine eligibility for another certificate.

### **ASBO Certificate of Excellence**

The Association of School Business Officials of the United States and Canada (ASBO) awarded a *Certificate of Excellence in Financial Reporting* to the Lafayette Parish School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2006. This is the fourteenth consecutive year that LPSS has received this award.

The award certifies that the recipient school system presented its Comprehensive Annual Financial Statement to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the U. S. principles and practices of financial reporting recognized by ASBO. Receiving this award is recognition that a school system has met the highest standards of excellence in school financial reporting.

A *Certificate of Excellence* is valid for a period of only one year. We believe our report continues to conform to *Certificate of Excellence* program requirements, and we are submitting it to the ASBO to determine eligibility for another certificate.

## Acknowledgements

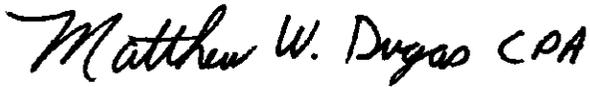
The preparation of this report was made possible by the dedicated efforts of the Business Services Division staff. All members have our sincere thanks and appreciation for their contributions. We commend the Superintendent and the members of the School Board for their interest and support in planning and conducting the financial operations of the School System in a responsible and progressive manner.

Special appreciation is expressed to Jacqueline Snow for the illustrative design and graphics for this document and for her role in organizing the document assembly and printing process. We would also like to thank our auditors and their clerical staff for their assistance in the coordination and preparation of this document.

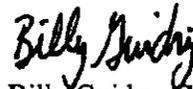
We would like to congratulate the accounting staff employed by the School System. The staff consists of Stephanie Richard, Carol Gaines, Ron Bertrand, Suzanna Boyd, Mark Sibille, Jennifer Nestor, and Kimberly LaFleur. Their efforts and contributions throughout the year made the preparation of the 2006-2007 Comprehensive Annual Financial Report a success.

The system would also like to introduce Billy Guidry, our new executive director and CFO. Mr. Guidry began working for the system in April of 2007 and has experience in public, private and governmental accounting. He is from the area and has previous experience as the CFO of a neighboring school district.

Respectfully submitted,



Matthew W. Dugas, CPA  
Director of Finance



Billy Guidry, CPA  
Executive Director & CFO

jbs



LAFAYETTE PARISH  
SCHOOL SYSTEM

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lafayette Parish School  
System, Louisiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2006

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**LAFAYETTE PARISH SCHOOL SYSTEM**

**For its Comprehensive Annual Financial Report (CAFR)**  
For the Fiscal Year Ended June 30, 2006

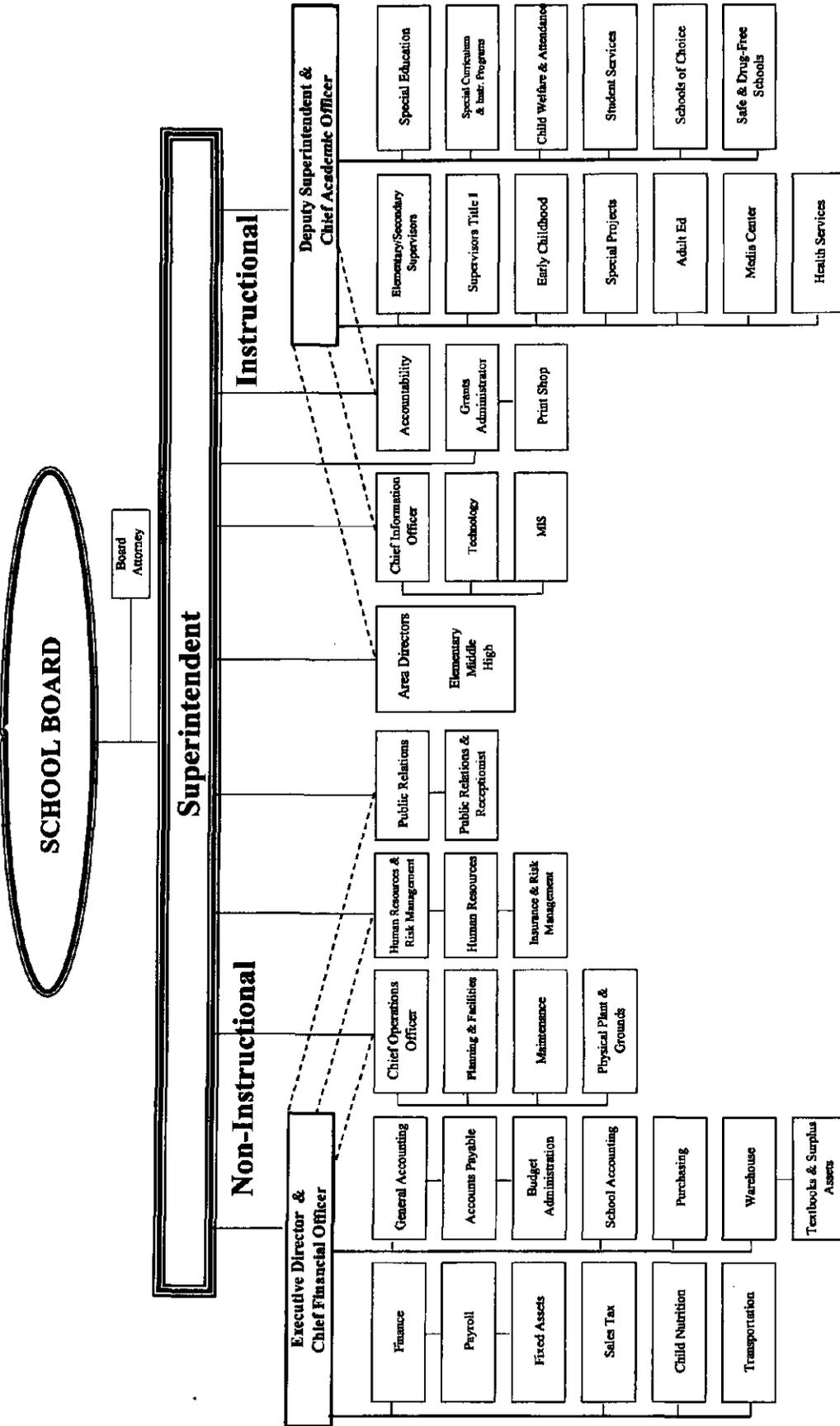
Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

# Lafayette Parish School System

Organizational Chart - Adopted 10/15/03 - Status as of 6/30/07



# Lafayette Parish School Board

Fiscal Year 2006-2007  
(officials shown as of June 30, 2007)

## Principal Officials

School Board Members:

(Board Members below are serving a term of four consecutive calendar years beginning January 2007 and ending December 2010):

President: Carl LaCombe, District 2  
Vice-President: Rae Trahan, District 9

### Board Members:

Russell Meyer, District 1  
Rickey Hardy, District 3  
Edward Sam, District 4  
Michael Hefner, District 5  
Gregory Awbrey, District 6  
Mark Cockerham, District 7  
Hunter Beasley, District 8

## Administrative Officials

James H. Easton, Ed.D. \*  
Superintendent

Burnell Lemoine  
Deputy Superintendent and Chief Academic Officer

Billy D. Guidry  
Executive Director & Chief Financial Officer

\* Dr. Easton was Superintendent through June 30, 2007. On July 1, 2007, Mr. Burnell Lemoine assumed the duties of the office of Superintendent.



---

---

# FinancíaL Sección

---

---



# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8680

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA,PFS,CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2887

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

## INDEPENDENT AUDITORS' REPORT

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

\* A Professional Accounting Corporation

Mr. Burnell Lemoine, Superintendent,  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafayette Parish School Board (the School Board), as of and for the year ended June 30, 2007, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 26, 2007, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in conjunction with this report in considering the results of our audit.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

The Management's Discussion and Analysis and budgetary comparison schedules on pages 3 through 17 and 71 through 73, respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures to the Management's Discussion and Analysis, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the Management's Discussion and Analysis. However, we did not audit the information and express no opinion on it. The budgetary comparison schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole. The prior year comparative information on the budgetary comparison schedules has been derived from the School Board's 2006 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The other supplementary information on pages 75 through 123 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards included in the Single Audit Section in the table of contents is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations", and is also not a required part of the basic financial statements of the Lafayette Parish School Board. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole. The prior year comparative information on the other supplementary information has been derived from the School Board's 2006 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements taken as a whole.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

---

### INTRODUCTION

This section contains a narrative overview and analysis of the financial activities of the Lafayette Parish School System ("School System") for the fiscal year ended June 30, 2007. The intent of Management's Discussion and Analysis ("MD&A") is to look at the overall financial performance of the School System using an objective, easily readable analysis of the School System's financial activities. Therefore, we encourage readers to consider the information presented herein in conjunction with additional information that we have furnished in our Letter of Transmittal, Basic Financial Statements, and the Notes to the Basic Financial Statements. Please reference the Table of Contents for the exact location of those items.

### FINANCIAL HIGHLIGHTS

- The School System's total assets exceeded its liabilities at the close of the fiscal year by \$93,916,656. Of this amount, \$36,794,303 was invested in capital assets, net of related debt. \$7,662,573 was restricted to teacher salaries and benefits in accordance with the dedication of a sales tax approved by voters in 2001. \$13,957,861 was restricted for debt service, \$1,407,673 was restricted for incomplete contracts, and \$34,094,256 was unrestricted.
- In the Statement of Activities, expenses of governmental activities were \$260,530,696 with \$40,141,400 of those expenses provided by program revenues from operating grants and contributions and \$2,151,095 provided via charges for services, most of which were for meals in the food service program.
- As of the close of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$61,884,283. The General Fund accounted for \$22,880,127 of the total with \$15,705,431 being unreserved and undesignated.
- The General Fund experienced an increase of revenues and other sources over expenditures and other uses of \$6,003,218. This increased the fund balance from \$16,876,909 to \$22,880,127.
- The School System's 2002 Sales Tax Fund experienced sales tax collections and interest income of \$23,201,270 of which \$22,933,218 was expended on teacher salaries and benefits as dedicated and approved by the voters. The tax was passed in late 2001 and collections began in January of 2002. All 2002 tax fund activity is accounted for and presented in a separate special revenue fund to better track expenditures in compliance with the dedication of the tax.

### USING THE COMPREHENSIVE FINANCIAL REPORT (CAFR)

This discussion and analysis is intended to serve as an introduction to the School System's Basic Financial Statements. The School System's Basic Financial Statements are comprised of three components: 1) Government-wide Financial Statements, 2) Fund Financial Statements, and 3) Notes to the Basic Financial Statements. This report also contains other supplementary information in addition to the Basic Financial Statements themselves.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

---

### **Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the School System's finances. These statements include all assets and liabilities using the accrual basis of accounting which is the same basis 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.

The Statement of Net Assets presents information on all of the School System's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the School System is improving or deteriorating. However, the School System's objective is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School System.

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. Examples of such items may be earned but unused vacation leave or uncollected taxes.

### **Fund Financial Statements**

The School System's fund financial statements provide detailed information about the most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Lafayette Parish School System uses fund accounting to ensure and demonstrate compliance with finance related legal requirements and to help it control and manage money for particular purposes. All of the funds of the School System can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

#### **Governmental Funds**

Most of the School System's basic services are included in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at the end of the year and the amount available for spending in future years. 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. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus and accounting method of fund financial statements is different from that of the government-wide financial statements, a Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets is provided as part of this document.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

---

The Lafayette Parish School System maintains various individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, 2002 Sales Tax, Federal Title I Programs (NCLB) and the Sales Tax Revenue Bonds, all of which are considered to be major funds. Data from the other remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this document.

The School System adopts an annual unified budget that includes all significant funds in one document. During the course of the year, this budget is amended to take into consideration changes that have occurred affecting revenue and expenditures. A statement showing original and final budget compared with actual operating results is provided in the Other Required Supplementary Information section for the general and major special revenue funds to demonstrate compliance with this budget.

The Sales Tax Revenue Bonds fund is a debt service fund; therefore, a budget comparison is not required information. However, the sales tax revenue bonds budget comparison is presented as an optional schedule in Other Supplementary Information. Also in this section is an additional comparison of General Fund revenues and expenditures with the budget and the actual expenditures from the previous year at a greater level of detail. Management feels that this level of detail will be useful to the reader and provide an easily accessible source of information for the future.

### **Proprietary Funds**

The School System maintains a Group Insurance Internal Service Fund which is the only proprietary fund used. The School System uses this internal service fund as an accounting device to accumulate and allocate costs internally among the School System's various functions for its self-funded health insurance program.

### **Fiduciary Funds**

The School System uses fiduciary funds to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School System's own programs. The School System has six fiduciary funds consisting of two Agency Funds and four Private Purpose Trust Funds that are described in greater detail on the divider page of the Fiduciary Funds section of this document.

### **Notes to the Basic Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

### **Other Information**

In addition to the Basic Financial Statements and accompanying notes, the report also presents certain required supplementary information concerning budget comparisons of the General Fund and major Special Revenue Funds. In addition, the School System has chosen to present supplementary information

Lafayette Parish School Board  
Lafayette, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

---

that is not required but considered by management to be useful to the reader. This information is located behind the divider page titled "Other Supplementary Information (Optional)."

**Lafayette Parish School System's Net Assets**

|  | 2007                 | 2006                 |
|--|----------------------|----------------------|
| Current and other assets                           | \$ 105,881,603       | \$ 91,329,656        |
| Capital assets                                     | 123,804,271          | 126,770,575          |
| <b>Total Assets</b>                                | <b>229,685,874</b>   | <b>218,100,231</b>   |
| Current and other liabilities                      | 40,040,353           | 39,320,908           |
| Long-term liabilities                              | 95,728,865           | 102,126,938          |
| <b>Total Liabilities</b>                           | <b>135,769,218</b>   | <b>141,447,846</b>   |
| Invested in capital assets, net<br>of related debt | 36,794,303           | 32,387,683           |
| Restricted   | 23,028,097           | 21,376,378           |
| Unrestricted                                       | 34,094,256           | 22,888,324           |
| <b>Total Net Assets</b>                            | <b>\$ 93,916,656</b> | <b>\$ 76,652,385</b> |

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the School System, assets exceeded liabilities by \$93,916,656 at the close of the fiscal year. Of this amount \$36,794,303, or 39% of total net assets, represents the investment of the School System in capital assets (e.g., school buildings, land, buses, and equipment) net of related debt. The School System uses these capital assets to provide educational services to the public; therefore these assets are not available for future spending. It should be noted that the resources needed to pay the debt on these assets must be provided from other sources, since the capital assets themselves cannot be generally used to liquidate these liabilities.

Net assets of \$34,094,256 that are technically unrestricted need to be viewed in light of information in the fund financial statements. Some of this unrestricted amount represents funds for expenditures that the School Board has approved or budgeted but has not been legally obligated to pay. Actions by the School Board do not qualify as restrictions of net assets in the Basic Financial Statements.

Current and other assets increased by about \$14.5 million in the current fiscal year. The majority of this increase is due to ongoing revenue increases that have outpaced increases in ongoing expenses. The largest revenue increase is in sales and property tax collections which is reflective of the district's vibrant economy. Due to delays in receipt of grant funds caused by various local and State reimbursement issues that were not resolved until late in the fiscal year, the due from other governmental agencies also increased.

Long-term liabilities decreased by almost \$6.4 million due to scheduled pay downs of principal without the issuance of new debt. Revenue growth allowed the School System to fund budgeted capital projects without the receipt of budgeted debt proceeds.

Lafayette Parish School Board  
Lafayette, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
June 30, 2007

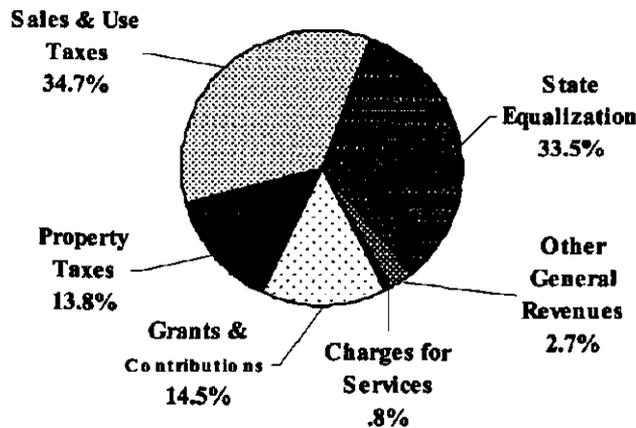
**Governmental activities**

Governmental activities increased the School System's net assets by \$17,264,271.

**Lafayette Parish School System's Statement of Activities**

|                                       | <u>Governmental Activities</u> |                             |
|---------------------------------------|--------------------------------|-----------------------------|
|                                       | 2007                           | 2006                        |
| <b>Revenues:</b>                      |                                |                             |
| <b>Program Revenues</b>               |                                |                             |
| Charges for Services                  | \$ 2,151,095                   | \$ 2,211,004                |
| Grants and Contributions              | 40,141,400                     | 50,715,494                  |
| <b>General Revenues</b>               |                                |                             |
| Property Taxes                        | 38,375,699                     | 36,047,697                  |
| Sales and Use Taxes                   | 96,478,320                     | 89,943,696                  |
| State Equalization                    | 93,135,932                     | 92,726,264                  |
| Other General Revenues                | 7,512,521                      | 6,403,243                   |
| <b>Total Revenues</b>                 | <u><b>277,794,967</b></u>      | <u><b>278,047,398</b></u>   |
| <b>Functions/Program Expenses:</b>    |                                |                             |
| Instruction                           | 160,583,873                    | 162,489,353                 |
| Support Services                      | 84,196,544                     | 79,110,792                  |
| Food & Community Services             | 11,744,397                     | 11,429,205                  |
| Interest & Facilities Acquisition     | 4,005,882                      | 4,479,769                   |
| <b>Total Expenses</b>                 | <u><b>260,530,696</b></u>      | <u><b>257,509,119</b></u>   |
| <b>Change in Net Assets</b>           | <u><b>17,264,271</b></u>       | <u><b>20,538,279</b></u>    |
| <b>Net Assets Beg. of Fiscal Year</b> | 76,652,385                     | 56,114,106                  |
| <b>Net Assets End of Fiscal Year</b>  | <u><b>\$ 93,916,656</b></u>    | <u><b>\$ 76,652,385</b></u> |

**Sources of Revenue**



Data Source: Statement of Activities

Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

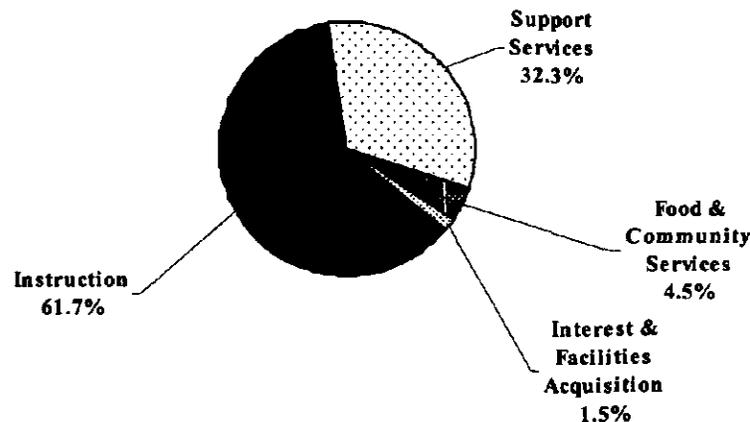
---

The largest source of revenues to the School System is sales and use tax which accounts for \$96,478,320 or 34.7% of total revenue. In late 2001 the voters of Lafayette Parish passed an additional ½ cent sales tax dedicated to fund teacher salaries and benefits. This is the first year in which sales and use taxes have exceeded the revenue generated from the state funding formula. The increases in these collections are due to the very vibrant local economy as further described in the letter of transmittal.

The second largest source of revenue which accounts for \$93,135,932 or 33.5% of total revenue is generated by the State Minimum Foundation Program (MFP). The MFP is a complicated formula utilizing factors and district information to allocate state funding to all school districts of the state in an effort to equalize funding gaps between rich and poor districts. This formula takes into account many aspects of the district including, but not limited to, student population, the district's ability to generate revenue or relative wealth and the district's effort in generating revenue through local taxation. The Lafayette Parish School System is considered one of the more wealthy districts with lower-than-average tax rates. As a result, we receive less state funding per student than most of the other districts in Louisiana.

Revenue received from grants and contributions decreased by \$10,574,094. This decrease was largely due to the previous year containing revenue from the Temporary Emergency Impact Aid for Displaced Students grant. This grant was to assist the district with the financial impact of students displaced by Hurricanes Katrina and Rita.

### Functional Expenses



*Data Source: Statement of Activities*

*Note: This graph represents information on a government-wide basis using accrual basis accounting. Therefore, this graph will differ from graphical information presented later in this report.*

The largest category of functional expenses on a government-wide basis is instruction. 61.7% of our expenses go toward the education of students in regular education, special education and vocational education. These costs include classroom teacher and aide salaries and benefits, books, supplies and equipment used in instruction. The decrease from last year of approximately \$1.9 million reflects the net

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
June 30, 2007

---

effect of expenditure increases and the loss of one-time hurricane related grant revenues received in the previous year.

The second largest category of expenses is support services at 32.3%. These costs include the salaries and benefits of principals, assistant principals and counselors as well as instructional supervisors. This category also includes student transportation, business and computer services along with supplies and equipment. Support services will also include plant services like utilities and repairs and maintenance of buildings. The increase of almost \$5 million is due to various increases including but not limited to materials and supplies from an e-rate project, increased transportation cost and an increase in the cost of property insurance and judgments.

**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

The School System uses funds to control and measure revenues and expenditures of a particular activity or purpose to ensure and demonstrate compliance with finance-related legal requirements. The focus of governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available to spend. The information provided in this section is useful in assessing the financing requirements of the School System at the end of the fiscal year.

As of the end of the current fiscal year, the School System's governmental funds reported a combined ending fund balance of \$61,884,283. About 54%, or \$33,177,684 of this total constitutes reserved funds that are not available for new spending because it has already been committed to various obligations. An additional \$6,197,365 of the total fund balance has been designated by the School Board for planned capital projects and various General Fund and special revenue fund contingencies as outlined in the Notes to the Basic Financial Statements. This leaves \$22,509,234 of fund balance that is available for spending or as a source of funds available to guard against economic uncertainties and reductions in revenue.

The following schedules present a summary of revenues and expenditures of governmental funds for the current fiscal year and the percentage of increase (decrease) from the prior year. Governmental funds' revenue sources decreased in total by 0.6%. The largest percentage increase of 24% in Other Parish Sources was mainly caused by increased interest income, e-rate reimbursements, Medicaid revenue and extra sales in the child nutrition program. The largest percentage decrease of 24.2% in Federal Sources is due to previous fiscal year inclusion of one-time federal dollars to serve displaced students in the system as a result of Hurricanes Katrina and Rita. The largest dollar increase of \$5,230,041 or 5.8% was due to sales tax collections as a result of the vibrant local economy

As illustrated in the charts on the following page, Governmental Funds' expenditures increased in total by 3.03%. The largest percentage increase of 43.94% was in Central Services which was caused by increased spending on technology projects driven by a high e-rate reimbursement for such expenditures in hurricane affected districts. The second largest percentage increase of 28.77% was in General Administration which was caused by increased costs for property insurance and liability judgments.

The largest percentage decrease of 92.15% is in Community Service which was caused by the previous fiscal year including a one-time cost of providing new technology to the Parish Tax Assessor's office to improve property tax collection efforts.

Lafayette Parish School Board  
Lafayette, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

| <b>Governmental Funds<br/>Revenue Sources</b> | <b>2007<br/>Amount</b> | <b>Percent<br/>of Total</b> | <b>Increase<br/>(Decrease)<br/>From 2006</b> | <b>Percent of<br/>Increase<br/>(Decrease)</b> | <b>2006<br/>Numbers</b> |
|---|------------------------|-----------------------------|--|---|-------------------------|
| <b>Parish Sources:</b>                        |                        |                             |  |   |                         |
| Ad Valorem Taxes                              | \$ 36,539,541          | 13.2%                       | \$ 2,318,921                                 | 6.8%  | \$ 34,220,620           |
| Sales Taxes                                   | 96,013,822             | 34.7%                       | 5,230,041                                    | 5.8%  | 90,783,781              |
| Other   | 8,843,725              | 3.2%                        | 1,710,736                                    | 24.0%   | 7,132,989               |
| <b>Total Parish Sources</b>                   | <b>141,397,088</b>     | <b>51.1%</b>                | <b>9,259,698</b>                             | <b>7.0%</b>                                   | <b>132,137,390</b>      |
| <b>State Sources:</b>                         |                        |                             |  |   |                         |
| Equalization                                  | 93,135,932             | 33.6%                       | 409,668                                      | 0.4%  | 92,726,264              |
| Other   | 8,563,281              | 3.1%                        | (598,289)                                    | -6.5%   | 9,161,570               |
| <b>Total State Sources</b>                    | <b>101,699,213</b>     | <b>36.7%</b>                | <b>(188,621)</b>                             | <b>-0.2%</b>                                  | <b>101,887,834</b>      |
| <b>Federal Sources</b>                        | <b>33,903,289</b>      | <b>12.2%</b>                | <b>(10,825,252)</b>                          | <b>-24.2%</b>                                 | <b>44,728,541</b>       |
| <b>Total Revenues</b>                         | <b>\$ 276,999,590</b>  | <b>100.0%</b>               | <b>\$ (1,754,175)</b>                        | <b>-0.6%</b>                                  | <b>\$ 278,753,765</b>   |

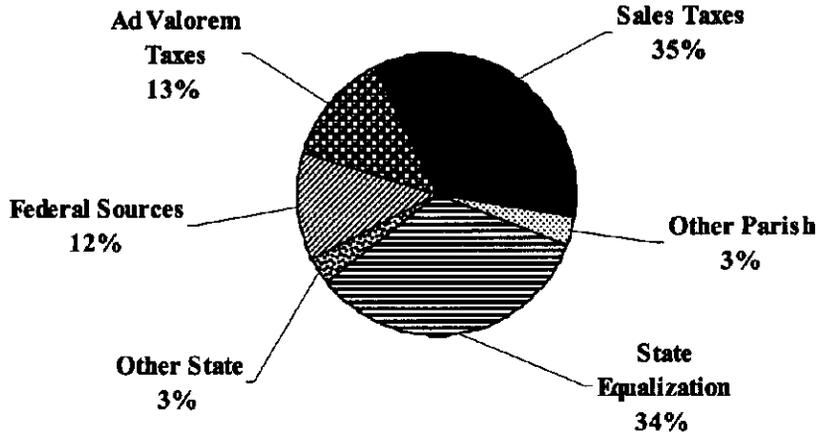
| <b>Governmental Funds<br/>Expenditures</b> | <b>2007<br/>Amount</b> | <b>Percent<br/>of Total</b> | <b>Increase<br/>(Decrease)<br/>From 2006</b> | <b>Percent of<br/>Increase<br/>(Decrease)</b> | <b>2006<br/>Numbers</b> |
|--|------------------------|-----------------------------|--|---|-------------------------|
| <b>Instruction:</b>                        |                        |                             |  |   |                         |
| Regular Programs                           | \$ 96,402,207          | 36.0%                       | \$ 1,746,798                                 | 1.85%   | \$ 94,655,409           |
| Special Education Programs                 | 35,748,919             | 13.3%                       | 477,276                                      | 1.35%   | 35,271,643              |
| Special Programs                           | 12,467,611             | 4.6%                        | (496,636)                                    | -3.83%  | 12,964,247              |
| Other                                      | 14,289,185             | 5.3%                        | (460,646)                                    | -3.12%  | 14,749,831              |
| <b>Total Instruction</b>                   | <b>158,907,922</b>     | <b>59.2%</b>                | <b>1,266,792</b>                             | <b>0.80%</b>                                  | <b>157,641,130</b>      |
| <b>Support Services:</b>                   |                        |                             |  |   |                         |
| Pupil Support                              | 12,375,966             | 4.6%                        | 1,360,430                                    | 12.35%  | 11,015,536              |
| Instructional Staff Support                | 12,752,481             | 4.8%                        | 1,424,154                                    | 12.57%  | 11,328,327              |
| General Administration                     | 4,120,240              | 1.5%                        | 920,498                                      | 28.77%  | 3,199,742               |
| School Administration                      | 11,582,681             | 4.3%                        | 139,849                                      | 1.22%   | 11,442,832              |
| Business Services                          | 1,877,903              | 0.7%                        | (127,467)                                    | -6.36%  | 2,005,370               |
| Operations & Maintenance                   | 17,777,945             | 6.6%                        | 712,236                                      | 4.17%   | 17,065,709              |
| Student Transportation                     | 19,535,720             | 7.3%                        | 745,390                                      | 3.97%   | 18,790,330              |
| Central Services                           | 3,227,100              | 1.2%                        | 985,158                                      | 43.94%  | 2,241,942               |
| <b>Total Support Services</b>              | <b>83,250,036</b>      | <b>31.0%</b>                | <b>6,160,248</b>                             | <b>7.99%</b>                                  | <b>77,089,788</b>       |
| <b>Food Services</b>                       | <b>11,456,726</b>      | <b>4.3%</b>                 | <b>503,457</b>                               | <b>4.60%</b>                                  | <b>10,953,269</b>       |
| <b>Community Services</b>                  | <b>27,847</b>          | <b>0.0%</b>                 | <b>(326,791)</b>                             | <b>-92.15%</b>                                | <b>354,638</b>          |
| <b>Facilities Acquisition &amp; Const.</b> | <b>2,677,496</b>       | <b>1.0%</b>                 | <b>298,686</b>                               | <b>12.56%</b>                                 | <b>2,378,810</b>        |
| <b>Debt Service</b>                        | <b>12,121,474</b>      | <b>4.5%</b>                 | <b>(9,064)</b>                               | <b>-0.07%</b>                                 | <b>12,130,538</b>       |
| <b>Total Expenditures</b>                  | <b>\$ 268,441,501</b>  | <b>100.0%</b>               | <b>\$ 7,893,328</b>                          | <b>3.03%</b>                                  | <b>\$ 260,548,173</b>   |

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

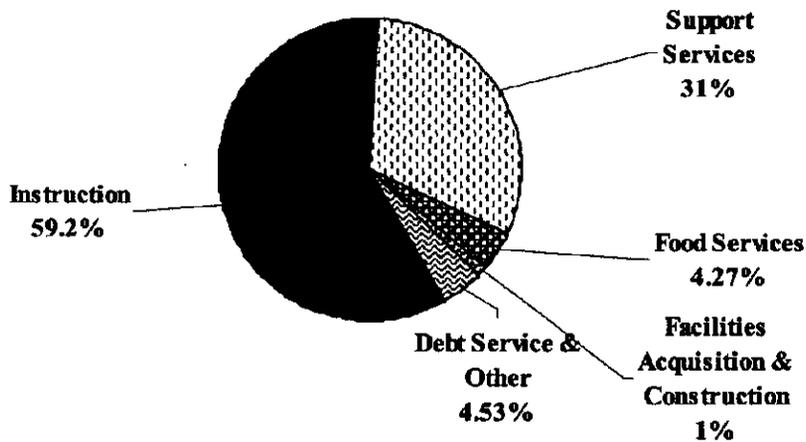
June 30, 2007

---

**2006-2007 Governmental Funds  
Revenues by Category**



**2006-2007 Governmental Funds  
Expenditures by Category**



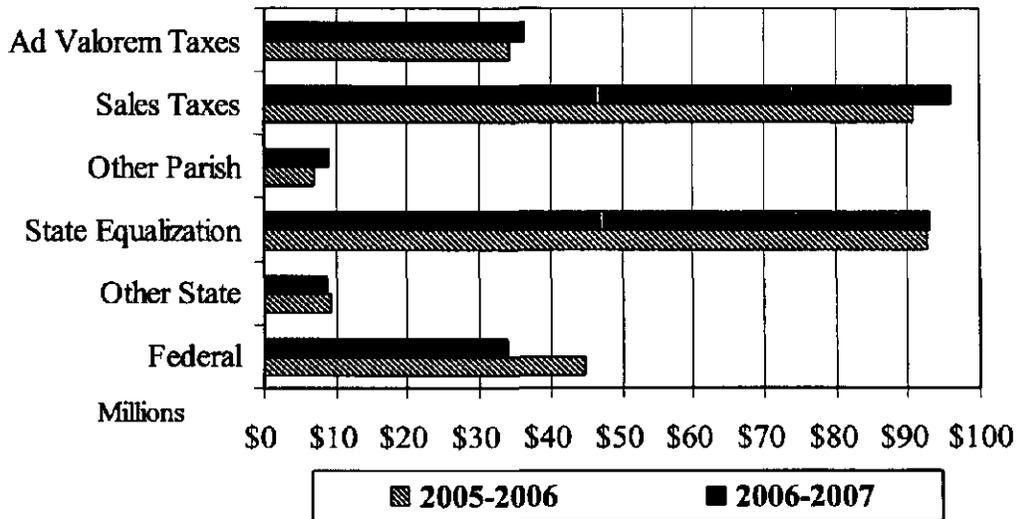
*Data Source: Statement of Revenues, Expenditures, and Changes in Fund Balances*

*Note: The above graphs present information on a fund basis which uses modified accrual accounting. Therefore, this graph will differ from graphical information presented earlier in this report.*

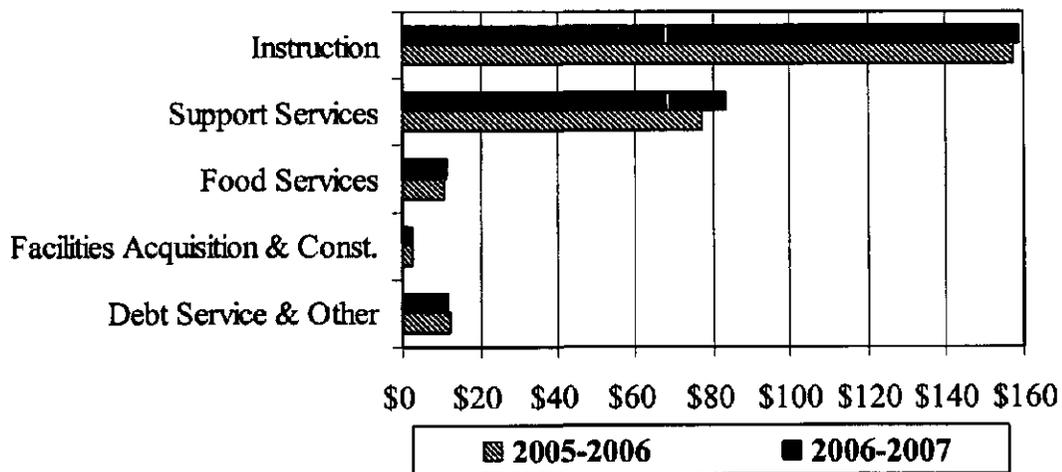
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

**Revenues by Major Source**  
**Fiscal Comparison- Governmental Funds**



**Expenditures by Major Category**  
**Fiscal Comparison - Governmental Funds**



## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

---

The General Fund is the chief operating fund of the School System. At the end of the current fiscal year, unreserved fund balance was \$16,824,932, while total fund balance was \$22,880,127. Unreserved fund balance represents about 9% of total General Fund expenditures. Key factors affecting the General Fund are as follows:

- The fund balance of the School System's General Fund increased by \$6,003,218 during the current fiscal year.
- Sales tax collections in the General Fund actually show a decrease from last year of over \$1 million even though total sales tax collections are up over \$5 million. This was caused by an effort on the part of staff and the Board to more adequately fund the capital and maintenance needs of the district. The Board approved re-allocating 75% of all sales tax collections in excess of budget to the capital funds for use in the next fiscal year. This will allow the administration to better estimate what is available to spend on capital projects in a given fiscal year and should provide a reserve to meet capital needs in years of economic slowdowns. In addition, it creates a financial planning buffer that will allow administration to be less reactive and more proactive when faced with economic downturns.
- General Fund Ad-Valorem tax revenue increased \$2,450,950 over the previous fiscal year. This was caused by an increase in new property added to the tax rolls and efforts by the Tax Assessor to review properties for proper valuation and new property added to the tax base.

For the reader's information and convenience, a detailed breakdown of General Fund revenues and expenditures is provided in the optional Other Supplementary Information section of this document.

The 2002 Sales Tax fund is a special revenue fund created to account for the revenues and expenditures of a sales tax that was passed by voters in 2001, with actual collections beginning in January of 2002. The tax is dedicated to teacher salaries and benefits. The emphasis of the tax is to fund teacher raises, targeted instructional counseling, teacher professional development, lower class size and provide tutoring and extra instruction to students. This fund experienced an excess of revenues over expenditures of \$268,052 which contributed to an ending fund balance of \$7,662,563. Growth in sales tax collections has contributed to the growth in the pay-out to teachers and fund balance. In November of 2006, after the actual 05/06 financial results for the fund were better than projected, the Board declared an additional excess of \$1,500,000. This amount was divided among classroom teachers and \$523.24 was paid to each eligible teacher in January of 2007. In May of 2007, the Board declared a 06/07 excess of \$3,450,000 which resulted in a payment of \$1,212.87 in June of 2007 to each eligible teacher. In addition, each teacher was paid \$147.85 for the amount of interest the fund earned in the previous fiscal year. In total, each eligible teacher received \$1,883.96 from the 2002 tax in addition to their normal FY 06/07.

Federal Title I programs (NCLB) is a special revenue fund that accounts for the revenue and expenditures for Title I of the No Child Left Behind (NCLB) Act of 2001. This is a grant fund in which approved expenditures are subsequently reimbursed by the State. As a result, the fund revenue equals expenditures. The transfer out of \$367,470 is for indirect costs which is the amount transferred to the General Fund to assist in covering the cost of administering the grant. The "due to other funds" of \$8,934,344 and the "due from other governmental agencies" of \$8,594,448 represent a large increase over last year. This is reflective of local and State problems with final budget approval and reimbursement procedures that were not resolved until late in the fiscal year.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

---

The Sales Tax Revenue Bonds fund is a debt service fund that accumulates monies for the payment of principal, interest and related expenses for School System debt that is paid by sales tax revenues. This fund experienced an excess of revenues and other sources over expenditures and other uses of \$152,024. It also experienced a growth in interest income caused by increased interest rates available in the market. Since this is a debt service fund, budgetary comparisons are not included in Required Supplementary Information. However, a budgetary comparison with comparative actual amounts for the previous fiscal year is provided in the optional section entitled Other Supplementary Information.

### Proprietary fund

The School System maintains one proprietary fund that is an internal service fund for the group insurance program. Last fiscal year this fund experienced an operating income of \$177,418 before transfers. This fiscal year, the fund experienced an income before transfers of \$4,073,797. After transfers, the ending balance in net assets increased to \$5,272,112. This was accomplished by a combination of premium increases and benefit cuts designed to offset projected increases in health care costs. As utilization of the plan increases along with the expected increase in health costs, management will continue to explore benefit design options as we face the challenge of weighing benefit changes against a premium increase or subsidy from the General Fund. Next year, the fund will face the issue of GASB 45 implementation. GASB 45 is a new accounting pronouncement that will begin to financially recognize future benefits to employees in the period in which the benefit is earned. Administration has hired an actuary to compute this liability and is working on options of how the School System will address this issue.

### General Fund Budgetary Highlights

Differences between the original General Fund budget and the final amended budget were \$4,992,019, a 3% net increase in expenditures, and \$7,877,168, a 4% net increase in revenues. The largest boost to budgeted revenue was sales taxes which were increased by almost \$5 million. The original budget assumed a reduction from the record collection levels experienced after the hurricanes; however the pace of sales tax growth has not only been sustained but has grown to new record levels. Budgeted ad-valorem taxes revenue also had to be increased by more than \$3 million to recognize collections on new property added to the tax base.

The School System experienced a small immaterial negative budget variance in revenues of \$105,737. The School System also experienced a positive variance of \$3,602,087 in expenditures. The majority of this positive variance was caused by slightly over estimating needs in special education, operating efficiencies in plant services and reforms in transportation services.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

The School System's total investment in capital assets is \$226,949,036, an increase of \$2,454,539 over last fiscal year. This investment includes land, buildings, furniture, equipment and construction in progress. The vast majority of this amount consists of buildings and improvements of \$198,289,078. Some of the improvements added this year consist of new portables, roof repairs and replacements, chiller

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2007

replacements, new fire alarm systems at several school sites, along with lighting improvements to comply with conditions set forth by the Federal Court to be granted unitary status. Other improvements include funds spent to improve athletic facilities and upgrade technology. By function, about 75% of our capital assets are used for direct instruction. Additional information on the School System's capital assets, including information on depreciation, can be found in Note 6 of the Notes to the Basic Financial Statements section of this document.

**Debt**

Due to increases in sales tax collections and the receipt of Federal Funds for hurricane related issues, we were able to avoid issuing debt in the fiscal year 06/07. Current sources of revenue were sufficient to fund the capital budget for the current fiscal year as well as provide a fund balance for future capital expenditures. In order to avoid issuing debt for non-major capital needs in the future, the Board has approved sending 75% of the 1965 sales tax collections that exceed budget to capital funds to be spent in the next fiscal year. This will allow administration to accurately budget capital projects based on collected funds rather than estimated funds.

The Lafayette Parish School Board Bonds are rated as follows:

|                                 | <u>Moody's Investors<br/>Services</u> | <u>Standard &amp; Poors<br/>Ratings Service</u> |
|---------------------------------|---------------------------------------|---|
| G.O. Bonds / School District #1 | A2                                    | A   |
| Sales Tax Revenue Bonds         | A2                                    | AA-   |

In Louisiana, the limitation of the amount of general obligation debt the School System may issue is 35 percent of its total assessed valuation. The current debt limitation for the Lafayette Parish School System is \$376,280,711. In the current fiscal year, the School System actually has enough funds available to completely repay the outstanding debt. Due to the tremendous growth in the Parish, actual property valuations exceeded projections. As a result, the debt service fund received more revenue than expected and now has \$1,540 in excess of the outstanding balance of general obligation bonds. Unless the Board and voters of the Parish decide to issue new general obligation debt in fiscal year 07/08, the debt millage will be eliminated in 2008.

The computation of the legal debt margin is disclosed in Table XV of the Statistical Section of this document. Additional and more detailed information on the School System's long term liabilities can be found in Note 8 of the Notes to the Basic Financial Statements section of this document.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

During the budget process, economic activity and projections are reviewed. At the end of this fiscal year Lafayette Parish had an unemployment rate of only 3.0%. According to a State economist, Lafayette is becoming more established as a leader of economic growth for the state and has projected that the Lafayette metropolitan area should see 3,100 new jobs in 2008 and another 3,200 in 2009. Although certain parts of the state have suffered financially from the effects of hurricanes Katrina and Rita, Lafayette Parish continues to experience a positive financial impact from the storms. In addition,

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2007**

---

continued world demand for petroleum and new discoveries of large oil reserves in the Gulf of Mexico will further fuel economic activity in the region. More detailed economic information can be found in the letter of transmittal of this document.

The unified budget for fiscal year 2007-2008 was adopted in June of 2007. The unified budget, which contained budgets of all funds, totaled expenditures of \$327,340,515. The General Fund budget was adopted with revenues equaling expenditures of \$199,044,508. This represents an increase of about 4.7% over last year's General Fund final budget. The largest revenue item in the General Fund budget is \$97,800,000 for public school fund equalization, which is our main source of State funding. This State funding is computed using a complicated formula that takes many variables into consideration to determine what funding each district will receive.

The Group Insurance Internal Service Fund budget for fiscal year 2007-2008 totaled \$30,849,585 of expenses with a budgeted net profit of \$1,827,578. This represents a decrease in budgeted expenses of almost \$1.5 million due to major changes in what the plan will offer. In 2008 employees will be offered a choice of three different levels of health insurance coverage. Employees can choose from an enhanced PPO plan, a basic PPO plan and a high deductible health plan that qualifies for the establishment of a Health Care Savings Account (HSA). The theory is that offering different levels of coverage will allow the plan to better match the costs of each level with the premium paid. This should encourage employees to better manage their health care costs and save money for themselves and the plan. The greatest future financial issue affecting the Group Insurance Fund is the implementation of GASB 45. Administration has hired an actuary to help the School District compute the financial impact of implementing this pronouncement. Once that information is obtained, administration will need to investigate the options that are available to deal with this dilemma.

**TAX RATES IN EFFECT FOR FISCAL YEAR 2007-2008**

The Tax rates that will be effective in the 2007-2008 fiscal year are as follows:

| <u>Property Taxes</u>                | <u>Rate</u>               |
|--------------------------------------|---------------------------|
| Constitutional                       | 4.59 mills                |
| Special School Tax                   | 7.27 mills                |
| Special School Improvement           | 5.00 mills                |
| School Operational                   | 16.70 mills               |
| School District #1 – Debt            | .19 mills                 |
| <b>Total</b>                         | <b><u>33.75 mills</u></b> |
| <br>                                 |                           |
| <u>Sales and Use Taxes</u>           |                           |
| Debt and General Operations - 1965   | 1.0%                      |
| Dedicated to Six Priorities - 1988   | .5%                       |
| Teacher Salaries and Benefits – 2002 | .5%                       |
| <b>Total</b>                         | <b><u>2.0%</u></b>        |

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
June 30, 2007

---

**REQUESTS FOR INFORMATION**

This document is designed to provide a general overview of the Lafayette Parish School System's finances for all those with an interest in the finances of the system. Additional information about the School System and individual schools within the system can be found by accessing our web-site at [www.lpssonline.com](http://www.lpssonline.com). Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Matthew W. Dugas, C.P.A., Director of Finance, Lafayette Parish School System, P O Box 2158, Lafayette LA 70502-2158



---

LAFAYETTE PARISH  
SCHOOL SYSTEM

---

---

---

---

Government-Wide Financial Statements

---

---

---

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Statement of Net Assets  
June 30, 2007

|   | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| <b>ASSETS</b>                                   |                                    |
| Cash and interest-bearing deposits              | \$ 66,630,281                      |
| Investments                                     | 13,672,642                         |
| Receivables, net                                | 1,059,174                          |
| Due from other governmental agencies            | 21,315,714                         |
| Prepaid items                                   | 2,275,848                          |
| Inventories                                     | 927,944                            |
| Capital assets:                                 |                                    |
| Land and construction in progress               | 6,367,433                          |
| Capital assets, net                             | <u>117,436,838</u>                 |
| <br>TOTAL ASSETS                                | <br><u>229,685,874</u>             |
| <b>LIABILITIES</b>                              |                                    |
| Accounts, salaries and other payables           | 36,161,062                         |
| Unearned revenue                                | 2,939,733                          |
| Interest payable                                | 939,558                            |
| Long-term liabilities                           |                                    |
| Due within one year                             | 10,689,511                         |
| Due in more than one year                       | <u>85,039,354</u>                  |
| <br>TOTAL LIABILITIES                           | <br><u>135,769,218</u>             |
| <b>NET ASSETS</b>                               |                                    |
| Invested in capital assets, net of related debt | 36,794,303                         |
| Restricted for:                                 |                                    |
| Teachers salaries and benefits                  | 7,662,563                          |
| Incomplete contracts                            | 1,407,673                          |
| Debt service                                    | 13,957,861                         |
| Unrestricted                                    | <u>34,094,256</u>                  |
| <br>TOTAL NET ASSETS                            | <br><u>\$ 93,916,656</u>           |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Statement of Activities  
For the Year Ended June 30, 2007

| Functions/Programs  | Expenses             | Program Revenues     |                                    | Net (Expense)   |
|---|----------------------|----------------------|------------------------------------|---|
|   |                      | Charges for Services | Operating Grants and Contributions | Revenue and Changes in Net Assets Governmental Activities |
| <b>Governmental activities:</b>                               |                      |                      |                                    |   |
| Instruction:  |                      |                      |                                    |   |
| Regular programs  | \$ 97,251,856        | \$ -                 | \$ 253,555                         | \$ (96,998,301)   |
| Special education programs                                    | 36,065,136           | 301,556              | 5,238,660                          | (30,524,920)  |
| Vocational education programs                                 | 5,048,348            | -                    | 348,100                            | (4,700,248)   |
| Other instructional programs                                  | 8,817,829            | -                    | 3,109,558                          | (5,708,271)   |
| Special programs  | 12,769,460           | 158,135              | 11,744,923                         | (866,402)   |
| Adult and continuing education programs                       | 631,244              | -                    | 499,225                            | (132,019)   |
| Support services:   |                      |                      |                                    |   |
| Pupil support services  | 12,544,754           | -                    | 3,072,017                          | (9,472,737)   |
| Instructional staff support services                          | 12,981,312           | -                    | 6,277,152                          | (6,704,160)   |
| General administration  | 4,196,726            | -                    | 26,533                             | (4,170,193)   |
| School administration   | 11,663,770           | -                    | 152,883                            | (11,510,887)  |
| Business services   | 1,889,593            | -                    | 11,074                             | (1,878,519)   |
| Plant services  | 18,015,914           | -                    | 257,181                            | (17,758,733)  |
| Student transportation services                               | 19,622,065           | -                    | 1,323,676                          | (18,298,389)  |
| Central services  | 3,282,410            | -                    | -                                  | (3,282,410)   |
| Non-instructional services:                                   |                      |                      |                                    |   |
| Food services   | 11,716,004           | 1,691,404            | 7,826,863                          | (2,197,737)   |
| Community service programs                                    | 28,393               | -                    | -                                  | (28,393)  |
| Interest on long-term debt                                    | 4,005,882            | -                    | -                                  | (4,005,882)   |
| <b>Total governmental activities</b>                          | <b>\$260,530,696</b> | <b>\$2,151,095</b>   | <b>\$40,141,400</b>                | <b>\$(218,238,201)</b>                                    |
| <b>General revenues:</b>                                      |                      |                      |                                    |   |
| Taxes:  |                      |                      |                                    |   |
|   |                      |                      |                                    | 35,979,503  |
|   |                      |                      |                                    | 560,038   |
|   |                      |                      |                                    | 87,050,591  |
|   |                      |                      |                                    | 9,427,729   |
|   |                      |                      |                                    | 1,836,158   |
| Grants and contributions not restricted to specific programs: |                      |                      |                                    |   |
|   |                      |                      |                                    | 93,135,932  |
|   |                      |                      |                                    | 489,012   |
|   |                      |                      |                                    | 4,127,281   |
|   |                      |                      |                                    | 2,896,228   |
|   |                      |                      |                                    | <u>235,502,472</u>  |
|   |                      |                      |                                    | 17,264,271  |
|   |                      |                      |                                    | <u>76,652,385</u>   |
|   |                      |                      |                                    | <u>\$ 93,916,656</u>                                      |

The accompanying notes are an integral part of the basic financial statements.

---

---

---

Fund Financial Statements

---

---

---



LAFAYETTE PARISH  
SCHOOL SYSTEM

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Balance Sheet - Governmental Funds  
June 30, 2007

|                                      | General      | 2002<br>Sales<br>Tax |
|--------------------------------------|--------------|----------------------|
| <b>ASSETS</b>                        |              |                      |
| Cash and interest-bearing deposits   | \$31,003,988 | \$ 9,598,087         |
| Investments                          | 121,476      | 3,853,308            |
| Receivables -                        |              |                      |
| Accounts                             | 161,500      | -                    |
| Accrued interest                     | 4,213        | -                    |
| Due from other funds                 | 32,127,559   | 1,931,097            |
| Due from other governmental agencies | 200,994      | -                    |
| Other                                | 11,154       | -                    |
| Prepaid items                        | 2,272,630    | -                    |
| Inventories, at cost                 | 119,684      | -                    |
| Total assets                         | \$66,023,198 | \$15,382,492         |
| <b>LIABILITIES AND FUND BALANCES</b> |              |                      |
| <b>Liabilities:</b>                  |              |                      |
| Accounts payable                     | \$ 919,986   | \$ -                 |
| Contracts payable                    | -            | -                    |
| Retainage payable                    | -            | -                    |
| Accrued salaries payable             | 16,605,816   | 56,143               |
| Claims payable                       | 46,786       | -                    |
| Due to other funds                   | 13,126,836   | 7,663,786            |
| Due to other governmental units      | 22,766       | -                    |
| Unearned revenue                     | 8,611        | -                    |
| Accrued liabilities                  | 12,394,489   | -                    |
| Deposits payable                     | 17,781       | -                    |
| Total liabilities                    | 43,143,071   | 7,719,929            |

The accompanying notes are an integral part of the basic financial statements.

| <u>Federal<br/>Title I<br/>Programs<br/>(NCLB)</u> | <u>Sales Tax<br/>Revenue<br/>Bonds</u> | <u>Other<br/>Governmental</u> | <u>Total</u>          |
|--|--|-------------------------------|-----------------------|
| \$ 350,610   | \$ 3,236,911                           | \$ 12,871,254                 | \$ 57,060,850         |
| -  | 9,697,858                              | -                             | 13,672,642            |
| -  | -                                      | -                             | -                     |
| -  | -                                      | -                             | 161,500               |
| 618  | 786,159                                | 12,521,615                    | 4,213                 |
| 8,594,448  | -                                      | 12,520,272                    | 47,367,048            |
| 9,780  | -                                      | 686,805                       | 21,315,714            |
| -  | -                                      | 3,218                         | 707,739               |
| -  | -                                      | 808,260                       | 2,275,848             |
| <u>\$ 8,955,456</u>                                | <u>\$ 13,720,928</u>                   | <u>\$ 39,411,424</u>          | <u>\$ 143,493,498</u> |
| <br>   |  |                               |                       |
| \$ 21,112  | \$ -                                   | \$ 1,557,083                  | \$ 2,498,181          |
| -  | -                                      | 378,173                       | 378,173               |
| -  | -                                      | 46,670                        | 46,670                |
| -  | -                                      | -                             | 16,661,959            |
| -  | -                                      | -                             | 46,786                |
| 8,934,344  | -                                      | 18,680,566                    | 48,405,532            |
| -  | -                                      | 84,281                        | 107,047               |
| -  | -                                      | 1,043,986                     | 1,052,597             |
| -  | -                                      | -                             | 12,394,489            |
| -  | -                                      | -                             | 17,781                |
| <u>8,955,456</u>                                   | <u>-</u>                               | <u>21,790,759</u>             | <u>81,609,215</u>     |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Balance Sheet - Governmental Funds (Continued)  
June 30, 2007

|   | General       | 2002<br>Sales<br>Tax |
|---|---------------|----------------------|
| Fund balances-                            |               |                      |
| Reserved for -                            |               |                      |
| Other purposes                            | 6,055,195     | 7,662,563            |
| Debt service                              | -             | -                    |
| Total fund balances reserved              | 6,055,195     | 7,662,563            |
| Unreserved -                              |               |                      |
| Designated:                               |               |                      |
| General                                   | 1,119,501     | -                    |
| Special Revenue                           | -             | -                    |
| Capital Projects                          | -             | -                    |
| Undesignated, reported in major funds     | 15,705,431    | -                    |
| Undesignated, reported in nonmajor funds: |               |                      |
| Special Revenue                           | -             | -                    |
| Capital Projects                          | -             | -                    |
| Total fund balances unreserved            | 16,824,932    | -                    |
| Total fund balances                       | 22,880,127    | 7,662,563            |
| Total liabilities and fund balances       | \$ 66,023,198 | \$ 15,382,492        |

The accompanying notes are an integral part of the basic financial statements.

| <u>Federal<br/>Title I<br/>Programs<br/>(NCLB)</u> | <u>Sales Tax<br/>Revenue<br/>Bonds</u> | <u>Other<br/>Governmental</u> | <u>Total</u>          |
|--|--|-------------------------------|-----------------------|
| -  | -                                      | 4,562,507                     | 18,280,265            |
| -  | 13,720,928                             | 1,176,491                     | 14,897,419            |
| -  | 13,720,928                             | 5,738,998                     | 33,177,684            |
| -  | -                                      | -                             | 1,119,501             |
| -  | -                                      | 1,269,595                     | 1,269,595             |
| -  | -                                      | 3,808,269                     | 3,808,269             |
| -  | -                                      | -                             | 15,705,431            |
| -  | -                                      | 2,042,927                     | 2,042,927             |
| -  | -                                      | 4,760,876                     | 4,760,876             |
| -  | -                                      | 11,881,667                    | 28,706,599            |
| -  | 13,720,928                             | 17,620,665                    | 61,884,283            |
| <u>\$8,955,456</u>                                 | <u>\$13,720,928</u>                    | <u>\$ 39,411,424</u>          | <u>\$ 143,493,498</u> |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

**Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Assets  
June 30, 2007**

|   |                     |                      |
|---|---------------------|----------------------|
| Total fund balances for governmental funds at June 30, 2007 |                     | \$ 61,884,283        |
| Cost of capital assets at June 30, 2007:                    | \$ 226,949,036      |                      |
| Less: Accumulated depreciation as of June 30, 2007:         |                     |                      |
| Buildings   | (88,476,766)        |                      |
| Movable property  | <u>(14,667,999)</u> | 123,804,271          |
| Elimination of interfund assets and liabilities             |                     |                      |
| Due from other funds  | \$ 48,673,640       |                      |
| Due to other funds  | <u>(48,673,640)</u> | -                    |
| Long-term liabilities at June 30, 2007:                     |                     |                      |
| Bonds and certificates of indebtedness payable              | \$ (86,492,169)     |                      |
| Capital lease payable                                       | (517,799)           |                      |
| Insurance claims payable                                    | (6,337,802)         |                      |
| Compensated absences payable                                | (2,381,095)         |                      |
| Sales tax refund payable                                    | (375,587)           |                      |
| Accrued interest payable                                    | <u>(939,558)</u>    | (97,044,010)         |
| Net assets of Group Insurance Internal Service Fund         |                     | <u>5,272,112</u>     |
| Net assets at June 30, 2007                                 |                     | <u>\$ 93,916,656</u> |

The accompanying notes are an integral part of the basic financial statements.



LAFAYETTE PARISH  
SCHOOL SYSTEM

LAFAYETTE PARISH SCHOOL BOARD

Lafayette, Louisiana

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2007

|   | <u>General</u>     | <u>2002<br/>Sales<br/>Tax</u> |
|---|--------------------|-------------------------------|
| <b>REVENUES</b>                             |                    |                               |
| Parish sources:                             |                    |                               |
| Ad valorem taxes                            | \$35,979,503       | \$ -                          |
| Sales taxes                                 | 58,389,975         | 22,514,884                    |
| Other                                       | <u>3,290,237</u>   | <u>686,386</u>                |
| Total parish sources                        | 97,659,715         | 23,201,270                    |
| State sources                               | 96,161,845         | -                             |
| Federal sources                             | <u>163,983</u>     | <u>-</u>                      |
| Total revenues                              | <u>193,985,543</u> | <u>23,201,270</u>             |
| <b>EXPENDITURES</b>                         |                    |                               |
| Current:                                    |                    |                               |
| Instruction -                               |                    |                               |
| Regular programs                            | 78,896,528         | 17,367,621                    |
| Special education programs                  | 27,665,029         | 2,846,374                     |
| Vocational education programs               | 3,510,124          | 1,122,986                     |
| Other instructional programs                | 5,396,646          | 71,246                        |
| Special programs                            | 256,610            | 83,403                        |
| Adult and continuing education programs     | 34,934             | 25,015                        |
| Support services -                          |                    |                               |
| Pupil support services                      | 8,467,045          | 836,904                       |
| Instructional staff support services        | 6,918,017          | 421,381                       |
| General administration                      | 3,903,335          | 156,464                       |
| School administration                       | 11,429,798         | -                             |
| Business services                           | 1,850,763          | 1,824                         |
| Operation and maintenance of plant services | 17,060,936         | -                             |
| Student transportation services             | 19,176,127         | -                             |
| Central services                            | 2,001,072          | -                             |

| <u>Federal<br/>Title I<br/>Programs<br/>(NCLB)</u> | <u>Sales Tax<br/>Revenue<br/>Bonds</u> | <u>Other<br/>Governmental</u> | <u>Total</u>       |
|--|--|-------------------------------|--------------------|
| \$ -   | \$ -                                   | \$ 560,038                    | \$ 36,539,541      |
| -  | 9,427,729                              | 5,681,234                     | 96,013,822         |
| -  | 758,250                                | 4,108,852                     | 8,843,725          |
| -  | 10,185,979                             | 10,350,124                    | 141,397,088        |
| -  | -                                      | 5,537,368                     | 101,699,213        |
| <u>8,703,676</u>                                   | <u>-</u>                               | <u>25,035,630</u>             | <u>33,903,289</u>  |
| <u>8,703,676</u>                                   | <u>10,185,979</u>                      | <u>40,923,122</u>             | <u>276,999,590</u> |
| -  | -                                      | 138,058                       | 96,402,207         |
| 155  | -                                      | 5,237,361                     | 35,748,919         |
| -  | -                                      | 348,100                       | 4,981,210          |
| 3,270  | -                                      | 3,220,638                     | 8,691,800          |
| 6,794,510  | -                                      | 5,333,088                     | 12,467,611         |
| -  | -                                      | 556,226                       | 616,175            |
| 21,142   | -                                      | 3,050,875                     | 12,375,966         |
| 1,354,430  | -                                      | 4,058,653                     | 12,752,481         |
| 9,700  | 3,950                                  | 46,791                        | 4,120,240          |
| 55,470   | -                                      | 97,413                        | 11,582,681         |
| 7,949  | -                                      | 17,367                        | 1,877,903          |
| 17,720   | -                                      | 699,289                       | 17,777,945         |
| 71,860   | -                                      | 287,733                       | 19,535,720         |
| -  | -                                      | 1,226,028                     | 3,227,100          |

(Continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Governmental Funds  
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)  
For the Year Ended June 30, 2007

|   | General             | 2002<br>Sales<br>Tax |
|---|---------------------|----------------------|
| Non-instructional services -  |                     |                      |
| Food services   | 463,266             | -                    |
| Community service operations  | 27,847              | -                    |
| Facilities acquisition and construction                                     | 25,137              | -                    |
| Debt service:   |                     |                      |
| Principal retirement  | 6,668               | -                    |
| Interest and fiscal charges   | 1,222               | -                    |
| Total expenditures  | <u>187,091,104</u>  | <u>22,933,218</u>    |
| Excess of revenues<br>over expenditures                                     | <u>6,894,439</u>    | <u>268,052</u>       |
| <br>OTHER FINANCING SOURCES (USES)  |                     |                      |
| Proceeds from capital lease   | 59,517              | -                    |
| Transfers in  | 2,319,074           | -                    |
| Transfers out   | <u>(3,269,812)</u>  | -                    |
| Total other financing sources (uses)  | <u>(891,221)</u>    | -                    |
| Excess of revenues<br>and other sources over<br>expenditures and other uses | 6,003,218           | 268,052              |
| FUND BALANCES, BEGINNING  | <u>16,876,909</u>   | <u>7,394,511</u>     |
| FUND BALANCES, ENDING   | <u>\$22,880,127</u> | <u>\$7,662,563</u>   |

The accompanying notes are an integral part of the basic financial statements.

| <u>Federal<br/>Title I<br/>Programs<br/>(NCLB)</u> | <u>Sales Tax<br/>Revenue<br/>Bonds</u> | <u>Other<br/>Governmental</u> | <u>Total</u>         |
|--|--|-------------------------------|----------------------|
| -  | -                                      | 10,993,460                    | 11,456,726           |
| -  | -                                      | -                             | 27,847               |
| -  | -                                      | 2,652,359                     | 2,677,496            |
| -  | 5,710,000                              | 2,304,241                     | 8,020,909            |
| -  | <u>3,720,005</u>                       | <u>379,338</u>                | <u>4,100,565</u>     |
| <u>8,336,206</u>                                   | <u>9,433,955</u>                       | <u>40,647,018</u>             | <u>268,441,501</u>   |
| <u>367,470</u>                                     | <u>752,024</u>                         | <u>276,104</u>                | <u>8,558,089</u>     |
| -  | -                                      | 561,012                       | 620,529              |
| -  | -                                      | 3,863,262                     | 6,182,336            |
| <u>(367,470)</u>                                   | <u>(600,000)</u>                       | <u>(1,951,604)</u>            | <u>(6,188,886)</u>   |
| <u>(367,470)</u>                                   | <u>(600,000)</u>                       | <u>2,472,670</u>              | <u>613,979</u>       |
| -  | 152,024                                | 2,748,774                     | 9,172,068            |
| -  | <u>13,568,904</u>                      | <u>14,871,891</u>             | <u>52,712,215</u>    |
| <u>\$ -</u>  | <u>\$ 13,720,928</u>                   | <u>\$ 17,620,665</u>          | <u>\$ 61,884,283</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2007

|  |                     |
|--|---------------------|
| Total net change in fund balances for the year ended June 30, 2007 per Statement of Revenues, Expenditures and Changes in Fund Balances                    | \$ 9,172,068        |
| Add: Facilities acquisition, construction costs and equipment which are considered as expenditures on Statement  | 2,844,642           |
| Less: Depreciation expense for year ended June 30, 2007  | (5,810,946)         |
| Less: Proceeds from capital leases considered as revenue on Statement  | (620,529)           |
| Add: Bond principal retirement considered as an expenditure on Statement   | 8,020,909           |
| Less: Excess of compensated absences earned over compensated absences used   | 161,829             |
| Less: Excess of insurance claims incurred over claims paid   | (1,136,680)         |
| Add: Increase in sales tax revenues for overpayment received from customer in prior year, accrued at June 30, 2006, which was refunded in the current year | 464,498             |
| Add: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis                            | 94,683              |
| Add: Net income of the Group Insurance Internal Service Fund   | <u>4,073,797</u>    |
| Total change in net assets for the year ended June 30, 2007 per Statement of Activities  | <u>\$17,264,271</u> |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Proprietary Fund - Group Insurance Internal Service Fund

Statement of Net Assets  
June 30, 2007

|                                    | <u>Group<br/>Insurance<br/>Fund</u> |
|------------------------------------|-------------------------------------|
| <b>ASSETS</b>                      |                                     |
| Current assets:                    |                                     |
| Cash and interest-bearing deposits | \$ 9,569,431                        |
| Receivables -                      |                                     |
| Accounts                           | 185,722                             |
| Due from other funds               | <u>1,306,592</u>                    |
| Total assets                       | <u>\$11,061,745</u>                 |
| <b>LIABILITIES</b>                 |                                     |
| Current liabilities:               |                                     |
| Accounts payable                   | \$ 44,105                           |
| Claims payable                     | 3,590,284                           |
| Due to other funds                 | 268,108                             |
| Unearned revenue                   | <u>1,887,136</u>                    |
| Total liabilities                  | 5,789,633                           |
| <b>NET ASSETS</b>                  |                                     |
| Net assets:                        |                                     |
| Unrestricted                       | <u>5,272,112</u>                    |
| Total liabilities and net assets   | <u>\$11,061,745</u>                 |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Proprietary Fund - Group Insurance Internal Service Fund

Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended June 30, 2007

|  | <u>Group<br/>Insurance<br/>Fund</u> |
|--|-------------------------------------|
| OPERATING REVENUE  |                                     |
| Charges for services   | <u>\$ 34,256,676</u>                |
| OPERATING EXPENSES   |                                     |
| Contractual services   | 1,620,471                           |
| Premium payments   | 2,036,172                           |
| Claim payments   | 26,671,748                          |
| Other operating expenses                                     | <u>191,917</u>                      |
| Total operating expenses                                     | <u>30,520,308</u>                   |
| OPERATING INCOME   | 3,736,368                           |
| NONOPERATING REVENUE   |                                     |
| Interest earned on interest-bearing deposits and investments | <u>330,879</u>                      |
| INCOME BEFORE TRANSFERS                                      | 4,067,247                           |
| TRANSFERS IN   |                                     |
| Transfer from General Fund                                   | <u>6,550</u>                        |
| NET INCOME   | 4,073,797                           |
| NET ASSETS, BEGINNING  | <u>1,198,315</u>                    |
| NET ASSETS, ENDING   | <u>\$ 5,272,112</u>                 |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Proprietary Fund - Group Insurance Internal Service Fund

Statement of Cash Flows  
For the Year Ended June 30, 2007

|   | <u>Group<br/>Insurance<br/>Fund</u> |
|---|-------------------------------------|
| Cash flows from operating activities:   |                                     |
| Receipts from interfund services provided   | \$ 34,165,036                       |
| Claim payments  | (26,454,689)                        |
| Payments to suppliers   | (3,786,819)                         |
| Payments to employees   | <u>(160,632)</u>                    |
| Net cash provided by operating activities   | <u>3,762,896</u>                    |
| Cash flows from noncapital financing activities:  |                                     |
| Cash received from other funds  | 1,663,610                           |
| Transfer from General Fund  | <u>6,550</u>                        |
| Net cash used by noncapital financing activities  | <u>1,670,160</u>                    |
| Cash flows from investing activities:   |                                     |
| Interest on investments   | <u>330,879</u>                      |
| Net increase in cash and cash equivalents   | 5,763,935                           |
| Cash and cash equivalents, beginning of period  | <u>3,805,496</u>                    |
| Cash and cash equivalents, end of period  | <u>\$ 9,569,431</u>                 |
| Reconciliation of operating income to net cash provided by operating activities:        |                                     |
| Operating income  | \$ 3,736,368                        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                                     |
| Changes in current assets and liabilities:  |                                     |
| Increase in accounts receivable   | (91,640)                            |
| Increase in accounts payable  | 7,530                               |
| Increase in claims payable  | 217,059                             |
| Decrease in unearned revenue  | <u>(106,421)</u>                    |
| Net cash provided by operating activities   | <u>\$ 3,762,896</u>                 |

The accompanying notes are an integral part of the basic financial statements.

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Statement of Fiduciary Net Assets  
June 30, 2007

|                                    | <u>Agency<br/>Funds</u> | <u>Private<br/>Purpose<br/>Trust Funds</u> |
|------------------------------------|-------------------------|--|
| <b>ASSETS</b>                      |                         |  |
| Cash and interest-bearing deposits | \$ 11,663,549           | \$ -                                       |
| Investments                        | <u>1,361,833</u>        | <u>44,567</u>                              |
| Total assets                       | <u>13,025,382</u>       | <u>44,567</u>                              |
| <b>LIABILITIES</b>                 |                         |  |
| Due to other governmental units    | 9,136,594               | -  |
| School activity funds payable      | <u>3,888,788</u>        | <u>-</u>                                   |
| Total liabilities                  | <u>13,025,382</u>       | <u>-</u>                                   |
| <b>NET ASSETS</b>                  |                         |  |
| Restricted for specific purposes   | <u>\$ -</u>             | <u>\$ 44,567</u>                           |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Statement of Changes in Fiduciary Net Assets  
Private Purpose Trust Funds  
For the Year Ended June 30, 2007

|                        |                    |
|------------------------|--------------------|
| ADDITIONS              |                    |
| Interest               | \$ 2,265           |
| DEDUCTIONS             |                    |
| Special programs       | <u>          -</u> |
| Change in net assets   | 2,265              |
| Net assets - beginning | <u>42,302</u>      |
| Net assets - ending    | <u>\$44,567</u>    |

The accompanying notes are an integral part of the basic financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Lafayette Parish School Board (School Board) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsection of this note.

A. Financial Reporting Entity

The School Board was created by Louisiana Revised Statute (LRS-R.S.) 17:51 to provide public education for the children within Lafayette Parish. The School Board is authorized by LRS-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of nine members who are elected from nine districts for terms of four years.

The School Board operates 41 schools within the parish with a total enrollment of 30,474 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, the School Board is a separate governmental reporting entity, primary government. The School Board has no component units nor is it a component unit of any other entity.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. The School Board's internal service fund is a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

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

The various funds of the School Board are classified into three categories: governmental, proprietary, and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the School Board or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The School Board reports the following major governmental funds:

The General Fund is the general operating fund of the School Board. It accounts for all financial resources except those required to be accounted for in other funds.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The 2002 Sales Tax Special Revenue Fund accounts for the collection of a one-half cent sales tax dedicated to paying the costs of salaries and related benefits of classroom teachers.

The Federal Title 1 Programs (NCLB) Fund accounts for Title 1 of the No Child Left Behind (NCLB) Act of 2001 which provides funds for supplementary instruction with emphasis on reading and math. The federal funds for Title 1 are allocated and administered by the state for at-risk students.

The Sales Tax Revenue Bond Debt Service Fund accounts for the accumulated resources for and the payment of the sales tax revenue bonds principal, interest, and related costs.

Additionally, the School Board reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Capital Projects Funds

Capital projects funds account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds). Separate capital projects funds are maintained to account for a portion of the proceeds of a 1% sales tax, various sales tax revenue bond proceeds and other revenue sources.

Proprietary Funds -

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The following is the School Board's proprietary fund type:

Internal Service Fund

The Internal Service Fund is used to account for the accumulation of resources for and the payment of benefits by the School Board's group self-insurance program.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are derived from contributions made from the employer and employees. These revenues are planned to match: (1) expenses of insurance premiums in excess of self-insurance amounts; (2) actual claims and estimated liabilities for claims incurred but not yet reported at year-end, and (3) operating expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Funds -

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The funds accounted for in this category by the School Board are the agency funds. The agency funds are as follows:

School Activity Fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales Tax Fund – accounts for monies collected on behalf of other taxing authorities within the parish.

Private-purpose trust funds – accounts for the receipt and distribution of contributions from private sources restricted for scholarships, student loans, athletics, and educational assistance.

C. Measurement Focus/ Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, the governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

- b. The proprietary (internal service) fund and the private purpose trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

**Basis of Accounting**

In the government-wide statement of net assets and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.” The effect of interfund activity has been eliminated from the government-wide financial statements.

**Program revenues**

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

**Allocation of indirect expenses**

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. The School Board considers revenues to be available if they are collected within 60 days of the end of the current fiscal period or 6 months for FEMA reimbursements. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The governmental funds use the following practices in recording revenues and expenditures:

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Revenues

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

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on December 31 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received from the Lafayette Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned.

Sales and use tax revenues are recorded in the month collected by the School Board.

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death.

Commitments under construction contracts are recognized as expenditures when earned by the contractor.

Principal and interest on general long-term obligations are not recognized until due.

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The proprietary, agency and the private purpose trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Other Financing Sources (Uses)

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

Unearned Revenues

Unearned revenues arise when resources are received before the School Board has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when tuition is received in advance of the commencement of classes.

In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized. The value of commodities provided by the federal government to the School Lunch Program is also included in unearned revenue until consumed.

D. Assets, Liabilities and Equity

Cash and interest-bearing deposits

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the School Board. For the purpose of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

Investments

Under state law the School Board may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, treasury notes and bills, government backed agency securities, 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 (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. At June 30, 2007, all of the School Board's investments are in LAMP, which are stated at amortized cost.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem taxes, sales and use taxes, and federal and state grants.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2007, are recorded as prepaid items.

Inventories

The cost of inventories is recorded as expenditures when consumed rather than when purchased. Reserves are established for an amount equal to the carrying value of inventories.

Inventory of the General Fund consists of school supplies purchased which are valued at cost (first-in, first-out).

Inventory of the School Food Service Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Food and Consumer Service through the Louisiana Department of Agriculture. The commodities are recorded as revenues and expenditures when consumed. Commodities inventory at year-end is recorded as deferred revenue. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful life using the straight-line method of depreciation. Land and construction in progress are not depreciated. The range of estimated useful lives by type of asset is as follows:

|                            |               |
|----------------------------|---------------|
| Buildings and improvements | 20 - 55 years |
| Furniture and equipment    | 5 - 20 years  |

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2001 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

#### Compensated Absences

Teachers and other nine-month employees accrue ten days sick leave per year, which may be accumulated. Upon retirement, unused accumulated sick leave of up to twenty-five days is paid to employees at the employee's current rate of pay, and accumulated sick leave in excess of twenty-five days is used in the retirement benefit computation as earned service.

All twelve-month employees earn from 12 to 18 days of both annual and sick leave each year depending on length of service with the School Board. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to employees at the employee's current rate of pay and accumulated sick leave in excess of 25 days is used in the retirement benefit computation as earned service. Annual leave is credited at the end of each fiscal year and must be used in the following fiscal year or is lost.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Due to its restrictive nature, sabbatical leave is accounted for as expenditure in the period taken and no liability is recorded in advance of the sabbatical.

For fund financial statements, vested or accumulated sick leave that has matured is reported as an expenditure and a current fund liability of the governmental fund that will pay it. In the government-wide statements, the total amount of vested or accumulated sick leave is recorded as long-term debt.

No liability is recorded for nonvesting accumulating rights to receive vacation pay. A liability has been recorded for up to 25 days of accumulated sick leave for those employees eligible for retirement as of June 30, 2007.

At June 30, 2007, employees of the School Board have accumulated and vested \$2,381,095 of compensated absence benefits payable.

**Long-term debt**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Since the School Board's only Proprietary Fund is the Self-Insurance Internal Service Fund, which has no long-term debt, all School Board long-term debt is used in governmental fund operations.

All long-term debt to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds, sales tax bonds, lease revenue bonds, and capital lease payable. For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2007, the School Board reported \$23,028,097 of restricted net assets, of which \$21,620,424 is restricted by enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

E. Budget Practices

The proposed budget for 2007 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2007 budget on August 23, 2006. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds, was published in the official journal ten days prior to the public hearing.

The budgets for the General, Special Revenue, and Debt Service Funds for the fiscal year 2007 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP). The Capital Projects Funds' budgets were prepared on a project basis and, therefore, are not presented.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. With the exception of the multi-year projects in the capital project funds, appropriations lapse at the end of each fiscal year.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

The level of control over the budget is exercised at the function or program level for the General, Special Revenue, and Debt Service Funds, and at the project level for the Capital Projects Funds. The Superintendent and/or assistant superintendents are authorized to transfer budget amounts within each fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is utilized for the General Fund, special revenue funds, and capital projects funds. Encumbrances are recorded when purchase orders are issued but are not considered expenditures until liabilities for payments are incurred. Encumbered appropriations lapse at the close of the fiscal year but are appropriately provided for in the subsequent year's budget. Encumbrances outstanding at year-end are reported as a reservation of fund balance on the balance sheet.

G. Revenue Restrictions

The School Board has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

| <u>Revenue Source</u> | <u>Legal Restrictions on Use</u> |
|-----------------------|----------------------------------|
| Sales taxes           | See Note 9                       |
| Ad valorem taxes      | See Note 3                       |

The School Board uses unrestricted resources only when restricted resources are fully depleted.

H. Capitalization of Interest Expense

It is the policy of the School Board to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. At June 30, 2007, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

I. Use of Estimates

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

J. Report Classification

Certain previously reported amounts for the year ended June 30, 2006 have been reclassified to conform to the June 30, 2007 classifications.

(2) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2007, the School Board had cash and interest-bearing deposits (book balances) totaling \$78,293,830 as follows:

|                           | <u>Governmental<br/>Activities</u> | <u>Fiduciary<br/>Funds</u> | <u>Total</u>        |
|---------------------------|------------------------------------|----------------------------|---------------------|
| Demand deposits           | \$ 1,781,738                       | \$ 1,817,654               | \$ 3,599,392        |
| Interest-bearing accounts | 64,248,543                         | 9,762,277                  | 74,010,820          |
| Time deposits             | <u>600,000</u>                     | <u>83,618</u>              | <u>683,618</u>      |
| Total                     | <u>\$66,630,281</u>                | <u>\$11,663,549</u>        | <u>\$78,293,830</u> |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

These deposits are stated at cost, which approximates market. Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. Under state law, deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Deposit balances (bank balances) at June 30, 2007, are secured as follows:

|  |                      |
|--|----------------------|
| Bank balances                                  | <u>\$ 86,124,025</u> |
| Federal deposit insurance                      | 3,284,163            |
| Pledged securities                             | <u>82,839,862</u>    |
| Total federal insurance and pledged securities | <u>\$ 86,124,025</u> |

As of June 30, 2007, the School Board's total bank balances were fully insured and collateralized with securities held in the name of the School Board by the pledging financial institution's agent and, therefore, not exposed to custodial credit risk.

**B. Investments**

At June 30, 2007, the School Board's investments totaled \$15,079,042 as follows:

| Description                            | Approximate<br>Fair Value |
|--|---------------------------|
| <b>Governmental Activities:</b>        |                           |
| Louisiana Asset Management Pool (LAMP) | \$ 13,672,642             |
| <b>Fiduciary Funds:</b>                |                           |
| Louisiana Asset Management Pool (LAMP) | <u>1,406,400</u>          |
|  | <u>\$ 15,079,042</u>      |

In accordance with GASB Codification Section I50.128, the investment in LAMP is not exposed to custodial credit risk, and is not categorized in the three categories provided by GASB Codification Section I50.164 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Investments are exposed to credit risk and interest rate risk. Credit risk is the risk that an issuer or other counterparty to an investment will be unable to meet its obligations. Interest rate risk is the risk that changes in interest rates will adversely affect the estimated fair value of an investment. The School Board minimizes these risks by adhering to an investment strategy designed to achieve a conservative risk/return characteristic by investing a significant portion of its investment portfolio in securities directly issued by or guaranteed by the U.S. Government. LAMP has a fund rating of AAAM issued by Standard & Poors. This rating is given to a fund that has extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market, and/or liquidity risks.

LAMP is administered by LAMP, Inc. a non-profit corporation organized under the laws of the State of Louisiana. 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. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955. Accordingly, 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.

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-RS 33:2955(A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair market value of investments is determined on a weekly basis by LAMP and the fair value of the School Board's investment in LAMP is the same as the value of the pool shares.

LAMP, Inc. is subject to regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(3) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2007, taxes were levied by the School Board on June 16, 2007 and were billed to taxpayers by the Assessor in November 2007. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

For the year ended June 30, 2007, taxes were levied on property with net assessed valuations totaling \$1,075,087,747 and were dedicated as follows:

|   |                    |
|---|--------------------|
| Constitutional school tax                       | 4.59 mills         |
| Special schools maintenance and operational tax | 7.27 mills         |
| Special schools improvement tax                 | 5.00 mills         |
| School operations tax (1985)                    | <u>16.70 mills</u> |
| Total General Fund assessment                   | 33.56 mills        |
| School District No. 1 (Debt Service Fund)       | <u>0.52 mills</u>  |
| Total assessment                                | <u>34.08 mills</u> |

Gross taxes levied for the current fiscal year totaled \$36,638,990. After deductions for various pension distributions and uncollectible taxes and collections of back taxes, net taxes remitted to the School Board amounted to \$35,217,672.

(4) Receivables

Receivables at June 30, 2007 of \$1,059,175 consisted of the following:

|                  |                    |
|------------------|--------------------|
| Accounts         | \$ 347,223         |
| Accrued interest | 4,213              |
| Other            | <u>707,739</u>     |
|                  | <u>\$1,059,175</u> |

(5) Due from Other Governmental Agencies

Due from other governmental agencies in the amount of \$21,315,713 consisted of the following at June 30, 2007:

|  |                     |
|--|---------------------|
| State of Louisiana, Department of Education<br>for various appropriations and reimbursements | \$21,113,368        |
| Other municipalities and agencies for taxes and various other<br>reimbursements              | <u>202,345</u>      |
|  | <u>\$21,315,713</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(6) Capital Assets

Capital assets balances and activity for the year ended June 30, 2007 is as follows:

|                                       | <u>Balance</u><br>6/30/2006 | <u>Additions</u>     | <u>Deletions</u>    | <u>Balance</u><br>6/30/2007 |
|---------------------------------------|-----------------------------|----------------------|---------------------|-----------------------------|
| Capital assets not being depreciated: |                             |                      |                     |                             |
| Land                                  | \$ 5,771,814                | \$ -                 | \$ -                | \$ 5,771,814                |
| Construction in progress              | 876,723                     | 1,523,601            | 1,804,705           | 595,619                     |
| Other capital assets:                 |                             |                      |                     |                             |
| Building and improvements             | 196,623,176                 | 1,665,902            | -                   | 198,289,078                 |
| Furniture and equipment               | <u>21,222,784</u>           | <u>1,459,844</u>     | <u>390,103</u>      | <u>22,292,525</u>           |
| Total                                 | <u>224,494,497</u>          | <u>4,649,347</u>     | <u>2,194,808</u>    | <u>226,949,036</u>          |
| Less accumulated depreciation:        |                             |                      |                     |                             |
| Buildings and improvements            | 84,186,519                  | 4,311,047            | 20,800              | 88,476,766                  |
| Furniture and equipment               | <u>13,537,403</u>           | <u>1,499,899</u>     | <u>369,303</u>      | <u>14,667,999</u>           |
| Total                                 | <u>97,723,922</u>           | <u>5,810,946</u>     | <u>390,103</u>      | <u>103,144,765</u>          |
| Net capital assets                    | <u>\$ 126,770,575</u>       | <u>\$(1,161,599)</u> | <u>\$ 1,804,705</u> | <u>\$ 123,804,271</u>       |

Depreciation expense was charged to governmental activities as follows:

|   |                     |
|---|---------------------|
| Regular programs                            | \$ 2,210,512        |
| Special education programs                  | 818,566             |
| Vocational education programs               | 114,058             |
| Other instructional programs                | 199,022             |
| Special programs                            | 285,479             |
| Adult and continuing education programs     | 14,109              |
| Pupil support services                      | 283,380             |
| Instructional staff support services        | 292,002             |
| General administration                      | 94,344              |
| School administration                       | 265,216             |
| Business services                           | 42,999              |
| Operation and maintenance of plant services | 407,074             |
| Student transportation services             | 447,322             |
| Central services                            | 73,893              |
| Food services                               | 262,332             |
| Communities service programs                | <u>638</u>          |
| Total depreciation expense                  | <u>\$ 5,810,946</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(7) Accounts, Salaries, and Other Payables

At June 30, 2007, accounts, salaries, and other payables consisted of the following:

|   |               |
|---|---------------|
| Salaries  | \$ 16,661,959 |
| Accrued payroll taxes and payroll related liabilities | 12,394,489    |
| Group insurance claims payable                        | 3,637,070     |
| Accounts  | 2,542,286     |
| Contracts   | 378,173       |
| Retainages  | 46,670        |
| Due to other governmental agencies                    | 107,047       |
| Sales tax overpayment payable                         | 375,587       |
| Other liabilities                                     | 17,781        |
|   | \$36,161,062  |

(8) Long-Term Liabilities

The School Board issues general obligation bonds, secured by ad valorem taxes, and sales tax revenue bonds, secured by sales tax collections, to provide for the acquisition and construction of major capital facilities. These bonds are direct obligations and pledge the full faith and credit of the Board and are generally issued as 20 or 30-year serial bonds. The School Board also issued lease revenue bonds, secured by General Fund revenues, to finance the purchase of specific equipment used in the energy efficiency management program. As discussed in Note (9), these bonds were advance refunded during the current fiscal year.

During the fiscal year ending June 30, 2001, the School Board entered into a lease agreement in the amount of \$1,345,000 to purchase an IBM AS/400 720 mainframe computer and several school buses. In accordance with Financial Accounting Standard No. 13, the lease met the criteria for recordation as a capital lease. At June 30, 2007, these assets had a value of \$509,754 (net of \$835,246 of accumulated depreciation), which is included in the furniture and equipment capital asset class. The lease was paid out during fiscal year ending June 30, 2007.

During the fiscal year ending June 30, 2007, the School Board entered into several lease agreements totaling \$620,529 to purchase portable buildings in the amount of \$561,012 and copiers in the amount of \$59,517. In accordance with Financial Accounting Standard No. 13, the leases met the criteria for recordation as capital leases. At June 30, 2007, the portable buildings had a value of \$548,545 (net of \$12,467 of accumulated depreciation), which is included in the buildings and improvements capital asset class. At June 30, 2007, the copiers had a value of \$38,045 (net of \$21,472 of accumulated depreciation), which is included in the furniture and equipment capital asset class.

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

During the fiscal year ended June 30, 2002, the School Board received loan proceeds in the amount of \$3,001,060 from a Louisiana Qualified Zone Academy Bond Program (QZAB). The funds from these bonds will be used to make improvements to existing schools.

All of the School Board's long-term debt is associated with governmental activities. Workmen's compensation claims are generally liquidated by the General and School Food Service Special Revenue Funds. Claims and judgments (included in insurance claims) and compensated absences are generally liquidated by the General Fund and arbitration is generally liquidated by the capital projects funds. Long-term debt currently outstanding is as follows:

General obligation bonds:

| <u>Issued<br/>Amount</u> | <u>Issue<br/>Date</u> | <u>Final Maturity<br/>Date</u> | <u>Interest<br/>Rates</u> | <u>Balance<br/>Outstanding</u> |
|--------------------------|-----------------------|--------------------------------|---------------------------|--------------------------------|
| <u>\$2,810,000</u>       | 03/01/04              | 03/01/09                       | 2.38%-2.63%               | <u>\$ 1,175,000</u>            |

Sales tax bonds:

| <u>Issued<br/>Amount</u> | <u>Issue<br/>Date</u> | <u>Final Maturity<br/>Date</u> | <u>Interest<br/>Rates</u> | <u>Balance<br/>Outstanding</u> |
|--------------------------|-----------------------|--------------------------------|---------------------------|--------------------------------|
| 7,620,000                | 10/01/95              | 04/01/15                       | 5.00%                     | 4,485,000                      |
| 60,000,000               | 04/01/98              | 04/01/18                       | 4.40%-6.00%               | 44,625,000                     |
| 9,950,000                | 09/01/99              | 04/01/19                       | 4.70%-5.00%               | 7,460,000                      |
| 12,000,000               | 08/01/01              | 04/01/21                       | 4.70%-5.50%               | 9,870,000                      |
| <u>12,895,000</u>        | 03/01/04              | 04/01/13                       | 2.50%-4.00%               | <u>9,035,000</u>               |
| <u>\$ 102,465,000</u>    |                       |                                |                           | <u>\$ 75,475,000</u>           |

Capital leases, QZAB bonds, and certificates of indebtedness payable:

| <u>Issued<br/>Amount</u> | <u>Issue<br/>Date</u> | <u>Final Maturity<br/>Date</u> | <u>Interest<br/>Rates</u> | <u>Balance<br/>Outstanding</u> |
|--------------------------|-----------------------|--------------------------------|---------------------------|--------------------------------|
| \$ 561,012               | 10/23/206             | 10/23/12                       | 6.51%                     | \$ 464,950                     |
| 59,517                   | 12/14/06              | 12/14/11                       | 6.64%-9.28%               | 52,849                         |
| 3,001,060                | 02/01/02              | 11/01/15                       | 0.00%                     | 1,855,201                      |
| 4,350,000                | 11/26/02              | 11/01/10                       | 3.75%                     | 2,425,000                      |
| 3,250,000                | 12/15/03              | 11/01/13                       | 3.68%                     | 2,415,000                      |
| <u>4,000,000</u>         | 03/01/05              | 03/01/15                       | 3.25%-3.95%               | <u>3,330,000</u>               |
| <u>\$ 15,221,589</u>     |                       |                                |                           | <u>\$ 10,543,000</u>           |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

A. Changes in General Long-Term Liabilities

During the year ended June 30, 2007, the following changes occurred in long-term liabilities transactions and balances:

|                                      | Balance<br>7/1/2006  | Additions          | Reductions          | Balance<br>6/30/2007 | Due Within<br>One Year |
|--------------------------------------|----------------------|--------------------|---------------------|----------------------|------------------------|
| General Obligation                   |                      |                    |                     |                      |                        |
| Bonds                                | \$ 1,735,000         | \$ -               | \$ 560,000          | \$ 1,175,000         | \$ 580,000             |
| Sales Tax                            |                      |                    |                     |                      |                        |
| Revenue Bonds                        | 81,185,000           | -                  | 5,710,000           | 75,475,000           | 5,995,000              |
| Capital Leases                       | 244,920              | 620,529            | 347,650             | 517,799              | 77,767                 |
| QZAB Bonds                           | 2,073,460            | -                  | 218,259             | 1,855,201            | 218,259                |
| 2002 Certificates of<br>Indebtedness | 2,980,000            | -                  | 555,000             | 2,425,000            | 575,000                |
| 2003 Certificates of<br>Indebtedness | 2,710,000            | -                  | 295,000             | 2,415,000            | 305,000                |
| 2005 Certificates of<br>Indebtedness | 3,665,000            | -                  | 335,000             | 3,330,000            | 350,000                |
| Insurance Claims                     | 5,201,122            | 2,970,417          | 1,833,737           | 6,337,802            | 1,946,740              |
| Compensated                          |                      |                    |                     |                      |                        |
| Absences                             | 2,542,924            | 360,486            | 522,315             | 2,381,095            | 641,745                |
|                                      | <u>\$102,337,426</u> | <u>\$3,951,432</u> | <u>\$10,376,961</u> | <u>95,911,897</u>    | <u>\$10,689,511</u>    |

Unamortized bond related items:

|                                     |                      |
|-------------------------------------|----------------------|
| Less: unamortized loss on refunding | (284,893)            |
| Add: unamortized premium            | <u>101,861</u>       |
|                                     | <u>\$ 95,728,865</u> |

B. Annual debt service requirements to maturity for the general obligation bonds are as follows:

| Year Ending<br>June 30 | Principal          | Interest         | Total              |
|------------------------|--------------------|------------------|--------------------|
| 2008                   | 580,000            | 29,394           | 609,394            |
| 2009                   | 595,000            | 15,318           | 610,318            |
|                        | <u>\$1,175,000</u> | <u>\$ 44,712</u> | <u>\$1,219,712</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the sales tax bonds are as follows:

| Year Ending<br>June 30 | Principal           | Interest            | Total                |
|------------------------|---------------------|---------------------|----------------------|
| 2008                   | \$ 5,995,000        | \$ 3,438,913        | \$ 9,433,913         |
| 2009                   | 6,300,000           | 3,143,115           | 9,443,115            |
| 2010                   | 6,575,000           | 2,874,955           | 9,449,955            |
| 2011                   | 6,860,000           | 2,595,867           | 9,455,867            |
| 2012                   | 7,170,000           | 2,304,393           | 9,474,393            |
| 2012-2017              | 32,285,000          | 6,905,660           | 39,190,660           |
| 2018-2021              | 10,290,000          | 813,300             | 11,103,300           |
|                        | <u>\$75,475,000</u> | <u>\$22,076,203</u> | <u>\$ 97,551,203</u> |

Annual debt service requirements to maturity for the capital leases are as follows:

| Year Ending<br>June 30 | Principal         | Interest          | Total             |
|------------------------|-------------------|-------------------|-------------------|
| 2008                   | \$ 77,767         | \$ 32,563         | \$ 110,330        |
| 2009                   | 82,018            | 28,312            | 110,330           |
| 2010                   | 86,554            | 23,776            | 110,330           |
| 2011                   | 91,394            | 18,935            | 110,329           |
| 2012                   | 89,893            | 12,405            | 102,298           |
| 2013                   | 90,173            | 5,888             | 96,061            |
|                        | <u>\$ 517,799</u> | <u>\$ 121,879</u> | <u>\$ 639,678</u> |

Annual debt service requirements to maturity for the QZAB bonds are as follows:

| Year Ending<br>June 30 | Principal           | Interest    | Total               |
|------------------------|---------------------|-------------|---------------------|
| 2008                   | \$ 218,259          | \$ -        | \$ 218,259          |
| 2009                   | 218,259             | -           | 218,259             |
| 2010                   | 218,259             | -           | 218,259             |
| 2011                   | 218,259             | -           | 218,259             |
| 2012                   | 218,259             | -           | 218,259             |
| 2013-2016              | 763,906             | -           | 763,906             |
|                        | <u>\$ 1,855,201</u> | <u>\$ -</u> | <u>\$ 1,855,201</u> |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Annual debt service requirements to maturity for the certificates are as follows:

| Year Ending<br>June 30 | Principal           | Interest            | Total               |
|------------------------|---------------------|---------------------|---------------------|
| 2008                   | \$ 1,230,000        | \$ 282,993          | \$ 1,512,993        |
| 2009                   | 1,285,000           | 237,482             | 1,522,482           |
| 2010                   | 1,330,000           | 190,441             | 1,520,441           |
| 2011                   | 1,390,000           | 141,974             | 1,531,974           |
| 2012                   | 785,000             | 103,233             | 888,233             |
| 2013-2015              | 2,150,000           | 137,802             | 2,287,802           |
|                        | <u>\$ 8,170,000</u> | <u>\$ 1,093,925</u> | <u>\$ 9,263,925</u> |

(9) Sales and Use Taxes

In accordance with a proposition approved by the voters of Lafayette Parish on September 18, 1965, the School Board collects a one percent sales and use tax on all taxable sales within the Parish. One half of tax proceeds must be used for teachers' salaries and for expenses of operating the schools. The remainder may be used for capital improvements or operational purposes, as the School Board determines, or for the payment of bonded indebtedness.

Upon receipt from the Sales Tax Collector, one half of each month's collections is deposited directly into the operating accounts of the General Fund. The remaining one half of each month's collections are used (1) to make required monthly deposits into the sinking fund for Sales Tax Revenue Bonds and (2) to purchase capital improvements or pay school operating expenses from the Capital Improvement Program accounts.

At June 30, 2007, various Public School Bonds with outstanding principal balances totaling \$75,475,000 were secured by a pledge and dedication of proceeds of the one percent sales and use tax described in the preceding paragraphs.

In accordance with a proposition approved by the voters on November 21, 1987, the School Board collects a one-half percent sales and use tax on all taxable sales within the Parish. Upon receipt from the Sales Tax Collector, each month's collections are deposited directly into a separate account within the General Fund. These tax proceeds must be used for the priorities set forth in the sales tax election. During the current fiscal year, these proceeds were expended as follows:

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

|   | <u>Current Year<br/>Expenditures</u> |
|---|--------------------------------------|
| First, the restoration of a five percent salary reduction for school employees.   | \$ 6,627,184                         |
| Second, the restoration of the reduction in funding for material of instruction and for certain educational programs.   | 810,283                              |
| Third, to provide up to \$250,000 per year for the removal of asbestos from school buildings until completion of project.   | 125,000                              |
| Fourth, funding to pay on behalf of active and retired employees one half of the total premium for employee only coverage of a board approved health plan.                                      | 12,071,740                           |
| Fifth, to provide funding for establishment of certain enhancement programs.  | 2,859,269                            |
| Sixth, if proceeds of tax exceed the amounts necessary to fund the above, the excess will be used exclusively for pay increases of school employees or establishment of instructional programs. | <u>-</u>                             |
| Total expenditures  | <u>\$22,493,476</u>                  |

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the General Fund:

|  |                     |
|--|---------------------|
| Sales tax collected  | \$ 22,493,476       |
| Balance reserved at June 30, 2006                                | <u>-</u>            |
| Amount available to be expended                                  | 22,493,476          |
| Less: Expenditures   | <u>(22,493,476)</u> |
| Unexpended balance reserved in the General Fund at June 30, 2007 | <u>\$ -</u>         |

In accordance with a proposition approved by the voters on November 17, 2001, the School Board collects an additional one-half cent sales and use tax on all taxable sales and services within the Parish dedicated to paying the costs of salaries and related benefits of classroom teachers and the establishment of a teachers' salary reserve fund.

The following is a reconciliation of unexpended one-half cent sales tax that is reserved in the 2002 Sales Tax Fund:

|   |                     |
|---|---------------------|
| Sales tax collected   | \$ 22,514,884       |
| Balance reserved at June 30, 2006                                       | <u>7,394,511</u>    |
| Amount available to be expended   | 29,909,395          |
| Add: Interest reserve   | 686,386             |
| Less: Expenditures  | <u>(22,933,218)</u> |
| Unexpended balance reserved in the 2002 Sales Tax Fund at June 30, 2007 | <u>\$ 7,662,563</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(10) Retirement Plans

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Teachers' Retirement System of Louisiana (TRS)

**Plan Description:** The School Board participates in two membership plans of the TRS, the Regular Plan and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

**Funding Policy:** Plan members are required to contribute 8.0 percent and 5.0 percent of their annual covered salary for the Regular Plan and Plan B, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 15.8 percent of annual covered payroll for the Regular Plan and Plan B. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board. The \$1,321,869 of payments made by the state and the parish tax collector on behalf of the School Board is reflected in the accompanying basic financial statements as both revenue and expenditures.

Contributions by plan members and the School Board to the TRS for the years ending June 30, 2007, 2006, and 2005, were \$20,847,701, \$19,938,887, and \$26,643,324, respectively, equal to the required contributions for each year.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Louisiana School Employees' Retirement System (LASERS)

**Plan Description:** The LASERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LASERS issues a publicly available financial report that includes financial statements and required supplementary information for the LASERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

**Funding Policy:** Plan members are required to contribute 7.5 percent of their annual covered salary and the school board is required to contribute at an actuarially determined rate. The current rate is 19.6 percent. During the fiscal years ended June 30, 2007 and 2006, the School Board's contribution requirement to the plan was remitted from a credit that was accumulated through prior year excess contributions. This excess resulted from the difference between the actual amount contributed and the actuarially determined rate. Member contributions and employer contributions for the LASERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LASERS is funded by the State of Louisiana through annual appropriations and by remittances from the School Board.

Contributions by plan members and the School Board to the LASERS for the years ending June 30, 2007, 2006, and 2005 were \$2,243,592, \$2,028,469, and \$2,298,626, respectively, equal to the required contributions for each year.

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

In accordance with the Employer Health and Welfare Benefit Plan established in November 1986, the School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. The monthly premiums of these benefits for retirees and similar benefits for active employees are paid jointly by the employee (approximately 30 percent) and the School Board (approximately 70 percent). The School Board recognizes the cost of providing these benefits (the School Board's portion of premiums) as an expenditure when the monthly premiums are due. The School Board's cost of providing these benefits to retirees totaled \$3,550,073 for 2007 and encompasses 1,650 former employees qualified to receive such benefits.

In June 2004, the Governmental Accounting Standards Board issued Statement No. 45, "Accounting and Financial Reporting by Employers for Post-employment Benefit Plans Other Than Pension Plans." The School Board is required to implement this standard for the year ended June 30, 2008. The School Board has not yet determined the full impact that the adoption will have on the financial statements.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(12) Risk Management

A. Commercial Insurance Coverage

The School Board purchases commercial insurance for property coverage, general liability, and automobile liability. The deductibles per occurrence for these coverages are \$1,000,000, \$250,000 and \$250,000, respectively. A fund balance designation of \$250,000 has been set up in the General Fund to provide funding for any claims that may arise up to the deductibles. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. There have been no significant reductions in the insurance coverage since the prior year.

B. Workers' Compensation

The School Board has established a limited risk management program for workers' compensation. The School Board hired F.A. Richard and Associates (FARA) as administrator for this program. During the fiscal years ended 2007 and 2006, \$2,617,817 and \$1,593,513, respectively, were incurred in benefits and administrative costs. The School Board purchases commercial insurance for individual claims in excess of \$500,000.

The liabilities for unpaid workers' compensation claims are represented by the outstanding claim reserves. These reserves are estimates of the ultimate potential payments to be made on each claim, considering the medical is in litigation; and, considering all expenses which may be required in the handling of the file such as cost of independent medical exams, legal fees and the like.

Workers' compensation claims are paid according to established payment schedules set by the Louisiana legislature and the Department of Labor. Wage benefits are calculated according to a set formula based on a fee schedule. In some cases, FARA, the third party administrator of Lafayette Parish School System's workers' compensation fee schedule. In those cases, claim reserves reflect the discounted costs.

The School Board has no claims for which annuity contracts have been purchased.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

C. Reconciliation of Claims Liabilities – Workers’ Compensation

|           | Liability    | Estimates    | and Claims   | Year-End     |
|-----------|--------------|--------------|--------------|--------------|
| 2005-2006 | \$ 3,594,040 | \$ 1,593,513 | \$ 1,597,831 | \$ 3,589,722 |
| 2006-2007 | \$ 3,589,722 | \$ 2,617,817 | \$ 1,833,737 | \$ 4,373,802 |

D. Group Self-Insurance

The School Board also established a limited risk management program for group hospitalization insurance. This plan provides employee health benefits up to \$800,000 in a lifetime maximum. The School Board purchases commercial insurance for individual claims in excess of \$200,000.

The General and Special Revenue Funds of the School Board participate in the program and make payments to the Self-Insurance Fund based on amounts needed to pay prior and current year claims. The claims liability of \$3,590,284 reported in the fund at June 30, 2007, is based on the loss that is probable to have been at the date of the financial statements and the amount of the loss that can be reasonably estimated. The School Board currently does not discount its claims liabilities.

E. Reconciliation of Claims Liabilities – Group Hospitalization

Changes in the claims liability amount for the group hospitalization risk management program are as follows:

|           | Beginning of<br>Fiscal Year<br>Liability | Claims and<br>Changes in<br>Estimates | Benefit<br>Payments<br>and Claims | Balance at<br>Fiscal<br>Year-End |
|-----------|--|---------------------------------------|-----------------------------------|----------------------------------|
| 2005-2006 | \$ 3,183,334                             | \$ 26,836,137                         | \$ 26,646,246                     | \$ 3,373,225                     |
| 2006-2007 | \$ 3,373,225                             | \$ 25,081,954                         | \$ 24,864,895                     | \$ 3,590,284                     |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

Claims payable for group hospitalization of \$3,590,284 at June 30, 2007 was determined as follows:

|  |                |             |                    |
|--|----------------|-------------|--------------------|
| 1. Claims incurred prior to June 30, 2007<br>and paid subsequently:          |                |             |                    |
| <u>Paid as of</u>  | <u>Amount</u>  |             |                    |
| July 31, 2007  | \$ 1,885,432   |             |                    |
| August 31, 2007  | 1,015,017      |             |                    |
| September 30, 2007   | <u>252,624</u> | \$3,153,073 |                    |
| 2. Claims incurred prior to June 30, 2007<br>and unpaid at October 31, 2007: |                |             |                    |
| a. Pending claims at October 31, 2007  | 43,051         |             |                    |
| b. Unprocessed claims pending and<br>unprocessed at October 31, 2007         | <u>301,249</u> |             |                    |
| Total claims pending and unprocessed   | 344,300        |             |                    |
| Claim payments as a percentage<br>of total charges incurred                  | <u>35.70%</u>  | 122,900     |                    |
| 3. Provision for claims incurred but not reported                            |                |             | <u>314,311</u>     |
| Total claims payable   |                |             | <u>\$3,590,284</u> |

The provision for claims incurred but not reported of \$314,311 was calculated utilizing historical information adjusted for current trends.

(13) Commitments and Contingencies

A. Contingent Liabilities

At June 30, 2007, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at an estimate, if any, of the amount or range of potential loss to the School Board. As a result of the review, the various claims and lawsuits have been categorized into "probable," "reasonably possible," or "remote," as defined by the Governmental Accounting Standards Board. The amount of claims and lawsuits which have been classified as "reasonably possible" individually range from \$280,000 to \$545,000. It is the opinion of the School Board, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits would not have a material adverse effect on the School Board's financial position.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Grant Audits

The School Board receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency.

C. Arbitrage Rebate

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax-exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of the Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax-exempt rates and investing the proceeds in higher yielding taxable securities.

Based upon arbitrage rebate calculations made as of June 30, 2007, for the Lafayette Parish School Board, it was determined that no liability existed at June 30, 2007.

D. Construction Commitments

The School Board has construction commitments outstanding of \$1,407,673 at June 30, 2007.

(14) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2007 follows:

|                                    |                 |
|------------------------------------|-----------------|
| Awbrey, Gregory                    | \$ 4,800        |
| Beasley, Thomas H.                 | 4,800           |
| Cockerham, Mark                    | 2,400           |
| Sam, Edward                        | 9,600           |
| Hardy, Ricky                       | 9,600           |
| Hefner, Michael                    | 9,600           |
| LaCombe, Carl J., President (2007) | 10,200          |
| Meyer, Russell                     | 4,800           |
| Trahan, Rae B.                     | 4,800           |
| Cox, Judy                          | 4,800           |
| Gibson, Kay, President (2006)      | 5,400           |
| Guidry, John Earl                  | 4,800           |
| Thibodaux, David                   | 7,200           |
| Wilson, Beverly                    | 4,800           |
|                                    | <u>\$87,600</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(15) Fund Balances, Reserved and Designated

At the fund financial statement level, fund balances have been reserved and designated for the following purposes:

Governmental fund balances reserved for:

General Fund -

|                      |            |
|----------------------|------------|
| Inventory            | \$ 119,684 |
| Encumbrances         | 3,062,881  |
| Prepaid items        | 2,272,630  |
| Workers compensation | 600,000    |
|                      | 6,055,195  |

Special revenue funds -

|                         |           |
|-------------------------|-----------|
| Encumbrances            | 80,634    |
| One half cent sales tax | 7,662,563 |
| Inventory               | 544,754   |
|                         | 8,287,951 |

Capital projects funds -

|                      |           |
|----------------------|-----------|
| Encumbrances         | 2,529,446 |
| Incomplete contracts | 1,407,673 |
|                      | 3,937,119 |

Total governmental fund balances, reserved

\$ 18,280,265

Debt service funds - debt retirement

\$ 14,897,419

Private trust fund balances reserved for -

|                               |           |
|-------------------------------|-----------|
| Scholarships                  | \$ 10,346 |
| Student loans                 | 16,772    |
| Comeaux High School athletics | 2,347     |
| Educational assistance        | 15,102    |
|                               | \$ 44,567 |

Governmental fund balances unreserved, designated for:

General Fund -

|                                |            |
|--------------------------------|------------|
| Insurance claims               | \$ 250,000 |
| Self-Insurance                 | 750,000    |
| L. D. Consortium               | 94,132     |
| Subsequent years' expenditures | 25,369     |
|                                | 1,119,501  |

Special revenue fund - Consolidated Special Revenue Fund -

|                                |           |
|--------------------------------|-----------|
| Subsequent years' expenditures | 1,269,595 |
|--------------------------------|-----------|

Capital projects funds -

|                      |           |
|----------------------|-----------|
| Capital expenditures | 3,808,269 |
|                      | 3,808,269 |

Total governmental fund balances, unreserved, designated

\$ 6,197,365

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

(16) Excess of Expenditures over Appropriations

For the year ended June 30, 2007, some of the individual funds had actual expenditures over appropriations at the functional level. However, the excesses were within the allowance required to be in compliance with the Louisiana Budget Act.

(17) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2007 are as follows:

|                                     | Interfund<br>Receivables | Interfund<br>Payables |
|-------------------------------------|--------------------------|-----------------------|
| Major funds:                        |                          |                       |
| General Fund                        | \$ 32,127,558            | \$ 13,126,836         |
| 2002 Sales Tax                      | 1,931,097                | 7,663,786             |
| Federal Title 1 Programs (NCLB)     | 618                      | 8,934,344             |
| Sales Tax Revenue Bond Sinking Fund | 786,159                  | -                     |
| Total major funds                   | 34,845,432               | 29,724,966            |
| Nonmajor funds:                     |                          |                       |
| Consolidated Other NCLB             | 8,555                    | 2,580,812             |
| Consolidated Special Education      | 67                       | 6,678,701             |
| Consolidated Adult Education        | 423,049                  | 731,798               |
| Consolidated Special Revenue        | 4,352,346                | 2,267,496             |
| Consolidated Other State            | 54,152                   | 663,118               |
| Child Development Program           | 899,076                  | 924,909               |
| Consolidated Other Federal Programs | 270,738                  | 342,127               |
| Consolidated Direct Federal         | 578                      | 1,883,742             |
| School Food Service                 | 668                      | 2,544,775             |
| Other Debt Service                  | 175,000                  | -                     |
| Capital Improvements Program        | 5,984,693                | 63,088                |
| Self-Funded Construction            | 352,693                  | -                     |
| Total nonmajor funds                | 12,521,615               | 18,680,566            |
| Internal service fund:              |                          |                       |
| Group Self Insurance Fund           | 1,306,593                | 268,108               |
| Total                               | \$ 48,673,640            | \$ 48,673,640         |

The amounts due from the General Fund from various other funds are for reimbursements owed for expenditures paid for those funds. The other receivable balances are for short-term loans. All interfund balances will be repaid within one year.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to the Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2007:

|                                     | <u>Transfers In</u> | <u>Transfers Out</u> |
|-------------------------------------|---------------------|----------------------|
| <b>Major fund:</b>                  |                     |                      |
| General Fund                        | \$ 2,319,074        | \$ 3,269,812         |
| Federal Title I Programs (NCLB)     | -                   | 367,470              |
| Sales Tax Revenue Bonds             | -                   | 600,000              |
| Total major funds                   | <u>2,319,074</u>    | <u>4,237,282</u>     |
| <b>Nonmajor funds:</b>              |                     |                      |
| Consolidated Other NCLB             | -                   | 107,333              |
| Consolidated Special Education      | -                   | 292,696              |
| Consolidated Adult Education        | -                   | 23,948               |
| Consolidated Special Revenue        | 4,897               | 376,544              |
| Child Development Program           | -                   | 84,930               |
| Consolidated Other Federal Programs | -                   | 8,435                |
| Consolidated Direct Federal         | -                   | 207,718              |
| School Food Service                 | 596,442             | -                    |
| Other Debt Service                  | 1,986,923           | -                    |
| Capital Improvements Program        | 1,100,000           | 850,000              |
| Self-Funded Construction            | 175,000             | -                    |
| Total nonmajor funds                | <u>3,863,262</u>    | <u>1,951,604</u>     |
| <b>Internal service fund:</b>       |                     |                      |
| Group Self Insurance Fund           | <u>6,550</u>        | <u>-</u>             |
| Total                               | <u>\$ 6,188,886</u> | <u>\$ 6,188,886</u>  |

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.



LAFAYETTE PARISH  
SCHOOL SYSTEM

---

---

---

*Required Supplementary Information*

---

---

---

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Comparative Statement of Net Assets  
June 30, 2007 and 2006

|   | Governmental Activities |                      |
|---|-------------------------|----------------------|
|   | 2007                    | 2006                 |
| <b>ASSETS</b>                                   |                         |                      |
| Cash and interest-bearing deposits              | \$ 66,630,281           | \$ 57,322,542        |
| Investments                                     | 13,672,642              | 13,636,377           |
| Receivables, net                                | 1,059,174               | 267,258              |
| Due from other governmental agencies            | 21,315,714              | 16,933,513           |
| Prepaid items                                   | 2,275,848               | 2,251,832            |
| Inventories                                     | 927,944                 | 918,134              |
| Capital assets:                                 |                         |                      |
| Land and construction in progress               | 6,367,433               | 6,648,537            |
| Capital assets, net                             | 117,436,838             | 120,122,038          |
| <b>TOTAL ASSETS</b>                             | <b>229,685,874</b>      | <b>218,100,231</b>   |
| <b>LIABILITIES</b>                              |                         |                      |
| Accounts, salaries and other payables           | 36,161,062              | 35,170,624           |
| Unearned revenue                                | 2,939,733               | 3,088,587            |
| Interest payable                                | 939,558                 | 1,061,697            |
| Long-term liabilities                           |                         |                      |
| Due within one year                             | 10,689,511              | 10,416,011           |
| Due in more than one year                       | 85,039,354              | 91,710,927           |
| <b>TOTAL LIABILITIES</b>                        | <b>135,769,218</b>      | <b>141,447,846</b>   |
| <b>NET ASSETS</b>                               |                         |                      |
| Invested in capital assets, net of related debt | 36,794,303              | 32,387,683           |
| Restricted for:                                 |                         |                      |
| Teachers salaries and benefits                  | 7,662,563               | 7,394,511            |
| Incomplete contracts                            | 1,407,673               | 289,075              |
| Debt service                                    | 13,957,861              | 13,692,792           |
| Unrestricted                                    | 34,094,256              | 22,888,324           |
| <b>TOTAL NET ASSETS</b>                         | <b>\$ 93,916,656</b>    | <b>\$ 76,652,385</b> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Proprietary Fund - Group Insurance Internal Service Fund

Comparative Statement of Net Assets  
June 30, 2007 and 2006

|                                    | Governmental Activities-<br>Group Insurance Fund |              |
|------------------------------------|--|--------------|
|                                    | 2007   | 2006         |
| <b>ASSETS</b>                      |  |              |
| Current assets:                    |  |              |
| Cash and interest-bearing deposits | \$ 9,569,431                                     | \$ 3,805,496 |
| Receivables -                      |  |              |
| Accounts                           | 185,722  | 94,082       |
| Due from other funds               | 1,306,592  | 2,807,523    |
| Total assets                       | \$11,061,745                                     | \$6,707,101  |
| <b>LIABILITIES</b>                 |  |              |
| Current liabilities:               |  |              |
| Accounts payable                   | \$ 44,105  | \$ 36,575    |
| Claims payable                     | 3,590,284  | 3,373,225    |
| Due to other funds                 | 268,108  | 105,429      |
| Unearned revenue                   | 1,887,136  | 1,993,557    |
| Total liabilities                  | 5,789,633  | 5,508,786    |
| <b>NET ASSETS</b>                  |  |              |
| Net assets:                        |  |              |
| Unrestricted                       | 5,272,112  | 1,198,315    |
| Total liabilities and net assets   | \$11,061,745                                     | \$6,707,101  |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Proprietary Fund - Group Insurance Internal Service Fund

Comparative Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Years Ended June 30, 2007 and 2006

|  | Governmental Activities-<br>Group Insurance Fund |              |
|--|--|--------------|
|  | 2007   | 2006         |
| OPERATING REVENUE  |  |              |
| Charges for services   | \$ 34,256,676                                    | \$30,476,412 |
| OPERATING EXPENSES   |  |              |
| Contractual services   | 1,620,471  | 1,429,727    |
| Premium payments   | 2,036,172  | 1,993,531    |
| Claim payments   | 26,671,748                                       | 26,836,137   |
| Other operating expenses                                     | 191,917  | 173,317      |
| Total operating expenses                                     | 30,520,308                                       | 30,432,712   |
| OPERATING INCOME   | 3,736,368  | 43,700       |
| NONOPERATING REVENUE   |  |              |
| Interest earned on interest-bearing deposits and investments | 330,879  | 133,718      |
| INCOME BEFORE TRANSFERS                                      | 4,067,247  | 177,418      |
| TRANSFERS IN   |  |              |
| Transfer from General Fund                                   | 6,550  | 1,006,550    |
| NET INCOME   | 4,073,797  | 1,183,968    |
| NET ASSETS, BEGINNING  | 1,198,315  | 14,347       |
| NET ASSETS, ENDING   | \$ 5,272,112                                     | \$ 1,198,315 |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Revenues  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007                 |                      | Variance -<br>Positive<br>(Negative) | 2006<br>Actual       |
|--|----------------------|----------------------|--------------------------------------|----------------------|
|  | Budget               | Actual               |                                      |                      |
| <b>REVENUES</b>                                  |                      |                      |                                      |                      |
| Parish sources:                                  |                      |                      |                                      |                      |
| Ad valorem taxes                                 | \$ 35,962,245        | \$ 35,979,503        | \$ 17,258                            | \$ 33,528,553        |
| Sales taxes                                      | 58,423,601           | 58,389,975           | (33,626)                             | 59,570,140           |
| Interest on interest-bearing deposits            | 1,687,901            | 1,885,966            | 198,065                              | 1,491,078            |
| Rentals, leases and royalties                    | 595,947              | 617,768              | 21,821                               | 569,489              |
| Other -  |                      |                      |                                      |                      |
| Tuition (summer school and<br>drivers education) | 332,629              | 301,556              | (31,073)                             | 330,454              |
| Miscellaneous                                    | 562,002              | 484,947              | (77,055)                             | 798,224              |
| Total parish sources                             | <u>97,564,325</u>    | <u>97,659,715</u>    | <u>95,390</u>                        | <u>96,287,938</u>    |
| State sources:                                   |                      |                      |                                      |                      |
| State Public School Fund - equalization          | 92,682,299           | 92,682,299           | -                                    | 92,272,631           |
| Other -  |                      |                      |                                      |                      |
| Salary increase                                  | -                    | -                    | -                                    | 880,869              |
| Revenue sharing                                  | 1,836,000            | 1,836,158            | 158                                  | 1,827,077            |
| Transportation of non-public students            | 964,083              | 964,083              | -                                    | 702,000              |
| PIPS   | 673,355              | 489,012              | (184,343)                            | 466,671              |
| Non-public textbooks                             | 196,218              | 190,293              | (5,925)                              | 180,806              |
| Total state sources                              | <u>96,351,955</u>    | <u>96,161,845</u>    | <u>(190,110)</u>                     | <u>96,330,054</u>    |
| Federal sources:                                 |                      |                      |                                      |                      |
| Federal grants                                   | 175,000              | 163,983              | (11,017)                             | 1,478,179            |
| Total revenues                                   | <u>\$194,091,280</u> | <u>\$193,985,543</u> | <u>\$(105,737)</u>                   | <u>\$194,096,171</u> |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|                                    | <u>2007</u>       |                   | Variance -<br>Positive<br>(Negative) | <u>2006<br/>Actual</u> |
|------------------------------------|-------------------|-------------------|--------------------------------------|------------------------|
|                                    | <u>Budget</u>     | <u>Actual</u>     |                                      |                        |
| <b>EXPENDITURES</b>                |                   |                   |                                      |                        |
| <b>Current:</b>                    |                   |                   |                                      |                        |
| <b>Instruction -</b>               |                   |                   |                                      |                        |
| <b>Regular programs:</b>           |                   |                   |                                      |                        |
| <b>Salaries -</b>                  |                   |                   |                                      |                        |
| Kindergarten teachers              | \$ 4,311,160      | \$ 4,436,263      | \$(125,103)                          | \$ 4,365,900           |
| Elementary teachers                | 38,594,362        | 38,855,752        | (261,390)                            | 38,258,407             |
| Secondary teachers                 | 11,671,649        | 11,976,957        | (305,308)                            | 11,365,299             |
| Teachers' aides                    | 1,035,603         | 1,096,255         | (60,652)                             | 998,066                |
| Substitute teachers                | 1,773,212         | 1,752,148         | 21,064                               | 1,745,348              |
| Sabbatical leave                   | 322,380           | 315,176           | 7,204                                | 341,182                |
| Purchased services                 | 183,767           | 124,234           | 59,533                               | 131,887                |
| Repairs and maintenance            | 213,543           | 186,890           | 26,653                               | 248,115                |
| Travel                             | 41,959            | 15,595            | 26,364                               | 12,200                 |
| <b>Instructional supplies -</b>    |                   |                   |                                      |                        |
| Materials and supplies             | 756,993           | 670,608           | 86,385                               | 700,347                |
| Textbooks                          | 661,343           | 653,239           | 8,104                                | 737,824                |
| Equipment                          | 415,610           | 349,181           | 66,429                               | 974,670                |
| Miscellaneous                      | 158,657           | 34,851            | 123,806                              | 43,610                 |
| Employee benefits                  | <u>18,805,776</u> | <u>18,429,379</u> | <u>376,397</u>                       | <u>17,622,918</u>      |
| Total regular programs             | <u>78,946,014</u> | <u>78,896,528</u> | <u>49,486</u>                        | <u>77,545,773</u>      |
| <b>Special education programs:</b> |                   |                   |                                      |                        |
| <b>Salaries -</b>                  |                   |                   |                                      |                        |
| Teachers                           | 13,308,263        | 12,641,708        | 666,555                              | 12,686,276             |
| Therapists                         | 2,249,543         | 2,231,729         | 17,814                               | 2,179,973              |
| Aides                              | 4,311,300         | 4,314,709         | (3,409)                              | 4,135,754              |
| Substitutes                        | 633,706           | 617,609           | 16,097                               | 479,663                |
| Sabbatical leave                   | 109,025           | 106,589           | 2,436                                | 99,908                 |
| Purchased services                 | 982               | 481               | 501                                  | -                      |
| Travel                             | 67,361            | 63,274            | 4,087                                | 57,682                 |
| <b>Instructional supplies -</b>    |                   |                   |                                      |                        |
| Material and supplies              | 164,294           | 145,546           | 18,748                               | 164,253                |
| Textbooks                          | 133,006           | 131,376           | 1,630                                | 149,057                |
| Equipment                          | 83,344            | 70,022            | 13,322                               | 195,778                |
| Miscellaneous                      | 150               | 125               | 25                                   | -                      |
| Employee benefits                  | <u>7,467,906</u>  | <u>7,341,861</u>  | <u>126,045</u>                       | <u>6,533,490</u>       |
| Total special education programs   | <u>28,528,880</u> | <u>27,665,029</u> | <u>863,851</u>                       | <u>26,681,834</u>      |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--|------------------|------------------|--------------------------------------|------------------|
|  | Budget           | Actual           |                                      |                  |
| <b>Vocational education programs:</b>      |                  |                  |                                      |                  |
| Salaries -                                 |                  |                  |                                      |                  |
| Teachers                                   | 2,644,017        | 2,416,524        | 227,493                              | 2,275,674        |
| Purchased services                         | 68,910           | 54,034           | 14,876                               | 44,355           |
| Repairs and maintenance                    | 3,098            | 1,845            | 1,253                                | 4,529            |
| Travel                                     | 37,890           | 29,257           | 8,633                                | 29,889           |
| Instructional supplies -                   |                  |                  |                                      |                  |
| Materials and supplies                     | 153,556          | 132,525          | 21,031                               | 173,450          |
| Textbooks                                  | -                | -                | -                                    | 1,773,472        |
| Equipment                                  | 143,868          | 126,908          | 16,960                               | 144,958          |
| Miscellaneous                              | 14,687           | 12,787           | 1,900                                | 14,992           |
| Employee benefits                          | <u>750,714</u>   | <u>736,244</u>   | <u>14,470</u>                        | <u>692,589</u>   |
| <b>Total vocational education programs</b> | <u>3,816,740</u> | <u>3,510,124</u> | <u>306,616</u>                       | <u>5,153,908</u> |
| <b>Other instructional programs:</b>       |                  |                  |                                      |                  |
| Salaries -                                 |                  |                  |                                      |                  |
| Teachers                                   | 4,124,867        | 3,975,929        | 148,938                              | 3,872,059        |
| Aides                                      | 14,810           | 15,375           | (565)                                | 14,432           |
| Substitutes                                | 280              | -                | 280                                  | 198              |
| Purchased services                         | 173,133          | 169,548          | 3,585                                | 38,688           |
| Rental of equipment                        | 7,000            | 3,634            | 3,366                                | 3,366            |
| Travel                                     | 234              | 24               | 210                                  | 58               |
| Instructional supplies -                   |                  |                  |                                      |                  |
| Materials and supplies                     | 11,706           | 8,387            | 3,319                                | 1,777            |
| Gasoline                                   | 3,800            | -                | 3,800                                | 1,266            |
| Equipment                                  | 10,058           | 8,179            | 1,879                                | 62,569           |
| Miscellaneous                              | 45,706           | 3,270            | 42,436                               | 7,072            |
| Employee benefits                          | <u>1,236,958</u> | <u>1,212,300</u> | <u>24,658</u>                        | <u>1,170,301</u> |
| <b>Total other instructional programs</b>  | <u>5,628,552</u> | <u>5,396,646</u> | <u>231,906</u>                       | <u>5,171,786</u> |
| <b>Special programs:</b>                   |                  |                  |                                      |                  |
| Employee benefits                          | <u>257,500</u>   | <u>256,610</u>   | <u>890</u>                           | <u>268,244</u>   |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007

With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007          |               | Variance -<br>Positive<br>(Negative) | 2006<br>Actual |
|---|---------------|---------------|--------------------------------------|----------------|
|   | Budget        | Actual        |                                      |                |
| Adult and continuing education programs:      |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Aides   | 330           | -             | 330                                  | 341            |
| Purchased services                            | 20,000        | 20,000        | -                                    | 1,968          |
| Repairs and maintenance                       | 3,629         | 3,629         | -                                    | 1,951          |
| Travel  | 687           | 687           | -                                    | 1,003          |
| Instructional supplies -                      |               |               |                                      |                |
| Materials and supplies                        | 4,564         | 3,996         | 568                                  | 2,709          |
| Employee benefits                             | 6,645         | 6,622         | 23                                   | 5,524          |
| Total adult and continuing education programs | <u>35,855</u> | <u>34,934</u> | <u>921</u>                           | <u>13,496</u>  |
| Support -                                     |               |               |                                      |                |
| Pupil support services:                       |               |               |                                      |                |
| Child welfare and attendance services -       |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Supervisor                                    | 123,542       | 176,278       | (52,736)                             | 84,232         |
| Clerical/secretarial                          | 90,287        | 77,833        | 12,454                               | 63,937         |
| Guidance services -                           |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Supervisor                                    | 150,612       | 150,862       | (250)                                | 87,953         |
| Counselor                                     | 3,153,742     | 3,207,811     | (54,069)                             | 3,071,283      |
| Clerical/secretarial                          | 71,049        | 70,272        | 777                                  | 40,542         |
| Health services -                             |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Supervisor                                    | 69,172        | 62,345        | 6,827                                | 67,651         |
| Nurse   | 267,510       | 294,622       | (27,112)                             | 262,547        |
| Clerical/secretarial                          | 17,166        | 20,393        | (3,227)                              | 18,061         |
| Pupil assessment and appraisal -              |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Assessment teachers                           | 786,760       | 716,750       | 70,010                               | 688,040        |
| Psychologists                                 | 664,620       | 612,306       | 52,314                               | 687,559        |
| Social workers                                | 693,810       | 640,637       | 53,173                               | 662,580        |
| Clerical/secretarial                          | 109,454       | 111,256       | (1,802)                              | 84,618         |
| Other pupil support services -                |               |               |                                      |                |
| Salaries -                                    |               |               |                                      |                |
| Supervisor                                    | 142,972       | 142,508       | 464                                  | 61,496         |
| Clerical/secretarial                          | 17,066        | 18,546        | (1,480)                              | 17,963         |
| Other   | 81,875        | 79,715        | 2,160                                | 54,030         |
| Purchased services                            | 31,610        | 30,479        | 1,131                                | 24,836         |
| Repairs and maintenance                       | 3,122         | 2,705         | 417                                  | 4,227          |
| Travel  | 57,447        | 52,857        | 4,590                                | 47,503         |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--|------------------|------------------|--------------------------------------|------------------|
|  | Budget           | Actual           |                                      |                  |
| Materials and supplies                                     | 79,882           | 70,121           | 9,761                                | 51,570           |
| Equipment  | 38,290           | 34,694           | 3,596                                | 12,977           |
| Miscellaneous  | 13,496           | 11,447           | 2,049                                | 1,780            |
| Employee benefits  | <u>1,922,630</u> | <u>1,882,608</u> | <u>40,022</u>                        | <u>1,797,839</u> |
| Total pupil support services                               | <u>8,586,114</u> | <u>8,467,045</u> | <u>119,069</u>                       | <u>7,893,224</u> |
| <b>Instructional staff support services:</b>               |                  |                  |                                      |                  |
| <b>Salaries -</b>  |                  |                  |                                      |                  |
| Instructional directors and supervisors                    | 1,372,720        | 1,340,720        | 32,000                               | 1,246,406        |
| Clerical/secretarial                                       | 316,106          | 328,884          | (12,778)                             | 277,191          |
| <b>Instructional and curriculum development services -</b> |                  |                  |                                      |                  |
| <b>Salaries -</b>  |                  |                  |                                      |                  |
| Instruction/curriculum specialist                          | 80,742           | 107,184          | (26,442)                             | -                |
| Clerical/secretarial                                       | 3,662            | 2,896            | 766                                  | -                |
| <b>School library services -</b>                           |                  |                  |                                      |                  |
| <b>Salaries -</b>  |                  |                  |                                      |                  |
| Supervisor   | 61,703           | 61,974           | (271)                                | 55,691           |
| Head librarian   | 1,832,631        | 1,804,369        | 28,262                               | 1,739,298        |
| Library aide   | 17,384           | 17,484           | (100)                                | 19,133           |
| <b>Other educational media services -</b>                  |                  |                  |                                      |                  |
| <b>Salaries -</b>  |                  |                  |                                      |                  |
| Supervisor   | 57,626           | 57,526           | 100                                  | -                |
| Other  | 304,933          | 308,150          | (3,217)                              | 207,653          |
| <b>Other instructional staff services -</b>                |                  |                  |                                      |                  |
| Salaries   | 113,648          | 113,855          | (207)                                | 105,699          |
| Purchased services   | 409,682          | 369,939          | 39,743                               | 386,358          |
| Repairs and maintenance                                    | 13,178           | 3,507            | 9,671                                | 1,900            |
| Travel   | 136,467          | 111,328          | 25,139                               | 131,705          |
| Materials and supplies                                     | 180,584          | 176,375          | 4,209                                | 260,832          |
| Books and periodicals                                      | 217,034          | 206,585          | 10,449                               | 224,560          |
| Equipment  | 458,008          | 441,119          | 16,889                               | 259,322          |
| Miscellaneous  | 11,997           | 7,986            | 4,011                                | 18,309           |
| Staff instructors  | 13,466           | 12,147           | 1,319                                | 28,045           |
| Stipend pay  | 153,155          | 127,035          | 26,120                               | 167,269          |
| Employee benefits  | <u>1,348,137</u> | <u>1,318,954</u> | <u>29,183</u>                        | <u>1,122,619</u> |
| Total instructional staff support services                 | <u>7,102,863</u> | <u>6,918,017</u> | <u>184,846</u>                       | <u>6,251,990</u> |

(continued)

**LAFAYETTE PARISH SCHOOL BOARD**  
**Lafayette, Louisiana**  
**General Fund**

Schedule of Expenditures  
**Budget (GAAP Basis) and Actual (Continued)**  
**For the Year Ended June 30, 2007**  
**With Comparative Actual Amounts for the Year Ended June 30, 2006**

|   | <u>2007</u>      |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|---|------------------|------------------|--------------------------------------|------------------|
|   | <u>Budget</u>    | <u>Actual</u>    |                                      |                  |
| <b>General administration:</b>                    |                  |                  |                                      |                  |
| <b>Board of Education services -</b>              |                  |                  |                                      |                  |
| Salaries  | 87,600           | 87,600           | -                                    | 87,600           |
| Legal services                                    | 392,221          | 383,400          | 8,821                                | 365,777          |
| Audit services                                    | 77,710           | 77,076           | 634                                  | 39,161           |
| Insurance   | 871,917          | 855,550          | 16,367                               | 542,928          |
| Advertising                                       | 5,426            | 5,354            | 72                                   | 7,578            |
| Travel  | 15,617           | 15,282           | 335                                  | 10,850           |
| Materials and supplies                            | 9,737            | 6,030            | 3,707                                | 8,863            |
| Equipment   | 1,000            | -                | 1,000                                | 726              |
| Dues and fees                                     | 22,337           | 22,037           | 300                                  | 15,691           |
| Judgements  | 564,447          | 564,447          | -                                    | 192,202          |
| Miscellaneous                                     | 1,278            | 902              | 376                                  | 412              |
| Election fees                                     | 89,713           | 14,982           | 74,731                               | -                |
| <b>Tax assessment/collection service -</b>        |                  |                  |                                      |                  |
| Assessor fees                                     | 64,705           | 18,390           | 46,315                               | -                |
| Pension Fund deductions                           | 383,484          | 383,266          | 218                                  | 361,608          |
| <b>Sales and use taxes -</b>                      |                  |                  |                                      |                  |
| Sales tax office expense                          | 479,710          | 479,710          | -                                    | 427,702          |
| <b>Office of the Superintendent -</b>             |                  |                  |                                      |                  |
| <b>Salaries -</b>                                 |                  |                  |                                      |                  |
| Superintendent                                    | 166,275          | 172,563          | (6,288)                              | 144,301          |
| Clerical/secretarial                              | 94,442           | 95,779           | (1,337)                              | 78,000           |
| Travel  | 19,584           | 13,824           | 5,760                                | 10,703           |
| Materials and supplies                            | 2,166            | 1,916            | 250                                  | 3,267            |
| Miscellaneous                                     | 1,778            | 1,692            | 86                                   | 4,075            |
| <b>Office of the Assistant Superintendent -</b>   |                  |                  |                                      |                  |
| <b>Salaries -</b>                                 |                  |                  |                                      |                  |
| Assistant superintendent                          | 176,336          | 128,465          | 47,871                               | 191,959          |
| Clerical/secretarial                              | 234,612          | 214,151          | 20,461                               | 201,965          |
| Repairs and maintenance                           | 3,280            | 1,780            | 1,500                                | 319              |
| Travel  | 5,487            | 1,646            | 3,841                                | 2,183            |
| Materials and supplies                            | 86,318           | 73,131           | 13,187                               | 47,903           |
| Equipment   | 5,215            | 5,006            | 209                                  | 8,405            |
| Miscellaneous                                     | 28,187           | 1,790            | 26,397                               | 2,742            |
| <b>Other executive administrations services -</b> |                  |                  |                                      |                  |
| Salaries  | 32,000           | 26,749           | 5,251                                | 6,854            |
| Purchased services                                | 2,500            | 907              | 1,593                                | -                |
| Miscellaneous                                     | 308              | 150              | 158                                  | 150              |
| Employee benefits                                 | 254,275          | 249,760          | 4,515                                | 234,415          |
| <b>Total general administration</b>               | <u>4,179,665</u> | <u>3,903,335</u> | <u>276,330</u>                       | <u>2,998,339</u> |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|                                       | 2007              |                   | Variance -<br>Positive<br>(Negative) | 2006<br>Actual    |
|---------------------------------------|-------------------|-------------------|--------------------------------------|-------------------|
|                                       | Budget            | Actual            |                                      |                   |
| <b>School administration:</b>         |                   |                   |                                      |                   |
| Salaries -                            |                   |                   |                                      |                   |
| Principals                            | 2,904,579         | 2,825,569         | 79,010                               | 2,901,117         |
| Assistant principals                  | 2,783,825         | 2,892,934         | (109,109)                            | 2,660,281         |
| Clerical/secretarial                  | 2,632,473         | 2,701,387         | (68,914)                             | 2,517,813         |
| Other                                 | 1,202             | 1,544             | (342)                                | 630               |
| Sabbatical leave                      | 46,525            | 45,485            | 1,040                                | 47,501            |
| Purchased services                    | 15,000            | 4,480             | 10,520                               | 27,279            |
| Repairs and maintenance               | 33,486            | 27,251            | 6,235                                | 5,249             |
| Telephone and postage                 | 161,624           | 160,092           | 1,532                                | 155,444           |
| Travel                                | 26,617            | 19,156            | 7,461                                | 17,641            |
| Materials and supplies                | 51,531            | 44,880            | 6,651                                | 32,671            |
| Equipment                             | 40,577            | 33,622            | 6,955                                | 23,195            |
| Dues and fees                         | 29,218            | 27,367            | 1,851                                | 25,509            |
| Miscellaneous                         | 8,000             | 595               | 7,405                                | 1,655             |
| Employee benefits                     | <u>2,698,972</u>  | <u>2,645,436</u>  | <u>53,536</u>                        | <u>2,575,476</u>  |
| Total school administration           | <u>11,433,629</u> | <u>11,429,798</u> | <u>3,831</u>                         | <u>10,991,461</u> |
| <b>Business services:</b>             |                   |                   |                                      |                   |
| Fiscal services -                     |                   |                   |                                      |                   |
| Salaries -                            |                   |                   |                                      |                   |
| Business official                     | 67,574            | 73,850            | (6,276)                              | 69,270            |
| Accountant/auditor                    | 387,055           | 371,704           | 15,351                               | 345,197           |
| Clerical/secretarial                  | 378,566           | 391,029           | (12,463)                             | 309,211           |
| Purchasing services -                 |                   |                   |                                      |                   |
| Salaries -                            |                   |                   |                                      |                   |
| Purchasing agent                      | 45,180            | 45,034            | 146                                  | 41,449            |
| Clerical/secretarial                  | 69,830            | 70,589            | (759)                                | 54,497            |
| Other                                 | 1,000             | 598               | 402                                  | -                 |
| Warehousing & distributing services - |                   |                   |                                      |                   |
| Salaries -                            |                   |                   |                                      |                   |
| Supervisor                            | 17,747            | 12,653            | 5,094                                | 24,644            |
| Clerical/secretarial                  | 43,435            | 37,828            | 5,607                                | 19,026            |
| Other                                 | 212,513           | 202,185           | 10,328                               | 147,449           |
| Purchased services                    | 26,535            | 11,320            | 15,215                               | 21,326            |
| Repairs and maintenance               | 35,036            | 21,585            | 13,451                               | 22,638            |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                   | Variance -<br>Positive<br>(Negative) | 2006<br>Actual                   |
|--|-------------------|-------------------|--------------------------------------|----------------------------------|
|  | Budget            | Actual            |                                      |                                  |
| Rental of equipment                                  | 27,434            | 40,707            | (13,273)                             | 651                              |
| Printing and binding                                 | 64,056            | 27,398            | 36,658                               | 23,625                           |
| Postage  | 61,856            | 51,412            | 10,444                               | 70,522                           |
| Advertising  | 18,758            | 13,878            | 4,880                                | 15,964                           |
| Travel   | 6,873             | 5,327             | 1,546                                | 2,244                            |
| Material and supplies                                | 36,530            | 26,595            | 9,935                                | 28,067                           |
| Equipment  | 15,281            | 10,724            | 4,557                                | 13,605                           |
| Miscellaneous  | 11,808            | 2,679             | 9,129                                | 10,532                           |
| Employee benefits                                    | 442,762           | 433,668           | 9,094                                | 403,039                          |
| Total business services                              | <u>1,969,829</u>  | <u>1,850,763</u>  | <u>119,066</u>                       | <u>1,622,956</u>                 |
| Operation and maintenance of plant services:         |                   |                   |                                      |                                  |
| Salaries -   |                   |                   |                                      |                                  |
| Supervisors  | 125,542           | 94,762            | 30,780                               | 81,101                           |
| Clerical/secretarial                                 | 71,016            | 72,908            | (1,892)                              | 90,591                           |
| Custodians   | 3,636,816         | 3,516,612         | 120,204                              | 3,242,807                        |
| Skilled craftsmen                                    | 1,415,621         | 1,250,092         | 165,529                              | 1,179,779                        |
| Mechanics  | 106,424           | 110,544           | (4,120)                              | 100,447                          |
| Security guards/crossing patrol                      | 36,459            | 28,540            | 7,919                                | 37,405                           |
| Other  | 15,794            | 10,244            | 5,550                                | 10,175                           |
| Purchased services                                   | 1,201,369         | 1,089,795         | 111,574                              | 782,863                          |
| Rental of equipment                                  | 12,612            | 12,052            | 560                                  | 10,410                           |
| Rental of land                                       | 7,000             | 7,000             | -                                    | 7,000                            |
| Travel   | 1,975             | 660               | 1,315                                | 256                              |
| Materials and supplies                               | 1,256,291         | 1,144,330         | 111,961                              | 1,253,459                        |
| Gasoline   | 200,405           | 186,457           | 13,948                               | 188,547                          |
| Equipment  | 107,422           | 74,821            | 32,601                               | 56,815                           |
| Operating buildings -                                |                   |                   |                                      |                                  |
| Building rental/lease                                | 117,150           | 116,327           | 823                                  | 214,453                          |
| Utilities  | 5,551,203         | 5,523,590         | 27,613                               | 5,624,971                        |
| Repairs and maintenance services                     | 72,229            | 84,932            | (12,703)                             | 272,149                          |
| Property insurance                                   | 1,058,522         | 1,079,877         | (21,355)                             | 518,866                          |
| Repair and upkeep of grounds                         | 33,475            | 28,619            | 4,856                                | 12,445                           |
| Repair and upkeep of equipment                       | 386,531           | 304,730           | 81,801                               | 394,263                          |
| Vehicle operation and maintenance                    | 77,094            | 72,494            | 4,600                                | 198,086                          |
| Employee benefits                                    | 2,280,955         | 2,251,550         | 29,405                               | 1,962,736                        |
| Total operation and maintenance of<br>plant services | <u>17,771,905</u> | <u>17,060,936</u> | <u>710,969</u>                       | <u>16,239,624</u><br>(continued) |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                   | Variance -<br>Positive<br>(Negative) | 2006<br>Actual    |
|--|-------------------|-------------------|--------------------------------------|-------------------|
|  | Budget            | Actual            |                                      |                   |
| <b>Student transportation services:</b>    |                   |                   |                                      |                   |
| Salaries -                                 |                   |                   |                                      |                   |
| Supervisor                                 | 10,686            | 10,489            | 197                                  | 35,934            |
| Clerical/secretarial                       | 145,245           | 129,610           | 15,635                               | 132,655           |
| Bus drivers                                | 5,729,725         | 5,494,407         | 235,318                              | 5,382,845         |
| Bus attendants                             | 1,152,841         | 1,152,835         | 6                                    | 1,122,634         |
| Substitutes                                | 596,846           | 594,104           | 2,742                                | 404,587           |
| Mechanic                                   | 142,244           | 125,994           | 16,250                               | 131,933           |
| Other                                      | 77,784            | 79,284            | (1,500)                              | 93,024            |
| Purchased services                         | 19,767            | 14,256            | 5,511                                | 10,847            |
| Repairs and maintenance                    | 91,000            | 80,079            | 10,921                               | 49,348            |
| Rental of vehicles                         | 1,028,262         | 1,000,331         | 27,931                               | 930,103           |
| Payments in lieu of transportation         | 67,501            | 64,104            | 3,397                                | 64,620            |
| Fleet insurance                            | -                 | -                 | -                                    | 223,513           |
| Bus drivers' lease and operating allowance | 4,817,100         | 4,917,124         | (100,024)                            | 4,854,636         |
| Materials and supplies                     | 194,306           | 186,211           | 8,095                                | 181,374           |
| Gasoline/diesel                            | 782,749           | 728,272           | 54,477                               | 753,098           |
| Equipment                                  | 21,973            | 19,162            | 2,811                                | 8,213             |
| Miscellaneous                              | 14,014            | 12,819            | 1,195                                | 14,817            |
| Employee benefits                          | 4,625,616         | 4,567,046         | 58,570                               | 4,102,796         |
| Total student transportation services      | <u>19,517,659</u> | <u>19,176,127</u> | <u>341,532</u>                       | <u>18,497,765</u> |
| <b>Central services:</b>                   |                   |                   |                                      |                   |
| Planning and evaluation services -         |                   |                   |                                      |                   |
| Salaries -                                 |                   |                   |                                      |                   |
| Supervisor                                 | 86,399            | 39,606            | 46,793                               | 74,268            |
| Clerical/secretarial                       | 20,493            | 17,571            | 2,922                                | 20,475            |
| Public information services -              |                   |                   |                                      |                   |
| Salaries -                                 |                   |                   |                                      |                   |
| Supervisor                                 | 64,780            | 66,273            | (1,493)                              | 56,888            |
| Clerical/secretarial                       | 27,222            | 5,671             | 21,551                               | 60,363            |
| Other                                      | 15,949            | 15,899            | 50                                   | 40,614            |
| Personnel services -                       |                   |                   |                                      |                   |
| Salaries -                                 |                   |                   |                                      |                   |
| Supervisor                                 | 134,929           | 150,853           | (15,924)                             | 116,770           |
| Clerical/secretarial                       | 129,681           | 132,808           | (3,127)                              | 128,386           |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|                                      | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--------------------------------------|------------------|------------------|--------------------------------------|------------------|
|                                      | Budget           | Actual           |                                      |                  |
| Data processing services -           |                  |                  |                                      |                  |
| Salaries -                           |                  |                  |                                      |                  |
| Supervisor                           | 152,208          | 157,234          | (5,026)                              | 149,524          |
| Programmer                           | 196,888          | 146,804          | 50,084                               | 88,649           |
| Operator                             | 50,203           | 51,615           | (1,412)                              | 29,318           |
| Clerical/secretarial                 | 40,521           | 40,693           | (172)                                | 36,207           |
| Other                                | 35,865           | 37,856           | (1,991)                              | 27,629           |
| Purchased services                   | 477,344          | 443,881          | 33,463                               | 525,542          |
| Management consultants               | 22,000           | -                | 22,000                               | 25,149           |
| Fingerprinting & background checking | 83,215           | 81,240           | 1,975                                | 23,708           |
| Repairs and maintenance              | 93,728           | 103,751          | (10,023)                             | 79,172           |
| Advertising                          | 18,409           | 14,185           | 4,224                                | 19,527           |
| Travel                               | 33,639           | 26,879           | 6,760                                | 21,027           |
| Materials and supplies               | 130,477          | 63,784           | 66,693                               | 62,265           |
| Equipment                            | 138,792          | 129,723          | 9,069                                | 106,264          |
| Miscellaneous                        | 11,000           | 7,475            | 3,525                                | 12,197           |
| Employee benefits                    | 272,527          | 267,271          | 5,256                                | 265,028          |
| Total central services               | <u>2,236,269</u> | <u>2,001,072</u> | <u>235,197</u>                       | <u>1,968,970</u> |
| Non-instructional services -         |                  |                  |                                      |                  |
| Food services:                       |                  |                  |                                      |                  |
| Repairs and maintenance              | 59,870           | 50,506           | 9,364                                | 37,763           |
| Materials and supplies               | 100,000          | 98,930           | 1,070                                | -                |
| Equipment                            | 4,242            | 4,242            | -                                    | -                |
| Employee benefits                    | 310,662          | 309,588          | 1,074                                | 247,820          |
| Total food services                  | <u>474,774</u>   | <u>463,266</u>   | <u>11,508</u>                        | <u>285,583</u>   |
| Community service operations:        |                  |                  |                                      |                  |
| Salaries                             | -                | -                | -                                    | 278,551          |
| Purchased services                   | -                | -                | -                                    | 4,549            |
| Travel                               | 17,921           | 10,599           | 7,322                                | 40,458           |
| Materials and supplies               | 45               | 45               | -                                    | 686              |
| Equipment                            | 1,908            | 74               | 1,834                                | 550              |
| Miscellaneous                        | 16,916           | 15,327           | 1,589                                | 17,478           |
| Employee benefits                    | 1,864            | 1,802            | 62                                   | 12,366           |
| Total community service programs     | <u>38,654</u>    | <u>27,847</u>    | <u>10,807</u>                        | <u>354,638</u>   |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007                 |                      | Variance -<br>Positive<br>(Negative) | 2006<br>Actual       |
|---|----------------------|----------------------|--------------------------------------|----------------------|
|   | Budget               | Actual               |                                      |                      |
| Facilities acquisition and construction | 39,949               | 25,137               | 14,812                               | 30,680               |
| Debt service:                           |                      |                      |                                      |                      |
| Principal retirement                    | 6,668                | 6,668                | -                                    | -                    |
| Interest and fiscal charges             | 121,672              | 1,222                | 120,450                              | 120,450              |
|   | 128,340              | 7,890                | 120,450                              | 120,450              |
| <b>TOTAL EXPENDITURES</b>               | <b>\$190,693,191</b> | <b>\$187,091,104</b> | <b>\$3,602,087</b>                   | <b>\$182,090,721</b> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Sales Tax Revenue Bonds Debt Service Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007              |                     | Variance-<br>Positive<br>(Negative) | 2006<br>Actual      |
|---|-------------------|---------------------|-------------------------------------|---------------------|
|   | Budget            | Actual              |                                     |                     |
| <b>REVENUES</b>   |                   |                     |                                     |                     |
| Parish sources -  |                   |                     |                                     |                     |
| Sales tax   | \$9,427,729       | \$ 9,427,729        | \$ -                                | \$ 9,420,309        |
| Interest  | <u>609,480</u>    | <u>758,250</u>      | <u>148,770</u>                      | <u>585,140</u>      |
| Total revenues  | <u>10,037,209</u> | <u>10,185,979</u>   | <u>148,770</u>                      | <u>10,005,449</u>   |
| <b>EXPENDITURES</b>   |                   |                     |                                     |                     |
| Current:  |                   |                     |                                     |                     |
| Support services -  |                   |                     |                                     |                     |
| General administration  | 13,700            | 3,950               | 9,750                               | 3,600               |
| Debt service:   |                   |                     |                                     |                     |
| Principal retirement  | 5,710,000         | 5,710,000           | -                                   | 5,440,000           |
| Interest and fiscal charges   | <u>3,714,638</u>  | <u>3,720,005</u>    | <u>(5,367)</u>                      | <u>3,983,463</u>    |
| Total expenditures  | <u>9,438,338</u>  | <u>9,433,955</u>    | <u>4,383</u>                        | <u>9,427,063</u>    |
| Excess of revenues<br>over expenditures                             | 598,871           | 752,024             | 153,153                             | 578,386             |
| <b>OTHER FINANCING USES</b>   |                   |                     |                                     |                     |
| Transfers out   | <u>(600,000)</u>  | <u>(600,000)</u>    | <u>-</u>                            | <u>(300,000)</u>    |
| Excess (deficiency) of revenues<br>over expenditures and other uses | <u>\$ (1,129)</u> | 152,024             | <u>\$ 153,153</u>                   | 278,386             |
| FUND BALANCE, BEGINNING   |                   | <u>13,568,904</u>   |                                     | <u>13,290,518</u>   |
| FUND BALANCE, ENDING  |                   | <u>\$13,720,928</u> |                                     | <u>\$13,568,904</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Governmental Funds

Combining Balance Sheet - By Fund Type  
June 30, 2007  
With Comparative Totals for June 30, 2006

|  | Special<br>Revenue  | Debt<br>Service    | Capital<br>Projects | Totals              |                     |
|--|---------------------|--------------------|---------------------|---------------------|---------------------|
|  |                     |                    |                     | 2007                | 2006                |
| <b>ASSETS</b>                              |                     |                    |                     |                     |                     |
| Cash and interest-bearing deposits         | \$ 4,784,740        | \$1,000,189        | \$ 7,086,325        | \$12,871,254        | \$ 8,661,325        |
| Investments                                | -                   | -                  | -                   | -                   | 83,486              |
| Receivables:                               |                     |                    |                     |                     |                     |
| Notes receivable                           | -                   | -                  | -                   | -                   | -                   |
| Due from other funds                       | 6,009,229           | 175,000            | 6,337,386           | 12,521,615          | 10,870,292          |
| Due from other governmental agencies -     |                     |                    |                     |                     |                     |
| State Department of Education              | 12,518,921          | -                  | -                   | 12,518,921          | 12,457,796          |
| Other                                      | -                   | 1,351              | -                   | 1,351               | 3,661               |
| Other                                      | 25,671              | -                  | 661,134             | 686,805             | 18,643              |
| Prepaid items                              | 3,218               | -                  | -                   | 3,218               | -                   |
| Inventory, at cost                         | 808,260             | -                  | -                   | 808,260             | 780,283             |
| <b>TOTAL ASSETS</b>                        | <b>\$24,150,039</b> | <b>\$1,176,540</b> | <b>\$14,084,845</b> | <b>\$39,411,424</b> | <b>\$37,170,111</b> |
| <b>LIABILITIES AND FUND BALANCES</b>       |                     |                    |                     |                     |                     |
| Liabilities:                               |                     |                    |                     |                     |                     |
| Accounts payable                           | \$ 466,433          | \$ -               | \$ 1,090,650        | \$ 1,557,083        | \$ 1,376,895        |
| Contracts payable                          | -                   | -                  | 378,173             | 378,173             | 27,509              |
| Retainage payable                          | -                   | -                  | 46,670              | 46,670              | 71,568              |
| Due to other funds                         | 18,617,478          | -                  | 63,088              | 18,680,566          | 15,435,111          |
| Due to other governmental units            | 84,281              | -                  | -                   | 84,281              | 58,950              |
| Unearned revenue                           | 1,043,937           | 49                 | -                   | 1,043,986           | 1,033,562           |
| Total liabilities                          | 20,212,129          | 49                 | 1,578,581           | 21,790,759          | 22,298,220          |
| Fund balances:                             |                     |                    |                     |                     |                     |
| Reserved for encumbrances                  | 80,634              | -                  | 2,529,446           | 2,610,080           | 274,478             |
| Reserved for inventory                     | 544,754             | -                  | -                   | 544,754             | 650,212             |
| Reserved for incomplete contracts          | -                   | -                  | 1,407,673           | 1,407,673           | 289,075             |
| Reserved for debt retirement               | -                   | 1,176,491          | -                   | 1,176,491           | 1,185,585           |
| Unreserved, designated                     | 1,269,595           | -                  | 3,808,269           | 5,077,864           | 9,285,105           |
| Unreserved, undesignated                   | 2,042,927           | -                  | 4,760,876           | 6,803,803           | 3,187,436           |
| Total fund balances                        | 3,937,910           | 1,176,491          | 12,506,264          | 17,620,665          | 14,871,891          |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$24,150,039</b> | <b>\$1,176,540</b> | <b>\$14,084,845</b> | <b>\$39,411,424</b> | <b>\$37,170,111</b> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|   | Special<br>Revenue | Debt<br>Service     | Capital<br>Projects | Totals              |                     |
|---|--------------------|---------------------|---------------------|---------------------|---------------------|
|   |                    |                     |                     | 2007                | 2006                |
| <b>REVENUES</b>   |                    |                     |                     |                     |                     |
| Parish sources -  |                    |                     |                     |                     |                     |
| Ad valorem taxes  | \$ -               | \$ 560,038          | \$ -                | \$ 560,038          | \$ 692,067          |
| Sales taxes   | -                  | -                   | 5,681,234           | 5,681,234           | 526,188             |
| Other   | 3,081,572          | 55,470              | 971,810             | 4,108,852           | 2,893,607           |
| State sources   | 5,537,368          | -                   | -                   | 5,537,368           | 5,557,780           |
| Federal sources   | 25,035,630         | -                   | -                   | 25,035,630          | 43,250,362          |
| Total revenues  | <u>33,654,570</u>  | <u>615,508</u>      | <u>6,653,044</u>    | <u>40,923,122</u>   | <u>52,920,004</u>   |
| <b>EXPENDITURES</b>   |                    |                     |                     |                     |                     |
| Current:  |                    |                     |                     |                     |                     |
| Instruction -   |                    |                     |                     |                     |                     |
| Regular programs  | 54,827             | -                   | 83,231              | 138,058             | 1,693,091           |
| Special education programs  | 5,237,361          | -                   | -                   | 5,237,361           | 5,886,860           |
| Vocational education programs   | 348,100            | -                   | -                   | 348,100             | 469,499             |
| Other instructional programs  | 3,106,288          | -                   | 114,350             | 3,220,638           | 2,546,396           |
| Special programs  | 5,333,088          | -                   | -                   | 5,333,088           | 12,696,003          |
| Adult and continuing education programs                                     | 556,226            | -                   | -                   | 556,226             | 651,550             |
| Support services -  |                    |                     |                     |                     |                     |
| Pupil support services  | 3,050,875          | -                   | -                   | 3,050,875           | 2,563,220           |
| Instructional staff support services  | 4,051,198          | -                   | 7,455               | 4,058,653           | 4,741,656           |
| General administration  | 16,833             | 24,008              | 5,950               | 46,791              | 58,874              |
| School administration   | 97,413             | -                   | -                   | 97,413              | 451,371             |
| Business services   | 3,125              | -                   | 14,242              | 17,367              | 382,414             |
| Operation and maintenance of plant services                                 | 75,478             | -                   | 623,811             | 699,289             | 826,085             |
| Student transportation services   | 287,733            | -                   | -                   | 287,733             | 292,565             |
| Central services  | -                  | -                   | 1,226,028           | 1,226,028           | 272,972             |
| Non-instructional services -  |                    |                     |                     |                     |                     |
| Food services   | 10,945,250         | -                   | 48,210              | 10,993,460          | 10,667,686          |
| Facilities acquisition and construction                                     | -                  | -                   | 2,652,359           | 2,652,359           | 2,348,130           |
| Debt service:   |                    |                     |                     |                     |                     |
| Principal retirement  | -                  | 2,208,179           | 96,062              | 2,304,241           | 2,137,230           |
| Interest and fiscal charges   | -                  | 379,338             | -                   | 379,338             | 449,395             |
| Total expenditures  | <u>33,163,795</u>  | <u>2,611,525</u>    | <u>4,871,698</u>    | <u>40,647,018</u>   | <u>49,134,997</u>   |
| Excess (deficiency) of revenues<br>over expenditures                        | <u>490,775</u>     | <u>(1,996,017)</u>  | <u>1,781,346</u>    | <u>276,104</u>      | <u>3,785,007</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b>                                       |                    |                     |                     |                     |                     |
| Proceeds from capital leases  | -                  | -                   | 561,012             | 561,012             | -                   |
| Transfers in  | 601,339            | 1,986,923           | 1,275,000           | 3,863,262           | 13,714,552          |
| Transfers out   | (1,101,604)        | -                   | (850,000)           | (1,951,604)         | (9,068,862)         |
| Total other financing sources (uses)  | <u>(500,265)</u>   | <u>1,986,923</u>    | <u>986,012</u>      | <u>2,472,670</u>    | <u>4,645,690</u>    |
| Excess of revenues<br>and other sources over<br>expenditures and other uses | (9,490)            | (9,094)             | 2,767,358           | 2,748,774           | 8,430,697           |
| FUND BALANCES, BEGINNING  | <u>3,947,400</u>   | <u>1,185,585</u>    | <u>9,738,906</u>    | <u>14,871,891</u>   | <u>6,441,194</u>    |
| FUND BALANCES, ENDING   | <u>\$3,937,910</u> | <u>\$ 1,176,491</u> | <u>\$12,506,264</u> | <u>\$17,620,665</u> | <u>\$14,871,891</u> |



---

LAFAYETTE PARISH  
SCHOOL SYSTEM

---

Non-Major Special Revenue Funds

# Non-Major Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for specific purposes.

## **Consolidated Other (NCLB)**

The purpose of this fund is to account for federal funds received under Title II, III, IV, and V of the Improving No Child Left Behind (NCLB) Act of 2001. These funds are used for various purposes including, but not limited to, staff development, drug education, innovative educational programs, and the purchase of equipment and computers for classrooms. Some of the funds are also used to support non-public schools.

## **Consolidated Special Education**

The purpose of this fund is to account for several federal and state programs restricted to exceptional children with disabilities and the gifted. Donations restricted for use in handicapped programs are accounted for in this fund.

## **Consolidated Adult Education**

The purpose of this fund is to account for federal, state, or local programs for adult, young adult, and early childhood education. These sources are utilized to provide instruction to adults working toward high school diplomas, to provide counseling to potential high school dropouts, to provide instruction in vocational education to children with disabilities, and to provide continuing education courses.

**Consolidated Special Revenue** The purpose of this fund is to account for state and federal programs that provide supplemental education programs for high-risk children, vocational students, and teacher training.

## **Consolidated Other State**

The purpose of the fund account for State Programs is to provide adult education, student achievement, and educational programs for low performing students.

## **Child Development Program**

The purpose of this fund is to account for federal funds used in the Headstart, LA-4, and child care programs. Headstart funds provide a quality early childhood education for three- and four-year-old children meeting federal poverty guidelines. LA-4 funds provide a quality pre-school education for every four-year-old child qualifying for free/reduced lunch. Child care funds provide quality, safe child care for students thirteen and under who qualify for free/reduced lunches.

## **Consolidated Other Federal Programs**

The purpose of this fund is to account for federal funds used to break the cycle of poverty and illiteracy by integrating early childhood education, adult education, parenting education and parent and child interactive activities to ensure high risk children have equal opportunity.

## **Consolidated Direct Federal**

These federal funds support academic achievement by planning and implementation of small, safe, and successful learning environments; ensures that underserved students have access of quality education; and offers school-based mentoring programs for at-risk students.

## **School Food Service**

The purpose of this fund is to account for the provision of meals to school children, including the breakfast and lunch programs. All activities necessary to provide such meals are accounted for in this fund including, but not limited to, administration, operations, and maintenance.



LAFAYETTE PARISH  
SCHOOL SYSTEM

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Funds

Combining Balance Sheet  
June 30, 2007  
With Comparative Totals for June 30, 2006

|  | Consolidated<br>Other<br>NCLB | Consolidated<br>Special<br>Education | Consolidated<br>Adult<br>Education | Consolidated<br>Special<br>Revenue |
|--|-------------------------------|--------------------------------------|------------------------------------|------------------------------------|
| <b>ASSETS</b>                              |                               |                                      |                                    |                                    |
| Cash and interest-bearing deposits         | \$ 9,621                      | \$ 87,442                            | \$ 22,121                          | \$ 13,771                          |
| Receivables:                               |                               |                                      |                                    |                                    |
| Due from other funds                       | 8,555                         | 67                                   | 423,049                            | 4,352,346                          |
| Due from other governmental agencies -     |                               |                                      |                                    |                                    |
| State Department of Education              | 2,567,486                     | 6,622,041                            | 344,554                            | 398,093                            |
| Other                                      | -                             | -                                    | -                                  | 18,671                             |
| Prepaid items                              | -                             | -                                    | -                                  | -                                  |
| Inventory, at cost                         | -                             | -                                    | -                                  | -                                  |
|  | <u>\$2,585,662</u>            | <u>\$6,709,550</u>                   | <u>\$ 789,724</u>                  | <u>\$4,782,881</u>                 |
| <b>LIABILITIES AND FUND BALANCES</b>       |                               |                                      |                                    |                                    |
| Liabilities:                               |                               |                                      |                                    |                                    |
| Accounts payable                           | \$ 2,291                      | \$ 8,683                             | \$ 31,628                          | \$ 77,630                          |
| Due to other funds                         | 2,580,812                     | 6,678,701                            | 731,798                            | 2,267,496                          |
| Due to other governmental units            | 1,836                         | -                                    | -                                  | 669                                |
| Unearned revenue                           | -                             | -                                    | -                                  | 780,374                            |
| Total liabilities                          | <u>2,584,939</u>              | <u>6,687,384</u>                     | <u>763,426</u>                     | <u>3,126,169</u>                   |
| Fund balances:                             |                               |                                      |                                    |                                    |
| Reserved for encumbrances                  | -                             | -                                    | 4,985                              | 2,007                              |
| Reserved for inventory                     | -                             | -                                    | -                                  | -                                  |
| Unreserved, designated                     | -                             | -                                    | -                                  | 1,269,595                          |
| Unreserved, undesignated                   | 723                           | 22,166                               | 21,313                             | 385,110                            |
| Total fund balances                        | <u>723</u>                    | <u>22,166</u>                        | <u>26,298</u>                      | <u>1,656,712</u>                   |
|  | <u>\$2,585,662</u>            | <u>\$6,709,550</u>                   | <u>\$ 789,724</u>                  | <u>\$4,782,881</u>                 |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <u>\$2,585,662</u>            | <u>\$6,709,550</u>                   | <u>\$ 789,724</u>                  | <u>\$4,782,881</u>                 |

| Consolidated<br>Other<br>State | Child<br>Development<br>Program | Consolidated                 |                              | Consolidated<br>Direct<br>Federal | School<br>Food<br>Service | Totals              |      |
|--------------------------------|---------------------------------|------------------------------|------------------------------|-----------------------------------|---------------------------|---------------------|------|
|                                |                                 | Other<br>Federal<br>Programs | Other<br>Federal<br>Programs |                                   |                           | 2007                | 2006 |
|                                |                                 |                              |                              |                                   |                           |                     |      |
| \$ 1,832                       | \$ 501,628                      | \$ 2,910                     | \$ 662,908                   | \$3,482,507                       | \$ 4,784,740              | \$ 3,154,237        |      |
| 54,152                         | 899,076                         | 270,738                      | 578                          | 668                               | 6,009,229                 | 4,929,648           |      |
| 614,231                        | 443,219                         | 73,659                       | 1,436,063                    | 19,575                            | 12,518,921                | 12,457,796          |      |
| -                              | -                               | -                            | 436                          | 6,564                             | 25,671                    | 18,643              |      |
| -                              | 3,218                           | -                            | -                            | -                                 | 3,218                     | -                   |      |
| -                              | -                               | -                            | -                            | 808,260                           | 808,260                   | 780,283             |      |
| <u>\$ 670,215</u>              | <u>\$ 1,847,141</u>             | <u>\$ 347,307</u>            | <u>\$ 2,099,985</u>          | <u>\$4,317,574</u>                | <u>\$24,150,039</u>       | <u>\$21,340,607</u> |      |
| \$ 7,097                       | \$ 23,373                       | \$ 4,888                     | \$ 136,560                   | \$ 174,283                        | \$ 466,433                | \$ 920,630          |      |
| 663,118                        | 924,909                         | 342,127                      | 1,883,742                    | 2,544,775                         | 18,617,478                | 15,381,530          |      |
| -                              | 2,093                           | -                            | 79,683                       | -                                 | 84,281                    | 58,950              |      |
| -                              | -                               | -                            | -                            | 263,563                           | 1,043,937                 | 1,032,097           |      |
| <u>670,215</u>                 | <u>950,375</u>                  | <u>347,015</u>               | <u>2,099,985</u>             | <u>2,982,621</u>                  | <u>20,212,129</u>         | <u>17,393,207</u>   |      |
| -                              | 2,686                           | -                            | -                            | 70,956                            | 80,634                    | 2,027               |      |
| -                              | -                               | -                            | -                            | 544,754                           | 544,754                   | 650,212             |      |
| -                              | -                               | -                            | -                            | -                                 | 1,269,595                 | 1,366,119           |      |
| -                              | 894,080                         | 292                          | -                            | 719,243                           | 2,042,927                 | 1,929,042           |      |
| -                              | 896,766                         | 292                          | -                            | 1,334,953                         | 3,937,910                 | 3,947,400           |      |
| <u>\$ 670,215</u>              | <u>\$ 1,847,141</u>             | <u>\$ 347,307</u>            | <u>\$ 2,099,985</u>          | <u>\$4,317,574</u>                | <u>\$24,150,039</u>       | <u>\$21,340,607</u> |      |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|   | Consolidated<br>Other<br>NCLB | Consolidated<br>Special<br>Education | Consolidated<br>Adult<br>Education | Consolidated<br>Special<br>Revenue |
|---|-------------------------------|--------------------------------------|------------------------------------|------------------------------------|
| <b>REVENUES</b>   |                               |                                      |                                    |                                    |
| Parish sources  | \$ -                          | \$ 3,933                             | \$ 16,375                          | \$ 1,077,323                       |
| State sources   | -                             | 89,918                               | -                                  | 1,770,743                          |
| Federal sources   | 2,573,013                     | 6,577,626                            | 974,072                            | -                                  |
| Total revenues  | 2,573,013                     | 6,671,477                            | 990,447                            | 2,848,066                          |
| <b>EXPENDITURES</b>   |                               |                                      |                                    |                                    |
| Current:  |                               |                                      |                                    |                                    |
| Instruction -   |                               |                                      |                                    |                                    |
| Regular programs  | -                             | 300                                  | 31,676                             | 100                                |
| Special education programs  | -                             | 4,808,278                            | -                                  | 429,083                            |
| Vocational education programs   | -                             | -                                    | 347,553                            | 547                                |
| Other instructional programs  | -                             | -                                    | 143,934                            | 877,067                            |
| Special programs  | 1,723,168                     | -                                    | 20,657                             | 4,218                              |
| Adult and continuing education programs   | -                             | -                                    | 376,297                            | -                                  |
| Support services -  |                               |                                      |                                    |                                    |
| Pupil support services  | 31,922                        | 653,623                              | -                                  | -                                  |
| Instructional staff support services  | 704,006                       | 659,105                              | 91,593                             | 998,889                            |
| General administration  | 3,230                         | 7,900                                | 700                                | -                                  |
| School administration   | -                             | 26,483                               | 8,311                              | 1,256                              |
| Business services   | -                             | 1,169                                | 498                                | -                                  |
| Operation and maintenance of plant services   | 17                            | 30,448                               | 1,677                              | 4,759                              |
| Student transportation services   | 2,614                         | 190,331                              | 604                                | 2,133                              |
| Non-instructional services -  |                               |                                      |                                    |                                    |
| Food services   | -                             | -                                    | -                                  | -                                  |
| Total expenditures  | 2,464,957                     | 6,377,637                            | 1,023,500                          | 2,318,052                          |
| Excess (deficiency) of revenues<br>over expenditures                                  | 108,056                       | 293,840                              | (33,053)                           | 530,014                            |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                               |                                      |                                    |                                    |
| Transfers in  | -                             | -                                    | -                                  | 4,897                              |
| Transfers out   | (107,333)                     | (292,696)                            | (23,948)                           | (376,544)                          |
| Total other financing sources (uses)  | (107,333)                     | (292,696)                            | (23,948)                           | (371,647)                          |
| Excess (deficiency) of revenues and other sources<br>over expenditures and other uses | 723                           | 1,144                                | (57,001)                           | 158,367                            |
| <b>FUND BALANCES, BEGINNING</b>   | -                             | 21,022                               | 83,299                             | 1,498,345                          |
| <b>FUND BALANCES, ENDING</b>  | \$ 723                        | \$ 22,166                            | \$ 26,298                          | \$ 1,656,712                       |

| Consolidated<br>Other<br>State | Child<br>Development<br>Program | Consolidated<br>Other<br>Federal<br>Programs | Consolidated<br>Direct<br>Federal | School<br>Food<br>Service | Totals              |                     |
|--------------------------------|---------------------------------|--|-----------------------------------|---------------------------|---------------------|---------------------|
|                                |                                 |  |                                   |                           | 2007                | 2006                |
| \$ -                           | \$ 158,135                      | \$ -   | \$ -                              | \$ 1,825,806              | \$ 3,081,572        | \$ 2,592,528        |
| 1,116,807                      | 2,106,267                       | -  | -                                 | 453,633                   | 5,537,368           | 5,557,780           |
| -                              | 2,214,555                       | 304,707                                      | 4,565,374                         | 7,826,283                 | 25,035,630          | 34,702,260          |
| <u>1,116,807</u>               | <u>4,478,957</u>                | <u>304,707</u>                               | <u>4,565,374</u>                  | <u>10,105,722</u>         | <u>33,654,570</u>   | <u>42,852,568</u>   |
| -                              | -                               | 22,751                                       | -                                 | -                         | 54,827              | 1,617,339           |
| -                              | -                               | -  | -                                 | -                         | 5,237,361           | 5,886,860           |
| -                              | -                               | -  | -                                 | -                         | 348,100             | 351,632             |
| 441,035                        | 441,991                         | 166,734                                      | 1,035,527                         | -                         | 3,106,288           | 2,284,006           |
| 122,642                        | 3,383,690                       | 78,713                                       | -                                 | -                         | 5,333,088           | 6,031,861           |
| 176,099                        | -                               | -  | 3,830                             | -                         | 556,226             | 651,550             |
| -                              | 13,806                          | -  | 2,351,524                         | -                         | 3,050,875           | 2,522,751           |
| 308,200                        | 334,622                         | -  | 954,783                           | -                         | 4,051,198           | 3,656,405           |
| 2,200                          | -                               | -  | 2,803                             | -                         | 16,833              | 16,297              |
| 45,123                         | 9,056                           | 2,494  | 4,690                             | -                         | 97,413              | 111,728             |
| -                              | 678                             | 780  | -                                 | -                         | 3,125               | 67,540              |
| -                              | 25,800                          | 9,500  | 3,277                             | -                         | 75,478              | 75,584              |
| 21,508                         | 54,893                          | 14,428                                       | 1,222                             | -                         | 287,733             | 337,866             |
| -                              | -                               | 580  | -                                 | 10,944,670                | 10,945,250          | 10,667,638          |
| <u>1,116,807</u>               | <u>4,264,536</u>                | <u>295,980</u>                               | <u>4,357,656</u>                  | <u>10,944,670</u>         | <u>33,163,795</u>   | <u>34,279,057</u>   |
| -                              | 214,421                         | 8,727  | 207,718                           | (838,948)                 | 490,775             | 8,573,511           |
| -                              | -                               | -  | -                                 | 596,442                   | 601,339             | 1,757,457           |
| -                              | (84,930)                        | (8,435)                                      | (207,718)                         | -                         | (1,101,604)         | (8,716,584)         |
| -                              | (84,930)                        | (8,435)                                      | (207,718)                         | 596,442                   | (500,265)           | (6,959,127)         |
| -                              | 129,491                         | 292  | -                                 | (242,506)                 | (9,490)             | 1,614,384           |
| -                              | 767,275                         | -  | -                                 | 1,577,459                 | 3,947,400           | 2,333,016           |
| <u>\$ -</u>                    | <u>\$ 896,766</u>               | <u>\$ 292</u>                                | <u>\$ -</u>                       | <u>\$ 1,334,953</u>       | <u>\$ 3,937,910</u> | <u>\$ 3,947,400</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Other NCLB

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007               |                    | Variance -<br>Positive<br>(Negative) | 2006<br>Actual     |
|--|--------------------|--------------------|--------------------------------------|--------------------|
|  | Budget             | Actual             |                                      |                    |
| REVENUES   |                    |                    |                                      |                    |
| Federal sources  | <u>\$2,498,868</u> | <u>\$2,573,013</u> | <u>\$ 74,145</u>                     | <u>\$2,839,102</u> |
| EXPENDITURES   |                    |                    |                                      |                    |
| Current:   |                    |                    |                                      |                    |
| Instruction -  |                    |                    |                                      |                    |
| Special programs                                       | 1,656,129          | 1,723,168          | (67,039)                             | 2,166,832          |
| Support services -                                     |                    |                    |                                      |                    |
| Pupil support services                                 | 30,680             | 31,922             | (1,242)                              | 5,744              |
| Instructional staff support services                   | 676,617            | 704,006            | (27,389)                             | 479,243            |
| General administration                                 | 3,105              | 3,230              | (125)                                | 3,800              |
| School administration                                  | -                  | -                  | -                                    | 11                 |
| Business services                                      | -                  | -                  | -                                    | 14                 |
| Operation and maintenance of plant services            | 16                 | 17                 | (1)                                  | 67,005             |
| Student transportation services                        | <u>2,512</u>       | <u>2,614</u>       | <u>(102)</u>                         | <u>-</u>           |
| Total expenditures                                     | <u>2,369,059</u>   | <u>2,464,957</u>   | <u>(95,898)</u>                      | <u>2,722,649</u>   |
| Excess of revenues<br>over expenditures                | 129,809            | 108,056            | (21,753)                             | 116,453            |
| OTHER FINANCING USES                                   |                    |                    |                                      |                    |
| Transfers out  | <u>(107,333)</u>   | <u>(107,333)</u>   | <u>-</u>                             | <u>(116,453)</u>   |
| Excess of revenues over<br>expenditures and other uses | <u>\$ 22,476</u>   | 723                | <u>\$(21,753)</u>                    | -                  |
| FUND BALANCE, BEGINNING                                |                    | -                  |                                      | -                  |
| FUND BALANCE, ENDING                                   |                    | <u>\$ 723</u>      |                                      | <u>\$ -</u>        |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Special Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--|------------------|------------------|--------------------------------------|------------------|
|  | Budget           | Actual           |                                      |                  |
| <b>REVENUES</b>  |                  |                  |                                      |                  |
| Parish sources   | \$ -             | \$ 3,933         | \$ 3,933                             | \$ 4,686         |
| State sources  | 89,918           | 89,918           | -                                    | 107,392          |
| Federal sources  | <u>6,389,311</u> | <u>6,577,626</u> | <u>188,315</u>                       | <u>7,173,277</u> |
| Total revenues   | <u>6,479,229</u> | <u>6,671,477</u> | <u>192,248</u>                       | <u>7,285,355</u> |
| <b>EXPENDITURES</b>                                    |                  |                  |                                      |                  |
| Current:   |                  |                  |                                      |                  |
| Instruction -  |                  |                  |                                      |                  |
| Regular programs                                       | 288              | 300              | (12)                                 | 300              |
| Special education programs                             | 4,621,214        | 4,808,278        | (187,064)                            | 5,489,390        |
| Support services -                                     |                  |                  |                                      |                  |
| Pupil support services                                 | 628,194          | 653,623          | (25,429)                             | 647,335          |
| Instructional staff support services                   | 633,463          | 659,105          | (25,642)                             | 659,134          |
| General administration                                 | 7,593            | 7,900            | (307)                                | 7,630            |
| School administration                                  | 25,453           | 26,483           | (1,030)                              | 26,512           |
| Business services                                      | 1,124            | 1,169            | (45)                                 | 53,082           |
| Operation and maintenance of plant services            | 29,263           | 30,448           | (1,185)                              | 24,925           |
| Student transportation services                        | <u>182,926</u>   | <u>190,331</u>   | <u>(7,405)</u>                       | <u>68,849</u>    |
| Total expenditures                                     | <u>6,129,518</u> | <u>6,377,637</u> | <u>(248,119)</u>                     | <u>6,977,157</u> |
| Excess of revenues<br>over expenditures                | 349,711          | 293,840          | (55,871)                             | 308,198          |
| <b>OTHER FINANCING USES</b>                            |                  |                  |                                      |                  |
| Transfers out  | <u>(292,696)</u> | <u>(292,696)</u> | <u>-</u>                             | <u>(307,949)</u> |
| Excess of revenues over<br>expenditures and other uses | <u>\$ 57,015</u> | 1,144            | <u>\$ (55,871)</u>                   | 249              |
| FUND BALANCE, BEGINNING                                |                  | <u>21,022</u>    |                                      | <u>20,773</u>    |
| FUND BALANCE, ENDING                                   |                  | <u>\$ 22,166</u> |                                      | <u>\$ 21,022</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Adult Education

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007               |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--|--------------------|------------------|--------------------------------------|------------------|
|  | Budget             | Actual           |                                      |                  |
| <b>REVENUES</b>  |                    |                  |                                      |                  |
| Parish sources   | \$ -               | \$ 16,375        | \$ 16,375                            | \$ 26,110        |
| Federal sources  | <u>961,906</u>     | <u>974,072</u>   | <u>12,166</u>                        | <u>927,160</u>   |
| Total revenues   | <u>961,906</u>     | <u>990,447</u>   | <u>28,541</u>                        | <u>953,270</u>   |
| <b>EXPENDITURES</b>  |                    |                  |                                      |                  |
| Current:   |                    |                  |                                      |                  |
| Instruction -  |                    |                  |                                      |                  |
| Regular programs   | 30,444             | 31,676           | (1,232)                              | 300              |
| Vocational education programs                              | 334,030            | 347,553          | (13,523)                             | 350,508          |
| Other instructional programs                               | 138,334            | 143,934          | (5,600)                              | 44,168           |
| Special programs   | 19,853             | 20,657           | (804)                                | -                |
| Adult and continuing education programs                    | 361,657            | 376,297          | (14,640)                             | 463,771          |
| Support services -   |                    |                  |                                      |                  |
| Pupil support services                                     | -                  | -                | -                                    | 17,348           |
| Instructional staff support services                       | 88,030             | 91,593           | (3,563)                              | 67,380           |
| General administration                                     | 673                | 700              | (27)                                 | 400              |
| School administration                                      | 7,988              | 8,311            | (323)                                | 9,314            |
| Business services  | 479                | 498              | (19)                                 | 332              |
| Operation and maintenance of plant services                | 1,612              | 1,677            | (65)                                 | 12,314           |
| Student transportation services                            | <u>581</u>         | <u>604</u>       | <u>(23)</u>                          | <u>5,008</u>     |
| Total expenditures   | <u>983,681</u>     | <u>1,023,500</u> | <u>(39,819)</u>                      | <u>970,843</u>   |
| Excess (deficiency) of revenues<br>over expenditures       | (21,775)           | (33,053)         | (11,278)                             | (17,573)         |
| <b>OTHER FINANCING USES</b>                                |                    |                  |                                      |                  |
| Transfers out  | <u>(23,948)</u>    | <u>(23,948)</u>  | <u>-</u>                             | <u>(20,548)</u>  |
| Deficiency of revenues over<br>expenditures and other uses | <u>\$ (45,723)</u> | <u>(57,001)</u>  | <u>\$ (11,278)</u>                   | <u>(38,121)</u>  |
| FUND BALANCE, BEGINNING                                    |                    | <u>83,299</u>    |                                      | <u>121,420</u>   |
| FUND BALANCE, ENDING                                       |                    | <u>\$ 26,298</u> |                                      | <u>\$ 83,299</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Special Revenue

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                     | Variance -<br>Positive<br>(Negative) | 2006<br>Actual      |
|--|-------------------|---------------------|--------------------------------------|---------------------|
|  | Budget            | Actual              |                                      |                     |
| <b>REVENUES</b>  |                   |                     |                                      |                     |
| Parish sources   | \$ 1,077,323      | \$ 1,077,323        | \$ -                                 | \$ 597,246          |
| State sources  | <u>1,688,672</u>  | <u>1,770,743</u>    | <u>82,071</u>                        | <u>2,704,568</u>    |
| Total revenues   | <u>2,765,995</u>  | <u>2,848,066</u>    | <u>82,071</u>                        | <u>3,301,814</u>    |
| <b>EXPENDITURES</b>  |                   |                     |                                      |                     |
| Current:   |                   |                     |                                      |                     |
| Instruction -  |                   |                     |                                      |                     |
| Regular programs   | 97                | 100                 | (3)                                  | 551,720             |
| Special education programs   | 414,317           | 429,083             | (14,766)                             | 397,470             |
| Vocational education programs  | 528               | 547                 | (19)                                 | 1,124               |
| Other instructional programs   | 846,885           | 877,067             | (30,182)                             | 744,692             |
| Special programs   | 4,073             | 4,218               | (145)                                | 252,290             |
| Adult and continuing education programs                                  | -                 | -                   | -                                    | 172,678             |
| Support services -   |                   |                     |                                      |                     |
| Pupil support services   | -                 | -                   | -                                    | 35,900              |
| Instructional staff support services                                     | 964,515           | 998,889             | (34,374)                             | 908,982             |
| General administration   | -                 | -                   | -                                    | 2,200               |
| School administration  | 1,212             | 1,256               | (44)                                 | 70,487              |
| Operation and maintenance of plant services                              | 4,595             | 4,759               | (164)                                | -                   |
| Student transportation services  | <u>2,060</u>      | <u>2,133</u>        | <u>(73)</u>                          | <u>6,850</u>        |
| Total expenditures   | <u>2,238,282</u>  | <u>2,318,052</u>    | <u>(79,770)</u>                      | <u>3,144,393</u>    |
| Excess of revenues<br>over expenditures                                  | <u>527,713</u>    | <u>530,014</u>      | <u>2,301</u>                         | <u>157,421</u>      |
| <b>OTHER FINANCING SOURCES (USES)</b>                                    |                   |                     |                                      |                     |
| Transfers in   | -                 | 4,897               | 4,897                                | 1,341,015           |
| Transfers out  | <u>(376,544)</u>  | <u>(376,544)</u>    | <u>-</u>                             | <u>(207)</u>        |
| Total other financing sources (uses)                                     | <u>(376,544)</u>  | <u>(371,647)</u>    | <u>4,897</u>                         | <u>1,340,808</u>    |
| Excess of revenues and other sources<br>over expenditures and other uses | <u>\$ 151,169</u> | <u>158,367</u>      | <u>\$ 7,198</u>                      | <u>1,498,229</u>    |
| FUND BALANCE, BEGINNING  |                   | <u>1,498,345</u>    |                                      | <u>116</u>          |
| FUND BALANCE, ENDING   |                   | <u>\$ 1,656,712</u> |                                      | <u>\$ 1,498,345</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Other State

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual |
|---|------------------|------------------|--------------------------------------|----------------|
|   | Budget           | Actual           |                                      |                |
| REVENUES                                |                  |                  |                                      |                |
| State sources                           | \$1,084,625      | \$1,116,807      | \$ 32,182                            | \$ -           |
| EXPENDITURES                            |                  |                  |                                      |                |
| Current:                                |                  |                  |                                      |                |
| Instruction -                           |                  |                  |                                      |                |
| Other instructional programs            | 423,883          | 441,035          | (17,152)                             | -              |
| Special programs                        | 117,873          | 122,642          | (4,769)                              | -              |
| Adult and continuing education programs | 169,251          | 176,099          | (6,848)                              | -              |
| Support services -                      |                  |                  |                                      |                |
| Instructional staff support services    | 296,214          | 308,200          | (11,986)                             | -              |
| General administration                  | 2,114            | 2,200            | (86)                                 | -              |
| School administration                   | 43,368           | 45,123           | (1,755)                              | -              |
| Student transportation services         | 20,672           | 21,508           | (836)                                | -              |
| Total expenditures                      | <u>1,073,375</u> | <u>1,116,807</u> | <u>(43,432)</u>                      | <u>-</u>       |
| Excess of revenues<br>over expenditures | <u>\$ 11,250</u> | -                | <u>\$ (11,250)</u>                   | -              |
| FUND BALANCE, BEGINNING                 |                  | -                |                                      | -              |
| FUND BALANCE, ENDING                    |                  | <u>\$ -</u>      |                                      | <u>\$ -</u>    |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Child Development Program

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                   | Variance -<br>Positive<br>(Negative) | 2006<br>Actual    |
|--|-------------------|-------------------|--------------------------------------|-------------------|
|  | Budget            | Actual            |                                      |                   |
| <b>REVENUES</b>  |                   |                   |                                      |                   |
| Parish sources   | \$ 158,135        | \$ 158,135        | \$ -                                 | \$ 137,672        |
| State sources  | 1,977,200         | 2,106,267         | 129,067                              | 2,292,187         |
| Federal sources  | 2,214,555         | 2,214,555         | -                                    | 2,141,504         |
| Total revenues   | <u>4,349,890</u>  | <u>4,478,957</u>  | <u>129,067</u>                       | <u>4,571,363</u>  |
| <b>EXPENDITURES</b>                                    |                   |                   |                                      |                   |
| Current:   |                   |                   |                                      |                   |
| Instruction -  |                   |                   |                                      |                   |
| Other instructional programs                           | 424,795           | 441,991           | (17,196)                             | 523,930           |
| Special programs                                       | 3,252,049         | 3,383,690         | (131,641)                            | 3,347,959         |
| Support services -                                     |                   |                   |                                      |                   |
| Pupil support services                                 | 13,269            | 13,806            | (537)                                | 11,916            |
| Instructional staff support services                   | 321,604           | 334,622           | (13,018)                             | 307,865           |
| School administration                                  | 8,704             | 9,056             | (352)                                | -                 |
| Business services                                      | 652               | 678               | (26)                                 | 5,934             |
| Operation and maintenance of plant services            | 24,796            | 25,800            | (1,004)                              | 29,527            |
| Student transportation services                        | 52,757            | 54,893            | (2,136)                              | 190,741           |
| Total expenditures                                     | <u>4,098,626</u>  | <u>4,264,536</u>  | <u>(165,910)</u>                     | <u>4,417,872</u>  |
| Excess of revenues<br>over expenditures                | 251,264           | 214,421           | (36,843)                             | 153,491           |
| <b>OTHER FINANCING USES</b>                            |                   |                   |                                      |                   |
| Transfers out  | (84,930)          | (84,930)          | -                                    | (86,186)          |
| Excess of revenues over<br>expenditures and other uses | <u>\$ 166,334</u> | 129,491           | <u>\$(36,843)</u>                    | 67,305            |
| FUND BALANCE, BEGINNING                                |                   | <u>767,275</u>    |                                      | <u>699,970</u>    |
| FUND BALANCE, ENDING                                   |                   | <u>\$ 896,766</u> |                                      | <u>\$ 767,275</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Other Federal Programs

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual     |
|---|------------------|------------------|--------------------------------------|--------------------|
|   | Budget           | Actual           |                                      |                    |
| <b>REVENUES</b>   |                  |                  |                                      |                    |
| Federal sources   | <u>\$295,926</u> | <u>\$304,707</u> | <u>\$ 8,781</u>                      | <u>\$9,469,548</u> |
| <b>EXPENDITURES</b>   |                  |                  |                                      |                    |
| Current:  |                  |                  |                                      |                    |
| Instruction -   |                  |                  |                                      |                    |
| Regular programs  | 21,866           | 22,751           | (885)                                | 1,043,236          |
| Other instructional programs  | 160,247          | 166,734          | (6,487)                              | 136,731            |
| Special programs  | 75,651           | 78,713           | (3,062)                              | 264,780            |
| Support services -  |                  |                  |                                      |                    |
| Instructional staff support services                                | -                | -                | -                                    | 800                |
| School administration   | 2,397            | 2,494            | (97)                                 | 2,307              |
| Business services   | 750              | 780              | (30)                                 | 7,059              |
| Operation and maintenance of plant services                         | 9,130            | 9,500            | (370)                                | 6,713              |
| Student transportation services                                     | 13,867           | 14,428           | (561)                                | 648                |
| Non-instructional services -  |                  |                  |                                      |                    |
| Food services   | <u>557</u>       | <u>580</u>       | <u>(23)</u>                          | <u>3,957</u>       |
| Total expenditures  | <u>284,465</u>   | <u>295,980</u>   | <u>(11,515)</u>                      | <u>1,466,231</u>   |
| Excess of revenues<br>over expenditures                             | 11,461           | 8,727            | (2,734)                              | 8,003,317          |
| <b>OTHER FINANCING USES</b>   |                  |                  |                                      |                    |
| Transfers out   | <u>(8,435)</u>   | <u>(8,435)</u>   | <u>-</u>                             | <u>(8,019,329)</u> |
| Excess (deficiency) of revenues<br>over expenditures and other uses | <u>\$ 3,026</u>  | 292              | <u>\$ (2,734)</u>                    | (16,012)           |
| <b>FUND BALANCE, BEGINNING</b>                                      |                  | -                |                                      | 16,012             |
| <b>FUND BALANCE, ENDING</b>   |                  | <u>\$ 292</u>    |                                      | <u>\$ -</u>        |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
Consolidated Direct Federal

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007             |                  | Variance -<br>Positive<br>(Negative) | 2006<br>Actual   |
|--|------------------|------------------|--------------------------------------|------------------|
|  | Budget           | Actual           |                                      |                  |
| <b>REVENUES</b>  |                  |                  |                                      |                  |
| Federal sources  | \$4,433,816      | \$4,565,374      | \$131,558                            | \$4,082,143      |
| <b>EXPENDITURES</b>                                    |                  |                  |                                      |                  |
| Current:   |                  |                  |                                      |                  |
| Instruction -  |                  |                  |                                      |                  |
| Regular programs                                       | -                | -                | -                                    | 21,783           |
| Other instructional programs                           | 995,241          | 1,035,527        | (40,286)                             | 834,485          |
| Adult and continuing education programs                | 3,680            | 3,830            | (150)                                | 15,101           |
| Support services -                                     |                  |                  |                                      |                  |
| Pupil support services                                 | 2,260,040        | 2,351,524        | (91,484)                             | 1,804,508        |
| Instructional staff support services                   | 917,638          | 954,783          | (37,145)                             | 1,233,001        |
| General administration                                 | 2,694            | 2,803            | (109)                                | 2,267            |
| School administration                                  | 4,508            | 4,690            | (182)                                | 3,097            |
| Business services                                      | -                | -                | -                                    | 1,119            |
| Operation and maintenance of plant services            | 3,150            | 3,277            | (127)                                | 870              |
| Student transportation services                        | 1,174            | 1,222            | (48)                                 | -                |
| Total expenditures                                     | <u>4,188,125</u> | <u>4,357,656</u> | <u>(169,531)</u>                     | <u>3,916,231</u> |
| Excess of revenues<br>over expenditures                | 245,691          | 207,718          | (37,973)                             | 165,912          |
| <b>OTHER FINANCING USES</b>                            |                  |                  |                                      |                  |
| Transfers out  | <u>(207,718)</u> | <u>(207,718)</u> | <u>-</u>                             | <u>(165,912)</u> |
| Excess of revenues over<br>expenditures and other uses | <u>\$ 37,973</u> | -                | <u>\$ (37,973)</u>                   | -                |
| <b>FUND BALANCE, BEGINNING</b>                         |                  | -                |                                      | -                |
| <b>FUND BALANCE, ENDING</b>                            |                  | <u>\$ -</u>      |                                      | <u>\$ -</u>      |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Special Revenue Fund  
School Food Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|   | 2007              |                    | Variance -<br>Positive<br>(Negative) | 2006<br>Actual     |
|---|-------------------|--------------------|--------------------------------------|--------------------|
|   | Budget            | Actual             |                                      |                    |
| <b>REVENUES</b>   |                   |                    |                                      |                    |
| Parish sources  | \$1,817,746       | \$1,825,806        | \$ 8,060                             | \$1,826,814        |
| State sources   | 453,633           | 453,633            | -                                    | 453,633            |
| Federal sources   | <u>7,820,000</u>  | <u>7,826,283</u>   | <u>6,283</u>                         | <u>8,069,526</u>   |
| Total revenues  | <u>10,091,379</u> | <u>10,105,722</u>  | <u>14,343</u>                        | <u>10,349,973</u>  |
| <b>EXPENDITURES</b>   |                   |                    |                                      |                    |
| Current:  |                   |                    |                                      |                    |
| Non-instructional services -  |                   |                    |                                      |                    |
| Food services   | <u>10,687,821</u> | <u>10,944,670</u>  | <u>(256,849)</u>                     | <u>10,663,681</u>  |
| Deficiency of revenues<br>over expenditures                               | (596,442)         | (838,948)          | (242,506)                            | (313,708)          |
| <b>OTHER FINANCING SOURCES</b>  |                   |                    |                                      |                    |
| Transfers in  | <u>596,442</u>    | <u>596,442</u>     | <u>-</u>                             | <u>416,442</u>     |
| Excess (deficiency) of<br>revenues and other<br>sources over expenditures | <u>\$ -</u>       | (242,506)          | <u>\$ (242,506)</u>                  | 102,734            |
| FUND BALANCE, BEGINNING   |                   | <u>1,577,459</u>   |                                      | <u>1,474,725</u>   |
| FUND BALANCE, ENDING  |                   | <u>\$1,334,953</u> |                                      | <u>\$1,577,459</u> |



Now-Major Debt Service Funds



---

# Non-Major Debt Service Funds

Debt Service funds are used to account for the accumulation of resources for the payment of bonded debt principal, interest, and related costs.

## **Consolidated School District #1**

The purpose of the fund is to accumulate funds for payment of one remaining bond issue. The bonds were issued by Consolidated School District No. 1 for the purpose of acquiring land for building sites and playgrounds, purchasing, erecting and/or improving school buildings and other related facilities, acquiring necessary equipment and furnishings and asbestos abatement. The bond issue is financed by a special property tax on property within the territorial limits of Consolidated School District No. 1 (Lafayette Parish).

## **Other Debt Service**

The purpose of this fund is to account for debt service expenditures that are not directly related to bond issues. Such debt includes certificated of indebtedness, lease financing, and qualified zone academy bonds (QZAB). This debt usually has shorter terms and does not require a reserve fund or specific identification of resources used to pay the debt. In an effort to more clearly disclose the total debt obligation previously accounted for in various other funds.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Debt Service Fund

Combining Balance Sheet  
June 30, 2007  
With Comparative Totals for June 30, 2006

|  | Consolidated<br>School<br>District #1 | Other<br>Debt<br>Service | <u>Totals</u>      |                    |
|--|---------------------------------------|--------------------------|--------------------|--------------------|
|  |                                       |                          | <u>2007</u>        | <u>2006</u>        |
| <b>ASSETS</b>                              |                                       |                          |                    |                    |
| Cash and interest-bearing deposits         | \$1,000,189                           | \$ -                     | \$1,000,189        | \$1,008,389        |
| Receivables:                               |                                       |                          |                    |                    |
| Due from other funds                       | -                                     | 175,000                  | 175,000            | 175,000            |
| Due from other governmental agencies       | <u>1,351</u>                          | <u>-</u>                 | <u>1,351</u>       | <u>3,661</u>       |
| <b>TOTAL ASSETS</b>                        | <u>\$1,001,540</u>                    | <u>\$175,000</u>         | <u>\$1,176,540</u> | <u>\$1,187,050</u> |
| <b>LIABILITIES AND FUND BALANCES</b>       |                                       |                          |                    |                    |
| Liabilities:                               |                                       |                          |                    |                    |
| Unearned revenue                           | \$ 49                                 | \$ -                     | \$ 49              | \$ 1,465           |
| Fund balances:                             |                                       |                          |                    |                    |
| Reserved for debt retirement               | <u>1,001,491</u>                      | <u>175,000</u>           | <u>1,176,491</u>   | <u>1,185,585</u>   |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <u>\$1,001,540</u>                    | <u>\$175,000</u>         | <u>\$1,176,540</u> | <u>\$1,187,050</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|  | Consolidated<br>School<br>District #1 | Other<br>Debt<br>Service | Totals              |                     |
|--|---------------------------------------|--------------------------|---------------------|---------------------|
|  |                                       |                          | 2007                | 2006                |
| <b>REVENUES</b>  |                                       |                          |                     |                     |
| Parish sources -   |                                       |                          |                     |                     |
| Ad valorem taxes   | \$ 560,038                            | \$ -                     | \$ 560,038          | \$ 692,067          |
| Other  | 55,470                                | -                        | 55,470              | 43,619              |
| Total revenues   | <u>615,508</u>                        | <u>-</u>                 | <u>615,508</u>      | <u>735,686</u>      |
| <b>EXPENDITURES</b>  |                                       |                          |                     |                     |
| Current:   |                                       |                          |                     |                     |
| Support services -   |                                       |                          |                     |                     |
| General administration                                       | 24,008                                | -                        | 24,008              | 28,377              |
| Debt service:  |                                       |                          |                     |                     |
| Principal retirement   | 560,000                               | 1,648,179                | 2,208,179           | 2,137,230           |
| Interest and fiscal charges                                  | 40,594                                | 338,744                  | 379,338             | 449,395             |
| Total expenditures   | <u>624,602</u>                        | <u>1,986,923</u>         | <u>2,611,525</u>    | <u>2,615,002</u>    |
| Excess (deficiency) of revenues<br>over expenditures         | (9,094)                               | (1,986,923)              | (1,996,017)         | (1,879,316)         |
| <b>OTHER FINANCING SOURCES</b>                               |                                       |                          |                     |                     |
| Transfers in   | -                                     | 1,986,923                | 1,986,923           | 2,162,158           |
| Excess of revenues<br>and other sources over<br>expenditures | (9,094)                               | -                        | (9,094)             | 282,842             |
| <b>FUND BALANCES, BEGINNING</b>                              | <u>1,010,585</u>                      | <u>175,000</u>           | <u>1,185,585</u>    | <u>902,743</u>      |
| <b>FUND BALANCES, ENDING</b>                                 | <u>\$ 1,001,491</u>                   | <u>\$ 175,000</u>        | <u>\$ 1,176,491</u> | <u>\$ 1,185,585</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Debt Service Fund  
Consolidated School District #1

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                    | Variance-<br>Positive<br>(Negative) | 2006               |
|--|-------------------|--------------------|-------------------------------------|--------------------|
|  | Budget            | Actual             |                                     |                    |
| <b>REVENUES</b>                                      |                   |                    |                                     |                    |
| Parish sources -                                     |                   |                    |                                     |                    |
| Ad valorem taxes                                     | \$ 510,857        | \$ 560,038         | \$ 49,181                           | \$ 692,067         |
| Interest   | <u>25,600</u>     | <u>55,470</u>      | <u>29,870</u>                       | <u>43,619</u>      |
| Total revenues                                       | <u>536,457</u>    | <u>615,508</u>     | <u>79,051</u>                       | <u>735,686</u>     |
| <b>EXPENDITURES</b>                                  |                   |                    |                                     |                    |
| Current:   |                   |                    |                                     |                    |
| Support services -                                   |                   |                    |                                     |                    |
| General administration                               | 44,000            | 24,008             | 19,992                              | 28,377             |
| Debt service:  |                   |                    |                                     |                    |
| Principal retirement                                 | 560,000           | 560,000            | -                                   | 545,000            |
| Interest and fiscal charges                          | <u>40,594</u>     | <u>40,594</u>      | <u>-</u>                            | <u>54,467</u>      |
| Total expenditures                                   | <u>644,594</u>    | <u>624,602</u>     | <u>19,992</u>                       | <u>627,844</u>     |
| Excess (deficiency) of revenues<br>over expenditures | (108,137)         | (9,094)            | 99,043                              | 107,842            |
| <b>FUND BALANCE, BEGINNING</b>                       | <u>1,010,585</u>  | <u>1,010,585</u>   | <u>-</u>                            | <u>902,743</u>     |
| <b>FUND BALANCE, ENDING</b>                          | <u>\$ 902,448</u> | <u>\$1,001,491</u> | <u>\$ 99,043</u>                    | <u>\$1,010,585</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Debt Service Fund  
Other Debt Service

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2007  
With Comparative Actual Amounts for the Year Ended June 30, 2006

|  | 2007              |                   | Variance-<br>Positive<br>(Negative) | 2006              |
|--|-------------------|-------------------|-------------------------------------|-------------------|
|  | Budget            | Actual            |                                     |                   |
| REVENUES   | \$ -              | \$ -              | \$ -                                | \$ -              |
| EXPENDITURES   |                   |                   |                                     |                   |
| Debt service:  |                   |                   |                                     |                   |
| Principal retirement   | 1,823,180         | 1,648,179         | 175,001                             | 1,592,230         |
| Interest and fiscal charges                                  | 438,743           | 338,744           | 99,999                              | 394,928           |
| Total expenditures   | <u>2,261,923</u>  | <u>1,986,923</u>  | <u>275,000</u>                      | <u>1,987,158</u>  |
| Deficiency of revenues<br>over expenditures                  | (2,261,923)       | (1,986,923)       | 275,000                             | (1,987,158)       |
| OTHER FINANCING SOURCES                                      |                   |                   |                                     |                   |
| Transfers in   | <u>2,261,923</u>  | <u>1,986,923</u>  | <u>(275,000)</u>                    | <u>2,162,158</u>  |
| Excess of revenues<br>and other sources over<br>expenditures | -                 | -                 | -                                   | 175,000           |
| FUND BALANCE, BEGINNING                                      | <u>175,000</u>    | <u>175,000</u>    | -                                   | -                 |
| FUND BALANCE, ENDING   | <u>\$ 175,000</u> | <u>\$ 175,000</u> | <u>\$ -</u>                         | <u>\$ 175,000</u> |

---

---

---

Non-Major Capital Projects Funds

---

---

---

# Non-Major Capital Projects Funds

Capital projects funds are used to account for capital asset acquisition, construction, and improvements of public school facilities.

## **Capital Improvements Program**

The purpose of this fund is dedicated to the purchase of capital improvement and equipment purchases.

## **1999 Bond Construction Fund**

Proceeds from a \$9,950,000 bond sale in early fiscal year 2000 were deposited to this fund to complete the projects begun in the 1998 construction fund.

## **Self-Funded Construction Fund**

Proceeds from a portion of the one percent sales tax are deposited on a monthly basis to fund minor renovations and improvements. This allows a more timely and conscientious response to some of the renovations and improvement needs of the school system.

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana  
Non-Major Capital Projects Funds

Combining Balance Sheet  
June 30, 2007  
With Comparative Totals for June 30, 2006

|  | Capital<br>Improvements<br>Program | 1999 Bond<br>Construction | Self-Funded<br>Construction | Totals              |                      |
|--|------------------------------------|---------------------------|-----------------------------|---------------------|----------------------|
|  |                                    |                           |                             | 2007                | 2006                 |
| <b>ASSETS</b>                                  |                                    |                           |                             |                     |                      |
| Cash and interest-bearing deposits             | \$ 3,624,683                       | \$ -                      | \$ 3,461,642                | \$ 7,086,325        | \$ 4,498,699         |
| Investments                                    | -                                  | -                         | -                           | -                   | 83,486               |
| Receivables:                                   |                                    |                           |                             |                     |                      |
| Notes receivable                               | -                                  | -                         | -                           | -                   | -                    |
| Due from other funds                           | 5,984,693                          | -                         | 352,693                     | 6,337,386           | 5,765,644            |
| Other  | 661,134                            | -                         | -                           | 661,134             | -                    |
| <b>TOTAL ASSETS</b>                            | <b>\$10,270,510</b>                | <b>\$ -</b>               | <b>\$ 3,814,335</b>         | <b>\$14,084,845</b> | <b>\$ 10,347,829</b> |
| <b>LIABILITIES AND FUND BALANCES</b>           |                                    |                           |                             |                     |                      |
| <b>Liabilities:</b>                            |                                    |                           |                             |                     |                      |
| Accounts payable                               | \$ 1,063,348                       | \$ -                      | \$ 27,302                   | \$ 1,090,650        | \$ 456,265           |
| Contracts payable                              | 378,173                            | -                         | -                           | 378,173             | 27,509               |
| Retainage payable                              | 46,670                             | -                         | -                           | 46,670              | 71,568               |
| Due to other funds                             | 54,615                             | -                         | 8,473                       | 63,088              | 53,581               |
| Total liabilities                              | 1,542,806                          | -                         | 35,775                      | 1,578,581           | 608,923              |
| <b>Fund balances:</b>                          |                                    |                           |                             |                     |                      |
| Reserved for encumbrances                      | 2,474,860                          | -                         | 54,586                      | 2,529,446           | 272,451              |
| Reserved for incomplete contracts              | 1,407,673                          | -                         | -                           | 1,407,673           | 289,075              |
| Unreserved -                                   |                                    |                           |                             |                     |                      |
| Designated for capital expenditures            | 84,295                             | -                         | 3,723,974                   | 3,808,269           | 7,918,986            |
| Undesignated                                   | 4,760,876                          | -                         | -                           | 4,760,876           | 1,258,394            |
| Total fund balances                            | 8,727,704                          | -                         | 3,778,560                   | 12,506,264          | 9,738,906            |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b>\$10,270,510</b>                | <b>\$ -</b>               | <b>\$ 3,814,335</b>         | <b>\$14,084,845</b> | <b>\$ 10,347,829</b> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|   | Capital                 | 1999 Bond    | Self-Funded      | Totals           |                |
|---|-------------------------|--------------|------------------|------------------|----------------|
|   | Improvements<br>Program |              |                  | Construction     | Construction   |
| <b>REVENUES</b>                               |                         |              |                  |                  |                |
| Parish sources:                               |                         |              |                  |                  |                |
| Sales taxes                                   | \$2,903,711             | \$ -         | \$ 2,777,523     | \$5,681,234      | \$ 526,188     |
| Interest                                      | 173,047                 | 5,851        | 97,030           | 275,928          | 103,549        |
| Miscellaneous                                 | 695,882                 | -            | -                | 695,882          | 69,748         |
| Total revenues                                | <u>3,772,640</u>        | <u>5,851</u> | <u>2,874,553</u> | <u>6,653,044</u> | <u>699,485</u> |
| <b>EXPENDITURES</b>                           |                         |              |                  |                  |                |
| Current:                                      |                         |              |                  |                  |                |
| Regular programs -                            |                         |              |                  |                  |                |
| Equipment                                     | <u>83,231</u>           | <u>-</u>     | <u>-</u>         | <u>83,231</u>    | <u>75,752</u>  |
| Vocational education programs -               |                         |              |                  |                  |                |
| Equipment                                     | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>117,867</u> |
| Other instructional programs -                |                         |              |                  |                  |                |
| Equipment                                     | <u>114,350</u>          | <u>-</u>     | <u>-</u>         | <u>114,350</u>   | <u>262,390</u> |
| Instructional staff support -                 |                         |              |                  |                  |                |
| Equipment                                     | <u>7,455</u>            | <u>-</u>     | <u>-</u>         | <u>7,455</u>     | <u>-</u>       |
| General administration -                      |                         |              |                  |                  |                |
| Audit services                                | <u>5,950</u>            | <u>-</u>     | <u>-</u>         | <u>5,950</u>     | <u>5,800</u>   |
| School administration -                       |                         |              |                  |                  |                |
| Equipment                                     | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>278,916</u> |
| Business services -                           |                         |              |                  |                  |                |
| Repairs and maintenance                       | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>11,579</u>  |
| Materials and supplies                        | <u>14,242</u>           | <u>-</u>     | <u>-</u>         | <u>14,242</u>    | <u>-</u>       |
| Equipment                                     | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>60,932</u>  |
|   | <u>14,242</u>           | <u>-</u>     | <u>-</u>         | <u>14,242</u>    | <u>72,511</u>  |
| Operation and maintenance of plant services - |                         |              |                  |                  |                |
| Grounds upkeep, repairs and maintenance       | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>24,290</u>  |
| Vehicle purchases                             | <u>70,698</u>           | <u>-</u>     | <u>-</u>         | <u>70,698</u>    | <u>46,686</u>  |
| Lease of buildings                            | <u>553,113</u>          | <u>-</u>     | <u>-</u>         | <u>553,113</u>   | <u>539,247</u> |
|   | <u>623,811</u>          | <u>-</u>     | <u>-</u>         | <u>623,811</u>   | <u>610,223</u> |
| Student transportation services -             |                         |              |                  |                  |                |
| Repairs and maintenance                       | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>3,041</u>   |
| Central services -                            |                         |              |                  |                  |                |
| Materials and supplies                        | <u>1,226,028</u>        | <u>-</u>     | <u>-</u>         | <u>1,226,028</u> | <u>-</u>       |
| Equipment                                     | <u>-</u>                | <u>-</u>     | <u>-</u>         | <u>-</u>         | <u>186,321</u> |
|   | <u>1,226,028</u>        | <u>-</u>     | <u>-</u>         | <u>1,226,028</u> | <u>186,321</u> |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Non-Major Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|  | Capital             | 1999 Bond        | Self-Funded         | Totals              |                    |
|--|---------------------|------------------|---------------------|---------------------|--------------------|
|  | Improvements        |                  |                     | Construction        | 2007               |
|  | Program             |                  | Construction        |                     |                    |
| Food services -  |                     |                  |                     |                     |                    |
| Equipment  | 48,210              | -                | -                   | 48,210              | -                  |
| Facilities acquisition and construction -  |                     |                  |                     |                     |                    |
| Salaries and employee benefits   | -                   | -                | 109,036             | 109,036             | 97,736             |
| Architect and engineering  | -                   | 3,715            | 8,850               | 12,565              | 55,527             |
| Construction of buildings  | -                   | 113,266          | 5,832               | 119,098             | 366,097            |
| Improvements to existing buildings   | 1,676,772           | -                | 91,622              | 1,768,394           | 1,094,347          |
| Building acquisitions  | 576,131             | -                | -                   | 576,131             | 227,121            |
| Furniture and equipment  | 27,115              | -                | 8,759               | 35,874              | 229,461            |
| Land improvements  | -                   | -                | -                   | -                   | 208,980            |
| Land acquisitions  | -                   | -                | 5,600               | 5,600               | -                  |
| Professional and technical services  | -                   | -                | 19,782              | 19,782              | 38,727             |
| Materials and supplies   | -                   | -                | -                   | -                   | 28,492             |
| Miscellaneous  | -                   | -                | 5,879               | 5,879               | 1,642              |
|  | <u>2,280,018</u>    | <u>116,981</u>   | <u>255,360</u>      | <u>2,652,359</u>    | <u>2,348,130</u>   |
| Debt service -   |                     |                  |                     |                     |                    |
| Principal retirement   | 96,062              | -                | -                   | 96,062              | -                  |
| Total expenditures   | <u>4,499,357</u>    | <u>116,981</u>   | <u>255,360</u>      | <u>4,871,698</u>    | <u>3,960,951</u>   |
| Deficiency of revenues over expenditures   | <u>(726,717)</u>    | <u>(111,130)</u> | <u>2,619,193</u>    | <u>1,781,346</u>    | <u>(3,261,466)</u> |
| OTHER FINANCING SOURCES (USES)   |                     |                  |                     |                     |                    |
| Proceeds from capital leases   | 561,012             | -                | -                   | 561,012             | -                  |
| Transfers from other funds   | 1,100,000           | -                | 175,000             | 1,275,000           | 9,794,937          |
| Transfers to other funds   | (850,000)           | -                | -                   | (850,000)           | -                  |
| Total other financing sources (uses)   | <u>811,012</u>      | <u>-</u>         | <u>175,000</u>      | <u>986,012</u>      | <u>9,794,937</u>   |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | 84,295              | (111,130)        | 2,794,193           | 2,767,358           | 6,533,471          |
| FUND BALANCES, BEGINNING   | <u>8,643,409</u>    | <u>111,130</u>   | <u>984,367</u>      | <u>9,738,906</u>    | <u>3,205,435</u>   |
| FUND BALANCES, ENDING  | <u>\$ 8,727,704</u> | <u>\$ -</u>      | <u>\$ 3,778,560</u> | <u>\$12,506,264</u> | <u>\$9,738,906</u> |



LAFAYETTE PARISH  
SCHOOL SYSTEM

Fiduciary Funds

# Fiduciary Funds

## **Funds**

### Sales Tax Fund

The purpose of this fund is to account for the collection and distribution of sales and use taxes collected by the School Board on its own behalf and on the behalf of the Lafayette Parish Government and other taxing authorities within Lafayette Parish.

### School Activity Fund

The purpose of this fund is to account for individual school funds on deposit in various bank accounts.

## **Private Purpose Funds**

### The Afro-American Education Fund

The purpose of this fund is to account for contributions from private sources restricted to the provision of scholarship aid to deserving African-American students.

### The Student Loan Fund

The purpose of this fund is to provide loans to worthy high school graduates to enable them to continue their education. It is provided for in Louisiana Revised Statute 17:1751 and has been inactive since it was established.

### The Kleban Trust Fund

The purpose of the fund is to account for contributions from private sources restricted to the purchase of an award for an outstanding athlete at Comeaux High School.

### The Jowella Ardoin Trust Fund

The purpose of this fund is to account for the contributions from fellow employees, friends and family that were to originally be used for a reward leading to the arrest and conviction of the intruder that took her life. In 1999, a suspect confessed and the funds were set aside, as stipulated, to help cover future educational costs for her grandchildren.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Agency Funds  
Combining Statement of Assets and Liabilities  
June 30, 2007  
With Comparative Totals for June 30, 2006

|                                    | Sales<br>Tax Fund          | School<br>Activity<br>Funds | Totals                     |                            |
|------------------------------------|----------------------------|-----------------------------|----------------------------|----------------------------|
|                                    | <u>          </u>          | <u>          </u>           | <u>2007</u>                | <u>2006</u>                |
| <b>ASSETS</b>                      |                            |                             |                            |                            |
| Cash and interest-bearing deposits | \$ 8,375,043               | \$3,288,506                 | \$11,663,549               | \$11,410,968               |
| Investments                        | <u>761,551</u>             | <u>600,282</u>              | <u>1,361,833</u>           | <u>283,650</u>             |
| <b>Total assets</b>                | <b><u>\$ 9,136,594</u></b> | <b><u>\$3,888,788</u></b>   | <b><u>\$13,025,382</u></b> | <b><u>\$11,694,618</u></b> |
| <b>LIABILITIES</b>                 |                            |                             |                            |                            |
| <b>Liabilities:</b>                |                            |                             |                            |                            |
| Due to other governmental units    | \$ 9,136,594               | \$ -                        | \$ 9,136,594               | \$ 8,143,856               |
| School activity funds payable      | <u>-</u>                   | <u>3,888,788</u>            | <u>3,888,788</u>           | <u>3,550,762</u>           |
| <b>Total liabilities</b>           | <b><u>\$ 9,136,594</u></b> | <b><u>\$3,888,788</u></b>   | <b><u>\$13,025,382</u></b> | <b><u>\$11,694,618</u></b> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Agency Funds

Combining Statement of Changes in Assets and Liabilities  
For the Year Ended June 30, 2007

|                                    | Balance<br>July 1,<br>2006 | Additions      | Deductions     | Balance<br>June 30,<br>2007 |
|------------------------------------|----------------------------|----------------|----------------|-----------------------------|
| <u>SALES TAX FUND</u>              |                            |                |                |                             |
| ASSETS                             |                            |                |                |                             |
| Cash and interest-bearing deposits | \$ 8,142,445               | \$ 194,860,181 | \$ 194,627,583 | \$ 8,375,043                |
| Investments                        | 1,411                      | 760,140        | -              | 761,551                     |
| TOTAL ASSETS                       | \$ 8,143,856               | \$ 195,620,321 | \$ 194,627,583 | \$ 9,136,594                |
| LIABILITIES                        |                            |                |                |                             |
| Due to other governmental units    | \$ 8,143,856               | \$ 195,620,321 | \$ 194,627,583 | \$ 9,136,594                |
| <u>SCHOOL ACTIVITY FUNDS</u>       |                            |                |                |                             |
| ASSETS                             |                            |                |                |                             |
| Cash and interest-bearing deposits | \$ 3,268,523               | \$ 10,624,839  | \$ 10,604,856  | \$ 3,288,506                |
| Investments                        | 282,239                    | 318,043        | -              | 600,282                     |
| TOTAL ASSETS                       | \$ 3,550,762               | \$ 10,942,882  | \$ 10,604,856  | \$ 3,888,788                |
| LIABILITIES                        |                            |                |                |                             |
| School activity funds payable      | \$ 3,550,762               | \$ 10,942,882  | \$ 10,604,856  | \$ 3,888,788                |
| <u>TOTALS - ALL AGENCY FUNDS</u>   |                            |                |                |                             |
| ASSETS                             |                            |                |                |                             |
| Cash and interest-bearing deposits | \$ 11,410,968              | \$ 205,485,020 | \$ 205,232,439 | \$ 11,663,549               |
| Investments                        | 283,650                    | 1,078,183      | -              | 1,361,833                   |
| TOTAL ASSETS                       | \$ 11,694,618              | \$ 206,563,203 | \$ 205,232,439 | \$ 13,025,382               |
| LIABILITIES                        |                            |                |                |                             |
| Due to other governmental units    | 8,143,856                  | 195,620,321    | 194,627,583    | 9,136,594                   |
| School activity funds payable      | 3,550,762                  | 10,942,882     | 10,604,856     | 3,888,788                   |
| TOTAL LIABILITIES                  | \$ 11,694,618              | \$ 206,563,203 | \$ 205,232,439 | \$ 13,025,382               |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
Sales Tax Agency Fund

Comparative Schedule of Cash Receipts and Disbursements  
For the Years Ended June 30, 2007 and 2006

|   | <u>2007</u>         | <u>2006</u>         |
|---|---------------------|---------------------|
| <b>RECEIPTS</b>   |                     |                     |
| Sales taxes   | \$ 192,542,137      | \$ 182,094,048      |
| Hotel/motel tax   | 2,563,724           | 2,579,902           |
| Interest on investments   | 514,460             | 400,563             |
| Total receipts  | <u>195,620,321</u>  | <u>185,074,513</u>  |
| <b>DISBURSEMENTS</b>  |                     |                     |
| Collection costs:   |                     |                     |
| Salaries  | 461,778             | 366,477             |
| Employer's contribution to retirement expense                           | 68,684              | 59,817              |
| Group insurance   | 54,409              | 53,211              |
| Office supplies and equipment   | 10,677              | 12,699              |
| Printing  | 1,268               | 619                 |
| Postage   | 46,485              | 49,219              |
| Telephone   | 4,495               | 4,905               |
| Computer services   | 29,077              | 34,182              |
| Legal and professional fees   | 524,514             | 470,798             |
| Travel  | 12,203              | 4,939               |
| Office space and utilities  | 41,758              | 42,440              |
| Other   | 18,430              | 38,469              |
|   | <u>1,273,778</u>    | <u>1,137,775</u>    |
| Tax proceeds distributed to taxing authorities, net of collection costs | <u>193,353,805</u>  | <u>182,342,858</u>  |
| Total disbursements   | <u>194,627,583</u>  | <u>183,480,633</u>  |
| Increase in cash and investments  | 992,738             | 1,593,880           |
| <b>CASH AND INVESTMENTS BALANCE, BEGINNING</b>                          | <u>8,143,856</u>    | <u>6,549,976</u>    |
| <b>CASH AND INVESTMENTS BALANCE, ENDING</b>                             | <u>\$ 9,136,594</u> | <u>\$ 8,143,856</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana  
School Activity Agency Fund

Schedule of Changes in Deposits Due Others  
For the Year Ended June 30, 2007

| Schools                        | Balance<br>July 1, 2006 | Additions            | Deductions           | Balance<br>June 30, 2007 |
|--------------------------------|-------------------------|----------------------|----------------------|--------------------------|
| Acadian Middle                 | \$ 31,457               | \$ 163,026           | \$ 156,388           | \$ 38,095                |
| Acadiana High                  | 286,518                 | 1,202,660            | 1,201,291            | 287,887                  |
| Alleman Middle                 | 53,197                  | 379,602              | 376,958              | 55,841                   |
| Boucher Elementary             | 19,338                  | 64,842               | 62,817               | 21,363                   |
| Breaux, Paul Middle            | 55,682                  | 284,398              | 268,883              | 71,197                   |
| Broadmoor Elementary           | 59,369                  | 249,070              | 224,037              | 84,402                   |
| Broussard Middle               | 62,335                  | 208,311              | 207,788              | 62,858                   |
| Burke Elementary               | 50,125                  | 138,158              | 119,863              | 68,420                   |
| Carencro Heights Elementary    | 9,533                   | 62,058               | 58,167               | 13,424                   |
| Carencro Middle                | 45,187                  | 175,986              | 168,349              | 52,824                   |
| Carencro High                  | 197,806                 | 823,992              | 803,367              | 218,431                  |
| Comeaux High                   | 493,694                 | 1,231,220            | 1,241,665            | 483,249                  |
| K. Drexel Elementary           | 46,957                  | 156,378              | 140,482              | 62,853                   |
| Duson Elementary               | 20,551                  | 54,957               | 54,545               | 20,963                   |
| Evangeline Elementary          | 33,458                  | 129,149              | 134,533              | 28,074                   |
| Ernest Gallet Elementary       | 67,285                  | 231,939              | 204,999              | 94,225                   |
| J. W. Faulk Elementary         | 24,285                  | 60,286               | 63,682               | 20,889                   |
| J.W. James Elementary          | 43,887                  | 213,378              | 162,253              | 95,012                   |
| Judice Middle                  | 66,243                  | 179,644              | 167,839              | 78,048                   |
| L. Leo Judice Elementary       | 42,509                  | 60,711               | 50,315               | 52,905                   |
| Lafayette Middle               | 40,377                  | 88,150               | 88,835               | 39,692                   |
| Lafayette High                 | 432,274                 | 1,375,515            | 1,375,427            | 432,362                  |
| G. T. Lindon                   | 66,809                  | 203,346              | 190,480              | 79,675                   |
| Live Oak                       | 61,952                  | 85,115               | 81,412               | 65,655                   |
| Edgar Martin Middle            | 132,630                 | 283,977              | 274,223              | 142,384                  |
| Milton Elementary              | 89,569                  | 257,465              | 253,101              | 93,933                   |
| S. J. Montgomery Elementary    | 87,125                  | 125,541              | 120,299              | 92,367                   |
| Moss Annex                     | 10,690                  | 17,887               | 16,913               | 11,664                   |
| N. P. Moss Middle              | 10,734                  | 94,724               | 94,330               | 11,128                   |
| Myrtle Place Elementary        | 35,341                  | 75,324               | 70,005               | 40,660                   |
| Northside High                 | 168,993                 | 482,943              | 452,309              | 199,627                  |
| Ossun Elementary               | 67,598                  | 178,493              | 188,254              | 57,837                   |
| Plantation Elementary          | 43,823                  | 238,762              | 228,819              | 53,766                   |
| Prairie Elementary             | 138,849                 | 347,557              | 329,651              | 156,755                  |
| Ridge Elementary               | 32,021                  | 128,722              | 117,974              | 42,769                   |
| Scott Middle                   | 148,961                 | 178,411              | 152,164              | 175,208                  |
| Truman Elementary              | 21,266                  | 24,138               | 23,095               | 22,309                   |
| Westside Elementary            | 18,472                  | 63,336               | 67,606               | 14,202                   |
| Woodvale Elementary            | 119,348                 | 174,477              | 205,111              | 88,714                   |
| Youngsville Middle             | 74,048                  | 332,298              | 297,741              | 108,605                  |
| Lafayette Parish Career Center | 13,312                  | 100,538              | 96,712               | 17,138                   |
| Lafayette Charter              | 3,924                   | 4,543                | 4,585                | 3,882                    |
| Adult Education                | 5,332                   | 3,429                | 3,007                | 5,754                    |
| CAPS/LAPS - LeRosen            | 17,899                  | 8,426                | 4,582                | 21,743                   |
| <b>TOTAL BALANCES</b>          | <b>\$ 3,550,762</b>     | <b>\$ 10,942,882</b> | <b>\$ 10,604,856</b> | <b>\$ 3,888,788</b>      |

**LAFAYETTE PARISH SCHOOL BOARD**  
**Lafayette, Louisiana**

**Private Purpose Trust Funds**  
**Combining Balance Sheet**  
**June 30, 2007**  
**With Comparative Totals for June 30, 2006**

|                                | Afro-American<br>Education<br>Fund | Student<br>Loan<br>Fund | Kleban<br>Trust<br>Fund | Jowella<br>Ardoin<br>Trust<br>Fund | Totals          |                 |
|--------------------------------|------------------------------------|-------------------------|-------------------------|------------------------------------|-----------------|-----------------|
|                                |                                    |                         |                         |                                    | 2007            | 2006            |
| <b>ASSETS</b>                  |                                    |                         |                         |                                    |                 |                 |
| Investments                    | <u>\$10,346</u>                    | <u>\$16,772</u>         | <u>\$2,347</u>          | <u>\$15,102</u>                    | <u>\$44,567</u> | <u>\$42,302</u> |
| <br><b>FUND BALANCES</b>       |                                    |                         |                         |                                    |                 |                 |
| Fund balances:                 |                                    |                         |                         |                                    |                 |                 |
| Reserved for specific purposes | <u>\$10,346</u>                    | <u>\$16,772</u>         | <u>\$2,347</u>          | <u>\$15,102</u>                    | <u>\$44,567</u> | <u>\$42,302</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Private Purpose Trust Funds  
Combining Statement of Changes in Net Assets  
For the Year Ended June 30, 2007  
With Comparative Totals for the Year Ended June 30, 2006

|   | Afro-American<br>Education<br>Fund | Student<br>Loan<br>Fund | Kleban<br>Trust<br>Fund | Jowella<br>Ardoin<br>Trust<br>Fund | Totals          |                 |
|---|------------------------------------|-------------------------|-------------------------|------------------------------------|-----------------|-----------------|
|   |                                    |                         |                         |                                    | <u>2007</u>     | <u>2006</u>     |
| ADDITIONS                               |                                    |                         |                         |                                    |                 |                 |
| Parish sources -                        |                                    |                         |                         |                                    |                 |                 |
| Interest                                | \$ 526                             | \$ 852                  | \$ 119                  | \$ 768                             | \$ 2,265        | \$ 1,681        |
| DEDUCTIONS                              |                                    |                         |                         |                                    |                 |                 |
| Special programs                        | <u>-</u>                           | <u>-</u>                | <u>-</u>                | <u>-</u>                           | <u>-</u>        | <u>74</u>       |
| Excess of revenues<br>over expenditures | 526                                | 852                     | 119                     | 768                                | 2,265           | 1,607           |
| NET ASSETS, BEGINNING                   | <u>9,820</u>                       | <u>15,920</u>           | <u>2,228</u>            | <u>14,334</u>                      | <u>42,302</u>   | <u>40,695</u>   |
| NET ASSETS, ENDING                      | <u>\$10,346</u>                    | <u>\$16,772</u>         | <u>\$2,347</u>          | <u>\$15,102</u>                    | <u>\$44,567</u> | <u>\$42,302</u> |

Capital Assets-Governmental Funds

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Comparative Schedule of Capital Assets - By Source  
June 30, 2007 and 2006

|   | 2007              | 2006              |
|---|-------------------|-------------------|
| <b>CAPITAL ASSETS</b>                         |                   |                   |
| Land  | \$ 5,771,814      | \$ 5,771,814      |
| Buildings and improvements                    | 198,289,078       | 196,623,176       |
| Furniture and equipment                       | 22,292,525        | 21,222,784        |
| Construction in progress                      | 595,619           | 876,723           |
| <br>TOTAL CAPITAL ASSETS                      | <br>\$226,949,036 | <br>\$224,494,497 |
| <br><b>INVESTMENT IN CAPITAL ASSETS FROM:</b> |                   |                   |
| General and Capital Projects Funds            | \$221,917,350     | \$219,462,811     |
| Federal and state grants                      | 1,144,879         | 1,144,879         |
| School Food Service Fund                      | 3,210,623         | 3,210,623         |
| Donated land                                  | 676,184           | 676,184           |
| <br>TOTAL INVESTMENT IN CAPITAL ASSETS        | <br>\$226,949,036 | <br>\$224,494,497 |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Changes in Capital Assets - By Function  
For the Year Ended June 30, 2007

| Function                                    | July 01 2006         | Additions          | Deductions         | June 30, 2007        |
|---|----------------------|--------------------|--------------------|----------------------|
| Regular programs                            | \$ 124,644,210       | \$ 1,798,333       | \$ 73,071          | \$ 126,369,472       |
| Special education programs                  | 28,485,038           | 546,010            | -                  | 29,031,048           |
| Vocational education programs               | 4,158,040            | 19,846             | -                  | 4,177,886            |
| Other instructional programs                | 2,495,444            | 59,303             | -                  | 2,554,747            |
| Special programs                            | 5,358,698            | 10,000             | -                  | 5,368,698            |
| Adult and continuing education              | 1,329,237            | 5,224              | -                  | 1,334,461            |
| Pupil support services                      | 15,625,338           | 44,123             | -                  | 15,669,461           |
| Instructional staff support services        | 5,146,292            | -                  | -                  | 5,146,292            |
| General administration                      | 4,178,349            | 373,794            | 5,145              | 4,546,998            |
| School administration                       | 11,168,798           | 110,082            | -                  | 11,278,880           |
| Business services                           | 763,253              | -                  | -                  | 763,253              |
| Operation and maintenance of plant services | 6,870,994            | 7,371              | -                  | 6,878,365            |
| Student transportation services             | 6,203,559            | 76,348             | 207,270            | 6,072,637            |
| Central services                            | 3,399,089            | -                  | -                  | 3,399,089            |
| Food services                               | 3,791,435            | 75,312             | 104,617            | 3,762,130            |
| Total support services                      | 223,617,774          | 3,125,746          | 390,103            | 226,353,417          |
| Construction in progress                    | 876,723              | 1,523,601          | 1,804,705          | 595,619              |
| TOTAL CAPITAL ASSETS                        | <u>\$224,494,497</u> | <u>\$4,649,347</u> | <u>\$2,194,808</u> | <u>\$226,949,036</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Capital Assets - By Function  
June 30, 2007

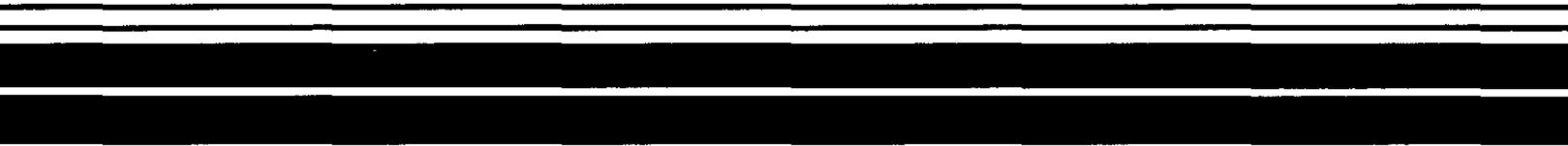
| Function                                    | Land                   | Building<br>and<br>Improvement | Furniture<br>and<br>Equipment | Totals                   |
|---|------------------------|--------------------------------|-------------------------------|--------------------------|
| Regular programs                            | \$2,579,581            | \$120,835,309                  | \$ 2,954,582                  | \$126,369,472            |
| Special education programs                  | 354,474                | 27,875,903                     | 800,671                       | 29,031,048               |
| Vocational education programs               | -                      | 3,844,721                      | 333,165                       | 4,177,886                |
| Other instructional programs                | 12,000                 | 1,837,031                      | 705,716                       | 2,554,747                |
| Special programs                            | 93,825                 | 4,662,428                      | 612,445                       | 5,368,698                |
| Adult and continuing education              | 12,000                 | 1,281,930                      | 40,531                        | 1,334,461                |
| Pupil support services                      | 418,000                | 15,148,133                     | 103,328                       | 15,669,461               |
| Instructional staff support services        | -                      | 5,146,292                      | -                             | 5,146,292                |
| General administration                      | 502,500                | 3,485,985                      | 558,513                       | 4,546,998                |
| School administration                       | 940,000                | 9,475,090                      | 863,790                       | 11,278,880               |
| Business services                           | 20,000                 | 99,236                         | 644,017                       | 763,253                  |
| Operation and maintenance of plant services | 109,750                | 1,691,767                      | 5,076,848                     | 6,878,365                |
| Student transportation services             | -                      | -                              | 6,072,637                     | 6,072,637                |
| Central services                            | 709,684                | 2,582,363                      | 107,042                       | 3,399,089                |
| Food services                               | 20,000                 | 322,890                        | 3,419,240                     | 3,762,130                |
| <br>TOTAL SUPPORT<br>SERVICES               | <br><u>\$5,771,814</u> | <br><u>\$198,289,078</u>       | <br><u>\$ 22,292,525</u>      | <br>226,353,417          |
| <br>Construction in progress                |                        |                                |                               | <br><u>595,619</u>       |
| <br>TOTAL CAPITAL ASSETS                    |                        |                                |                               | <br><u>\$226,949,036</u> |



LAFAYETTE PARISH  
SCHOOL SYSTEM



Statistical Section



---

# STATISTICAL SECTION

## Unaudited

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

### Contents

|  | <u>Page</u> |
|--|-------------|
| <b>Financial Trends</b>  |             |
| These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.  | 126-135     |
| <b>Revenue Capacity</b>  |             |
| These schedules contain information to help the reader assess the District's most significant local revenue source, sales and property tax.  | 136-143     |
| <b>Debt Capacity</b>   |             |
| These schedules present information to help the reader assess the affordability of the District's <i>current</i> levels of outstanding debt and the District's ability to issue additional debt in the future. | 144-148     |
| <b>Demographic and Economic Information</b>  |             |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.   | 149-156     |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 with the fiscal year beginning July 1, 2001; therefore, schedules presenting government-wide information include information beginning with June 30, 2002.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table I

**NET ASSETS BY COMPONENT**  
**LAST SIX FISCAL YEARS**  
(accrual basis of accounting)

| <b>Fiscal<br/>Year Ended<br/>June 30,</b> | <b>Invested in<br/>capital assets<br/>net of related debt</b> | <b>Restricted</b> | <b>Unrestricted</b> | <b>Total<br/>Net Assets</b> |
|---|---|-------------------|---------------------|-----------------------------|
| 2007                                      | \$ 36,794,303   | \$ 23,028,097     | \$ 34,094,256       | \$ 93,916,656               |
| 2006                                      | 32,387,683  | 21,376,378        | 22,888,324          | 76,652,385                  |
| 2005                                      | 28,645,899  | 18,588,331        | 8,879,876           | 56,114,106                  |
| 2004                                      | 30,698,003  | 16,489,968        | 17,715,551          | 64,903,522                  |
| 2003                                      | 26,557,484  | 17,865,419        | 17,764,579          | 62,187,482                  |
| 2002                                      | 23,707,336  | 17,865,419        | 19,317,260          | 60,890,015                  |

Note: The School System began to report accrual information when it implemented GASB Statement 34 in 2002, therefore 10 years of data is not available.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table II

**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST SIX FISCAL YEARS**  
(accrual basis of accounting)

|  | <b>Fiscal Year Ended June 30,</b> |                        |                        |                         |                        |                        |
|--|-----------------------------------|------------------------|------------------------|-------------------------|------------------------|------------------------|
|  | <b>2007</b>                       | <b>2006</b>            | <b>2005</b>            | <b>2004</b>             | <b>2003</b>            | <b>2002</b>            |
| <b>Expenses</b>                          |                                   |                        |                        |                         |                        |                        |
| <b>Governmental Activities</b>           |                                   |                        |                        |                         |                        |                        |
| <b>Instruction:</b>                      |                                   |                        |                        |                         |                        |                        |
| Regular programs                         | \$ 97,251,856                     | \$ 97,811,015          | \$ 91,685,069          | \$ 88,636,814           | \$ 82,109,483          | \$ 76,879,594          |
| Special education programs               | 36,065,136                        | 36,230,667             | 34,257,767             | 32,516,128              | 30,563,705             | 28,892,720             |
| Vocational education programs            | 5,048,348                         | 6,434,471              | 4,387,152              | 3,729,625               | 3,795,862              | -                      |
| Other instructional programs             | 8,817,829                         | 7,999,349              | 6,838,963              | 6,196,146               | 5,613,623              | 17,559,933             |
| Special programs                         | 12,769,460                        | 13,309,275             | 14,006,344             | 12,489,206              | 11,524,932             | -                      |
| Adult and continuing education program   | 631,244                           | 704,576                | 791,447                | 1,377,157               | 1,172,045              | -                      |
| <b>Support services</b>                  |                                   |                        |                        |                         |                        |                        |
| Pupil Support Services                   | 12,544,754                        | 11,314,506             | 9,342,624              | 8,623,633               | 8,244,405              | 7,812,489              |
| Instructional staff support services     | 12,981,312                        | 11,637,221             | 11,144,921             | 9,977,291               | 9,872,294              | 7,691,666              |
| General administration                   | 4,196,726                         | 3,279,045              | 3,457,140              | 3,184,707               | 3,093,287              | 2,557,958              |
| School administration                    | 11,663,770                        | 11,755,946             | 10,815,278             | 10,384,373              | 10,247,562             | 9,461,221              |
| Business Services                        | 1,889,593                         | 2,058,956              | 1,881,967              | 1,654,045               | 1,476,031              | 1,421,502              |
| Plant services                           | 18,015,914                        | 17,495,093             | 15,711,975             | 14,962,185              | 13,726,490             | 13,955,494             |
| Student transportation services          | 19,622,065                        | 19,270,338             | 17,522,577             | 15,337,506              | 11,730,636             | 10,074,747             |
| Central services                         | 3,282,410                         | 2,299,687              | 1,927,190              | 1,668,291               | 1,550,024              | 1,487,497              |
| Food services                            | 11,716,004                        | 11,065,977             | 10,833,863             | 10,121,878              | 9,584,425              | 9,168,552              |
| Community service programs               | 28,393                            | 363,228                | 185,503                | 253,121                 | 512,733                | 186,647                |
| Interest on long-term debt               | 4,005,882                         | 4,479,769              | 4,705,021              | 4,944,930               | 5,187,786              | 5,579,302              |
| <b>Total government expenses</b>         | <b>\$ 260,530,696</b>             | <b>\$ 257,509,119</b>  | <b>\$ 239,494,801</b>  | <b>\$ 226,057,036</b>   | <b>\$ 210,005,323</b>  | <b>\$ 192,729,322</b>  |
| <b>Program Revenues</b>                  |                                   |                        |                        |                         |                        |                        |
| <b>Governmental activities:</b>          |                                   |                        |                        |                         |                        |                        |
| <b>Charges for services</b>              |                                   |                        |                        |                         |                        |                        |
| Instruction                              | \$ 459,691                        | \$ 468,126             | \$ 381,680             | \$ 324,013              | \$ 305,845             | \$ 299,231             |
| Food services                            | 1,691,404                         | 1,742,878              | 1,686,323              | 1,694,424               | 1,565,890              | 1,633,899              |
| Operating grants and contributions       | 40,141,400                        | 50,715,494             | 36,963,648             | 33,305,038              | 30,724,907             | 24,796,336             |
| Capital grants and contributions         |                                   |                        |                        |                         |                        | 163,033                |
| <b>Total government program revenues</b> | <b>\$ 42,292,495</b>              | <b>\$ 52,926,498</b>   | <b>\$ 39,031,651</b>   | <b>\$ 35,323,475</b>    | <b>\$ 32,596,642</b>   | <b>\$ 26,892,499</b>   |
| <b>Net (expenses)/Revenues</b>           |                                   |                        |                        |                         |                        |                        |
| <b>Total government net expense</b>      | <b>\$ (218,238,201)</b>           | <b>\$(204,582,621)</b> | <b>\$(200,463,150)</b> | <b>\$ (190,733,561)</b> | <b>\$(177,408,681)</b> | <b>\$(165,836,823)</b> |

Note: The School System began to report accrual information when it implemented GASB Statement 34 in 2002, therefore 10 years of data is not available.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table III

**GENERAL REVENUES AND TOTAL CHANGE IN NET ASSETS,  
LAST SIX YEARS**  
(accrual basis of accounting)

|  | Fiscal Year Ended June 30, |                      |                       |                       |                     |                       |
|--|----------------------------|----------------------|-----------------------|-----------------------|---------------------|-----------------------|
|  | 2007                       | 2006                 | 2005                  | 2004                  | 2003                | 2002                  |
| <b>Total government net expense</b>                      | \$ (218,238,201)           | \$ (204,582,621)     | \$ (200,463,150)      | \$ (190,733,561)      | \$ (177,408,681)    | \$ (165,836,823)      |
| <b>General revenues and other changes in net assets:</b> |                            |                      |                       |                       |                     |                       |
| Governmental activities:                                 |                            |                      |                       |                       |                     |                       |
| Taxes  |                            |                      |                       |                       |                     |                       |
| Property taxes levied for general purposes               | 35,979,503                 | 33,528,553           | 30,890,465            | 27,579,650            | 26,248,988          | 24,708,711            |
| Property taxes levied debt service                       | 560,038                    | 692,067              | 663,287               | 627,071               | 627,368             | 589,363               |
| Sales and use taxes levied for general purposes          | 87,050,591                 | 80,523,387           | 66,004,476            | 61,780,552            | 60,862,844          | 50,163,710            |
| Sales and use taxes levied for debt service              | 9,427,729                  | 9,420,309            | 9,422,041             | 9,503,637             | 9,556,639           | 9,440,135             |
| State revenue sharing                                    | 1,836,158                  | 1,827,077            | 1,824,286             | 1,805,737             | 1,803,810           | 1,878,370             |
| Unrestricted grants and contributions                    |                            |                      |                       |                       |                     |                       |
| State source -Minimum Foundation Program                 | 93,135,932                 | 92,726,264           | 83,007,065            | 81,198,844            | 77,431,344          | 73,815,692            |
| State Source-salary increase                             | -                          | 880,869              | 13,716                | 20,833                | 647,153             | 1,854                 |
| State Source-PIPS  | 489,012                    | 466,671              | 665,526               | 668,537               | 738,313             | 824,482               |
| Earnings on investments                                  | 4,127,281                  | 2,906,037            | 1,404,987             | 732,605               | 823,394             | 1,575,550             |
| Miscellaneous  | 2,896,228                  | 2,149,666            | 2,419,510             | 2,174,500             | 1,384,868           | 1,270,485             |
| Total primary government                                 | <u>235,502,472</u>         | <u>225,120,900</u>   | <u>196,315,359</u>    | <u>186,091,966</u>    | <u>180,124,721</u>  | <u>164,268,352</u>    |
| <b>Change in Net Assets</b>                              | <u>\$ 17,264,271</u>       | <u>\$ 20,538,279</u> | <u>\$ (4,147,791)</u> | <u>\$ (4,641,595)</u> | <u>\$ 2,716,040</u> | <u>\$ (1,568,471)</u> |

Note: The School System began to report accrual information when it implemented GASB Statement 34 in 2002, therefore 10 years of data is not available.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table IV

**FUND BALANCE, GOVERNMENTAL FUNDS,  
LAST SIX FISCAL YEARS**  
(accrual basis of accounting)

|   | <b>Fiscal Year Ended June 30,</b> |                      |                      |                      |                      |                      |
|---|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | <b>2007</b>                       | <b>2006</b>          | <b>2005</b>          | <b>2004</b>          | <b>2003</b>          | <b>2002</b>          |
| <b>General Fund</b>                       |                                   |                      |                      |                      |                      |                      |
| Reserved                                  | \$ 6,055,195                      | \$ 3,207,773         | \$ 5,828,789         | \$ 3,842,131         | \$ 7,477,301         | \$ 6,142,999         |
| Unreserved                                | 16,824,932                        | 13,669,136           | 4,394,910            | 9,841,684            | 11,870,038           | 11,597,674           |
| <b>Total General Fund</b>                 | <b>\$ 22,880,127</b>              | <b>\$ 16,876,909</b> | <b>\$ 10,223,699</b> | <b>\$ 13,683,815</b> | <b>\$ 19,347,339</b> | <b>\$ 17,740,673</b> |
| <br>                                      |                                   |                      |                      |                      |                      |                      |
| <b>All Other Governmental Funds</b>       |                                   |                      |                      |                      |                      |                      |
| Reserved                                  | \$ 27,122,489                     | \$ 23,362,765        | \$ 20,803,297        | \$ 18,556,876        | \$ 14,913,987        | \$ 18,008,499        |
| Unreserved, Reported in :                 |                                   |                      |                      |                      |                      |                      |
| Special revenue funds                     | 3,312,522                         | 3,295,161            | 1,883,994            | 2,104,895            | 1,127,455            | 1,829,571            |
| Capital projects fund                     | 8,569,145                         | 9,177,380            | 2,602,183            | 2,499,234            | 3,189,951            | 4,914,168            |
| <b>Total all other governmental funds</b> | <b>\$ 39,004,156</b>              | <b>\$ 35,835,306</b> | <b>\$ 25,289,474</b> | <b>\$ 23,161,005</b> | <b>\$ 19,231,393</b> | <b>\$ 24,752,238</b> |

Note: The School System began to report accrual information when it implemented GASB Statement 34 in 2002, therefore 10 years of data is not available.

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**GOVERNMENTAL FUNDS REVENUES,  
LAST TEN FISCAL YEARS**

|                             | <b>Fiscal Year Ended June 30,</b> |                       |                       |                       |
|-----------------------------|-----------------------------------|-----------------------|-----------------------|-----------------------|
|                             | <b>2007</b>                       | <b>2006</b>           | <b>2005</b>           | <b>2004</b>           |
| <b>Parish sources:</b>      |                                   |                       |                       |                       |
| Ad valorem Taxes            | \$ 36,539,541                     | \$ 34,220,620         | \$ 31,553,752         | \$ 28,206,721         |
| Sales Taxes                 | 96,013,822                        | 90,783,781            | 75,426,517            | 71,284,189            |
| Other                       | 8,843,725                         | 7,132,989             | 5,793,569             | 4,845,273             |
| <b>Total parish sources</b> | <b>141,397,088</b>                | <b>132,137,390</b>    | <b>112,773,838</b>    | <b>104,336,183</b>    |
| <b>State sources</b>        | <b>101,699,213</b>                | <b>101,887,834</b>    | <b>92,308,413</b>     | <b>87,960,767</b>     |
| <b>Federal sources</b>      | <b>33,903,289</b>                 | <b>44,728,541</b>     | <b>30,165,828</b>     | <b>29,038,222</b>     |
| <b>Total revenue</b>        | <b>\$ 276,999,590</b>             | <b>\$ 278,753,765</b> | <b>\$ 235,248,079</b> | <b>\$ 221,335,172</b> |

Table V

| <b>Fiscal Year Ended June 30,</b> |                       |                       |                       |                       |                       |
|-----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>2003</b>                       | <b>2002</b>           | <b>2001</b>           | <b>2000</b>           | <b>1999</b>           | <b>1998</b>           |
| \$ 26,876,356                     | \$ 25,298,074         | \$ 20,943,955         | \$ 19,898,762         | \$ 18,787,674         | \$ 17,918,375         |
| 70,419,483                        | 59,603,845            | 51,986,707            | 49,369,480            | 48,460,222            | 47,982,996            |
| 4,438,164                         | 5,153,845             | 6,919,692             | 7,499,573             | 9,634,099             | 8,168,713             |
| 101,734,003                       | 90,055,764            | 79,850,354            | 76,767,815            | 76,881,995            | 74,070,084            |
| 84,271,489                        | 79,664,467            | 73,915,753            | 75,509,132            | 78,787,132            | 77,159,628            |
| 26,652,145                        | 21,354,229            | 17,994,996            | 19,835,770            | 19,493,186            | 17,660,726            |
| <b>\$ 212,657,637</b>             | <b>\$ 191,074,460</b> | <b>\$ 171,761,103</b> | <b>\$ 172,112,717</b> | <b>\$ 175,162,313</b> | <b>\$ 168,890,438</b> |

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO,  
LAST TEN FISCAL YEARS**

|   | Fiscal Year Ended June 30, |                       |                       |                       |
|---|----------------------------|-----------------------|-----------------------|-----------------------|
|   | 2007                       | 2006                  | 2005                  | 2004                  |
| <b>Expenditures</b>   |                            |                       |                       |                       |
| Instruction   |                            |                       |                       |                       |
| Regular programs  | \$ 96,402,207              | \$ 94,655,409         | \$ 87,620,062         | \$ 85,712,268         |
| Special education programs                                      | 35,748,919                 | 35,271,643            | 32,599,773            | 31,432,872            |
| Vocational education programs                                   | 4,981,210                  | 6,271,992             | 4,196,603             | 3,607,993             |
| Other instructional programs                                    | 8,691,800                  | 7,791,983             | 6,535,396             | 5,993,909             |
| Special programs  | 12,467,611                 | 12,964,247            | 13,420,616            | 12,080,372            |
| Adult and continuing education programs                         | 616,175                    | 685,856               | 758,558               | 1,332,970             |
| Support Services  |                            |                       |                       |                       |
| Pupil support services  | 12,375,966                 | 11,015,536            | 8,923,215             | 8,343,646             |
| Instructional staff support services                            | 12,752,481                 | 11,328,327            | 10,680,309            | 9,655,643             |
| General administration  | 4,120,240                  | 3,199,742             | 3,331,599             | 3,081,943             |
| School administration   | 11,582,681                 | 11,442,832            | 10,298,890            | 10,041,122            |
| Business services   | 1,877,903                  | 2,005,370             | 1,794,410             | 1,599,206             |
| Operation and maintenance of plant services                     | 17,777,945                 | 17,065,709            | 15,061,689            | 14,468,168            |
| Student transportation services                                 | 19,535,720                 | 18,790,330            | 16,675,076            | 13,700,125            |
| Central services  | 3,227,100                  | 2,241,942             | 1,847,675             | 1,613,963             |
| Non-instructional services                                      |                            |                       |                       |                       |
| Food services   | 11,456,726                 | 10,953,269            | 10,502,922            | 9,986,260             |
| Community service programs                                      | 27,847                     | 354,638               | 178,825               | 244,969               |
| Facilities acquisition and construction                         | 2,677,496                  | 2,378,810             | 3,265,173             | 3,692,844             |
| Debt service:   |                            |                       |                       |                       |
| Principal retirement  | 8,020,910                  | 7,577,230             | 6,936,770             | 6,150,821             |
| Interest and finance charges                                    | 4,100,564                  | 4,553,308             | 4,645,615             | 5,082,932             |
| Bond issue cost   | -                          | -                     | -                     | -                     |
| <b>Total expenditures</b>                                       | <b>\$ 268,441,501</b>      | <b>\$ 260,548,173</b> | <b>\$ 239,273,176</b> | <b>\$ 227,822,026</b> |
| <br>Debt service as a percentage of<br>non-capital expenditures | <br>4.56%                  | <br>4.70%             | <br>4.91%             | <br>5.01%             |

Table VI

| Fiscal Year Ended June 30, |                       |                       |                       |                       |                       |
|----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 2003                       | 2002                  | 2001                  | 2000                  | 1999                  | 1998                  |
| \$ 80,895,526              | \$ 73,884,748         | \$ 67,844,823         | \$ 67,156,989         | \$ 67,835,139         | \$ 61,711,554         |
| 26,865,009                 | 27,764,234            | 24,745,749            | 24,997,028            | 24,417,015            | 22,413,455            |
| 3,695,348                  | 3,276,004             | 3,027,007             | 2,186,554             | 2,619,766             | 2,109,744             |
| 5,461,535                  | 5,199,051             | 5,052,905             | 4,294,131             | 4,653,885             | 4,815,692             |
| 11,220,079                 | 7,698,703             | 5,747,027             | 8,068,408             | 8,084,658             | 7,493,295             |
| 1,136,789                  | 725,702               | 645,494               | 669,208               | 500,477               | 410,044               |
| 8,016,672                  | 7,513,003             | 6,620,915             | 6,575,641             | 6,760,480             | 6,431,524             |
| 9,577,550                  | 7,401,748             | 7,081,464             | 8,064,440             | 8,627,395             | 8,796,618             |
| 2,999,967                  | 2,468,239             | 1,949,666             | 2,142,675             | 2,129,308             | 2,273,281             |
| 9,997,532                  | 9,092,972             | 8,335,023             | 8,057,141             | 8,192,703             | 7,704,671             |
| 1,442,398                  | 1,366,684             | 1,269,089             | 1,179,113             | 1,064,521             | 1,230,213             |
| 13,371,743                 | 13,450,880            | 11,984,662            | 10,649,909            | 11,141,473            | 10,317,680            |
| 11,495,182                 | 9,685,146             | 9,148,772             | 8,034,438             | 8,339,775             | 7,674,678             |
| 1,508,112                  | 1,432,584             | 1,649,817             | 1,510,167             | 1,389,776             | 1,074,363             |
| 9,349,873                  | 9,010,166             | 8,264,471             | 8,486,233             | 8,690,425             | 9,628,984             |
| 496,157                    | 186,647               | 150,203               | 150,914               | 140,720               | 121,100               |
| 5,675,460                  | 11,134,021            | 4,378,756             | 14,799,869            | 54,156,953            | 8,664,050             |
| 5,982,231                  | 5,239,672             | 4,739,276             | 5,427,905             | 5,295,004             | 4,690,000             |
| 5,703,103                  | 5,443,264             | 5,275,893             | 5,317,347             | 5,331,863             | 2,591,533             |
| -                          | -                     | -                     | 75,823                | -                     | 154,265               |
| <b>\$ 214,890,266</b>      | <b>\$ 201,973,468</b> | <b>\$ 177,911,012</b> | <b>\$ 187,843,933</b> | <b>\$ 229,371,336</b> | <b>\$ 170,306,744</b> |
| 5.59%                      | 5.60%                 | 5.77%                 | 6.21%                 | 6.07%                 | 4.50%                 |

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCE  
LAST TEN FISCAL YEARS**

|   | Fiscal Year Ended June 30, |                      |                       |                       |
|---|----------------------------|----------------------|-----------------------|-----------------------|
|   | 2007                       | 2006                 | 2005                  | 2004                  |
| <b>Excess of revenues over (under expenditures)</b> | \$ 8,558,089               | \$ 18,205,592        | \$ (4,025,097)        | \$ (6,486,854)        |
| <b>Other Financing Sources (Uses)</b>               |                            |                      |                       |                       |
| General long-term debt issued                       | -                          | -                    | 4,000,000             | 19,107,785            |
| Transfer to Escrow Agent                            | -                          | -                    | -                     | (15,848,293)          |
| Proceeds from capital lease                         | 620,529                    | -                    | -                     | -                     |
| Transfer to external agency (SMILE)                 | -                          | -                    | -                     | -                     |
| Transfers in  | 6,182,336                  | 22,783,414           | 3,172,397             | 5,763,148             |
| Transfers out                                       | (6,188,886)                | (23,789,964)         | (4,478,947)           | (4,269,698)           |
| <b>Total other financing sources (uses)</b>         | <b>613,979</b>             | <b>(1,006,550)</b>   | <b>2,693,450</b>      | <b>4,752,942</b>      |
| <b>Net change in fund balances</b>                  | <b>\$ 9,172,068</b>        | <b>\$ 17,199,042</b> | <b>\$ (1,331,647)</b> | <b>\$ (1,733,912)</b> |

Table VII

| Fiscal Year Ended June 30, |                       |                     |                       |                        |                      |
|----------------------------|-----------------------|---------------------|-----------------------|------------------------|----------------------|
| 2003                       | 2002                  | 2001                | 2000                  | 1999                   | 1998                 |
| \$ (5,232,629)             | \$ (10,899,008)       | \$ (6,149,909)      | \$ (15,728,216)       | \$ (54,209,023)        | \$ (1,416,306)       |
| 4,350,000                  | 3,001,060             | 12,000,000          | 9,950,000             | 56,197                 | 60,000,000           |
| (3,025,000)                | -                     | -                   | -                     | -                      | -                    |
| -                          | -                     | 1,345,000           | -                     | -                      | -                    |
| -                          | -                     | (52,350)            | -                     | -                      | -                    |
| 2,892,584                  | 2,715,464             | 2,011,331           | 4,352,028             | 3,242,049              | 5,155,327            |
| (2,899,134)                | (2,715,464)           | (2,811,331)         | (4,552,028)           | (3,748,262)            | (5,655,327)          |
| <b>1,318,450</b>           | <b>3,001,060</b>      | <b>12,492,650</b>   | <b>9,750,000</b>      | <b>(450,016)</b>       | <b>59,500,000</b>    |
| <b>\$ (3,914,179)</b>      | <b>\$ (7,897,948)</b> | <b>\$ 6,342,741</b> | <b>\$ (5,978,216)</b> | <b>\$ (54,659,039)</b> | <b>\$ 58,083,694</b> |

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
(Per 1,000 of Assessed Value)  
(Unaudited)**

| <b>ASSESSMENT<br/>YEAR</b> | <b>RESIDENTIAL<br/>COMMERCIAL<br/>LAND</b> | <b>RESIDENTIAL<br/>PROPERTY</b> | <b>COMMERCIAL<br/>PROPERTY</b> | <b>PUBLIC<br/>SERVICE</b> |
|----------------------------|--|---------------------------------|--------------------------------|---------------------------|
| 1997                       | \$ 107,984,543                             | \$ 267,571,340                  | \$ 305,938,693                 | \$ 52,291,580             |
| 1998                       | 112,622,878                                | 279,112,490                     | 334,178,055                    | 54,194,430                |
| 1999                       | 116,725,142                                | 291,739,160                     | 357,149,910                    | 56,110,660                |
| 2000                       | 123,696,613                                | 308,348,433                     | 386,603,100                    | 58,340,010                |
| 2001                       | 143,152,432                                | 406,065,778                     | 403,070,319                    | 61,514,290                |
| 2002                       | 147,713,892                                | 417,597,262                     | 432,902,970                    | 62,863,710                |
| 2003                       | 151,994,430                                | 433,116,457                     | 457,320,431                    | 61,554,260                |
| 2004                       | 171,328,974                                | 496,145,517                     | 481,329,185                    | 62,312,450                |
| 2005                       | 181,252,490                                | 524,105,319                     | 516,152,495                    | 64,488,850                |
| 2006                       | 192,974,126                                | 550,646,588                     | 567,654,432                    | 63,264,000                |

(1) The difference in total assessed value and total taxable value is due to a homestead exemption of \$75,000.

NOTE: The following are the assessment rates:

|  |     |
|--|-----|
| Land, net of homestead exemptions        | 10% |
| Residential, net of homestead exemptions | 10% |
| All others                               | 15% |

SOURCE: Lafayette Parish Tax Assessor- Abstract of Assessment/  
Grand Recapitulation of the Assessment Roll

Table VIII

| AGRICULTURE  | TOTAL<br>ASSESSED<br>VALUE | LESS<br>EXEMPT<br>PROPERTY | TOTAL<br>TAXABLE<br>VALUE | ESTIMATED<br>ACTUAL<br>VALUE | TOTAL<br>DIRECT<br>TAX<br>RATE |
|--------------|----------------------------|----------------------------|---------------------------|------------------------------|--------------------------------|
| \$ 3,126,330 | \$ 736,912,486             | \$ 216,680,086             | \$ 520,232,400            | \$4,413,399,330              | 95.41                          |
| 3,077,470    | 783,185,323                | 223,952,456                | 559,232,867               | 5,462,384,833                | 95.41                          |
| 3,042,240    | 824,767,112                | 232,533,701                | 592,233,411               | 5,748,043,593                | 93.26                          |
| 2,939,560    | 879,927,716                | 240,542,846                | 639,384,870               | 6,123,731,990                | 95.23                          |
| 2,992,035    | 1,016,794,854              | 269,516,398                | 747,278,456               | 7,101,742,477                | 95.23                          |
| 2,921,207    | 1,063,999,041              | 269,386,165                | 794,612,876               | 7,427,807,377                | 95.23                          |
| 2,876,089    | 1,106,861,667              | 275,859,430                | 831,002,237               | 7,731,168,150                | 96.49                          |
| 2,648,073    | 1,213,764,199              | 288,630,372                | 925,133,827               | 8,505,518,283                | 98.11                          |
| 2,587,986    | 1,288,587,140              | 295,643,875                | 992,943,265               | 9,031,412,253                | 98.54                          |
| 2,509,305    | 1,377,048,451              | 301,960,704                | 1,075,087,747             | 9,663,230,443                | 98.54                          |

**Lafayette Parish School System**  
Lafayette, Louisiana

Table IX

**GROSS SALES TAX REVENUE**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

| FISCAL<br>YEAR | DEBT AND<br>GENERAL<br>1%<br>1965 | DEDICATED<br>SALES TAX<br>0.5%<br>1988 | TEACHER<br>SALARIES<br>0.5%<br>2002 | TOTAL<br>SYSTEM<br>SALES<br>TAX |
|----------------|-----------------------------------|--|-------------------------------------|---------------------------------|
| 6/30/1998      | \$ 32,930,385                     | \$ 15,056,897                          | \$ -                                | \$ 47,987,282                   |
| 6/30/1999      | 33,408,510                        | 14,939,629                             | -                                   | 48,348,139                      |
| 6/30/2000      | 33,957,006                        | 15,412,476                             | -                                   | 49,369,482                      |
| 6/30/2001      | 35,903,261                        | 16,083,445                             | -                                   | 51,986,706                      |
| 6/30/2002      | 36,849,340                        | 16,435,127                             | 6,319,377                           | 59,603,844                      |
| 6/30/2003      | 37,531,019                        | 16,665,961                             | 16,222,502                          | 70,419,482                      |
| 6/30/2004      | 37,931,282                        | 16,799,984                             | 16,552,925                          | 71,284,191                      |
| 6/30/2005      | 40,013,514                        | 17,769,116                             | 17,643,888                          | 75,426,518                      |
| 6/30/2006      | 48,120,910                        | 21,395,729                             | 21,267,144                          | 90,783,783                      |
| 6/30/2007      | 50,920,159                        | 22,578,778                             | 22,514,885                          | 96,013,822                      |
| <b>Total</b>   | <b>\$ 387,565,387</b>             | <b>\$ 173,137,141</b>                  | <b>\$ 100,520,721</b>               | <b>\$ 661,223,249</b>           |

Source: Sales Tax Department



---

LAFAYETTE PARISH  
SCHOOL SYSTEM

---

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**DIRECT AND OVERLAPPING PROPERTY TAX RATES**

(Per \$1,000 of Assessed Value)

**LAST TEN FISCAL YEARS OF COLLECTION**

(Unaudited)

|   | <u>2007</u>  | <u>2006</u>  | <u>2005</u>  | <u>2004</u>  |
|---|--------------|--------------|--------------|--------------|
| Parish Tax  | 3.05         | 3.05         | 3.05         | 3.05         |
| Parish Tax (City)                                 | 1.52         | 1.52         | 1.52         | 1.52         |
| Airport Maintenance                               | 1.71         | 1.71         | 1.71         | 1.71         |
| Courthouse and Jail Maintenance                   | 2.25         | 2.25         | 2.25         | 2.25         |
| Library Maintenance                               | n/a          | n/a          | n/a          | n/a          |
| Bridge and Maintenance                            | 4.01         | 4.01         | 4.01         | 4.01         |
| Health Unit                                       | 0.99         | 0.99         | 0.99         | 0.99         |
| Juvenile Detention Home Maintenance               | 1.13         | 1.13         | 1.13         | 1.13         |
| Drainage Maintenance                              | 3.34         | 3.34         | 3.34         | 3.34         |
| Teche Vermilion Fresh                             | 1.00         | 1.00         | 1.00         | 1.00         |
| Water Maintenance                                 | n/a          | n/a          | n/a          | n/a          |
| Minimum Security Facility Maintenance             | 1.98         | 1.98         | 1.98         | 1.98         |
| Public Improvement Bonds (B & I)                  | 3.50         | 3.50         | 2.90         | 2.50         |
| Mosquito Abatement                                | 1.50         | 1.50         | 1.50         | 1.50         |
| School Tax (Constitutional)                       | 4.59         | 4.59         | 4.59         | 4.59         |
| Special School Tax                                | 7.27         | 7.27         | 7.27         | 7.27         |
| Special School Improvement Maintenance Operations | 5.00         | 5.00         | 5.00         | 5.00         |
| School District #1 (B & I)                        | 0.52         | 0.52         | 0.69         | 0.72         |
| Law Enforcement District                          | 16.79        | 16.79        | 16.79        | 16.79        |
| Fire Protection District #1 (B & I)               | n/a          | n/a          | n/a          | n/a          |
| Fire Protection & Waterworks District #2 (B & I)  | n/a          | n/a          | n/a          | n/a          |
| Road District #1 (B & I)                          | n/a          | n/a          | n/a          | n/a          |
| Road District #2 (B & I)                          | n/a          | n/a          | n/a          | n/a          |
| School - 1985 Operation                           | 16.70        | 16.70        | 16.70        | 16.70        |
| Assessment District                               | 1.56         | 1.56         | 1.56         | 1.56         |
| Library 1997-2006                                 | 2.80         | 2.80         | 2.80         | 2.80         |
| Lafayette Economic Development Authority          | 1.92         | 1.92         | 1.92         | 1.79         |
| Lafayette Parish Bayou Vermilion (B & I)          | 0.20         | 0.20         | 0.20         | 0.20         |
| Lafayette Parish Bayou Vermilion Maintenance      | 0.75         | 0.75         | 0.75         | 0.75         |
| Library 1999-2008                                 | 1.55         | 1.55         | 1.55         | 1.55         |
| Library 2003-2013                                 | 2.00         | 2.00         | 2.00         | 1.64         |
| Sub-District of DDA                               | 10.91        | 10.91        | 10.91        | 10.15        |
|   | <u>98.54</u> | <u>98.54</u> | <u>98.11</u> | <u>96.49</u> |

Source: Parish of Lafayette Assessor - Grand Recapitulation of the Assessment Roll for Lafayette Parish.

Table X

| <u>2003</u>  | <u>2002</u>  | <u>2001</u>  | <u>2000</u>  | <u>1999</u>  | <u>1998</u>  |
|--------------|--------------|--------------|--------------|--------------|--------------|
| 3.05         | 3.05         | 3.05         | 3.05         | 3.16         | 3.16         |
| 1.52         | 1.52         | 1.52         | 1.53         | 1.58         | 1.58         |
| 1.41         | 1.41         | 1.41         | 1.41         | 1.46         | 1.46         |
| 2.25         | 2.25         | 2.25         | 2.25         | 2.34         | 2.34         |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| 4.01         | 4.01         | 4.01         | 4.01         | 4.17         | 4.17         |
| 1.00         | 1.00         | 1.00         | 0.97         | 1.01         | 1.01         |
| 1.13         | 1.13         | 1.13         | 1.13         | 1.17         | 1.17         |
| 2.74         | 2.74         | 2.74         | 2.74         | 2.85         | 2.85         |
| 1.00         | 1.00         | 1.00         | 1.00         | 1.00         | 1.00         |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| 1.98         | 1.98         | 1.98         | 1.98         | 2.06         | 2.06         |
| 3.10         | 3.10         | 3.10         | 3.68         | 3.89         | 3.89         |
| 1.50         | 1.50         | 1.50         | n/a          | n/a          | n/a          |
| 4.59         | 4.59         | 4.59         | 4.59         | 4.59         | 4.59         |
| 7.27         | 7.27         | 7.27         | 7.27         | 7.27         | 7.27         |
| 5.00         | 5.00         | 5.00         | 5.00         | 5.00         | 5.00         |
| 0.80         | 0.80         | 0.80         | 0.80         | 0.90         | 0.90         |
| 16.79        | 16.79        | 16.79        | 16.79        | 16.79        | 16.79        |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| 16.70        | 16.70        | 16.70        | 16.70        | 16.70        | 16.70        |
| 1.56         | 1.56         | 1.56         | 1.56         | 1.62         | 1.62         |
| 2.80         | 2.80         | 2.80         | 2.80         | 2.91         | 2.91         |
| 1.92         | 1.92         | 1.92         | 1.92         | 2.00         | 2.00         |
| 0.45         | 0.45         | 0.45         | 0.45         | 1.25         | 1.25         |
| 0.75         | 0.75         | 0.75         | 0.75         | 0.75         | 0.75         |
| 1.55         | 1.55         | 1.55         | 1.55         | 1.61         | 1.61         |
| n/a          | n/a          | n/a          | n/a          | n/a          | n/a          |
| 10.36        | 10.36        | 10.36        | 9.33         | 9.33         | 9.33         |
| <u>95.23</u> | <u>95.23</u> | <u>95.23</u> | <u>93.26</u> | <u>95.41</u> | <u>95.41</u> |

**LAFAYETTE PARISH SCHOOL SYSTEM**

Table XI

Lafayette, Louisiana

**PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO**

(Unaudited)

| Taxpayer                         | December 31,<br>2006  |      |   | December 31,<br>1997 |      |  |
|----------------------------------|-----------------------|------|---|----------------------|------|--|
|                                  | Assessed<br>Value     | Rank | Percent of<br>District's Total<br>Taxable<br>Value(2) | Assessed<br>Value    | Rank | Percent of<br>District's Total<br>Taxable<br>Value (1) |
| Bell South & Subsidiary          | \$ 25,376,970         | 1    | 1.84%   | \$ 29,323,970        | 1    | 3.98%  |
| Stuller, Inc.                    | 20,151,190            | 2    | 1.46%   |                      |      |  |
| Iberia Bank                      | 13,382,340            | 3    | 0.97%   |                      |      |  |
| Baker Hughes                     | 12,374,490            | 4    | 0.90%   |                      |      |  |
| Petroleum Helicopters, Inc.      | 10,499,480            | 5    | 0.76%   |                      |      |  |
| Southwest Louisiana Electric     | 10,402,270            | 6    | 0.76%   | 6,357,970            | 5    | 0.86%  |
| Walmart/Sam's/Bud's Discount     | 10,385,080            | 7    | 0.75%   | 4,531,910            | 7    | 0.61%  |
| Columbia Hospitals               | 9,538,760             | 8    | 0.69%   | 4,210,650            | 8    | 0.57%  |
| Bank One ( JP Morgan Chase B     | 8,582,720             | 9    | 0.62%   | 10,461,460           | 2    | 1.42%  |
| Franks Casing Crew & Rental T    | 8,474,450             | 10   | 0.62%   |                      |      |  |
| First National Bank of Lafayette |                       |      |   | 9,426,410            | 3    | 1.28%  |
| Dresser Industries               |                       |      |   | 6,787,530            | 4    | 0.92%  |
| Trans LA Gas                     |                       |      |   | 4,958,150            | 6    | 0.67%  |
| Halliburton Companies            |                       |      |   | 3,739,980            | 9    | 0.51%  |
| LBA Savings Bank                 |                       |      |   | 3,565,845            | 10   | 0.48%  |
| <b>Totals</b>                    | <b>\$ 129,167,750</b> |      | <b>9.38%</b>  | <b>\$ 83,363,875</b> |      | <b>11.31%</b>  |

Source: Lafayette Parish Assessor

(1) District 's total assessed value for 1997/98 \$ 736,912,486

(2) District 's total assessed value for 2006/07 \$ 1,377,048,451

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XII

**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN TAX YEARS**

| <u>Calendar<br/>Year Ended<br/>December 31,</u> | <u>Taxes Levied<br/>For The<br/>Calendar Year</u> | <u>Collected within the<br/>Calendar Year of the Levy</u> |                                       |
|---|---|---|---------------------------------------|
|   |   | <u>Amount</u>   | <u>(1)<br/>Percentage<br/>of Levy</u> |
| 1997  | \$ 43,534,769                                     | \$ 43,482,938   | 99.88%                                |
| 1998  | 43,147,949  | 45,946,459  | 106.49%                               |
| 1999  | 48,062,197  | 47,753,260  | 99.36%                                |
| 2000  | 50,897,852  | 50,897,850  | 100.00%                               |
| 2001  | 59,933,189  | 57,405,658  | 95.78%                                |
| 2002  | 65,394,698  | 63,897,718  | 97.71%                                |
| 2003  | 69,215,473  | 69,215,484  | 100.00%                               |
| 2004  | 78,095,416  | 77,284,991  | 98.96%                                |
| 2005  | 84,669,537  | 84,177,006  | 99.42%                                |
| 2006  | 92,337,231  | 91,464,998  | 99.06%                                |

Source: Lafayette Parish Sherriffs Office Tax Collector Division

Note:: Collections in subsequent years data not currently available.

(1) Because interest and penalties are included this percentage may exceed 100%.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XIII

**OUTSTANDING DEBT BY TYPE**  
**LAST TEN TAX YEARS**

| <b>Fiscal Year</b> | <b>General Obligation Bonds</b> | <b>(1)<br/>Percentage of Estimated Actual Value of Property</b> | <b>Sales Tax Bonds</b> | <b>Capital Lease QZAB (2)<br/>Cert. of Indebtness</b> | <b>Total Primary Government</b> | <b>Percentage of Personal Income</b> | <b>(3)<br/>Per Capita</b> |
|--------------------|---------------------------------|---|------------------------|---|---------------------------------|--------------------------------------|---------------------------|
| 1998               | \$ 5,495,000                    | 0.12%   | \$ 94,525,000          | \$ 8,356,840  | \$ 108,376,840                  | 2.50%                                | \$ 598                    |
| 1999               | 4,990,000                       | 0.09%   | 90,950,000             | 7,815,240   | 103,755,240                     | 2.16%                                | 550                       |
| 2000               | 4,595,000                       | 0.08%   | 97,140,000             | 6,654,950   | 108,389,950                     | 2.26%                                | 570                       |
| 2001               | 4,180,000                       | 0.07%   | 105,170,000            | 7,858,798   | 117,208,798                     | 2.25%                                | 616                       |
| 2002               | 3,745,000                       | 0.05%   | 101,000,000            | 4,689,894   | 109,434,894                     | 1.98%                                | 574                       |
| 2003               | 3,285,000                       | 0.04%   | 96,445,000             | 7,994,157   | 107,724,157                     | 1.92%                                | 560                       |
| 2004               | 2,810,000                       | 0.04%   | 91,820,000             | 10,477,380  | 105,107,380                     | 1.82%                                | 543                       |
| 2005               | 2,280,000                       | 0.03%   | 86,625,000             | 13,265,610  | 102,170,610                     | 1.68%                                | 524                       |
| 2006               | 1,735,000                       | 0.02%   | 81,185,000             | 11,673,380  | 94,593,380                      | 1.46%                                | 481                       |
| 2007               | 1,175,000                       | 0.01%   | 75,475,000             | 10,543,000  | 87,193,000                      | N/A                                  | 429                       |

(1) See Table VIII for estimated actual value of property data.

(2) QZAB - Qualified Zone Academy Bond Program.

(3) See Table XVII for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XIV

COMPUTATION OF DIRECT AND OVERLAPPING/UNDERLYING GENERAL BONDED DEBT  
June 30, 2007  
(Unaudited)

| <u>Jurisdiction</u>                       | <u>General<br/>Obligation<br/>Bonded Debt<br/>Outstanding</u> | <u>Percentage<br/>Applicable<br/>to<br/>Government</u> | <u>Amount<br/>Applicable<br/>to<br/>School System</u> |
|---|---|--|---|
| <b>Direct:</b>                            |   |  |   |
| Lafayette Parish School Board             | <u>\$ 1,175,000</u>   | 100%   | <u>\$ 1,175,000</u>                                   |
| <b>Overlapping:</b>                       |   |  |   |
| Parish of Lafayette                       | \$ 51,980,000   | 100%   | \$ 51,980,000   |
| Lafayette Parish Bayou Vermilion District | <u>1,880,000</u>  | 100%   | <u>1,880,000</u>                                      |
| Total Overlapping                         | <u>\$ 53,860,000</u>  |  | <u>\$ 53,860,000</u>                                  |
| <b>Underlying:</b>                        |   |  |   |
| Town of Broussard                         | \$ 16,950,300   | 100%   | \$ 16,950,300   |
| City of Carencro                          | 3,691,000   | 100%   | 3,691,000   |
| Town of Youngsville                       | <u>2,795,000</u>  | 100%   | <u>2,795,000</u>                                      |
| Total Underlying                          | <u>\$ 23,436,300</u>  |  | <u>\$ 23,436,300</u>                                  |
| <b>Grand Total</b>                        | <u><u>\$ 78,471,300</u></u>                                   |  | <u><u>\$ 78,471,300</u></u>                           |

Source: Respective governmental entities

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

(Unaudited)

|  | <u>2007</u>               | <u>2006</u>               | <u>2005</u>               | <u>2004</u>               |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| Net Assessed Valuation   | \$ 1,075,087,747          | \$ 992,943,265            | \$ 925,133,827            | \$ 831,002,237            |
| <i>Debt Limitation - 35% of Total Assessed Value</i>   | <u>376,280,711</u>        | <u>347,530,143</u>        | <u>347,530,143</u>        | <u>323,796,839</u>        |
| <b>Debt Applicable to Limitation:</b>  |                           |                           |                           |                           |
| Total General Obligation Bonded Debt   | \$ 1,175,000              | \$ 1,735,000              | \$ 2,280,000              | \$ 2,810,000              |
| Less: Amount Available for Repayment<br>of General Obligation Bonds                          | <u>1,176,540</u>          | <u>1,187,050</u>          | <u>904,208</u>            | <u>841,103</u>            |
| Total General Obligation Debt Applicable to Limitation:                                      | \$ (1,540)                | \$ 547,950                | \$ 1,375,792              | \$ 1,968,897              |
| <br><b>Legal Debt Margin</b>   | <br><u>\$ 376,282,251</u> | <br><u>\$ 346,982,193</u> | <br><u>\$ 346,154,351</u> | <br><u>\$ 321,827,942</u> |
| <br>Total General Obligation Debt Applicable to Limitation as a<br>percentage of debt limit. | <br>0.00%                 | <br>0.16%                 | <br>0.40%                 | <br>0.61%                 |

Source: CAFR

Lafayette Parish Assessor/Grand Recapitulation of Assessment Roll

Table XV

| <u>2003</u>           | <u>2002</u>           | <u>2001</u>           | <u>2000</u>           | <u>1999</u>           | <u>1998</u>           |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 794,162,876        | \$ 747,278,456        | \$ 639,384,870        | \$ 592,767,112        | \$ 559,232,867        | \$ 520,232,400        |
| <u>290,850,783</u>    | <u>278,114,507</u>    | <u>261,547,460</u>    | <u>207,281,694</u>    | <u>195,731,503</u>    | <u>182,081,340</u>    |
| \$ 3,285,000          | \$ 3,745,000          | \$ 4,180,000          | \$ 4,595,000          | \$ 4,990,000          | \$ 5,495,000          |
| <u>924,227</u>        | <u>952,758</u>        | <u>996,463</u>        | <u>1,087,299</u>      | <u>1,127,926</u>      | <u>1,004,218</u>      |
| \$ 2,360,773          | \$ 2,792,242          | \$ 3,183,537          | \$ 3,507,701          | \$ 3,862,074          | \$ 4,490,782          |
| <u>\$ 288,490,010</u> | <u>\$ 275,322,265</u> | <u>\$ 258,363,923</u> | <u>\$ 203,773,993</u> | <u>\$ 191,869,429</u> | <u>\$ 177,590,558</u> |
| 0.81%                 | 1.00%                 | 1.22%                 | 1.69%                 | 1.97%                 | 2.47%                 |

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XVI

**PLEDGED-REVENUE COVERAGE,  
LAST TEN FISCAL YEARS**

| <b>Fiscal<br/>Year Ending</b> | <b>Revenue</b> | <b>1965 Sales Tax<br/>Debt Service</b> |                 | <b>Coverage</b> |
|-------------------------------|----------------|--|-----------------|-----------------|
|                               |                | <b>Principal</b>                       | <b>Interest</b> |                 |
| 1998                          | \$ 32,930,385  | \$ 2,930,000                           | \$ 1,916,290    | 6.79%           |
| 1999                          | 33,408,510     | 3,575,000                              | 4,747,979       | 4.01%           |
| 2000                          | 33,957,006     | 3,760,000                              | 4,826,796       | 3.95%           |
| 2001                          | 35,903,261     | 3,970,000                              | 4,837,505       | 4.08%           |
| 2002                          | 36,849,340     | 4,170,000                              | 5,023,080       | 4.01%           |
| 2003                          | 37,531,019     | 4,555,000                              | 5,008,517       | 3.92%           |
| 2004                          | 37,931,282     | 4,904,044                              | 4,573,907       | 3.68%           |
| 2005                          | 40,013,514     | 5,195,000                              | 4,232,415       | 4.24%           |
| 2006                          | 48,120,910     | 5,440,000                              | 3,983,463       | 5.11%           |
| 2007                          | 50,920,159     | 5,710,000                              | 3,720,005       | 5.40%           |

Note: Details regarding the School Systems outstanding debt can be found in Note 8 of the Notes to the Basic Financial Statements.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XVII

**DEMOGRAPHICS AND ECONOMIC STATISTICS**  
**LAST TEN CALENDAR YEARS**

| <u>Calendar<br/>Year</u> | <u>Population<br/>(2)</u> | <u>Personal<br/>Income<br/>(3)</u> | <u>Per Capita<br/>Personal<br/>Income (1) (3)</u> | <u>Unemployment<br/>Rate</u> |
|--------------------------|---------------------------|------------------------------------|---|------------------------------|
| 1998                     | 188,716                   | \$ 4,810,559,556                   | \$ 25,491   | 4.50%                        |
| 1999                     | 190,049                   | 4,788,284,555                      | 25,195  | 4.70%                        |
| 2000                     | 190,413                   | 5,215,983,309                      | 27,393  | 4.30%                        |
| 2001                     | 190,790                   | 5,523,561,290                      | 28,951  | 4.20%                        |
| 2002                     | 192,464                   | 5,618,409,088                      | 29,192  | 4.90%                        |
| 2003                     | 193,437                   | 5,790,343,158                      | 29,934  | 5.30%                        |
| 2004                     | 194,943                   | 6,097,622,097                      | 31,279  | 5.20%                        |
| 2005                     | 196,627                   | 6,467,455,284                      | 32,892  | 5.50%                        |
| 2006                     | 203,091                   | N/A                                | N/A   | 4.10%                        |
| 2007                     | 202,569                   | N/A                                | N/A   | 3.50%                        |

(1) Source: U. S. Census Bureau Estimate

(2) Source: U. S. Census Bureau Estimate  
Lafayette Economic Development Authority

(3) Published reports from the U. S. Census Bureau is currently only available thru 2005, therefore data for 2006 and 2007 is not available.

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XVIII

**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND TWO YEARS AGO**

| <u>Employer</u>                  | <u>2007</u>      |             |                              |                                    | <u>2005</u>      |             |                              |
|----------------------------------|------------------|-------------|------------------------------|------------------------------------|------------------|-------------|------------------------------|
|                                  | <u>Employees</u> | <u>Rank</u> | <u>% of Total Employment</u> |                                    | <u>Employees</u> | <u>Rank</u> | <u>% of Total Employment</u> |
| Lafayette Parish School System   | 4600             | 1           | 3.61%                        | Lafayette Parish School System     | 4500             | 1           | 3.80%                        |
| LHC Group                        | 3735             | 2           | 2.93%                        | The Ace Group                      | 2900             | 2           | 2.45%                        |
| The Ace Group                    | 2900             | 3           | 2.27%                        | Our Lady of Lourdes Regional Me    | 1900             | 3           | 1.61%                        |
| Acadian Ambulance                | 2117             | 4           | 1.66%                        | University of Louisiana at Lafayet | 1800             | 4           | 1.52%                        |
| University of Louisiana at Lafay | 1900             | 5           | 1.49%                        | Stuller, Inc.                      | 1720             | 5           | 1.45%                        |
| Lafayette General Medical Cente  | 1744             | 6           | 1.37%                        | Lafayette General Medical Center   | 1700             | 6           | 1.44%                        |
| Wal-mart Stores Inc.             | 1565             | 7           | 1.23%                        | Wal-mart Stores Inc.               | 1648             | 7           | 1.39%                        |
| Stuller Inc.                     | 1529             | 8           | 1.20%                        | Cingular Wireless                  | 1500             | 8           | 1.27%                        |
| Island Operating Company         | 1500             | 9           | 1.18%                        | Lafayette Consolidated Gov't       | 1589             | 9           | 1.34%                        |
| Our Lady of Lourdes Regional M   | 1440             | 10          | 1.13%                        | Halliburton Energy Svc             | 1450             | 10          | 1.23%                        |

Source: Lafayette Economic Development Authority.

Note: Data from nine years ago is not available. The 2005 information is the oldest data that was available.



LAFAYETTE PARISH  
SCHOOL SYSTEM

**LAFAYETTE PARISH SCHOOL SYSTEM**

Lafayette, Louisiana

**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE  
LAST TEN FISCAL YEARS  
(Unaudited)**

|   | <u>2007</u>  | <u>2006</u>  | <u>2005</u>  |
|---|--------------|--------------|--------------|
| <b>Certificated Staff</b>                               |              |              |              |
| Instructional   |              |              |              |
| Classroom Teachers                                      | 2,082        | 2,094        | 2,019        |
| Therapist/Specialist/Counselor/Sabbatical               | 4            | 73           | 72           |
| Total Instructional                                     | <u>2,086</u> | <u>2,167</u> | <u>2,091</u> |
| Instructional Support                                   |              |              |              |
| Supervisors/Librarians/Therapists/Sabbatical            | 385          | 336          | 327          |
| Support Services  |              |              |              |
| Administrative Staff/Principals                         | 96           | 98           | 96           |
| Total Certificated Staff                                | <u>2,567</u> | <u>2,601</u> | <u>2,514</u> |
| <br>  |              |              |              |
| <b>Non-Certificated Staff</b>                           |              |              |              |
| Instructional   |              |              |              |
| Instructional Program Aides                             | 499          | 483          | 472          |
| Instructional Support                                   |              |              |              |
| Administrative/Clerical/Degreed Professionals/Craftsman | 65           | 65           | 56           |
| Support Services  |              |              |              |
| Administrative/Clerical/Degreed Professionals/Craftsman | 1,020        | 1,058        | 1,007        |
| Total Non-Certificated Staff                            | <u>1,584</u> | <u>1,606</u> | <u>1,535</u> |
| <br>  |              |              |              |
| <b>Other Staff</b>                                      |              |              |              |
| School Board Members                                    | <u>9</u>     | <u>9</u>     | <u>9</u>     |
| <br>  |              |              |              |
| <b>Total District Employees</b>                         | <u>4,160</u> | <u>4,216</u> | <u>4,058</u> |

Source: Louisiana Department of Education

Table XIX

| <u>2004</u>  | <u>2003</u>  | <u>2002</u>  | <u>2001</u>  | <u>2000</u>  | <u>1999</u>  | <u>1998</u>  |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| 2,128        | 2,052        | 1,956        | 1,979        | 1,987        | 1,946        | 1,907        |
| 74           | 73           | 71           | 73           | 66           | 77           | 83           |
| <u>2,202</u> | <u>2,125</u> | <u>2,027</u> | <u>2,052</u> | <u>2,053</u> | <u>2,023</u> | <u>1,990</u> |
| 204          | 195          | 174          | 169          | 198          | 185          | 174          |
| 97           | 93           | 94           | 89           | 87           | 89           | 81           |
| <u>2,503</u> | <u>2,413</u> | <u>2,295</u> | <u>2,310</u> | <u>2,338</u> | <u>2,297</u> | <u>2,245</u> |
| 456          | 444          | 409          | 410          | 452          | 422          | 389          |
| 54           | 86           | 65           | 59           | 70           | 70           | 64           |
| 969          | 933          | 850          | 818          | 845          | 835          | 806          |
| <u>1,479</u> | <u>1,463</u> | <u>1,324</u> | <u>1,287</u> | <u>1,367</u> | <u>1,327</u> | <u>1,259</u> |
| <u>9</u>     |
| <u>3,991</u> | <u>3,885</u> | <u>3,628</u> | <u>3,606</u> | <u>3,714</u> | <u>3,633</u> | <u>3,513</u> |

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

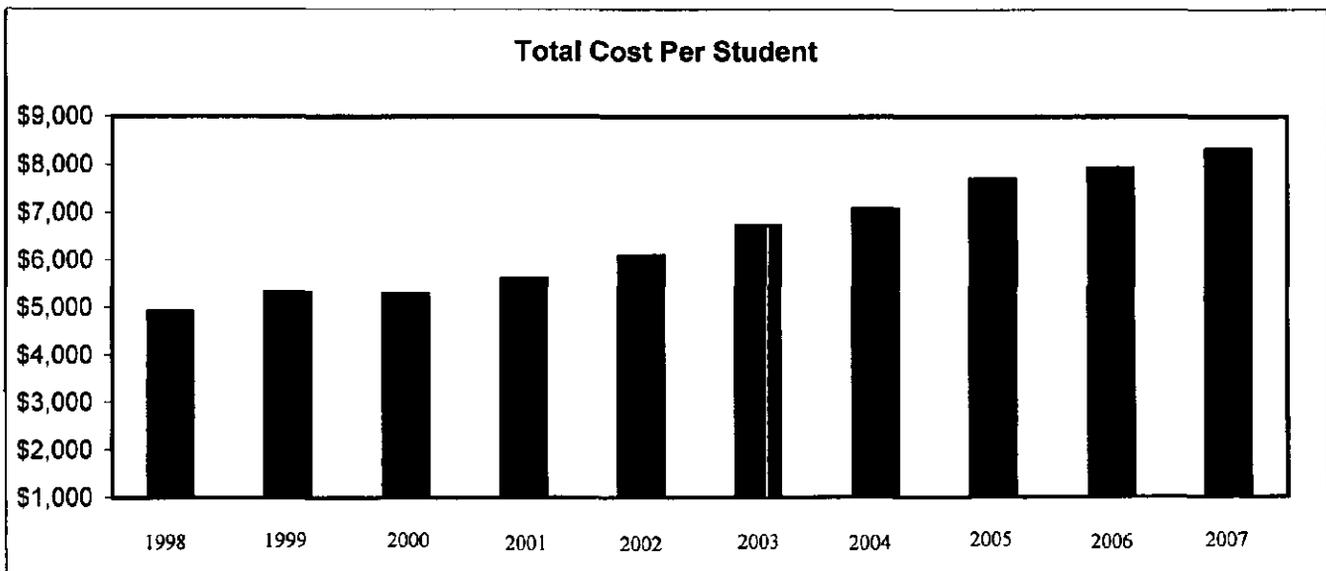
Table XX

**STATE SUPPORT AND LOCAL SUPPORT PER STUDENT**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

| Fiscal Year | Number of Student | State Support | State Support Per Students | Total Student Expenditures | Total Cost Per Student (1) | Local Support | Local Support Per Students | Teaching Staff | Pupil-Teacher Ratio | % of Students Receiving Free or Reduced-Price Meals (2) |
|-------------|-------------------|---------------|----------------------------|----------------------------|----------------------------|---------------|----------------------------|----------------|---------------------|---|
| 1998        | 30,843            | \$ 77,159,628 | 2,502                      | \$ 152,440,927             | 4,942                      | \$ 60,398,887 | 1,958                      | 1907           | 16.17               | N/A   |
| 1999        | 30,479            | 78,787,132    | 2,585                      | 162,853,034                | 5,343                      | 64,301,583    | 2,110                      | 1946           | 15.66               | N/A   |
| 2000        | 30,466            | 75,509,132    | 2,478                      | 161,630,133                | 5,305                      | 65,285,500    | 2,143                      | 1987           | 15.33               | N/A   |
| 2001        | 29,314            | 73,900,799    | 2,521                      | 164,767,381                | 5,621                      | 68,390,520    | 2,333                      | 1979           | 14.81               | 46.40%  |
| 2002        | 29,509            | 79,664,467    | 2,700                      | 180,156,511                | 6,105                      | 78,029,267    | 2,644                      | 1956           | 15.09               | 49.99%  |
| 2003        | 29,802            | 84,271,489    | 2,828                      | 200,529,472                | 6,729                      | 90,168,196    | 3,026                      | 2052           | 14.52               | 51.37%  |
| 2004        | 30,038            | 87,960,767    | 2,928                      | 212,895,429                | 7,088                      | 93,445,603    | 3,111                      | 2128           | 14.12               | 50.89%  |
| 2005        | 29,112            | 92,308,413    | 3,171                      | 224,425,618                | 7,709                      | 101,606,089   | 3,490                      | 2019           | 14.42               | 57.16%  |
| 2006        | 30,948            | 101,887,834   | 3,292                      | 246,038,825                | 7,950                      | 120,696,770   | 3,900                      | 2094           | 14.78               | 56.31%  |
| 2007        | 30,474            | 101,669,213   | 3,336                      | 253,642,531                | 8,323                      | 123,942,557   | 4,067                      | 2082           | 14.64               | 56.12%  |

(1) Includes General Fund and Special Revenue Funds, since these funds are more representative of operational cost, excluding debt service and capital projects funds.

(2) Source: Department of Education



**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XXI

**CAPITAL ASSET INFORMATION**  
**LAST NINE FISCAL YEARS**

|                           | <u>2006-07</u> | <u>2005-06</u> | <u>2004-05</u> | <u>2003-04</u> | <u>2002-03</u> | <u>2001-02</u> | <u>2000-01</u> | <u>1999-00</u> | <u>1998-99</u> |
|---------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| <b>Buildings:</b>         |                |                |                |                |                |                |                |                |                |
| <b>Elementary Schools</b> |                |                |                |                |                |                |                |                |                |
| Number                    | 23             | 23             | 23             | 23             | 23             | 23             | 23             | 25             | 26             |
| Square feet               | 1,482,975      | 1,484,743      | 1,471,559      | 1,461,383      | 1,448,876      | 1,348,812      | 1,399,314      | 1,355,076      | 1,075,148      |
| Capacity                  | 24,225         | 24,700         | 24,650         | 20,420         | 17,104         | 24,375         | 19,140         | 19,980         | 18,255         |
| Enrollment                | 14,602         | 15,470         | 13,219         | 13,949         | 13,619         | 13,129         | 12,909         | 13,116         | 13,292         |
| <b>Middle Schools</b>     |                |                |                |                |                |                |                |                |                |
| Number                    | 11             | 11             | 11             | 11             | 11             | 11             | 11             | 11             | 11             |
| Square feet               | 1,056,996      | 1,058,532      | 1,055,436      | 1,050,516      | 1,033,052      | 1,031,516      | 1,031,516      | 1,002,983      | 853,324        |
| Capacity                  | 13,075         | 13,300         | 12,425         | 10,560         | 10,387         | 12,275         | 12,125         | 12,125         | 11,450         |
| Enrollment                | 7,349          | 7,315          | 7,340          | 7,758          | 7,986          | 7,626          | 8,125          | 8,428          | 8,438          |
| <b>High Schools</b>       |                |                |                |                |                |                |                |                |                |
| Number                    | 6              | 6              | 6              | 6              | 6              | 6              | 6              | 6              | 6              |
| Square feet               | 1,093,424      | 1,105,712      | 1,085,360      | 1,080,304      | 1,071,512      | 1,050,008      | 1,049,008      | 1,051,163      | 1,051,163      |
| Capacity                  | 11,925         | 11,825         | 11,850         | 9,200          | 11,934         | 10,900         | 10,950         | 10,950         | 10,950         |
| Enrollment                | 8,523          | 8,163          | 8,553          | 8,331          | 8,197          | 7,816          | 8,244          | 8,443          | 8,534          |

Source: Lafayette Parish School System's Maintenance Department  
Hinds County Report (Capacity Information)

**LAFAYETTE PARISH SCHOOL SYSTEM**  
Lafayette, Louisiana

Table XXII

**MISCELLANEOUS STATISTICAL DATA**  
(Unaudited)

**SIXTH LARGEST SCHOOL PARISH IN THE STATE**

|                        |   |
|------------------------|---|
| -Year of Organization: | 1870  |
| -Geographical Area:    | 270 Square Miles                                |
| -Parish Population:    | 197,390   |
| -Accreditation:        | Southern Association of<br>Colleges and Schools |

**Number of Schools in Lafayette Parish**

|            |                      |
|------------|----------------------|
| Elementary | 24                   |
| Middle     | 11                   |
| High       | <u>6</u>             |
| <br>Total  | <br><u><u>41</u></u> |

**Student Enrollment**

|            |                          |
|------------|--------------------------|
| Elementary | 14,602                   |
| Middle     | 7,349                    |
| High       | <u>8,523</u>             |
| <br>Total  | <br><u><u>30,474</u></u> |

**Number of Teachers and Level of Degree**

| Degree                 | <b>Number of<br/>Teachers</b> | <b>% of<br/>Total</b> |
|------------------------|-------------------------------|-----------------------|
| Bachelor of Arts       | 1,569                         | 66.41%                |
| Masters Degree         | 515                           | 22.98%                |
| Masters Degree +30     | 175                           | 7.95%                 |
| Educational Specialist | 51                            | 2.29%                 |
| Doctorate              | <u>11</u>                     | <u>0.37%</u>          |
| Total                  | <u><u>2,321</u></u>           | <u><u>100.00%</u></u> |

Enrollment Projection for FY 2007-2008: 29,990

The page features a decorative header consisting of a thick black horizontal bar at the top, followed by a thin white line, a double-line white border, and another thin white line. The text "Single Audit Section" is centered within this white space. Below the text, there is another double-line white border, a thin white line, and a final thick black horizontal bar at the bottom.

# Single Audit Section

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

G. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scroggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

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

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

Mr. Burnell Lemoine, Superintendent,  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafayette Parish School Board, (the School Board) as of and for the year ended June 30, 2007, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated November 26, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the School Board's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the School Board's financial statements that is more than inconsequential will not be prevented or detected by the School Board's internal control. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as items 07-6 (IC) through 07-10 (IC) to be significant deficiencies in internal control over financial reporting.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 07-6 (IC) and 07-9 (IC) to be material weaknesses.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as items 07-1 (C) and 07-5 (C).

We noted certain matters that we reported to management of the School Board in a separate letter dated November 26, 2007.

The School Board's responses to the findings identified in our audit are described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. We did not audit the School Board's response and, accordingly, we express no opinion on it.

This report is intended for the information of the School Board, the School Board's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

## OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7948

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE TITLE II AND SPECIAL EDUCATION PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mr. Burnell Lemoine, Superintendent  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

### Compliance

We have audited the compliance of the Lafayette Parish School Board (the School Board) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its Title II and Special Education programs for the year ended June 30, 2007. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to the aforementioned programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

In our opinion, Lafayette Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to its Title II and Special Education programs for the year ended June 30, 2007. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 07-2 (C).

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

## Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the School Board's internal control that *might be significant deficiencies or material weaknesses* as described below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 07-2 (C) to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness.

The School Board's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the School Board's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information of the School Board, the School Board's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE TITLE I AND SAFE AND DRUG FREE SCHOOLS PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostic, CPA 2007

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

\* A Professional Accounting Corporation

Mr. Burnell Lemoine, Superintendent  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

### Compliance

We have audited the compliance of the Lafayette Parish School Board (the School Board) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its Title I and Safe and Drug Free Schools programs for the year ended June 30, 2007. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to the aforementioned programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

As described in items 07-2 (C) through 07-4 (C) in the accompanying schedule of findings and questioned costs, the School Board did not comply with requirements regarding allowable costs and procurement, suspension, and debarment that are applicable to its Title I and Safe and Drug Free Schools grants. Compliance with such requirements is necessary, in our opinion, for the School Board to comply with the requirements applicable to these programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the School Board complied, in all material respects, with the requirements referred to above that are applicable to Safe and Drug Free Schools and Title I for the year ended June 30, 2007.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

## Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the School Board's internal control that might be significant deficiencies or material weaknesses as described below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 07-2 (C) through 07-4 (C) and 07-11 (IC) to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider items 07-3 (C) and 07-4 (C) to be material weaknesses.

The School Board's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the School Board's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information of the School Board, the School Board's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Nixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8680

Tynes E. Nixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scroggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE FUND FOR THE IMPROVEMENT OF EDUCATION PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

Mr. Burnell Lemoine, Superintendent  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

### Compliance

We have audited the compliance of the Lafayette Parish School Board (the School Board) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to the Fund for the Improvement of Education program for the year ended June 30, 2007. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to the aforementioned programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

As described in items 07-2 (C) and 07-4 (C) in the accompanying schedule of findings and questioned costs, the School Board did not comply with requirements regarding allowable costs and procurement, suspension, and debarment that are applicable to the Fund for the Improvement of Education grant. Compliance with such requirements is necessary, in our opinion, for the School Board to comply with the requirements applicable to this program.

In our opinion, because of the effects of the noncompliance described in the preceding paragraph, the School Board did not comply, in all material respects, with the requirements referred to above that are applicable to the Fund for the Improvement of Education program for the year ended June 30, 2007.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

## Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the School Board's internal control that might be significant deficiencies or material weaknesses as described below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 07-2 (C) and 07-4 (C) to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider item 07-4 (C) to be a material weakness.

The School Board's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the School Board's responses and, accordingly, we express *no opinion* on it.

This report is intended solely for the information of the School Board, the School Board's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2007

| Federal Grantor/Pass-Through Grantor/<br>Program Title | Project<br>Number | CFDA<br>Number | Revenue<br>Recognized | Expenditures     |
|--|-------------------|----------------|-----------------------|------------------|
| U. S. Department of Education:                         |                   |                |                       |                  |
| Direct Program:  |                   |                |                       |                  |
| Alcohol Abuse Reduction                                | Q184A050266       | 84.184A        | \$ 253,993            | \$ 253,993       |
| Mentoring Program                                      | Q184B040982       | 84.184B        | 309,729               | 309,729          |
| Safe Schools/Healthy Students                          | Q184L040064       | 84.184L        | 2,838,842             | 2,838,842        |
| Project Sing   | T293B040208       | 84.293B        | 34,227                | 34,227           |
| Smaller Learning Communities                           | V215L032050       | 84.215L        | 713,911               | 713,911          |
| Smaller Spaces   |                   | 84.215L        | 129,616               | 129,616          |
|  |                   |                | <u>843,527</u>        | <u>843,527</u>   |
| Teaching American History                              | U215X030028       | 84.215X        | 43,670                | 43,670           |
| Frontiers of American History                          | U215X050172       | 84.215X        | 201,015               | 201,015          |
|  |                   |                | <u>244,685</u>        | <u>244,685</u>   |
| F.I.E.   | Q215F050015       | 84.215F        | 40,371                | 40,371           |
| Passed through State Department of Education:          |                   |                |                       |                  |
| Adult Education State Grant Programs -                 |                   |                |                       |                  |
| Adult Education Basic Program FY 06                    | 28-06-44-28       | 84.002A        | 71,918                | 71,918           |
| Adult Education Basic Program FY 07                    | 28-07-44-28       | 84.002A        | 205,330               | 205,330          |
| Adult Education Family Literacy FY 06                  | 28-06-43-28       | 84.002A        | 17,645                | 17,645           |
| Adult Education Family Literacy FY 07                  | 28-07-43-28       | 84.002A        | 72,166                | 72,166           |
| Adult Education English Language/Civics FY 06          | 28-06-07-28       | 84.002A        | 2,838                 | 2,838            |
| Adult Education English Language/Civics FY 07          | 28-07-07-28       | 84.002A        | 8,269                 | 8,269            |
| Adult Education One Stop Center FY 06                  | 28-06-13-28       | 84.002A        | 652                   | 652              |
| Adult Education Step FY07                              | 28-07-13-28       | 84.002A        | 105                   | 105              |
| Adult Education Corrections FY 06                      | 28-06-44-28       | 84.002A        | 690                   | 690              |
| Adult Education Corrections FY 07                      | 28-07-44-28       | 84.002A        | 2,699                 | 2,699            |
|  |                   |                | <u>382,312</u>        | <u>382,312</u>   |
| After School Learning Center -                         |                   |                |                       |                  |
| 21st Century Community Learning Centers FY 07          | 03-CC-28          | 84.287C        | 27,667                | 27,667           |
| Vocational Education-Basic Grants to States -          |                   |                |                       |                  |
| Carl Perkins Articulation FY 07                        | 28-07-AA-28       | 84.048A        | 306                   | 306              |
| Carl Perkins Basic Grant FY 07                         | 28-07-02-28       | 84.048A        | 373,855               | 373,855          |
| Carl Perkins Basic Grant FY 06 C/O                     | 28-06-02-28-C     | 84.048A        | 64,240                | 64,240           |
|  |                   |                | <u>438,401</u>        | <u>438,401</u>   |
| Safe and Drug Free Schools & Comm. -                   |                   |                |                       |                  |
| IASA Title IV FY 07                                    | 04-70-28          | 84.186A        | 215,547               | 215,547          |
| Special Education-Preschool Grants -                   |                   |                |                       |                  |
| SPED IDEA-Part B, 3-5 FY 07                            | 07-P1-28          | 84.173A        | 147,606               | 147,606          |
| Special Education-Grants to States -                   |                   |                |                       |                  |
| SPED IDEA-Part B FY 07                                 | 07-B1-28          | 84.027A        | 6,411,001             | 6,411,001        |
| SPED Pre-GED/Skills Options Program FY 07              | 28-06-SO-28       | 84.027A        | 19,019                | 19,019           |
|  |                   |                | <u>6,430,020</u>      | <u>6,430,020</u> |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards (Continued)  
For the Year Ended June 30, 2007

| Federal Grantor/Pass-Through Grantor/<br>Program Title | Project<br>Number | CFDA<br>Number | Revenue<br>Recognized | Expenditures      |
|--|-------------------|----------------|-----------------------|-------------------|
| Title I Grants to Local Education Agencies -           |                   |                |                       |                   |
| Title I-Part A Basic Grant FY 07                       | 28-TI-07-28       | 84.010A        | 8,575,911             | 8,575,911         |
| Title I- School Improvement TS                         | 28-05-TS-28       | 84.010A        | 58,372                | 58,372            |
| Title I School Improvement                             | 28-06-TA-28       | 84.010A        | 69,393                | 69,393            |
|  |                   |                | <u>8,703,676</u>      | <u>8,703,676</u>  |
| Innovative Education Program Strategies -              |                   |                |                       |                   |
| IASA Title V FY 07                                     | 04-80-28          | 84.298A        | 577,585               | 577,585           |
| English Language Acquisition -                         |                   |                |                       |                   |
| IASA Title III FY 07                                   | 28-04-60-28       | 84.365A        | 112,261               | 112,261           |
| Eisenhower Professional Development State Grants -     |                   |                |                       |                   |
| IASA Title II - FY 07                                  | 04-50-28          | 84.367A        | 1,600,555             | 1,600,555         |
| Education for Homeless Children and Youth -            |                   |                |                       |                   |
| Homeless - FY 07                                       | 28-07-HI-28       | 84.196A        | 76,175                | 76,175            |
| Homeless - FY 06                                       | 28-06-HI-28       | 84.196A        | 73,581                | 73,581            |
|  |                   |                | <u>149,756</u>        | <u>149,756</u>    |
| Even Start-State Educational Agencies -                |                   |                |                       |                   |
| Even Start - FY 06                                     | 28-06-FI-28       | 84.213C        | 83,913                | 83,913            |
| Temporary Assistance For Needy Families-               |                   |                |                       |                   |
| Adult Literacy Partnership                             | 603637            | 93.558         | -                     | 33,223            |
| Early Childhood Development FY 07                      | 28-06-35          | 93.558         | 1,363,013             | 1,363,013         |
| Louisiana Family Recovery Corps.                       | 28-06-35          | 93.558         | 95,250                | 95,250            |
|  |                   |                | <u>1,458,263</u>      | <u>1,491,486</u>  |
| Refugee Children -                                     |                   |                |                       |                   |
| Refugee Children School Impact FY 05                   | 28-05-X3-28       | 93.576         | -                     | -                 |
| Education Technology State Grant-                      |                   |                |                       |                   |
| Enhancing Education through Technology FY 06           | 28-06-49-28       | 84.318X        | 28,972                | 28,972            |
| Enhancing Education through Technology FY 05           | 28-05-49-28C      | 84.318X        | 116,013               | 116,013           |
| Enhancing Education through Technology FY 04           | 28-04-49-28C      | 84.318X        | 532                   | 532               |
|  |                   |                | <u>145,517</u>        | <u>145,517</u>    |
| Math and Science Partnerships                          | 28-07-MC-28       | 84.366B        | 39,398                | 39,398            |
| Elementary and Secondary Education Hurricane Relief -  |                   |                |                       |                   |
| Non-public School Accounts                             | 28-06-IA-28       | 84.938C        | 23,215                | 23,215            |
| Assistance for Homeless Youth                          |                   |                |                       |                   |
| HERA FY 07   | 28-06-IH-28       | 84.938B        | 30,122                | 30,122            |
| Total U.S. Department of Education                     |                   |                | <u>25,131,188</u>     | <u>25,164,411</u> |
| U.S. Department of Health and Human Services:          |                   |                |                       |                   |
| Passed through State Department of Social Services-    |                   |                |                       |                   |
| Child Care FY 07                                       | CFMS#588934       | 93.558         | 549,993               | 17,386            |
| Child Care FY 06                                       | CFMS#588934       | 93.558         | -                     | 70,205            |
| Child Care FY 05                                       | CFMS#588934       | 93.558         | -                     | 378,539           |
|  |                   |                | <u>549,993</u>        | <u>466,130</u>    |
| Passed through SMILE Community Action Agency-          |                   |                |                       |                   |
| Head Start FY 07                                       | N/A               | 93.600         | 206,299               | 206,299           |
| Total U.S. Department of Health and Human Services     |                   |                | <u>756,292</u>        | <u>672,429</u>    |

(continued)

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Expenditures of Federal Awards (Continued)  
For the Year Ended June 30, 2007

| Federal Grantor/Pass-Through Grantor/<br>Program Title | Project<br>Number | CFDA<br>Number | Revenue<br>Recognized | Expenditures         |
|--|-------------------|----------------|-----------------------|----------------------|
| U.S. Department of Labor:                              |                   |                |                       |                      |
| Passed through local Workforce Investment Act Office - |                   |                |                       |                      |
| W.I.A. Innovative Youth Training Program FY 06         | 594               | 17.250A        | 967                   | 967                  |
| Adult Education - Training/Workforce                   | 28-06 TW-28       | 17.267         | 6,875                 | 6,875                |
| Total U.S. Department of Labor                         |                   |                | <u>7,842</u>          | <u>7,842</u>         |
| U.S. Department of Agriculture:                        |                   |                |                       |                      |
| Passed through State Department of Education -         |                   |                |                       |                      |
| National School Lunch Program -                        |                   |                |                       |                      |
| National School Lunch-School Milk                      | N/A               | 10.555A        | 5,434,925             | 5,434,925            |
| USDA Commodities                                       | N/A               | 10.555A        | 516,016               | 516,016              |
| After School Snack Program                             | N/A               | 10.555A        | 133,661               | 133,661              |
|  |                   |                | <u>6,084,602</u>      | <u>6,084,602</u>     |
| School Breakfast Program -                             |                   |                |                       |                      |
| National School Breakfast Program                      | N/A               | 10.553A        | 1,386,819             | 1,386,819            |
| Summer Food Service Program for Children -             |                   |                |                       |                      |
| Summer Food Service Program - June 07                  | N/A               | 10.559A        | 219,576               | 219,576              |
| Summer Food Service Program - July 06                  | N/A               | 10.559A        | 135,286               | 135,286              |
|  |                   |                | <u>354,862</u>        | <u>354,862</u>       |
| Family and Nutrition Nights                            | 28-05-FN 28       | 10.574         | 3,270                 | 3,270                |
| Total U.S. Department of Agriculture                   |                   |                | <u>7,829,553</u>      | <u>7,829,553</u>     |
| Corporation for National & Community Service (CNCS):   |                   |                |                       |                      |
| Passed through Louisiana Serve Commission-             |                   |                |                       |                      |
| LMS E-Watch FY05                                       | N/A               | 94.004         | 3,580                 | 3,580                |
| Department of Commerce:                                |                   |                |                       |                      |
| Passed through Gulf of Mexico Foundation-              |                   |                |                       |                      |
| E-Watchers FY05  | 0504GCRP          | 11.463         | 10,851                | 10,851               |
| U.S. Department of Defense:                            |                   |                |                       |                      |
| NJROTC Program   | 01-512027         | N/A            | 121,186               | 121,186              |
| Department of Homeland Security:                       |                   |                |                       |                      |
| Disaster Grants - Public Assistance-                   |                   |                |                       |                      |
| FEMA - Rita  |                   | 97.036         | 42,797                | 42,797               |
| TOTAL FEDERAL AWARDS                                   |                   |                | <u>\$ 33,903,289</u>  | <u>\$ 33,852,649</u> |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2007

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Lafayette Parish School Board (the School Board). The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2007. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following programs are considered major federal programs of the School Board: Safe and Drug Free Schools, Title I, Title II, Fund for the Improvement of Education, and Special Education.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2007.

(3) Relationship to Fund Financial Statements

Federal financial assistance revenues are reported in the School Board's fund financial statements as follows:

From federal sources:

|                                 |                     |
|---------------------------------|---------------------|
| General Fund                    | \$ 163,983          |
| Federal Title I Programs (NCLB) | 8,703,676           |
| Special Revenue Funds           | <u>25,035,630</u>   |
| Total                           | <u>\$33,903,289</u> |

(4) Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports except for the amounts in reports submitted as of a date subsequent to June 30, 2007, which will differ from the schedule by the amount of encumbrances as of June 30, 2007.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2007

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unqualified opinion on the financial statements.
2. Five significant deficiencies in internal control were disclosed by the audit of the financial statements. Two of the deficiencies were considered to be material weaknesses.
3. Two instances of noncompliance material to the financial statements, which would be required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. Four significant deficiencies in internal control over major federal award programs were disclosed by the audit of the financial statements. Two of the deficiencies were considered to be material weaknesses.
5. The auditor's report on compliance for Fund for the Improvement of Education expresses an adverse opinion, the report on compliance for Safe and Drug Free Schools and Title I expresses a qualified opinion, and the report on the remaining programs is unqualified.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this schedule.
7. The following programs were considered to be major programs: Safe and Drug Free Schools (84.184), Title I (84.010), Title II (84.367), Fund for the Improvement of Education (84.215), and Special Education (84.027 and 84.173).
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of OMB Circular A-133 was \$1,015,579.
9. The auditee did not qualify as a low-risk auditee under Section 530 of OMB Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

Compliance Findings –

See Compliance Findings 07-1 (C) and 07-5 (C) on the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

Internal Control –

See Internal Control Findings 07-6 (IC) to 07-10 (IC) on the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2007

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of OMB Circular A-133:

DEPARTMENT OF EDUCATION:

Compliance Findings –

**07-2(C)**

Safe and Drug Free Schools (84.184), Title I (84.010), Fund for the Improvement of Education (84.215), and Special Education (84.027 and 84.173):

Criteria

The Grants Management Common Rule prohibits non-federal entities from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Covered transactions include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000. When a non-federal entity enters into a covered transaction, they must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the *Excluded Parties List System (EPLS)* maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity.

Condition

The School Board entered into covered transactions without verifying that the entities were not suspended or debarred or otherwise excluded.

Questioned Costs

There are no specific questioned costs relative to this finding.

Context

The proper verifications were not performed.

Effect

The School Board may have contracted with a party that was suspended or debarred or otherwise excluded.

Cause

A lack of policies and procedures in place to insure proper verification is performed on vendors.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2007

Recommendation

Appropriate written policies and procedures should be established to insure compliance.

Planned Corrective Action and Management's Response

The Director of Federal Programs will implement a policy that requires that the Excluded Parties List System website ([www.epls.gov](http://www.epls.gov)) is accessed in order to locate disbarred or suspended vendors. The exclusions page will be printed and stapled to the requisition and/or related supporting documentation.

07-3(C)

Title I (84.010)

Criteria

OMB Circular A-87, Attachment B, subsection (4) which states that for employees who work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards in subsection (5). Subsection (5) states that personnel activity reports or equivalent documentation must meet the following standards: (a) They must reflect an after-the-fact distribution of the actual activity of each employee, (b) They must account for the total activity for which each employee is compensated, (c) They must be prepared at least monthly and must coincide with one or more pay periods, (d) They must be signed by the employee, and (e) Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards but may be used for interim accounting purposes, provided that: (i) The governmental unit's system for establishing the estimates produces reasonable approximations of the activity actually performed; (ii) At least quarterly, comparisons of actual costs to budgeted distributions based on the monthly activity reports are made. Costs charged to Federal awards to reflect adjustments made as a result of the activity actually performed may be recorded annually if the quarterly comparisons show the differences between budgeted and actual costs are less than ten percent; and (iii) The budget estimates or other distribution percentages are revised at least quarterly, if necessary, to reflect changed circumstances.

Condition

The School Board did not have adequate supporting documentation to support the distribution of salaries for employees who worked on multiple federal programs or cost objectives.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2007

Questioned Costs

As a result of failing to properly document actual time spent on federal programs, there are \$97,796 of questioned costs.

Context

Adequate supporting documentation was not completed for all employees charged to the Title I program.

Effect

Payroll expenditures charged to the program may not be accurate.

Cause

Policies and procedures were not implemented to require employees that work on more than one federal program or cost objective to maintain the proper documentation required by OMB Circular A-87.

Recommendation

Appropriate written policies and procedures need to be established to insure that the appropriate documentation is maintained to comply with OMB Circular A-87.

Planned Corrective Action and Management's Response

The Director of Federal Programs implemented updated guidelines for time allocation-grants.

**07-4(C)**

Safe and Drug Free Schools (84.184) and Fund for the Improvement of Education (84.215)

Criteria

OMB Circular A-87, Attachment B, section 33 which states that costs of consultant services must be reasonable in relation to the services rendered in order to be allowable.

Condition

The School Board paid a consultant for evaluation services that were not performed.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2007

Questioned Costs

The fees paid to the consultant and the indirect costs charged on these expenditures of \$328,514 are questioned costs.

Context

Evidence of complete contract performance for fees paid to consultants was not obtained.

Effect

Consultant paid without obtaining evidence of complete contract performance.

Cause

Appropriate policies and procedures were not in place to insure that services are reasonable and completely performed on contracts prior to payment being made.

Recommendation

Policies and procedures need to be implemented to insure that services paid to consultants are reasonable and require verification of performance.

Planned Corrective Action and Management's Response

The purchasing policy was revised to require board approval of contract and payments above specific dollar amounts. Grant supervisors and Business Services Department will ensure that all contractual services paid via grant funds are being performed by contractors.

Internal Control Findings –

See items 07-2(C) through 07-4(C) above.

**07-11 (IC)**

Title I (84.010)

Criteria

The Code of Federal Regulations sections 200.55 and 200.56 require all teachers who issue grades in core academic subjects in a Title I school-wide program be highly qualified". This is required whether or not they work in a program that is supported by Title I funds.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2007

Condition

The School Board hired teachers who issue grades in core academic subjects in Title I schools without verifying that they met the highly qualified criteria.

Questioned Costs

There are no specific questioned costs relative to this finding.

Context

The proper verifications were not performed.

Effect

The School Board may have hired a teacher to work in a Title I school-wide program who was not highly qualified.

Cause

A lack of policies and procedures in place to insure proper verification as performed.

Recommendation

Appropriate written policies and procedures should be established to insure that highly qualified status is verified for each teacher before the beginning of the school year.

Planned Corrective Action and Management's Response

Beginning with the 2008/2009 school year, the current database will be expanded to provide status/monitoring of any new hire who does not meet the "highly qualified" classification.



---

LAFAYETTE PARISH  
SCHOOL SYSTEM

---

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan  
For the Year Ended June 30, 2007

| Ref. No                       | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|-------------------------------|---|--|-------------------------------|
| <b>CURRENT YEAR (6/30/07)</b> |   |  |                               |
| <u>Compliance:</u>            |   |  |                               |
| 07-1 (C)                      | 2003  | The School Board violated Article 7 Section 14 of the Louisiana constitution by expending school activity funds on meals and gifts during the fiscal year ended June 30, 2007.   | No                            |
| 07-2 (C)                      | 2006  | The School Board did not comply with the Grants Management Common Rule Section 35, which requires that grantees not make any award or permit any award to any party which is debarred or suspended or is otherwise excluded from or ineligible for participation in federal assistance programs under Executive Order 12549. The School Board awarded contracts without verifying whether the contracting party was debarred or suspended. | No                            |
| 07-3 (C)                      | 2006  | The School Board did not comply with OMB Circular A-87 Attachment B which requires that documentation be kept for all employees whose time is allocated to more than one federal program or cost objective. Actual time spent should be reconciled at least quarterly to budgeted distribution and adjustments made as necessary.  | No                            |
| 07-4 (C)                      | 2006  | The School Board did not comply with OMB Circular A-87 Attachment B which requires that all charges to federal programs be reasonable and necessary. The School Board paid an outside contractor for evaluation services which were not performed.   | No                            |
| 07-5 (C)                      | 2007  | The School Board did not comply with R.S. 17:15, which requires all teachers and substitute teachers to have a background check in their personnel files.  | No                            |

| Corrective Action Plan  | Name of Contact Person  | Anticipated Date of Completion |
|---|---|--------------------------------|
| Monthly reviews of school activity ledgers will be performed by Business Services Department. Policies and procedures will be revised to increase accountability when addressing non-compliance.  | Billy Guidry, Executive Director & CFO                                  | 4/1/2008                       |
| The following steps will be performed: 1) Access the Excluded Parties List System website (www.epls.gov) to locate disbarred or suspended. 2) Print current exclusions page. 3) Staple to requisition and/or related supporting documentation.                        | Phyllis Bartlett, Director of Federal Programs                          | 4/1/2008                       |
| Guidelines for time allocation-grants were updated ( <i>Time Allocation Guidelines</i> for Grants) and implemented.   | Phyllis Bartlett, Director of Federal Programs                          | 7/1/2007                       |
| Purchasing policy was revised to require board approval of contract and payments above specific dollar amounts. Grant supervisors and Business Services Department will ensure that all contractual services paid via grant funds are being performed by contractors. | Louise Chargois, Director of Curriculum and Instruction                 | 2/1/2008                       |
| Review of all active personnel files will be performed to ensure compliance with R.S. 17:15. Background checks for future new hires will be addressed during new hire process.  | Lawrence Lilly, Deputy Superintendent of Human Resources and Operations | 4/1/2008                       |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                  | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|--------------------------|---|--|-------------------------------|
| <u>Internal Control:</u> |   |  |                               |
| 07-6 (IC)                | 2004  | The School Board did not properly follow the established control procedures to insure complete and accurate fixed asset listings. The fixed asset records should be supported by adequate documentation.   | No                            |
| 07-7 (IC)                | 2005  | The routes are not being audited. In the past, although there was no specific written policy, the principal of the individual schools were assigned the responsibility of performing route audits. The practice was discontinued years ago. As a result, most of the contractor-driven routes have never been audited. | No                            |
| 07-8 (IC)                | 2005  | The mileage routes being utilized by the Transportation Department are not the optimum routes that reach all of the stops in the fewest miles.   | No                            |
| 07-9 (IC)                | 2006  | Policies and procedures regarding the proper accounting and safeguarding of assets in school activity funds are not being enforced.  | No                            |

| Corrective Action Plan  | Name of Contact Person                                | Anticipated Date of Completion |
|---|---|--------------------------------|
| <p>The current \$1,000 fixed asset threshold causes a unmanageable quantity of low value items to appear on the listing. On October 17, 2007, the Board of Elementary &amp; Secondary Education (BESE) approved raising the threshold to \$5,000. This was based on a recommendation of business managers and reflects the GFOA recommended practice of establishing appropriate capitalization thresholds for tangible capital assets. Staff will request a change in Board policy to increase the local threshold from \$1,000 to \$5,000. This should create a listing that is more manageable without substantially reducing the value of the assets tracked.</p> | <p>Matthew Dugas,<br/>Director of Finance</p>         | <p>6/30/2008</p>               |
| <p>Transportation department will change to 3-tier bell system. This will result in rebidding of all routes, a process that will incorporate the verification of route miles. Long term vacancy in Director of Transportation (DOT) filled. DOT will monitor verification process.</p>  | <p>Bill Samec,<br/>Director of Transportation</p>     | <p>8/1/2008</p>                |
| <p>Change in routing software from SMARTR to EDULOG as one step towards optimization of routes. Change from 2-tier to 3-tier bell system will facilitate further optimization of routes.</p>  | <p>Bill Samec,<br/>Director of Transportation</p>     | <p>8/1/2008</p>                |
| <p>Business Services Department will implement a monthly review process relating to school activity ledgers to identify areas of noncompliance and training needs. In an effort to address/eliminate areas of noncompliance, procedures will be revised to increase accountability of applicable employees.</p>   | <p>Billy Guidry,<br/>Executive Director &amp; CFO</p> | <p>4/1/2008</p>                |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                              | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|--------------------------------------|---|--|-------------------------------|
| <u>Internal Control (continued):</u> |   |  |                               |
| 07-10 (IC)                           | 2007  | The School Board did not have proper control over the hiring and paying of personnel. Individual schools have additional personnel to help with various activities. Some are paid directly with school funds and do not go through the central office for background checks. There is no set pay schedule or guideline followed for payment to these individuals.. The School Board should establish policies and procedures to ensure that all personnel are hired through the central office so that proper background checks are performed. In addition, the School Board should establish policies regarding the amount to be paid for additional personnel. | No                            |
| 07-11 (IC)                           | 2007  | All teachers who issue grades in core academic subjects in a Title I school-wide program are required by 34 CFR sections 200.55 and 200.56 to be "highly qualified". This is required whether or not they work in a program that is supported by Title I funds. Appropriate written policies and procedures should be established to ensure that highly qualified status is verified for each teacher before the beginning of the school year. Any documentation not turned in by the teacher directly to the School Board should be followed up in a timely manner and turned in by a principals or designated official before classes begin.                   | No                            |

| Corrective Action Plan   | Name of Contact Person  | Anticipated Date of Completion |
|--|---|--------------------------------|
| Principals will be required to sign a statement acknowledging their understanding that all compensation paid to individuals must be processed by our payroll department. This statement will reference the requirement that all compensation must be based on board approved policy. In addition, the Business Services Department will consider this item during monthly reviews of school activity ledger. | Lawrence Lilly,<br>Deputy<br>Superintendent of<br>Human Resources<br>and Operations | 7/1/2008                       |
| Beginning with the 2008/2009 school year, the current database will be expanded to provide status/monitoring of any new hire who does not meet the "highly qualified" classification.  | Louise Chargois,<br>Director of<br>Curriculum and<br>Instruction                    | 7/1/2008                       |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                   | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|---------------------------|---|--|-------------------------------|
| <u>Management Letter:</u> |   |  |                               |
| 07-12 (ML)                | 2002  | Management should closely monitor operation of the School Food Service Department. During the fiscal year ended June 30, 2007, the fund incurred a deficiency of revenues over expenditures (before transfers) of \$838,948. The Board should explore ways to increase revenues and/or reduce expenditures in order for the fund to be self-sufficient and not require any transfers from the General Fund.  | No                            |
| 07-13 (ML)                | 2004  | In order to comply with the Government Finance Officers Association's (GFOA) formal recommendation that the unreserved fund balance in the General Fund be not less than 5 to 15 percent of General Fund regular revenues, or one to two months of General Fund regular expenditures, management should consider reducing expenditures in the General Fund. At June 30, 2007, the unreserved fund balance is approximately \$15,700,000. Although there was an excess of revenues over expenditures of \$6,003,218 for the current fiscal year in the General Fund, the unreserved fund balance should be increased to approximately \$30,000,000. | No                            |
| 07-14 (ML)                | 2005  | Management should make modifications to transportation department policies and procedures in order to correct the internal control and compliance findings noted by the Legislative Auditor in the compliance audit performed in 2005.   | No                            |
| 07-15 (ML)                | 2006  | In order to insure timely performance of work and allow for cross-training in the personnel and risk management departments, consideration should be given to hiring additional personnel.   | No                            |

| Corrective Action Plan   | Name of Contact Person   | Anticipated Date of Completion |
|--|--|--------------------------------|
| Collection policy changed by Board to minimize delinquent uncollectible account balances. Middle School meal prices were increased from \$1.00 to \$1.25 to help address related food costs. Board will address any future deficiencies by adjusting its MFP Funding in lieu of "Local Transfer of Funds". | Renee Sherville,<br>Child Nutrition Supervisor                             | 7/1/2008                       |
| The School Board has a policy which requires a free fund balance of 8% of budgeted operating expenses. We currently exceed this policy by about \$400,000. Staff intends to bring a policy revision to the Board that more closely reflects the recommendation of the GFOA.                                | Matthew Dugas,<br>Director of Finance                                      | 3/31/2008                      |
| Policies and procedures of Transportation Department will be revised as needed to correct all findings noted by the Legislative Auditor in the compliance audit performed in 2005.   | Bill Samec,<br>Director of Transportation                                  | 8/1/2008                       |
| Director of Human Resources, Lawrence Lilly, was appointed to assume Mona Bernard's Human Resources responsibilities. This will allow Ms. Bernard to concentrate solely on risk management area.   | Lawrence Lilly,<br>Deputy Superintendent of Human Resources and Operations | 10/1/2007                      |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                               | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|---------------------------------------|---|--|-------------------------------|
| <u>Management Letter (continued):</u> |   |  |                               |
| 07-16 (ML)                            | 2006  | Regarding the administration and accounting for federal grants: (1) Programs are not being implemented and related funds for those programs are not being expended on a timely basis. (2) Policies should be developed to require that all costs involved in administering grant awards (including consultant fees) be paid by the grant funding, rather than from the General Fund. (3) A policy should be adopted to provide guidance to the human resources and payroll departments regarding payment of expenditures for grant personnel for additional work performed on grants after normal working hours.                             | No                            |
| 07-17 (ML)                            | 2007  | The School Board should strengthen the password policies and procedures in order to prevent unauthorized access to the computer system. Procedures for removal of terminated personnel should be established and adhered to in order to promptly remove passwords after employees are no longer employed by the School Board.  | No                            |
| 07-18 (ML)                            | 2007  | The School Board should consider purchasing new and/or updated accounting/general ledger software. This should improve daily accounting and reporting by making this function more effective and efficient.  |                               |
| 07-19 (ML)                            | 2007  | Based upon the compliance audit performed by the Louisiana Legislative Auditor's Office issued on November 14, 2007, the following items were cited: (1) Excessive payment to a grant writing firm, due to percentage paid to the firm based upon grants awarded rather than expenditures paid from the grant. (2) Lack of School Board approval for contracts. (3) The former superintendent entered into questionable contracts which had vague language and inadequate documentation regarding services to be performed and payments to be made. (4) Additional compensation was paid to an employee without the required board approval. | No                            |

| Corrective Action Plan   | Name of Contact Person   | Anticipated Date of Completion |
|--|--|--------------------------------|
| <p>(1) Grants Funding Summary report has been created to track all grant awards and related requests for reimbursements. Report is provided to board members on a monthly basis. Also, grants now assigned to various curriculum supervisors rather than one person having responsibility for all grants thereby improving "turnaround" time. (2) Grant supervisors and Business Services Department shall implement procedures to ensure that costs associated with grant activities are funded through the respective grants. (3) Policy and procedures will be reviewed and revised as needed to facilitate framework for review by payroll department.</p> | <p>Louise Chargois,<br/>Director of Curriculum and Instruction</p> | <p>7/1/2008</p>                |
| <p>Password policy and procedures will be revised to address refreshing of network password screen and timely inactivation of terminated users.</p>  | <p>Logan McDaniel,<br/>Chief Information Officer</p>               | <p>7/1/2008</p>                |
| <p>Business Services Department has taken steps towards the purchase of a new financial package. The anticipated date of completion reflects MIS' decision (board approved) to address the installation of a new student information package prior to that of the financial package.</p>   | <p>Billy Guidry,<br/>Executive Director &amp; CFO</p>              | <p>12/31/2008</p>              |
| <p>Revision to purchasing policy requires board approval on contracts over specified dollar level. Superintendent and CFO will address the necessary changes to effect the clarity and specificity of contract documents and contract services to be provided. Payroll department has been notified to reject/return timesheets that do not comply with payroll policies and procedures.</p>   | <p>Burnell Lemoine,<br/>Superintendent</p>                         | <p>7/1/2008</p>                |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                     | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding  | Corrective<br>Action<br>Taken |
|-----------------------------|---|---|-------------------------------|
| <b>PRIOR YEAR (6/30/06)</b> |   |   |                               |
| <u>Compliance:</u>          |   |   |                               |
| 06-1 (C)                    | 2003  | The School Board violated Article 7 Section 14 of the Louisiana constitution by expending school activity funds on meals and gifts during the fiscal year ended June 30, 2006.  | No                            |
| 06-2 (C)                    | 2006  | The School Board did not comply with the Grants Management Common Rule Section 35, which requires that grantees not make any award or permit any award to any party which is <i>debarred or suspended or is otherwise excluded from</i> or ineligible for participation in federal assistance programs under Executive Order 12549. The School Board awarded contracts without verifying whether the contracting party was debarred or suspended. | No                            |
| 06-3 (C)                    | 2006  | The School Board did not comply with OMB Circular A-87 Attachment B which requires that documentation be kept for all employees whose time is allocated to more than one federal program or cost objective. Actual time spent should be reconciled at least quarterly to budgeted distribution and adjustments made as necessary.   | No                            |
| 06-4 (C)                    | 2006  | The School Board did not comply with OMB Circular A-87 Attachment B which requires that all charges to federal programs be reasonable and necessary. The School Board paid an outside contractor for evaluation services which were not performed.  | No                            |

| Corrective Action Plan   | Name of Contact Person                                      | Anticipated Date of Completion |
|--|---|--------------------------------|
| <p>In February 2005, the Board adopted a policy to handle employee appreciation. Principals, secretaries, and bookkeepers have been trained on the details of the policy. The superintendent will direct supervisors to take corrective action, including disciplinary action, over their employees responsible for violating policies and procedures.</p>   | <p>James H. Easton,<br/>Superintendent</p>                  | <p>6/30/2007</p>               |
| <p>The Administrator of Grant Operations will work with the Business Services Division to develop a new purchasing procedure which will address debarred or suspended contractors paid via grant funds</p>   | <p>Amy M. Trahan,<br/>Administrator of Grant Operations</p> | <p>2/28/2007</p>               |
| <p>The Administrator of Grant Operations has developed a task/time accountability log (TASK) as a comparison analysis tool to the personnel activity report (PAR) for grant funded employees. Employees working on multiple activities or cost objectives will be notified in writing of this new required log. The Grants Administration &amp; Management Office will work with the Accounting Department on implementing a procedure for monthly reconciliation of the PAR and TASK.</p> | <p>Amy M. Trahan,<br/>Administrator of Grant Operations</p> | <p>3/30/2007</p>               |
| <p>The Grants Administration &amp; Management Office will implement measures to ensure that all contractual services paid via grant funds are being performed by contractors.</p>  | <p>Amy M. Trahan,<br/>Administrator of Grant Operations</p> | <p>6/29/2007</p>               |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                  | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|--------------------------|---|--|-------------------------------|
| <u>Internal Control:</u> |   |  |                               |
| 06-5(IC)                 | 2004  | The School Board did not properly follow the established control procedures to insure complete and accurate fixed asset listings. The fixed asset records should be supported by adequate documentation. | No                            |
| 06-6 (IC)                | 2006  | Policies and procedures regarding the proper accounting and safeguarding of assets in school activity funds are not being enforced.  | No                            |
| 06-7 (IC)                | 2005  | The mileage routes being utilized by the Transportation Department are not the optimum routes that reach all of the stops in the fewest miles.   | No                            |

| Corrective Action Plan   | Name of Contact Person                                       | Anticipated Date of Completion |
|--|--|--------------------------------|
| <p>In the past, management implemented the proper procedures to adequately insure complete and accurate fixed asset listings. Part of the process of setting up the proper procedures, as recommended by literature available on the subject, was to raise the threshold to a more manageable level. The raising of the threshold provided greater control over a smaller number of more valuable assets. Unfortunately, there is a state requirement that the threshold be set at a maximum of \$1,000, even though Federal grant regulations and GASB allow a threshold of \$5,000. The low threshold substantially increases the number of assets that must be tracked. Management has made a request to the State Department of Education to help us determine the proper State authority we need to work with to raise this threshold to a more manageable level. As of the date of this report, we have not received a response. Until the goal of raising the threshold can be accomplished, we have assigned a clerical level employee to work on fixed asset accounting on a full time basis. Each school and department has identified a fixed asset coordinator to work with the business office in properly accounting for the fixed assets at their sites. Extensive training was provided to these coordinators at the beginning of the 06-07 school year. Access to fixed asset guidelines were revised and made more readily available by being placed on the school system's website.</p> | <p>Matthew Dugas,<br/>Director of Finance</p>                | <p>5/31/2007</p>               |
| <p>Internal Audit will continue to document violations of the policy. Area directors, department administrators and supervisors have been asked to properly inform employees of the policies and increase consequences to individuals who violate these policies. The Superintendent will direct supervisors to take corrective action, including disciplinary action when necessary, over their employees responsible for violating policies and procedures.</p>  | <p>Brent Hebert,<br/>Internal Control Officer</p>            | <p>6/30/2007</p>               |
| <p>Mapping software is being used to review and optimize routes. The effort to optimize routes is continuous, due to the continued transportation demands for special education and schools of choice routes. These routes are being altered daily and reviewed to make sure the fewest miles are being driven.</p>  | <p>Charles Conrad,<br/>Acting Director of Transportation</p> | <p>6/30/2007</p>               |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                              | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|--------------------------------------|---|--|-------------------------------|
| <u>Internal Control (continued):</u> |   |  |                               |
| 06-8 (IC)                            | 2005  | The routes are not being audited. In the past, although there was no specific written policy, the principal of the individual schools were assigned the responsibility of performing route audits. The practice was discontinued years ago. As a result, most of the contractor-driven routes have never been audited. | No                            |
| 06-9 (IC)                            | 2006  | There is lack of segregation of duties in the purchasing and receiving functions. Additionally, some purchase orders lacked proper signatures verifying quantity received.   | Yes                           |
| 06-10 (IC)                           | 2006  | Purchase orders are not being properly utilized and prenumbered purchase orders are not being properly accounted for in the maintenance department.  | Yes                           |

| Corrective Action Plan   | Name of Contact Person  | Anticipated Date of Completion |
|--|---|--------------------------------|
| <p>Procedures are in place to audit school bus routes using transportation software. Different scenarios for the use of Global Positioning System (GPS) equipment to track bus routes are still being studied to make the audit of the routes more efficient and reliable. Use of the GPS equipment will take most of the human element out of the decision process, in the event discrepancies arise. Maps of the bus routes are attached to the documents submitted by the drivers and filed with the administrator's secretary, who keeps the documents in a secured file closet. Copies are distributed to operations and routing staff as needed.</p>   | <p>Charles Conrad,<br/>Acting Director of Transportation</p>  | <p>6/30/2007</p>               |
| <p>A policy or procedure will be developed to prevent the same person from purchasing and receiving inventory or merchandise. A more detailed receiving procedure will be developed to verify that quantities are received on purchase orders by the person signing for the receipt.</p>   | <p>Brent Hebert,<br/>Internal Control Officer</p>             | <p>3/31/2007</p>               |
| <p>At the end of fiscal year 2005-2006, there were changes in personnel, including a temporary worker, who normally handled all of the purchase order paperwork for the Maintenance Department. We now have one person responsible for this documentation. We are also in the process of trying to obtain the written procedures that were given regarding the use of the various purchase orders afforded the Maintenance Department and will review these procedures with all persons associated with their use. Also, we will begin a process to ensure that all completed purchase order books are turned in and checked for verification that all ticket numbers are in the book and that they have been processed through the accounting system.</p> | <p>Kyle Bordelon,<br/>Director of Planning and Facilities</p> | <p>6/30/2007</p>               |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                   | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|---------------------------|---|--|-------------------------------|
| <u>Management Letter:</u> |   |  |                               |
| 06-11 (ML)                | 2004  | In order to comply with the board's minimum required unreserved fund balance policy and to continue operating the General Fund programs within available revenues, management should consider reducing expenditures in the General Fund. Although there was an excess of revenues over expenditures of \$6,653,210 in the General Fund, much of it was attributable to assistance received for hurricane relief. | Partial                       |
| 06-12 (ML)                | 2002  | Management should closely monitor operation of the School Food Service Department. During the fiscal year ended June 30, 2006, the fund incurred a deficiency of revenues over expenditures (before transfers) of \$313,708. The Board should explore ways to increase revenues and/or reduce expenditures in order for the fund to be self-sufficient and not require any transfers from the General Fund.      | No                            |
| 06-13 (ML)                | 2005  | Management should make modifications to transportation department policies and procedures in order to correct the internal control and compliance findings noted by the Legislative Auditor in the compliance audit performed in 2005.   | No                            |

| Corrective Action Plan   | Name of Contact Person   | Anticipated Date of Completion |
|--|--|--------------------------------|
| <p>The 2005-2006 fiscal year excess of over six million dollars and increases in sales tax collections should also help increase the fund balance to comply with the Board policy. In the current fiscal year and per Board policy, \$500,000 was set aside to increase the fund balance. In an effort to exceed this goal, the 2006-2007 budget includes a \$750,000 budget line item for this purpose. The Administration intends to substantially increase this line item in the budget for fiscal year 2007-2008.</p>  | <p>Matthew Dugas,<br/>Director of<br/>Finance</p>                | <p>6/30/2007</p>               |
| <p>The vacant Child Nutrition Fund supervisor position was filled in June, 2006. The person filling the position has extensive experience and is implementing new software and formulating changes to operations. These actions should have a positive effect on the future financial situation in the fund. Even without a permanent supervisor, the fund did manage to reduce the General Fund subsidy by almost 50% in fiscal year 2005-2006. However, this fund is facing challenges from a School System policy that requires that every child is fed regardless of the circumstances. New operating procedures regarding collections are being developed to honor this policy while ensuring that revenue is received for every meal served.</p> | <p>Renee Sherville,<br/>Child Nutrition<br/>Supervisor</p>       | <p>5/31/2007</p>               |
| <p>The administration of the Transportation department has developed specific responses to each of the Legislative Auditor's recommendations and a plan of action due to the audit performed in 2005. Specific policies and procedures related to verifying and auditing routes have been implemented. The Board approved the hiring of a Transportation Director. Senior management has continued to monitor the department activities to ensure that the practices and procedures are followed.</p>  | <p>Charles Conrad,<br/>Acting Director<br/>of Transportation</p> | <p>9/30/2006</p>               |

**LAFAYETTE PARISH SCHOOL BOARD**  
Lafayette, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Corrective Action Plan (Continued)  
For the Year Ended June 30, 2007

| Ref. No                               | Fiscal Year<br>Finding<br>Initially<br>Occurred | Description of Finding   | Corrective<br>Action<br>Taken |
|---------------------------------------|---|--|-------------------------------|
| <u>Management Letter (continued):</u> |   |  |                               |
| 06-14 (ML)                            | 2006  | Regarding the administration and accounting for federal grants: (1) Programs are not being implemented and related funds for those programs are not being expended on a timely basis. (2) Policies should be developed to require that all costs involved in administering grant awards (including consultant fees) be paid by the grant funding, rather than from the General Fund. (3) A policy should be adopted to provide guidance to the human resources and payroll departments regarding payment of expenditures for grant personnel for additional work performed on grants after normal working hours. | No                            |
| 06-15 (ML)                            | 2006  | In order to insure timely performance of work and allow for cross-training in the personnel and risk management departments, consideration should be given to hiring additional personnel.   | No                            |
| 06-16 (ML)                            | 2006  | Controls should be established in order to insure that maintenance and Special Education inventories are properly recorded and safeguarded. Additionally, inventories should be periodically evaluated and properly disposed of when determined to be obsolete.  | Yes                           |
| 06-17 (ML)                            | 2006  | Policies and procedures were not in place to ensure that prior approval was obtained for significant changes in grant program expenditures.  | Yes                           |

| Corrective Action Plan  | Name of Contact Person  | Anticipated Date of Completion |
|---|---|--------------------------------|
| <p>(1) The Administrator of Grant Operations has included positions within grant budgets to facilitate initial implementation/start-up of the various grant programs so that funds are expended in a timely fashion. (2) The Grants Administration &amp; Management Office shall implement measures to ensure that costs associated with grant activities are sustained via grant funds. Grant associated costs should not be confused with or lessen the level of effort LPSS must provide as comparable services to entitled public and non public school children. (3) The Director of Human Resources and Risk Management shall work with the Grants Administrator to develop a policy which will provide guidance to human resources staff and payroll staff regarding the processing of payments to employees of the school district who are serving as an in parish consultant on grants outside of their normal work day.</p> | <p>Ramona A. Bernard,<br/>Director of Human Resources &amp; Risk Management</p> | <p>6/30/2007</p>               |
| <p>The Director of Human Resources &amp; Risk Management included the risk management position in the budget for fiscal year 2007 and has recommended to the board that the position be filled. The board has asked that the filling of this position be placed on hold until they have had the opportunity to discuss the issue in a workshop setting.</p>   | <p>Ramona A. Bernard,<br/>Director of Human Resources &amp; Risk Management</p> | <p>6/30/2007</p>               |
| <p>An inventory control system is in the final stages of completion for both the Special Education and the custodial supplies warehouses. The same vendor is being used by both to set up a computerized tracking system to log in the incoming items as well as to log out the outgoing items using a bar code scanner device. Also, the electrical department in the Maintenance Department has begun an inventory listing of all items that are being held in stock. The inventory listing will be kept updated as items are used and will be periodically checked for accuracy. Other departments within the Maintenance Department do no stock supplies.</p>   | <p>Kyle Bordelon,<br/>Director of Planning and Facilities</p>                   | <p>5/31/2007</p>               |
| <p>According to the United States Education Department General Administrative Regulations-EDGAR: Expanded Authorities - school districts have the liberty to make changes (that do not change the scope of the grant and do not change the scope of the grant and do not create new positions) without receiving prior approval. Should there be a point in the future where a significant change occurs, the district's Grants Administration &amp; Management Office will obtain necessary approval.</p>  | <p>Amy M. Trahan,<br/>Administrator of Grant Operations</p>                     | <p>3/30/2007</p>               |



LAFAYETTE PARISH  
SCHOOL SYSTEM

RECEIVED  
LEGISLATIVE AUDITOR  
2007 DEC 27 AM 11: 21

**LAFAYETTE PARISH SCHOOL BOARD**

SPECIAL AGREED-UPON PROCEDURES  
REPORT ON SCHOOL BOARD  
PERFORMANCE MEASURES

Fiscal Year Ended June 30, 2007

## TABLE OF CONTENTS

|  | <u>Schedule</u> | <u>Page</u> |
|--|-----------------|-------------|
| Independent Accountants' Report on<br>Applying Agreed-Upon Procedures                    |                 | 1 - 4       |
| General fund instructional and support expenditures<br>and certain local revenue sources | 1               | 5           |
| Education levels of public school staff  | 2               | 6           |
| Number and type of public schools  | 3               | 7           |
| Experience of public principals<br>and full-time classroom teachers                      | 4               | 8           |
| Public school staff data   | 5               | 9           |
| Class size characteristics   | 6               | 10          |
| Louisiana educational assessment program<br>(LEAP) for the 21st century                  | 7               | 11          |
| The graduation exit exam for the 21st century  | 8               | 12          |
| IOWA and iLEAP Tests   | 9               | 13 - 18     |

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Nixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

Tynes E. Nixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scroggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70390  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Colton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

WEB SITE:  
WWW.KCSRPCAS.COM

\* A Professional Accounting Corporation

Mr. Burnell Lemoine, Superintendent  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana

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

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

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

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

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

There were no exceptions noted.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

**II. Education Levels of Public School Staff (Schedule 2)**

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

There were no exceptions noted.

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

There were no exceptions noted.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file to determine if the individual's education level was properly classified on the schedule. 00\*

There were no exceptions noted.

**III. Number and Type of Public Schools (Schedule 3)**

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

There were no exceptions noted.

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

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

There were no exceptions noted.

**V. Public Staff Data (Schedule 5)**

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

There were no exceptions noted.

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

There were no exceptions noted.

**VI. Class Size Characteristics (Schedule 6)**

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

There were no exceptions noted.

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

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

There were no exceptions noted.

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

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

There were no exceptions noted.

**IX. The Iowa and iLEAP Tests (Schedule 9)**

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

There were no exceptions noted.

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

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

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 9, 2007

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 1

General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2007

**General Fund Instructional and Equipment Expenditures**

General fund instructional expenditures:

Teacher and student interaction activities -

|   |                |
|---|----------------|
| Classroom teacher salaries                    | \$ 74,296,709  |
| Other instructional staff activities          | 10,456,013     |
| Employee benefits                             | 27,976,394     |
| Purchased professional and technical services | 348,297        |
| Instructional materials and supplies          | 1,741,681      |
| Instructional equipment                       | <u>554,290</u> |

Total teacher and student interaction activities \$ 115,373,384

Other instructional activities 351,552

Pupil support activities 8,467,045

Less: Equipment for pupil support activities (34,694)

Net pupil support activities 8,432,351

Instructional staff services 6,918,017

Less: Equipment for instructional staff services (441,119)

Net instructional staff services 6,476,898

Total general fund instructional expenditures \$ 130,634,185

Total general fund equipment expenditures \$ 1,307,403

**Certain Local Revenue Sources**

Local taxation revenue:

|  |                       |
|--|-----------------------|
| Constitutional ad valorem taxes  | \$ 4,796,562          |
| Renewable ad valorem tax   | 30,264,495            |
| Debt service ad valorem tax  | 560,038               |
| Up to 1% of collections by the Sheriff on taxes<br>other than school taxes | 918,446               |
| Sales and use taxes  | <u>96,013,822</u>     |
| Total local taxation revenue   | <u>\$ 132,553,363</u> |

Local earnings on investment in real property:

|   |                   |
|---|-------------------|
| Earnings from 16th section property                 | \$ 280,465        |
| Earnings from other real property                   | <u>315,483</u>    |
| Total local earnings on investment in real property | <u>\$ 595,948</u> |

State revenue in lieu of taxes:

|                                      |                     |
|--------------------------------------|---------------------|
| Revenue sharing - constitutional tax | \$ 1,836,158        |
| Revenue sharing - other taxes        | -                   |
| Revenue sharing - excess portion     | -                   |
| Other revenue in lieu of taxes       | -                   |
| Total state revenue in lieu of taxes | <u>\$ 1,836,158</u> |

Nonpublic textbook revenue \$ 190,293

Nonpublic transportation revenue \$ 964,083

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 2

Education Levels of Public School Staff  
As of October 1, 2006

| Category                      | Full-time Classroom Teachers |         |                |         | Principals & Assistant Principals |         |                |         |
|-------------------------------|------------------------------|---------|----------------|---------|-----------------------------------|---------|----------------|---------|
|                               | Certificated                 |         | Uncertificated |         | Certificated                      |         | Uncertificated |         |
|                               | Number                       | Percent | Number         | Percent | Number                            | Percent | Number         | Percent |
| Less than a bachelor's degree |                              |         |                |         |                                   |         |                |         |
| Bachelor's degree             | 1,577                        | 65.99%  | 44             | 100.00% | -                                 | 0.00%   |                |         |
| Master's degree               | 559                          | 23.39%  |                |         | 46                                | 48.42%  |                |         |
| Master's degree + 30          | 185                          | 7.74%   |                |         | 31                                | 32.63%  |                |         |
| Specialist in education       | 57                           | 2.38%   |                |         | 15                                | 15.79%  |                |         |
| Ph. D. or Ed. D.              | 12                           | 0.50%   |                |         | 3                                 | 3.16%   |                |         |
| Total                         | 2,390                        | 100.00% | 44             | 100.00% | 95                                | 100.00% |                |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 3

Number and Type of Public Schools  
For the Year Ended June 30, 2007

| Type               | Number |
|--------------------|--------|
| Elementary         | 23     |
| Middle/Junior high | 11     |
| Secondary          | 6      |
| Combination        | 3      |
| Total              | 43     |

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

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 4

Experience of Public Principals and Full-time Classroom Teachers  
As of October 1, 2006

|                      | 0-1 Yr. | 2-3 Yrs. | 4-10 Yrs. | 11-14 Yrs. | 15-19 Yrs. | 20-24 Yrs. | 25+ Yrs. | Total |
|----------------------|---------|----------|-----------|------------|------------|------------|----------|-------|
| Assistant principals | 13      | 12       | 18        | 3          | 2          | 3          | 1        | 52    |
| Principals           | -       | 2        | 17        | 13         | 9          | 1          | 1        | 43    |
| Classroom teachers   | 190     | 171      | 539       | 289        | 365        | 270        | 610      | 2,434 |
| Total                | 203     | 185      | 574       | 305        | 376        | 274        | 612      | 2,529 |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 5

Public School Staff Data  
For the Year Ended June 30, 2007

|   | All Classroom<br>Teachers | Classroom Teachers<br>Excluding ROTC<br>and Rehired Retirees |
|---|---------------------------|--|
| Average classroom teachers' salary<br>including extra compensation                        | \$42,356                  | \$42,595   |
| Average classroom teachers' salary<br>excluding extra compensation                        | \$42,222                  | \$42,123   |
| Number of teacher full-time equivalents (FTEs) used in<br>computation of average salaries | 2,104                     | 1,995  |

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

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 6

Class Size Characteristics  
As of October 1, 2006

| School Type                         | Class Size Range |        |         |        |         |        |         |        |
|-------------------------------------|------------------|--------|---------|--------|---------|--------|---------|--------|
|                                     | 1 - 20           |        | 21 - 26 |        | 27 - 33 |        | 34+     |        |
|                                     | Percent          | Number | Percent | Number | Percent | Number | Percent | Number |
| Elementary                          | 79.7%            | 935    | 19.4%   | 227    | 0.9%    | 10     | 0.0%    | 0      |
| Elementary activity classes         | 79.4%            | 1232   | 19.7%   | 306    | 0.6%    | 9      | 0.3%    | 4      |
| Middle/Junior high                  | 72.8%            | 1973   | 20.5%   | 555    | 6.7%    | 182    | 0.0%    | 1      |
| Middle/Junior high activity classes | 48.7%            | 258    | 19.4%   | 103    | 20.8%   | 110    | 11.1%   | 59     |
| High                                | 52.9%            | 1809   | 31.3%   | 1070   | 15.5%   | 528    | 0.3%    | 10     |
| High activity classes               | 57.1%            | 545    | 29.5%   | 281    | 10.5%   | 100    | 2.9%    | 28     |
| Combination                         | 99.8%            | 1022   | 0.2%    | 2      | 0.0%    | 0      | 0.0%    | 0      |
| Combination activity classes        | 100.0%           | 122    | 0.0%    | 0      | 0.0%    | 0      | 0.0%    | 0      |

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 7

Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2007

| District Achievement<br>Level Results | English Language Arts |         |        |         |        |         | Mathematics |         |        |         |        |         |
|---------------------------------------|-----------------------|---------|--------|---------|--------|---------|-------------|---------|--------|---------|--------|---------|
|                                       | 2007                  |         | 2006   |         | 2005   |         | 2007        |         | 2006   |         | 2005   |         |
| Students                              | Number                | Percent | Number | Percent | Number | Percent | Number      | Percent | Number | Percent | Number | Percent |
| Grade 4                               |                       |         |        |         |        |         |             |         |        |         |        |         |
| Advanced                              | 110                   | 5%      | 132    | 5%      | 73     | 3%      | 116         | 5%      | 184    | 8%      | 87     | 4%      |
| Mastery                               | 497                   | 22%     | 423    | 17%     | 568    | 23%     | 363         | 16%     | 500    | 21%     | 496    | 20%     |
| Basic                                 | 1,032                 | 44%     | 1,079  | 45%     | 1,080  | 43%     | 1,088       | 47%     | 1,025  | 42%     | 1,105  | 44%     |
| Approaching basic                     | 414                   | 18%     | 456    | 19%     | 514    | 21%     | 411         | 18%     | 414    | 17%     | 486    | 19%     |
| Unsatisfactory                        | 244                   | 11%     | 334    | 14%     | 251    | 10%     | 319         | 14%     | 301    | 12%     | 311    | 13%     |
| Total                                 | 2,297                 |         | 2,424  |         | 2,486  |         | 2,297       |         | 2,424  |         | 2,485  |         |

| District Achievement<br>Level Results | Science |         |        |         |        |         | Social Studies |         |        |         |        |         |
|---------------------------------------|---------|---------|--------|---------|--------|---------|----------------|---------|--------|---------|--------|---------|
|                                       | 2007    |         | 2006   |         | 2005   |         | 2007           |         | 2006   |         | 2005   |         |
| Students                              | Number  | Percent | Number | Percent | Number | Percent | Number         | Percent | Number | Percent | Number | Percent |
| Grade 8                               |         |         |        |         |        |         |                |         |        |         |        |         |
| Advanced                              | 63      | 3%      | 85     | 4%      | 63     | 3%      | 28             | 1%      | 28     | 1%      | 22     | 1%      |
| Mastery                               | 456     | 20%     | 356    | 15%     | 471    | 21%     | 322            | 14%     | 250    | 11%     | 328    | 14%     |
| Basic                                 | 850     | 38%     | 878    | 38%     | 845    | 37%     | 952            | 43%     | 1,020  | 45%     | 1,063  | 47%     |
| Approaching basic                     | 540     | 24%     | 636    | 28%     | 545    | 24%     | 533            | 24%     | 532    | 23%     | 456    | 20%     |
| Unsatisfactory                        | 334     | 15%     | 346    | 15%     | 348    | 15%     | 404            | 18%     | 470    | 20%     | 400    | 18%     |
| Total                                 | 2,243   |         | 2,301  |         | 2,272  |         | 2,239          |         | 2,300  |         | 2,269  |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 8

The Graduation Exit Exam for the 21st Century  
For the Year Ended June 30, 2007

| District Achievement<br>Level Results | English Language Arts |         |        |         |        |         | Mathematics |         |        |         |        |         |
|---------------------------------------|-----------------------|---------|--------|---------|--------|---------|-------------|---------|--------|---------|--------|---------|
|                                       | 2007                  |         | 2006   |         | 2005   |         | 2007        |         | 2006   |         | 2005   |         |
| Students                              | Number                | Percent | Number | Percent | Number | Percent | Number      | Percent | Number | Percent | Number | Percent |
| Grade 10                              |                       |         |        |         |        |         |             |         |        |         |        |         |
| Advanced                              | 29                    | 2%      | 33     | 2%      | 40     | 2%      | 166         | 9%      | 201    | 10%     | 206    | 11%     |
| Mastery                               | 248                   | 14%     | 351    | 17%     | 402    | 21%     | 348         | 20%     | 463    | 23%     | 462    | 24%     |
| Basic                                 | 855                   | 47%     | 1,061  | 52%     | 917    | 48%     | 775         | 44%     | 853    | 42%     | 754    | 40%     |
| Approaching basic                     | 435                   | 25%     | 388    | 19%     | 374    | 20%     | 231         | 13%     | 276    | 13%     | 215    | 11%     |
| Unsatisfactory                        | 208                   | 12%     | 213    | 10%     | 179    | 9%      | 249         | 14%     | 250    | 12%     | 274    | 14%     |
| Total                                 | 1,775                 |         | 2,046  |         | 1,912  |         | 1,769       |         | 2,043  |         | 1,911  |         |

| District Achievement<br>Level Results | Science |         |        |         |        |         | Social Studies |         |        |         |        |         |
|---------------------------------------|---------|---------|--------|---------|--------|---------|----------------|---------|--------|---------|--------|---------|
|                                       | 2007    |         | 2006   |         | 2005   |         | 2007           |         | 2006   |         | 2005   |         |
| Students                              | Number  | Percent | Number | Percent | Number | Percent | Number         | Percent | Number | Percent | Number | Percent |
| Grade 11                              |         |         |        |         |        |         |                |         |        |         |        |         |
| Advanced                              | 62      | 4%      | 68     | 4%      | 86     | 5%      | 28             | 2%      | 18     | 1%      | 22     | 1%      |
| Mastery                               | 363     | 21%     | 258    | 15%     | 365    | 22%     | 230            | 13%     | 200    | 12%     | 224    | 13%     |
| Basic                                 | 732     | 43%     | 774    | 45%     | 666    | 40%     | 895            | 52%     | 994    | 57%     | 917    | 55%     |
| Approaching basic                     | 350     | 20%     | 413    | 24%     | 351    | 21%     | 303            | 18%     | 312    | 18%     | 311    | 19%     |
| Unsatisfactory                        | 203     | 12%     | 217    | 12%     | 209    | 12%     | 253            | 15%     | 205    | 12%     | 201    | 12%     |
| Total                                 | 1,710   |         | 1,730  |         | 1,677  |         | 1,709          |         | 1,729  |         | 1,675  |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

SCHEDULE 9

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

|   | Composite |      |      |
|---|-----------|------|------|
|   | 2007      | 2006 | 2005 |
| IOWA Test Results                       |           |      |      |
| Test of basic skills (ITBS)             |           |      |      |
| Grade 3                                 | 53        | 54   | 64   |
| Grade 5                                 | 51        | 55   | 63   |
| Grade 6                                 | 51        | 51   | 50   |
| Grade 7                                 | 53        | 52   | 52   |
| Tests of educational development (ITED) |           |      |      |
| Grade 9                                 | 56        | 55   | 55   |

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

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

| iLEAP District Achievement Level Results | English Language Arts |         | Mathematics |         |
|--|-----------------------|---------|-------------|---------|
|  | 2007                  |         | 2007        |         |
| Students                                 | Number                | Percent | Number      | Percent |
| Grade 3                                  |                       |         |             |         |
| Advanced                                 | 111                   | 5%      | 213         | 9%      |
| Mastery                                  | 482                   | 21%     | 479         | 21%     |
| Basic                                    | 944                   | 41%     | 956         | 41%     |
| Approaching basic                        | 516                   | 21%     | 417         | 18%     |
| Unsatisfactory                           | 271                   | 12%     | 260         | 11%     |
| Total                                    | 2,324                 |         | 2,325       |         |

| iLEAP District Achievement Level Results | Science |         | Social Studies |         |
|--|---------|---------|----------------|---------|
|  | 2007    |         | 2007           |         |
| Students                                 | Number  | Percent | Number         | Percent |
| Grade 3                                  |         |         |                |         |
| Advanced                                 | 82      | 4%      | 40             | 2%      |
| Mastery                                  | 433     | 19%     | 400            | 17%     |
| Basic                                    | 954     | 41%     | 1,070          | 46%     |
| Approaching basic                        | 615     | 26%     | 511            | 22%     |
| Unsatisfactory                           | 239     | 10%     | 301            | 13%     |
| Total                                    | 2,323   |         | 2,322          |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

| iLEAP District Achievement Level Results | English Language Arts |         | Mathematics |         |
|--|-----------------------|---------|-------------|---------|
|  | 2007                  |         | 2007        |         |
| Students                                 | Number                | Percent | Number      | Percent |
| Grade 5                                  |                       |         |             |         |
| Advanced                                 | 65                    | 3%      | 161         | 7%      |
| Mastery                                  | 326                   | 14%     | 335         | 15%     |
| Basic                                    | 988                   | 44%     | 985         | 43%     |
| Approaching basic                        | 520                   | 23%     | 382         | 17%     |
| Unsatisfactory                           | 366                   | 16%     | 404         | 18%     |
| Total                                    | 2,265                 |         | 2,267       |         |

| iLEAP District Achievement Level Results | Science |         | Social Studies |         |
|--|---------|---------|----------------|---------|
|  | 2007    |         | 2007           |         |
| Students                                 | Number  | Percent | Number         | Percent |
| Grade 5                                  |         |         |                |         |
| Advanced                                 | 79      | 3%      | 90             | 4%      |
| Mastery                                  | 321     | 14%     | 269            | 12%     |
| Basic                                    | 905     | 40%     | 1,029          | 45%     |
| Approaching basic                        | 626     | 28%     | 498            | 22%     |
| Unsatisfactory                           | 333     | 15%     | 378            | 17%     |
| Total                                    | 2,264   |         | 2,264          |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

| iLEAP District Achievement Level Results | English Language Arts |         | Mathematics |         |
|--|-----------------------|---------|-------------|---------|
|  | 2007                  |         | 2007        |         |
| Students                                 | Number                | Percent | Number      | Percent |
| Grade 6                                  |                       |         |             |         |
| Advanced                                 | 73                    | 3%      | 139         | 6%      |
| Mastery                                  | 372                   | 16%     | 346         | 15%     |
| Basic                                    | 1,052                 | 47%     | 1,169       | 52%     |
| Approaching basic                        | 510                   | 22%     | 336         | 15%     |
| Unsatisfactory                           | 261                   | 12%     | 278         | 12%     |
| Total                                    | 2,268                 |         | 2,268       |         |

| iLEAP District Achievement Level Results | Science |         | Social Studies |         |
|--|---------|---------|----------------|---------|
|  | 2007    |         | 2007           |         |
| Students                                 | Number  | Percent | Number         | Percent |
| Grade 6                                  |         |         |                |         |
| Advanced                                 | 76      | 3%      | 119            | 5%      |
| Mastery                                  | 382     | 17%     | 232            | 10%     |
| Basic                                    | 893     | 39%     | 1,003          | 45%     |
| Approaching basic                        | 623     | 28%     | 560            | 25%     |
| Unsatisfactory                           | 291     | 13%     | 346            | 15%     |
| Total                                    | 2,265   |         | 2,260          |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

| iLEAP District Achievement Level Results | English Language Arts |         | Mathematics |         |
|--|-----------------------|---------|-------------|---------|
|  | 2007                  |         | 2007        |         |
| Students                                 | Number                | Percent | Number      | Percent |
| Grade 7                                  |                       |         |             |         |
| Advanced                                 | 118                   | 6%      | 137         | 7%      |
| Mastery                                  | 314                   | 15%     | 312         | 15%     |
| Basic                                    | 909                   | 45%     | 993         | 48%     |
| Approaching basic                        | 496                   | 24%     | 358         | 18%     |
| Unsatisfactory                           | 206                   | 10%     | 244         | 12%     |
| Total                                    | 2,043                 |         | 2,044       |         |

| iLEAP District Achievement Level Results | Science |         | Social Studies |         |
|--|---------|---------|----------------|---------|
|  | 2007    |         | 2007           |         |
| Students                                 | Number  | Percent | Number         | Percent |
| Grade 7                                  |         |         |                |         |
| Advanced                                 | 45      | 2%      | 37             | 2%      |
| Mastery                                  | 390     | 19%     | 307            | 15%     |
| Basic                                    | 807     | 40%     | 983            | 48%     |
| Approaching basic                        | 548     | 27%     | 453            | 22%     |
| Unsatisfactory                           | 250     | 12%     | 260            | 13%     |
| Total                                    | 2,040   |         | 2,040          |         |

LAFAYETTE PARISH SCHOOL BOARD  
Lafayette, Louisiana

IOWA and iLEAP Tests  
For the Year Ended June 30, 2007

| iLEAP District Achievement Level Results | English Language Arts |         | Mathematics |         |
|--|-----------------------|---------|-------------|---------|
|  | 2007                  |         | 2007        |         |
| Students                                 | Number                | Percent | Number      | Percent |
| Grade 9                                  |                       |         |             |         |
| Advanced                                 | 50                    | 2%      | 189         | 8%      |
| Mastery                                  | 300                   | 13%     | 302         | 13%     |
| Basic                                    | 1,070                 | 46%     | 1,038       | 45%     |
| Approaching basic                        | 660                   | 29%     | 417         | 18%     |
| Unsatisfactory                           | 225                   | 10%     | 357         | 16%     |
| Total                                    | 2,305                 |         | 2,303       |         |

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2857

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Colton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

## MANAGEMENT LETTER

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

**Mr. Burnell Lemoine, Superintendent,  
and Members of the Lafayette Parish School Board  
Lafayette, Louisiana**

During our audit of the basic financial statements of the Lafayette Parish School Board for the year ended June 30, 2007, we noted certain areas in which improvements in the accounting system and financial practices of the School Board should be considered. Items (1) through (5) were also mentioned in our management letter dated December 11, 2006 relative to the audit of the 2006 financial statements and are included again for re-emphasis.

- (1) Management should closely monitor operations of the School Food Service Department. During the fiscal year ended June 30, 2007, the fund incurred a deficiency of revenues over expenditures (before transfers) of \$838,948. The Board should explore ways to increase revenues and/or reduce expenditures in order for the fund to be self-sufficient and not require any transfers from the General Fund.
- (2) In order to comply with the Government Finance Officers Association's (GFOA) formal recommendation that the unreserved fund balance in the General Fund be not less than 5 to 15 percent of General fund regular revenues, or one to two months of General Fund regular expenditures, management should consider reducing expenditures in the General Fund. At June 30, 2007, the unreserved fund balance is approximately \$15,700,000. Although there was an excess of revenues over expenditures of \$6,003,218 for the current fiscal year in the General Fund, the unreserved fund balance should be increased to approximately \$30,000,000.
- (3) Modifications should be made to transportation department policies and procedures in order to correct the internal control and compliance findings noted by the Legislative Auditor in the compliance audit performed in 2005.
- (4) In order to insure timely performance of work and allow for cross-training in the personnel and risk management departments, consideration should be given to hiring additional personnel.

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

- (5) Regarding the administration and accounting for federal grants:
- Programs should be implemented and related funds for those programs should be expended on a timely basis.
  - Policies should be developed to require that all costs involved in administering grant awards (including consultant fees) be paid by the grant funding, rather than from the General Fund.
  - A policy should be adopted to provide guidance to the human resources and payroll departments regarding payment of expenditures for grant personnel for additional work performed on grants after normal working hours.
- (6) The School Board should strengthen the password policies and procedures in order to prevent unauthorized access to the computer system. Procedures for removal of terminated personnel should be established and adhered to in order to promptly remove passwords after employees are no longer employed by the School Board.
- (7) The School Board should consider purchasing new and/or updated accounting/general ledger software. This should improve daily accounting and reporting by making this function more effective and efficient.
- (8) Based upon the compliance audit performed by the Louisiana Legislative Auditor's Office issued on November 14, 2007, the following items were cited:
- Excessive payment to a grant writing firm, due to percentage paid to the firm based upon grants awarded rather than expenditures paid from the grant.
  - Lack of School Board approval for contracts.
  - The former superintendent entered into questionable contracts which had vague language and inadequate documentation regarding services to be performed and payments to be made.
  - Additional compensation was paid to an employee without the required board approval.

We would like to express our appreciation to you and your staff, particularly your office staff, for the courtesies and assistance rendered to us in the performance of our audit. Should you have any questions or need assistance, please feel free to contact us.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 26, 2007