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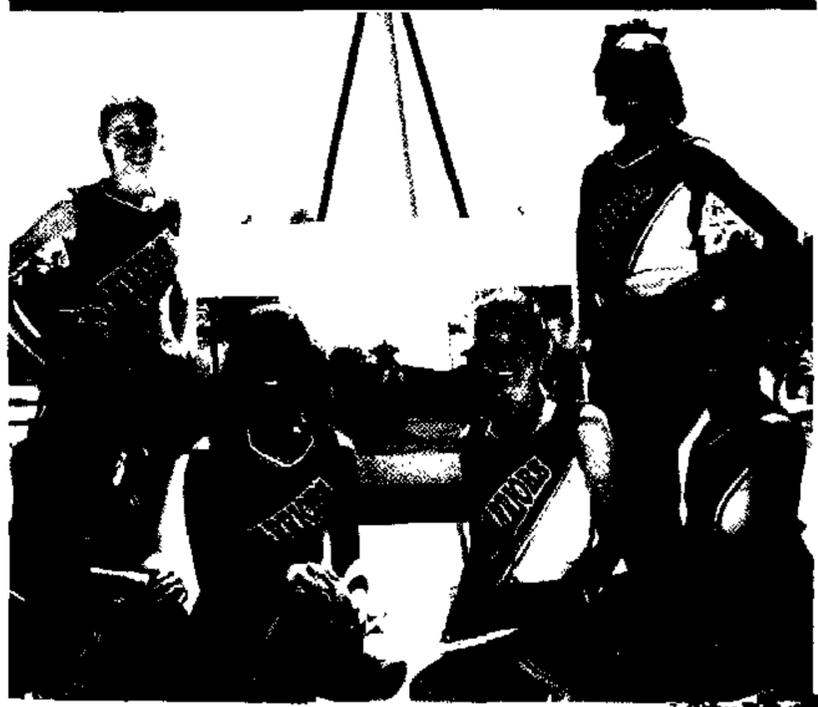
Northeast Elementary - opened May 23, 2002



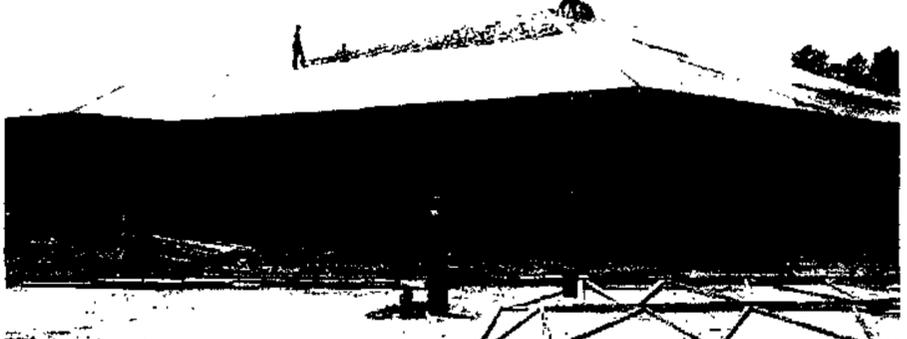
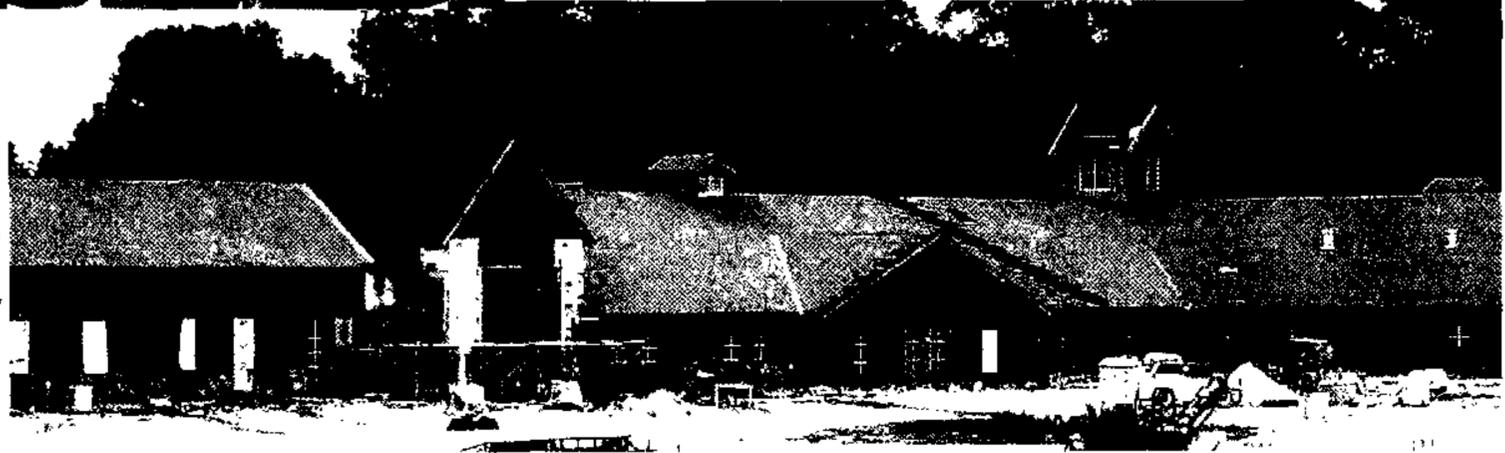
# Comprehensive Annual Financial Report

For the year ended June 30, 2002

East Baton Rouge Parish School Board  
Baton Rouge, Louisiana



Woodlawn High School - under construction



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.

Northeast High School - under construction

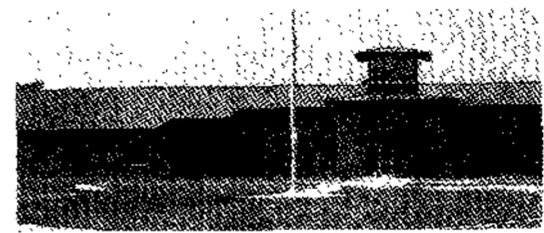


Release Date 2/5/03

Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

Of the  
East Baton Rouge Parish School Board  
Baton Rouge, Louisiana

For the Year Ended June 30, 2002

Prepared by the  
Finance and Budget Management Staff

Charlotte D. Placide, Deputy Superintendent  
for Operations and Budget Management

James P. Crochet, CPA  
Director of Finance



Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

# Introductory Section



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

**Comprehensive Annual Financial Report**

**Fiscal Year Ended June 30, 2002**

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

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Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

## East Baton Rouge Parish School Board Members

Roger Moser - President

Dr. Jacqueline Mims - Vice-President

William "Bill" Black

Dalton "Jay" Devall

Jill Dyason-LaBarbera

Noel Hammatt

Ingrid Kelley

Patrice Niquille

Press Robinson, Sr., Ph.D.

Janet Pace

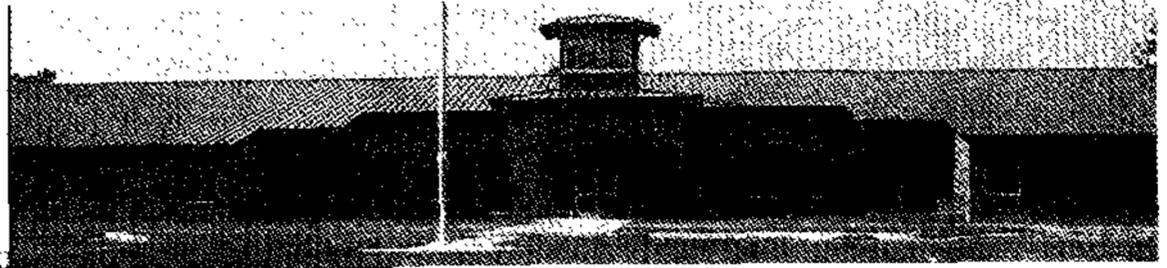
Warren Pratt, Jr.

Patrica Haynes-Smith

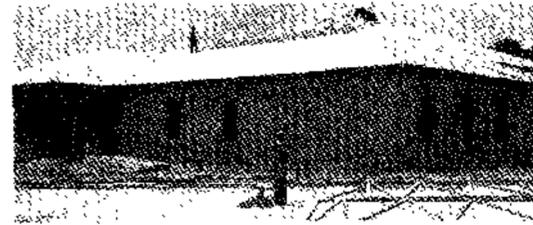
Clayton Wilcox - Superintendent



Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report



## East Baton Rouge Parish School Board Administrative Officers

Superintendent of Schools

General Counsel

Director for Equal Educational Opportunities

Director of Personnel Services

Director of Information Technology

Public Information Officer

Deputy Superintendent for Instructional Services

Assistant Superintendent for Instructional Services  
Area I, Elementary Schools

Assistant Superintendent for Instructional Services  
Area II, Middle Schools and Federal Programs

Assistant Superintendent for Instructional Services  
Area III, High Schools

Assistant Superintendent for Instructional Services

Executive Director for Child Welfare and Attendance

Director of Accountability and Staff Development

Director of Special Education

Deputy Superintendent for Operations and Budget Management

Assistant Superintendent for Auxiliary Services

Administrative Director for Physical Plant Services

Administrative Director for Transportation

Director of Finance

Director of Procurement and Warehousing Services

Graphic Arts Supervisor

Internal Auditor

Clayton Wilcox

Maxwell Kees

William H. Robbins

Annette Mire

Jesse Noble

Meg Casper

James Machen

Margaret Mary Sulentic

Herman Brister

David Corona

Harry Ingalls

Gwynn Shamlin, PhD

Jennifer Baird, PhD

Sharon Crary

Charlotte D. Placide, RSBA, CGFO

Gail Johnson

Robert Cooper

William Talmadge

James P. Crochet, CPA

Michael Constantin

Bobbie Devall

Brenda Williams, CPA, CIA



1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
P.O. BOX 2950, BATON ROUGE, LOUISIANA 70821-2950  
PHONE (225) 922-5400, FAX (225) 922-5411  
WWW.EBRSCHOOLS.ORG

November 26, 2002

President and Members  
East Baton Rouge Parish School Board

Dear Board Members:

The Comprehensive Annual Financial Report of the East Baton Rouge Parish School Board for the fiscal year ended June 30, 2002, is presented herewith. This financial report represents a comprehensive portrait of the School Board's financial condition. It is structured in such a manner as to make it a very useful management instrument as well as an informative public document.

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

The fiscal year 2001 Comprehensive Annual Financial Report received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials. This was the sixteenth consecutive year that the School Board received both of these prestigious awards.

The staff of the Operations and Budget Management, Finance, and Graphic Arts Departments is to be commended for the attainment of such high standards for their financial reporting and their efforts in the preparation of this report on a timely basis. In addition, Postlethwaite & Netterville, our independent auditors, are to be commended for the professional, thorough, and timely manner in which the audit was conducted.

Respectfully submitted,

A handwritten signature in black ink that reads 'Clayton M. Wilcox'.

Clayton M. Wilcox  
Superintendent





1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
P.O. BOX 2950, BATON ROUGE, LOUISIANA 70821-2950  
PHONE (225) 922-5400, FAX (225) 922-5411  
WWW.EBRSCHOOLS.ORG

November 26, 2002

President and Members  
East Baton Rouge Parish School Board

Residents of East Baton Rouge Parish

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the East Baton Rouge Parish School Board (School Board), for the fiscal year ended June 30, 2002. This report provides full disclosure of the financial operations of the School Board for the fiscal year ended June 30, 2002. This CAFR, which includes an opinion from the Independent Auditors that performed the School Board's audit, conforms to Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the School Board and management of the School Board. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of various funds and account groups of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

#### **A New Reporting Model**

The School Board and management adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments for the fiscal year ended June 30, 2001*. Statement 34 was approved by GASB on June 30, 1999 and represents the most significant change in the history of governmental accounting. The release of this standard created a new reporting model that affects every public school organization that issues financial statements in conformity with GAAP. While the School Board was not required to issue financial statements in accordance with GASB Statement No. 34 until the year ended June 30, 2002, management decided that early implementation allowed for better fine tuning and accumulation of the necessary database well in advance of the required date.

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

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

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

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

*Required Supplementary Information (RSI)* consists of statements that present comparisons of actual information to the legally adopted budget. Management's Discussion and Analysis (MD&A) is also a part of the RSI and is intended to provide an objective, easy to understand narrative overview and analysis of the basic financial statements. It explains the financial position and results of operations of the School Board for the past fiscal year.

Copies of this CAFR will be made available to the Chamber of Commerce, major taxpayers, the public library, and other interested parties.

### **CAFR Sections**

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

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

### **Reporting Entity**

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

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

The School Board operates the second largest school district in the State. The district is near the top fifty nationally in terms of student enrollment. The School Board provides a full range of public education services at all grade levels ranging from pre-kindergarten through grade twelve to approximately 52,300 students. Total enrollment includes students participating in pre-kindergarten programs, regular and enriched academic education, alternative education, special education for the handicapped to age twenty-two, vocational education and three Charter Schools (two elementary and one middle). In addition, the School Board serves approximately 5,600 adult education students annually and employs approximately 7,300 persons. Services provided to students include instructional staff, instructional materials, instructional facilities, administrative support, business services, food services, system operations, facility maintenance, and bus transportation.

## **ECONOMIC CONDITION AND OUTLOOK**

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

Baton Rouge is the home of one of the largest oil refining and petrochemical centers in the nation and is the hub of the industrial region that stretches eighty miles to New Orleans. Located 230 river miles (434 kilometers) above the mouth of the Mississippi River, with a 45-foot channel, Baton Rouge is the furthest inland deepwater port on the Gulf of Mexico via the Mississippi River. The expanding Port of Greater Baton Rouge ranks ninth among the major ports of the nation and third in Louisiana. The Greater Baton Rouge area is designated as a U.S. Customs Port of Entry and with a position of 230 river miles from the Gulf. The Port of Greater Baton Rouge is a strategic gateway for the handling of international and domestic commerce.

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

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

The Greater Baton Rouge Airport District has completed construction on a public parking garage. Phase II is also underway with major renovations to the airport terminal complex to better accommodate current and future traffic needs and enable the Airport to adjust to changing airline service patterns. The Airport District is also currently involved in a noise reduction and abatement program, which is one of the most aggressive of such programs in the United States, whereby the program creates a non-residential noise buffer zone around the Airport. The program demonstrates the Airport's willingness to be a good neighbor to the community.

The recently opened Advanced Traffic Management Facility includes technologies that will dramatically decrease the time necessary to detect incidents and improve the response time for all emergency agencies. The facility is occupied on a 24-hour basis by various agencies such as local law enforcement, emergency medical services, emergency 911 communications, fire communications and traffic engineering. The use of closed circuit television and speed sensors on the interstate highway system will enhance traffic control.

Following many years of economic expansion in the Baton Rouge economy, driven by retail sales and employment increases, retail sales began to dip. This is compared to annual retail sales increases in excess of 6% for a ten-year period prior to 2000. Sales tax collections represent a major component of revenue and fiscal year ended 2002 reflected a positive net change of approximately 1.9%, the first in over two years. The local economy added approximately 2,200 nonagricultural jobs as compared to a year ago. The unemployment rate for June 2002 was 6.5% compared to 5.8% for June 2001.

Several years ago, the Louisiana Legislature approved a revision to the State Minimum Foundation Program (MFP) for elementary and secondary education that has and will continue to greatly impact the School Board. This MFP formula establishes a standard of local support for each school system based on the State average local support relative to the system's capacity to raise local funds. The formula provides that no school system will receive less State funds than the MFP formula provided to them in 1991-92 unless there is a decline in student enrollment.

Student enrollment has continued to decline for the last several years resulting in a decrease of approximately 9,700 students since 1994. This decline in student enrollment has resulted in State funding to the School Board being reduced by millions of dollars. However, until this fiscal year, this formula provided no additional revenues to the School Board even in a year of student enrollment growth. A "hold-harmless" clause was in the formula to provide assurance that the School Board would not lose an estimated \$30.6 million. The Legislature had designated limited increases in State funding in recent years to approximately eleven districts with a "hold harmless" clause. The increases to those districts were designated for the purpose of increasing teacher compensation in conjunction with a move by the Legislature and the Governor to improve teacher compensation statewide.

The "hold harmless" designation for the past ten years was modified by the Legislature for the 2001-2002 fiscal year and replaced with a designation of "over funded". The "hold harmless" distinction in Level 1 (local wealth) and Level 2 (local effort) of the MFP formula was replaced by an "over funded" designation in Level 3 of the formula. As a result, the School Board has a not to exceed amount of approximately \$30.2 million or \$567 per student, with equal participation in Levels 1 and 2.

The General Fund Budget has sustained substantial cuts to programs and extensive employee reductions as a result of declining student enrollment, state funding, and flat sales tax collections in recent years. Expenditures must continue to be closely monitored as expenditure reductions will be necessary in the upcoming fiscal year.

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

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

Implementation of all programs, renovations, construction, and increased compensation became effective July 1, 1999 with the exception of the additional classrooms and staff, which received federal court approval under the current Consent Decree with collections effective July 1, 2000. An Oversight Committee was also established by the School Board as required in the Tax Plan to review management's semi-annual reports and provide any reports or comments it deems necessary regarding this plan. The School Board and the Tax Plan Advisory Committee are beginning to discuss the continuance of this tax that will be up for renewal in May of 2003. Community meetings are currently being held to seek public support and input for the continuation of the one-cent sales tax for an additional five years.

## **MAJOR INITIATIVES**

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

### **New School Opening**

May 23, 2002 was a joyous day for the School Board as well as the community of Northeast Elementary. Hundreds of guests crammed the gymnasium of the new Northeast Elementary to witness the ribbon cutting and grand opening of the first new school to be built in this district in 25 years. This is one of the four new schools approved by the voters to be built from the proceeds of the one-cent sales tax.

### **Distinguished Guests Visit EBR Schools to Promote Teach for America**

In October, fourth grade students at Eden Park Elementary were thrilled to meet First Lady Laura Bush. The First Lady surprised them with a visit for a book reading while on a nationwide trip to promote Teach for America. Ms. Bush, a former teacher and librarian, also talked to the students about recent national events and gave each of the students a packet of pictures of the President, White House, and other relevant national symbols. In another promotion for Teach for America, U.S. Senator John Breaux surprised second and third grade students at Delmont Elementary. The program is in its second year in the district and has had a great success for schools in Baton Rouge through the program's local offshoot, Teach Baton Rouge. Teach for America recruits degreed professionals in their fields to meet the challenge of teaching in urban or rural schools.

### **55 EBR Schools Receive \$680,000 in Awards**

As part of the State's Academic Accountability Program, fifty-five schools received monetary rewards. Schools that received growth labels of "Recognized Academic Growth" (met or exceeded its growth target, but less than 5 points) or Exemplary Academic Growth" (exceeded its growth target more than 5 points) were awarded more than \$680,000. These awards ranged from \$30,172 to \$2,674 and can be used at the discretion of the school for any allowable expenditure other than salaries, bonuses, or construction.

### **Test Scores**

This year the system saw a decline on the Iowa Tests scores at grades 3, 5, 7, and 9, and there was an increase in grade 6. The district continues to see improvements in specific areas of the LEAP 21 criterion-referenced tests. Both fourth and eighth grades reported increased passing rates on the English/language arts portion of the test. In mathematics, the fourth grade passing rate remained the same and the eighth grade mathematics passing rate showed a slight increase. The American College Test (ACT) average score for the district remained the same at 19.5. The School system had 13 National Merit Semifinalists, 10 National Achievement Semifinalists, and 1 National Hispanic Scholar.

### **Educational Programs**

Educational choice through magnet programs has resulted in approximately 40 magnet, gifted, and talented programs being developed and implemented throughout the district. Magnet programs create exciting learning experiences and promote student achievement. They attract students based on their learning needs, skills and special interests. Enhanced instructional and magnet programs such as Montessori, Dyslexia, Visual and Performing Arts, Architectural Design, Medicine, Extended Day, Pre-Kindergarten, Medical/Health, Engineering, Computer Science and Technology, Communication, Math/Science, Foreign Language & International Studies, and Environmental Science are just a few of the instructional programs being offered at various levels throughout the school system. The School Board is privileged to be the first public school system in the State, and one of the few in the nation, to offer many of these programs.

The Junior Reserve Officer Training Corp (JROTC) was started in this Parish in 1969 and is currently offered in nine of fifteen high schools, with each recently being awarded the "Honor Unit or Honor Unit with Distinction" for achieving exceptionally high standard of training and discipline. JROTC is designed to teach citizenship and leadership, while instilling self-esteem, teamwork, and self-discipline in high school students. The focus of JROTC is reflected in its mission statement, "To Motivate Young People to be Better Citizens". JROTC promotes and encourages service to the community, promotes high school completion, and provides incentives to live drug free. The driving philosophy and vision behind this program is to produce successful students and productive adults. Since participation in this program makes cadets fully aware of the opportunities and benefits derived from their American heritage, the JROTC program makes substantial contributions to the community and ultimately to the nation's future.

The School Board's enrollment in Career and Technical Education (formerly vocational education) includes approximately 12,300 high school students and 4,600 middle school students. A variety of innovative programs prepare students for a productive citizenship and life-long learning. The School-to-Work program is designed to assist all young people in making a successful transition from school to the workplace. Some funding for career and technical programs is obtained through the Carl Perkins III Applied Technology Act. The Basic Grant and Tech Prep initiatives resulted in funding of approximately \$1.0 million for fiscal year 2001-2002. The goals of this department are accomplished by providing students with assistance in career development activities, development of five year career plans, purposeful course selection that develops academic and technical skills, development of employability skills, and providing opportunities for post secondary education and/or immediate entry into the workforce.

The School Board continues to expand opportunities of pre-school programs. Pre-K offers transportation to a number of sites for six hours of instruction daily along with before and after school care. Our quality pre-school environments provide small pupil-teacher ratios, certified teachers and a curriculum based on the National Association for the Education of Young Children standards of developmentally appropriate practices.

A range of services is offered based on the mentally and/or physically disabled child. Special Education students can be placed in the following: the regular classroom with extra support available, the resource classroom, or the self-contained classroom. Several Alternative Schools and programs are also offered to help meet the needs of the non-traditional learner such as the following: The Academy for Diverse Learners, Staring Education Center for over-aged middle school students, White Hills Preparatory Academy for over-aged middle school students, Northdale Academy for high school drop out prevention, Valley Park Alternative Center and Juvenile Continuing Education Program for middle and high school students expelled from the traditional school, and Adult Education centers across the parish.

In October 2001, a first grade teacher at Cedarcrest-Southmoor Elementary received the Milken Family Foundation National Educator Award. Criteria for the selection of outstanding education professionals as Milken educators include exceptional educational talent, outstanding accomplishment and potential for professional leadership, and an engaging and inspiring presence, which motivates students, colleagues, and the community. During a surprise assembly at Cedarcrest-Southmoor, representatives of the Milken Family Foundation, the State Superintendent, and the East Baton Rouge Parish School System Superintendent presented this teacher with a check for \$25,000. Along with many other honors, this individual was also honored at the Milken National Education Conference in Los Angeles, California in June 2002.

The staff at Broadmoor Middle Magnet wrote a competitive Academic Learning Center grant, which competed with other school districts in the State and received a \$25,000 grant. This grant is being funded to provide extended instructional time to address the academic reading and mathematic needs of at risk students at Broadmoor Middle. In addition, Broadmoor Middle has received two other grants. The second grant is entitled "Green Thumb at a Higher Level". This is year two also for this grant in the amount of \$8,000 for the school's courtyard beautification as well as incorporating science and art with students learning about plant life and the beauty of the arts. The third grant was from Entergy for "Hands-On Minds-On Science" and will be used to purchase hands on science activities in the amount of \$500.

High Schools in the East Baton Rouge Parish School System are providing our young people with curriculum opportunities: 1) to pursue college degrees at the nation's finest colleges and universities; 2) to pursue college degrees after attending community colleges; 3) to pursue associate degrees at Technical colleges; 4) to pursue employment; and 5) to pursue opportunities in different branches of the United States Military. During the 2001-2002 school year, many East Baton Rouge Parish School System high school students earned credit toward college degrees while earning Carnegie Units toward a high school diploma at the same time. Our school system works with other educational institutions in an effort to provide our students with a seamless array of services.

#### Consent Decree

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

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

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

Additional appropriations of approximately \$5.0 million were made to support magnet programs, facility remediation, and enhance instructional programs. The appropriation for Consent Decree spending in 2001-2002 was approximately \$12.0 million. It is the desire of the School Board to seek Unitary Status and ultimately bring an end to this case.

#### LSU Partnership Program

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

The McKinley Middle Magnet partnership with LSU that began a year ago has entered its second year and continues to grow. Ten student interns from the Holmes Program in the Department of Education are placed at McKinley Middle with mentor teachers. These future teachers assist in classrooms by preparing, planning, and teaching lessons of their own, working individually and in small groups with students, and facilitating creative high order thinking projects. Also, there are two undergraduate courses for education majors offered on McKinley Middle's campus as well as one graduate level course for McKinley Middle teachers. Partnership activities have also continued for our students and teachers on the LSU campus as well. The partnership has provided enrichment to the school and its students as well as for future teachers who participate in the program.

### **Tax Plan Progress**

With the November 1998 approval of the one-cent sales tax approved by the voters, several major projects continue with year three (2001-2002 fiscal year) of the Tax Plan as follows:

- Actual repairs and renovations continued in 2001-2002, including fire code violations, roofs, heating and air conditioning systems, plumbing and electrical upgrades, and handicapped accessible restrooms. The summer construction program was a success with a majority of renovation projects being completed prior to the return of students to the classroom. Roofing, classroom additions and various renovation projects will continue throughout the school year.
- Twelve of twenty-five classroom addition projects have been completed providing an additional 60,000 square feet of new facility space to twelve existing campuses. New classroom additions at Belfair, Bernard Terrace, Buchanan, Brookstown, Brownfields, Delmont, Glen Oaks Park, Greenville, LaBelle Aire, Melrose, North Highlands and Zachary Elementary Schools are complete. The teachers and students are presently utilizing the spaces. Baton Rouge Center for Visual and Performing Arts, Claiborne, Highland and Wedgewood Elementary Schools will be substantially complete by December 2002. Design has been initiated at Howell Park, Lanier and University Terrace Elementary Schools. Construction is scheduled to begin in January 2003.
- Technology wiring has been completed at 71 schools for the purpose of installing local area networks in classrooms.
- Construction on the new Northeast Elementary School is complete. Administrators moved into the building this summer with students arriving for the first day of school in August 2002. Design is underway for the abatement and demolition of the old Northeast Elementary School.
- Construction on the new Woodlawn High School is well underway. Site development is complete and the building and athletic complex construction is underway. Construction is on schedule and school opening is projected for August 2003.
- Construction of the new Northeast Middle and High School is underway. Site clearing work is complete. Building and athletic complex construction is underway. The project is on schedule with construction completion anticipated for May of 2003.
- The programming and design process for the new Capitol Middle School has been initiated. The Programming and Schematic design phases are complete. Design development documents are under review. The site clearing and grading construction is underway and scheduled for completion this year. Building construction is scheduled to start later this year with completion of May 2004.

### **Charter School Demonstration Programs**

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

The School Board approved two elementary and one middle charter school. The three charter schools began operation in the fall of 1997, each with approximately 54 students. Enrollment has more than doubled in each school since they opened. Student enrollment increases have been approved by the Board allowing for enrollment (with funding) in grades K-5 at the elementary schools of up to 120 students and 130 students for the middle school. The total General Fund appropriation to the charter schools for the 2001-2002 fiscal year was \$2,329,405.

### Facilities Management Partnership Contract

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

### For the Future

Substantial expenditure reductions will be required for the 2002-2003 fiscal year as previously mentioned in the 2001-2002 budget and CAFR for the fiscal year ended June 30, 2002. These expenditure reductions are necessary mainly as a result of two (2) straight years of flat sales tax collections, reduced state funding due to a continued decline in student enrollment, a substantial increase in the General Liability Insurance premiums as a result of the September 11<sup>th</sup> attack, and a continued increase in costs to provide health care coverage for a growing member group due to employee retirements.

Most notable of the need for the expenditure reductions is the adverse financial impact of approximately \$10.7 million associated with the City of Baker and Zachary Community School Systems' separation from this district as approved by the voters and Federal Court for the Fall of 2003. While the departure of these systems will allow the School Board to realize some reductions of expenditures, some spending will remain constant and those costs cannot be reduced, despite the anticipated loss of students and reduction in staff. The Board's expert consultant has verified and reported, "The School Board will incur a loss of revenue under the projections furnished by the Louisiana State Department of Education (SDE) and under any of the separation scenarios. This loss of revenue is not offset by a reduction of expenditures due to the loss of students. The net loss to the School Board is significant under any of the projections and under any of the separation scenarios."

Approximately \$12.8 million in expenditure reductions are projected for 2002-2003 and \$6.4 million in 2003-2004 to establish a fund balance of approximately \$5.9 million at the end of the 2003-2004 fiscal year. As mentioned earlier, State funding is tied to student enrollment and the continued decline in student enrollment results in a subsequent reduction in State funding.

The School Board approved the 2002-2003 General Fund Budget with a total increase in revenue from the prior year of \$739,526 and a subsequent net reduction in expenditures from the prior year of approximately \$3.6 million. While property taxes are projected to increase by approximately 2.0% from the prior year, sales taxes are projected to remain basically unchanged. Student enrollment is projected to decline by approximately 1,000 students for the 2002-2003 fiscal year. Approximately 80% of the total General Fund Budget is dedicated to salaries and related benefits and is structured as such to provide the necessary services to the children of this parish. Subsequently, as the enrollment continues to decline, a reduction in the number of positions will also be necessary.

### Internal Control

Management of the School Board is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the costs of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management. The School Board utilizes a fully automated accounting system as well as an automated system of control for fixed assets and payroll. We believe that the School Board's internal controls adequately safeguard assets and provide reasonable, proper recording of financial transactions.

### **Single Audit**

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

As a part of the School Board's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, and to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's Single Audit, for the fiscal year ended June 30, 2002, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

### **Budgeting Controls**

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

### **Capital Projects Funds**

Capital Projects Funds are provided by 0.51% of a one-cent sales tax in Proposition 1 for facilities and technology as approved by the voters in November 1998 as mentioned previously. The effective collection date for this proposition was July 1, 1999. Total sales tax revenues in Proposition 1 for the year ended June 30, 2002 amounted to \$29,922,142. The collection of this tax is for a five-year period and is for the purpose of funding repairs and renovations, enhancing technology, and constructing new schools and classrooms.

### **Debt Administration**

The School Board approved an Authorizing Resolution to participate in the Qualified Zone Academy Bond Program (QZAB) on November 1, 2001 and borrowed a total of \$2,250,000 for a term not to exceed fifteen (15) years at 0% interest. This program is a result of the Taxpayer Relief Act of 1997, which allows school districts to borrow at no interest cost up to their maximum award for a term not to exceed fifteen years at 0% interest. This financial tool can be used by State Education Agencies to encourage the formation of partnerships between public schools and local businesses. Under QZAB regulations, a 10% contribution from private sources is required in order to issue a QZAB. Interest on QZAB is paid by the federal government in the form of an annual tax credit to a bank or other eligible financial institution that holds the QZAB. Eligible schools must be located in an Empowerment Zone or have at least 35% or more of its student population eligible for free or reduced lunch under the National School Lunch Act. The School Board also approved a \$2.6 million capital lease to purchase instructional software and is scheduled to be paid over a four-year period.

### **Cash Management**

Cash temporarily idle during the year was invested in interest-bearing accounts with our fiscal agency, in certificates of deposits, and in the Louisiana Asset Management Pool (LAMP). The School Board's Investment Policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Total investment income from all sources totaled \$2,016,482 reflecting a reduction of approximately \$1.4 million from the prior year. This reduction is a result of the continued decline in the interest rate and a reduction in the amount of cash available to invest in Proposition 1 with a very active construction program.

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

In October 2001, the School Board entered into a short-term Advance Funding Agreement with LPFA for \$5,000,000 at an interest rate of 3.26%. That loan was successfully repaid by March 1, 2002. This program has been very beneficial to this School Board and has provided funds to facilitate the adverse "cash flow" problems brought on by the cyclical nature of the receipt of ad valorem revenues. The School Board will again participate in the program for the 2002-2003 fiscal year.

All of the School Board's primary deposits as of June 30, 2002 were either collateralized by securities held by the School Board or by its agent in the name of the School Board as required by law. The School Board's consolidated bank account holds the cash of all funds. Temporary negative cash balances may occur in various funds during the year pending reimbursements from State and Federal grants, as these grants are awarded on a reimbursement basis. The General Fund finances these temporary situations in the majority of the cases.

### **Risk Management**

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

The medical insurance program includes health, life and other benefits for all full-time employees. With the continued rising costs of providing health care coverage, this fund has resulted in a deficit in the Retained Earnings. The School Board approved plan modifications effective September 2002 and premium increases effective January 1, 2003 in an effort to reduce the Retained Earnings deficit in this program. Additional premium increases and plan modifications will be developed and recommended during the next fiscal year.

### **OTHER INFORMATION**

#### **Independent Audit**

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

#### **AWARDS**

##### **Government Finance Officers Association**

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the School Board for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2001. This was the sixteenth consecutive year that the School Board has received this prestigious award. In order to be awarded a Certificate of Achievement, the School Board published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes that the 2001-2002 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program's requirements and will submit it to the GFOA for review in determining eligibility for another certificate.

### Association of School Business Officials

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

A Certificate of Achievement is valid for a period of one year only. Management believes that the Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2002, which will be submitted to ASBO for review, also conforms to their principles and standards.

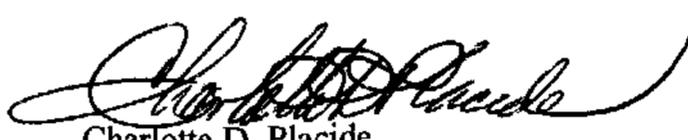
### ACKNOWLEDGEMENTS

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

The preparation of this report in a timely manner could not have been achieved without a dedicated and highly qualified staff. I would like to take this opportunity to express my sincere appreciation to the entire Budget Management and Finance Department staff, whose extraordinary efforts and dedication contributed significantly in the timely preparation of this report. The professional, thorough, and timely manner in which our independent auditors, Postlethwaite & Netterville, conducted the audit is also appreciated. Our Graphic Arts Department is to be commended on their creative input in the design and timely reproduction of this document.

We would like to thank the Superintendent and members of the School Board for their interest and support in planning and conducting the financial operations of the East Baton Rouge Parish School System in a responsible and progressive manner.

Sincerely,



Charlotte D. Placide  
Deputy Superintendent for  
Operations and Budget Management

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

East Baton Rouge Parish  
School Board, Louisiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2001

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



*Timothy Brewer*  
President

*Jeffrey L. Esser*  
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

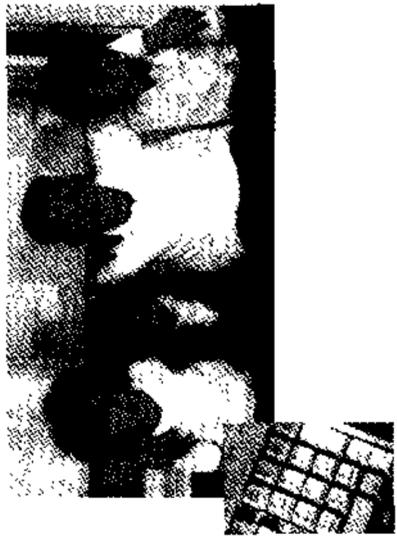
**EAST BATON ROUGE PARISH SCHOOL SYSTEM**

For its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2001

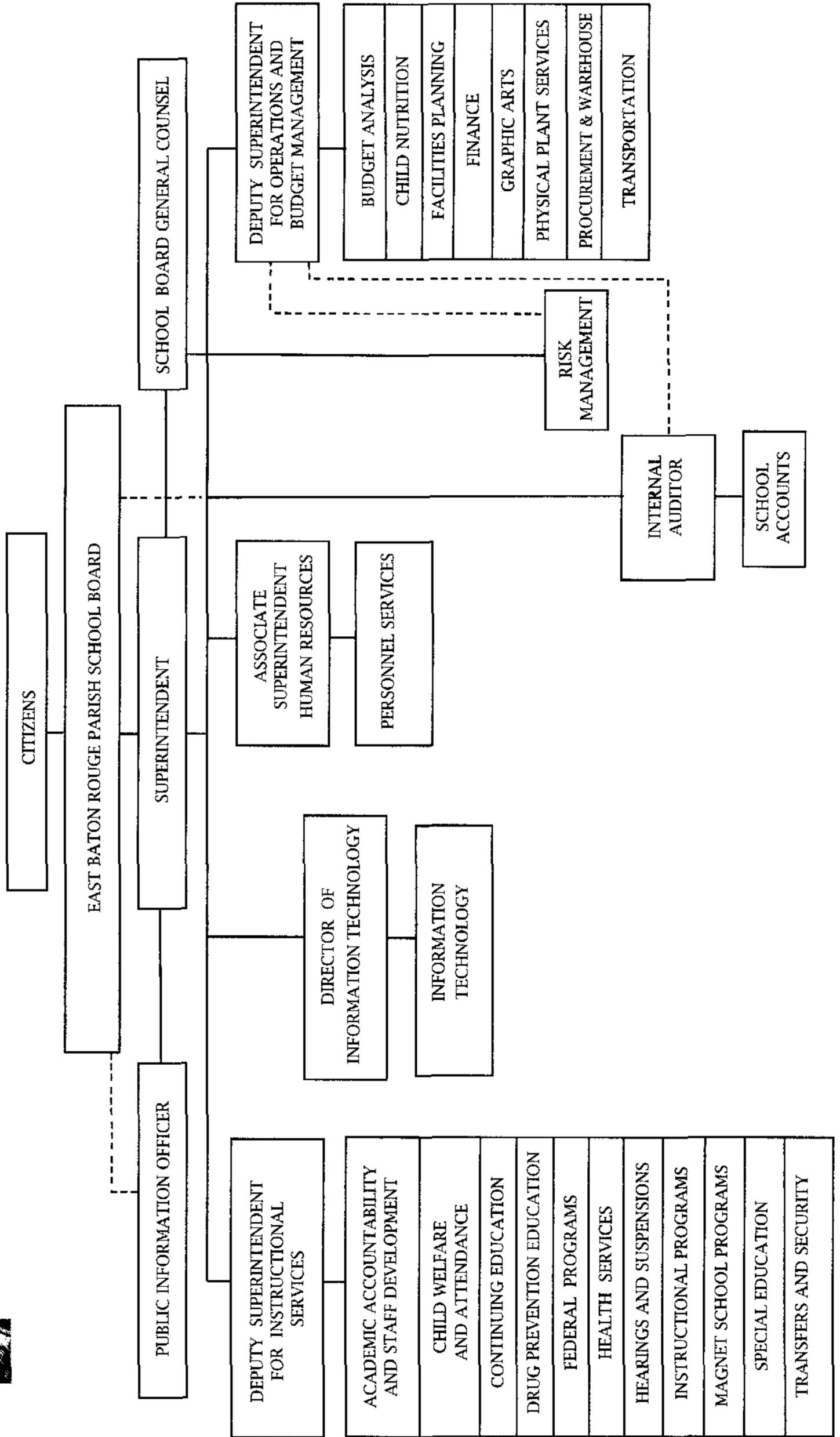
Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

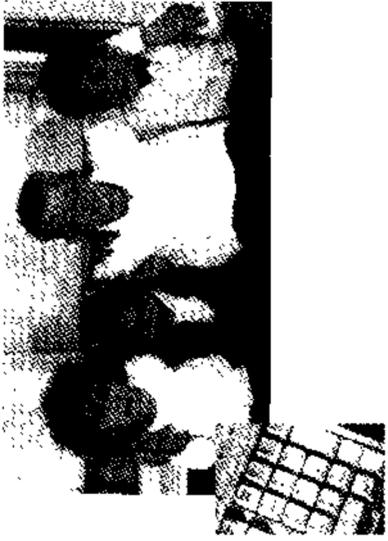
*Clark J. Gohholl*  
President

*David R. Kelly*  
Interim Executive Director

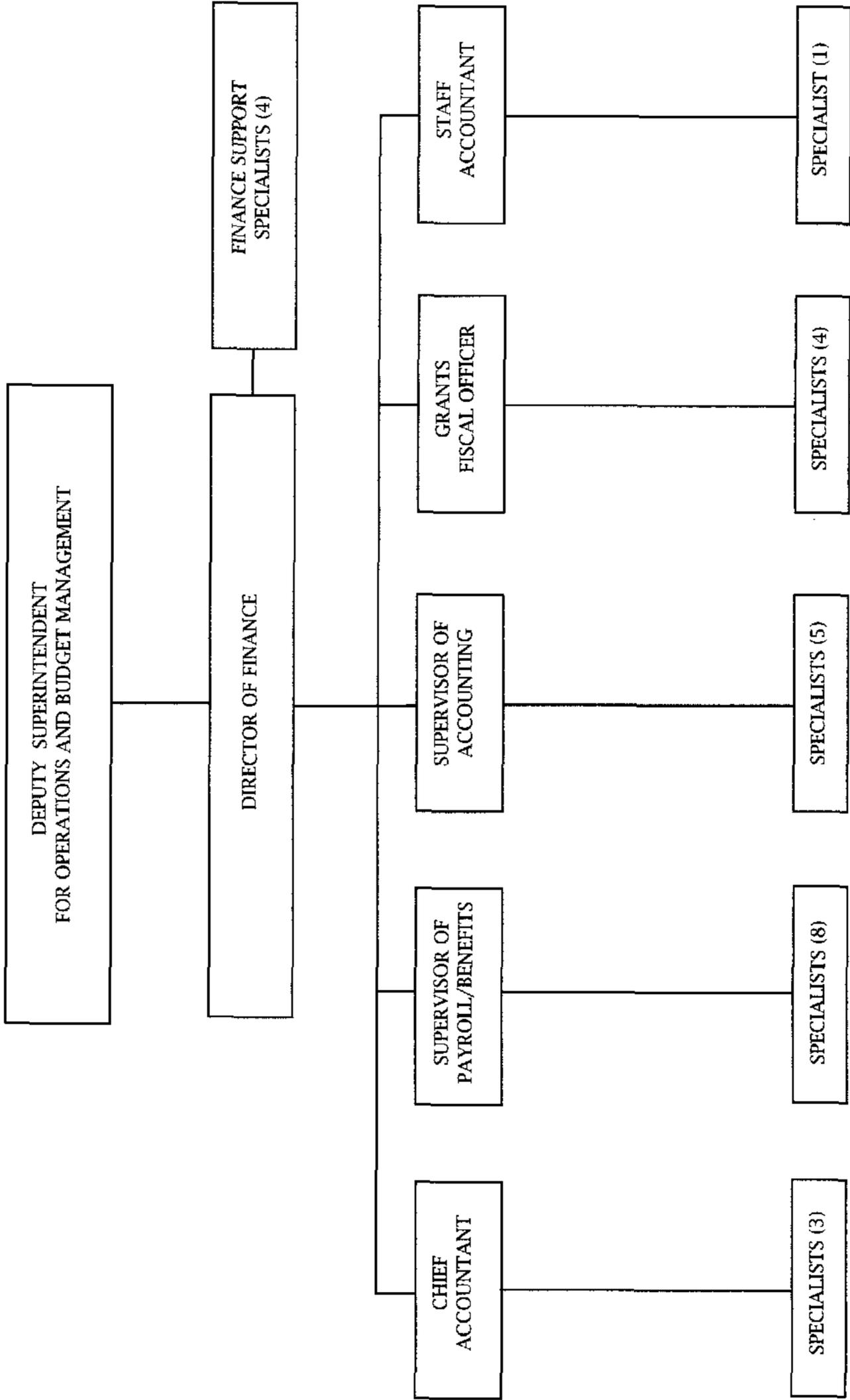


# East Baton Rouge Parish School Board Organizational Chart





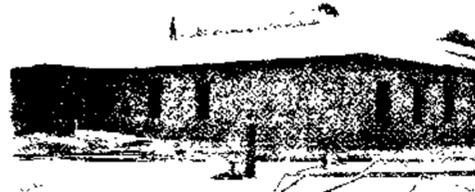
# East Baton Rouge Parish School System Finance Department Chart



Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

# Financial Section

Financial Section





## Postlethwaite & Netterville

A Professional Accounting Corporation  
Associated Offices in Principal Cities of the United States

www.pncpa.com

### INDEPENDENT AUDITORS' REPORT

The East Baton Rouge Parish School Board

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Parish School Board (School Board) as of and for the year ended June 30, 2002, 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 East Baton Rouge Parish School Board as of June 30, 2002 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.

The management's discussion and analysis and budgetary comparison information on pages xxvii through xxxviii and pages 36 through 40 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Baton Rouge Parish School Board's basic financial statements. The accompanying supplementary information consisting of the introductory section, combining and individual non-major fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2002 on our consideration of the East Baton Rouge Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audits.

*Postlethwaite + McNeill*

Baton Rouge, Louisiana  
November 8, 2002

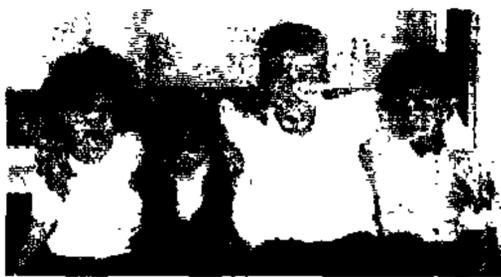
Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

## Required Supplemental Information

# Part I



East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

The Management's Discussion and Analysis (MD&A) of the East Baton Rouge Parish School Board's (School Board) financial performance provides an overall review and an objective, easily readable analysis of the School Board's financial activities for the fiscal year-ended June 30, 2002. The intent of the MD&A is to look at the School Board's overall financial performance as a whole and to assist readers in assessing the financial position as a result of the year's operations. Therefore, readers should read the MD&A in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal (Page ix) of the Introductory Section, the School Board's Financial Statements (Financial Section Page 1), and the Notes to the Financial Statements.

**FINANCIAL HIGHLIGHTS**

- Total assets of the School Board exceeded total liabilities at June 30, 2002 by \$164.4 million (net assets). The unrestricted portion of net assets was \$5.1 million and may be used to meet the government's ongoing obligations and operational needs.
- Total net assets increased by \$44.1 million for the year. Net assets invested in capital assets, net of related debt, increased by \$47.2 million with a corresponding reduction in net assets restricted for capital improvements of \$13.8 million. This is a result of the many school renovation projects and school construction in progress at three sites that are funded by Proposition 1 of the Tax Plan. Net assets for supplemental compensation also increased by \$3.3 million from the prior year as sales tax collections increased, employees decreased, a reduced Teachers' Retirement System employer contribution rate, and the continued suspension of the School Employee's Retirement System employer contribution rate. Increases in accumulated funds restricted for implementation of the Consent Decree and Proposition 2 (Discipline & Truancy) of the Tax Plan account for the \$0.6 million increase in other restricted assets.
- As of June 30, 2002 the School Board reported combined ending fund balances in its governmental fund types of \$68.5 million, representing a slight increase over the prior year of \$154,943. As mentioned previously, the majority of these funds are restricted for related obligations of the Tax Plan, Consent Decree or other special purposes.
- The School Board's Internal Service fund reported a combined *deficit* net asset balance as of June 30, 2002 of \$3.6 million, comprised primarily of a *deficit* net asset balance of \$7.1 million in the Medical Insurance Fund. The Medical Insurance Fund deficit is a result of medical claims exceeding premium collections for the last several years.
- The undesignated fund balance for the General Fund at June 30, 2002 was \$13.3 million or 4.7% of General Fund expenditures.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

**USING THE BASIC FINANCIAL STATEMENTS**

The School Board's basic financial statements consist of the government-wide financial statements, the fund financial statements, the associated notes to those statements, and the required supplemental information of the MD&A and budgetary comparison schedules of the major funds. The statements are organized so the reader can understand the operations of the School Board as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The government wide financial statements, consisting of the Statement of Net Assets and the Statement of Activities (pages 1-2), and the Statement of Fiduciary Net Assets, provide highly consolidated financial information and render a government-wide perspective of the School Board's financial condition. The Fund Financial Statements (pages 3-9) provide the next level of detail and look at the School Board's most significant funds and a total of all other non-major funds.

***Reporting the School District as a Whole***

***Statement of Net Assets and Statement of Activities***

The Statement of Net Assets and the Statement of Activities present an aggregate view of the School Board's finances and a longer-term view of those finances. These statements seek to answer the question, "How did the School Board as a whole do financially during the 2001-2002 fiscal year?" These statements include *all non-fiduciary assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

These two statements report the School Board's net assets and changes in those assets. By showing the change in net assets for the year, the reader may ascertain whether the School Board's financial condition has improved or deteriorated. The causes of the change may be the result of many factors, both financial and non-financial in nature. Non-financial factors which may have an impact on the School Board's financial condition include the School Board's property and sales tax base, student enrollment, facility conditions, required educational programs for which little or no funding is provided or other external factors. The following table reflects the condensed Statement of Net Assets for 2002:

Table I  
Combined Statement of Net Assets  
Year-ended June 30, 2002 and June 30, 2001  
(In Millions)

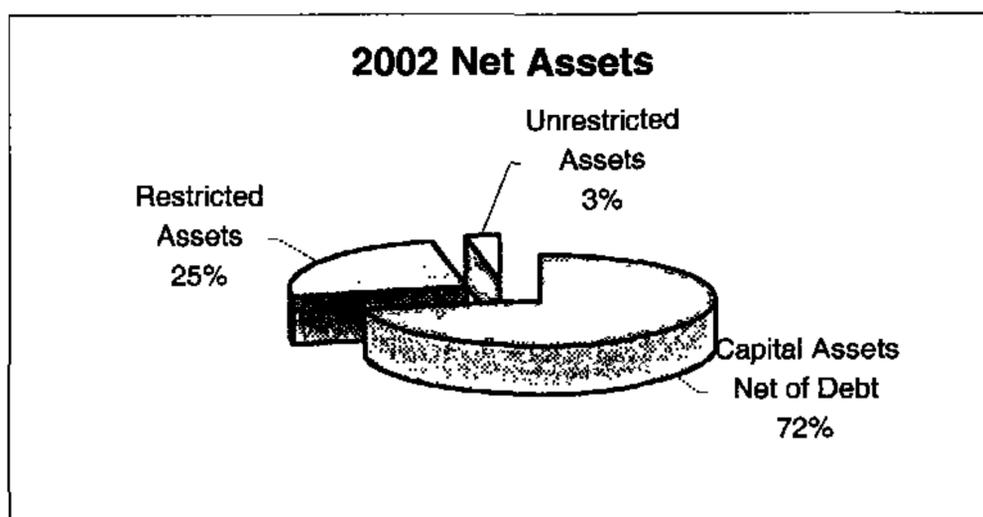
	<u>2002</u>	<u>2001</u>	Increase (Decrease)
<u>Assets</u>			
Current & Other Assets	\$98.2	\$97.9	\$0.3
Capital Assets	<u>122.0</u>	<u>71.7</u>	<u>50.3</u>
Total Assets	\$220.2	\$169.6	\$50.6
<u>Liabilities</u>			
Current Liabilities	\$33.3	\$29.9	\$3.4
Long-Term Liabilities	<u>22.5</u>	<u>19.4</u>	<u>\$3.1</u>
Total Liabilities	\$55.8	\$49.3	\$6.5
<u>Net Assets</u>			
Invested in Capital Assets, Net of Related Debt	\$117.9	\$70.8	\$47.1
Restricted	41.4	51.2	(9.8)
Unrestricted	<u>5.1</u>	<u>(1.7)</u>	<u>6.8</u>
Total Net Assets	<u>\$164.4</u>	<u>\$120.3</u>	<u>\$44.1</u>

*For more detailed information see Page 1*

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

The following table reflects an overview of Net Assets for the year-ended June 30, 2002:



Total assets increased by \$50.6 million from the previous fiscal year with the majority of this increase in the area of capital assets. Capital assets increased as a result of the construction in progress of three new schools, additional classrooms at several school sites, and renovation and repair projects being completed or substantially complete at many other sites. An open house was recently held at Northeast Elementary on May 23, 2002 to celebrate the first new school opening in this district in over 25 years. These projects are funded by 0.51% of a one-cent sales tax outlined in Proposition 1.

An overall increase in total liabilities of \$6.5 million is almost evenly divided between current and long-term liabilities. Current liabilities increased by \$3.4 million and primarily as a result of group health insurance claims outstanding at June 30, 2002. The increase of \$3.1 million in long-term liabilities is related to the \$2.2 million of interest free debt through the federally funded Qualified Zone Academy Bond (QZAB) program for the purpose of renovations and repairs at various school sites. The School Board also approved a \$2.6 million capital lease for the purpose of purchasing instructional software, and is scheduled to be paid over a four-year period.

Net assets increased \$44.1 million as of June 30, 2002, with the largest amount of this increase in the area of capital assets, net of related debt. As mentioned previously, as of June 30, 2002, the School Board had completed the third year of a five-year capital improvement plan and encumbered approximately 67% of the tax plan budget. Restricted net assets declined by \$9.8 million as a result of the construction and renovation program reaching completion. Unrestricted net assets increased from the previous year by \$6.8 million as a result of and improvement in the General Fund's sales and ad valorem tax collections.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

*Reporting the School District's Most Significant Funds*

*Fund Financial Statements*

The analysis of the School Board's major funds begins on page 3. Fund Financial Statements provide more in-depth reporting of the School Board's financial position and the results of operations. Fund basis financial information is presented in the "Fund Financial Statements" Section. The School Board uses many funds to account for the numerous funding sources provided annually. However, the Fund Financial Statements look at the School Board's most significant funds with all non-major funds presented in total in one column. These statements report governmental activities on a more current basis rather than a long-term basis, indicating sources and uses of funding and resources available for spending in future periods.

Fund Financial Statements provide more in-depth data on the School Board's most significant funds, such as its General Fund, Title I Fund, Tax Propositions 1, 2 and 3, and the Child Nutrition Program. These funds are considered "major funds" under GASB Statement No. 34.

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

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

*Proprietary Funds* - Proprietary funds use the same basis of accounting as business-type activities in that they attempt to recover costs through charges to the user. The School Board uses Internal Services Funds to account for activities for workers' compensation, risk management, and medical insurance.

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

*Governmental Activities*

As reported in the *Statement of Activities* on page 2, the cost of the School Board's governmental activities for the year-ended June 30, 2002 was \$379.3 million, a 2% increase from the prior year. The Statement of Activities shows the cost of program services and the charges and grants offsetting some of the costs of those services. Grants and contributions of \$54.5 million and charges for services such as fees for school lunches, e-rate discounts, retiree health insurance premiums, extended day tuition and summer school tuition totaling \$9.2 million subsidized certain programs of the School Board. The remaining amount was financed by the taxpayers in the parish through Ad-Valorem and Sales and Use taxes totaling \$207.0 million and State Revenue Sharing totaling \$3.9 million. The Minimum Foundation Program (MFP) from the State of Louisiana funded \$143.1 million, Interest and Investment earnings funded \$2.0 million, E-Rate and other general revenues contributed the remaining \$3.1 million.

In Table II Statement of Activities, the costs of the School Board's largest categories of expenses are presented as well as each program's net cost (total cost less revenues generated by the activities). This "net cost" presentation allows the parish taxpayers to determine the remaining cost of the various categories and also allows them an opportunity to assess the cost of each function in comparison to the benefits they believe are provided by the function.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

Table II  
Total and Net Cost of Governmental Activities  
Year-ended June 30, 2002 and June 30, 2001  
(In millions)

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
<u>Instruction</u>				
Regular Education Programs	\$131.4	\$ 127.0	\$126.3	\$ 122.0
Special Education Programs	53.7	51.0	49.8	46.7
Other Instructional Programs	39.3	34.9	15.2	12.6
<u>Support Services:</u>				
Pupil Support and Instructional Staff	34.0	34.8	28.1	28.7
General and School Administration	27.5	29.3	26.8	27.1
Business and Central Services	7.9	8.3	7.2	8.0
Plant Operations and Maintenance	34.4	38.5	33.6	37.8
Student Transportation	21.7	20.7	19.8	19.0
Child Nutrition	26.8	24.4	5.5	3.4
Appropriation-Charter Schools	2.5	2.3	2.5	2.3
Interest on long-term Debt	<u>0.1</u>	<u>0.1</u>	<u>0.1</u>	<u>0.1</u>
Total Governmental Activities	<u>\$379.3</u>	<u>\$ 371.3</u>	<u>\$314.9</u>	<u>\$ 307.7</u>

*For more detailed information see Page 2.*

The increase in the cost of services from the previous year primarily represents the cost to support the pay raise for certificated personnel approved by the Legislature. Funds were allocated in the General Appropriation Bill of the 2001 Regular Session of the Louisiana Legislature to provide funding for the Minimum Foundation Program (MFP) formula contained in Senate Concurrent Resolution (SCR) 139 of the 2001 Regular Session of the Louisiana Legislature. SCR 139 provided for a minimum pay raise of \$2,060 per full-time equivalent certificated employee, \$1,030 per certificated employee on sabbatical leave, and \$1,030 per eligible part-time employees based on local school system data as of October 1, 2000. The net cost of self insured claims increased by \$3.0 million as of June 30, 2002.

The Child Nutrition Program (CNP) continues to be the largest federally funded program with \$16.9 million in federal revenue compared to Title I with \$13.6 million. Student lunch prices have remained constant for twelve consecutive years. The CNP's breakfast program continues to be offered to all students at no cost. The no cost breakfast saved the parents of students in this school system approximately \$400,000 during the fiscal year. Overall meal participation has continued to increase as the CNP's staff continues to offer creative menus. The federal reimbursement rate for meals served increased by approximately 3%.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

**THE SCHOOL BOARD'S FUNDS**

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

The fund balances for all funds for the fiscal year-ended June 30, 2002 are as follows:

- As the School Board completed the fiscal year-ended June 30, 2002, its combined fund balance was \$68.5 million, as compared to a combined fund balance of \$68.4 million as of June 30, 2001. The majority of this fund balance is attributable to the three Propositions and is specifically dedicated. Propositions 1, 2, and 3 fund balances were \$18.3 million, \$3.6 million, and \$16.7 million respectively as of June 30, 2002. The Capital Projects fund ended the year with a *deficit* unreserved fund balance of \$9.3 million and is a result of the total construction commitments of \$27.6 million being recognized. This *deficit* caused by encumbering the total of all construction commitments will be funded from future sales tax collections of the "pay as you go" Tax Plan.
- At the close of the current fiscal year, the General Fund ended the year with a fund balance of \$22.1 million, an increase of \$11.5 million when compared to the prior year. The unreserved and undesignated portion of this fund balance is \$13.3 million.
- The Child Nutrition and Other Governmental Special Revenue fund's fund balances were \$4.4 million and \$3.3 million respectively.
- The Internal Service Fund ended the year with a *deficit* net asset balance at June 30, 2002 of \$3.6 million.

***General Fund Budgetary Highlights***

The School Board's budget is prepared according to Louisiana law. During the course of the year, the School Board revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the School Board was adopted on June 20, 2001 and the final revised budget was adopted on March 7, 2002.

A statement showing the School Board's original and final budget compared with actual operating results is provided in this CAFR beginning on page 36. Tables III and IV reflect a condensed comparative analysis of the General Fund's revenues and expenditures at June 30, 2002. The School Board's year-end actual results were better than had been budgeted, as conservative budgetary practices are customary. Revenues are forecast conservatively and expenditures are budgeted in anticipation of all possible costs and projects.

The General Fund's actual revenues exceeded projections by \$2.9 million and increased \$13.5 million when compared to the prior year. Ad valorem tax revenue increased \$4.4 million over last year as a result of a growth in the 2001 parish assessment roll of approximately 6.0% and an overall collection rate of 98%. Actual collections exceed projections by \$1.5 million or 2%. The total millage levied by the School Board is 43.45 mills, which generates approximately \$1.8 million per mill. Sales tax collections increased over prior year's collections by \$1.3 million and exceeded projections by \$1.2 million or 2%. Sales tax collections were projected at the same level as the prior year to reflect the suppressed trend of the first six-month collections. Earnings on investments declined \$0.7 million mainly associated with the continued decline in the interest rate. Other local revenue increased by \$0.7 million and mainly represents E-Rate funds that included an additional supplemental application allowed from the 1999-2000 filing period.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

State revenue sources from unrestricted grants-in-aid, MFP, reflect the additional funds of \$8.4 million appropriated by the Legislature in Level 3 of the formula to fund the State raise for certificated staff. However, State funds appropriated in Levels 1 and 2 of the formula have continued to decline as a result of the decline in student population. Student enrollment for the 2001-2002 school year was projected to decrease by approximately 1,600 students from the 2000-2001 school year. Actual October 1, 2001 student enrollment approved for funding by the State was 51,323 students or 1,865 students less than the enrollment on October 1, 2000.

The reduction of \$0.8 million in restricted State grants-in-aid represents the phase out of the Professional Improvement Program (PIP) for instructional staff.

General Fund expenditures decreased by \$7.4 million from the prior year. Expenditures have remained relatively stable with the exception of the normal salary step increases and related benefit costs. Actual expenditures were under final projections by \$5.8 million with \$5.5 million of this amount in the area of plant operations and maintenance. However, encumbrances outstanding at year-end totaled \$3.5 million with \$2.5 million of the encumbrances in the area of plant operations and maintenance that will be liquidated in the subsequent fiscal year. A corresponding amount was reserved from the fund balance to support these encumbrances. A decrease in the cost of natural gas and electricity also contributed to a reduction in plant operations and maintenance when compared to the prior year. Natural gas costs were unusually high in the previous fiscal year as a result of the rate adjustment charge. Transportation expenditures declined by \$2.3 million with the reduction in the budget for bus purchases from \$1.4 million to \$0.5 million being the major factor.

As a result of the continued decline in student enrollment, MFP funding, and flat sales tax collections for the past two years, the School Board approved a district wide Reduction in Force (RIF) effective July 1, 2001. Instructional staff services decreased by \$2.2 million as several administrative and support positions were affected by the RIF along with budget reductions to budgets for equipment, purchased services and materials and supplies. The unemployment compensation rate was increased from 0.12% to 0.30% as a result of the RIF.

Health insurance benefit premiums increased by approximately 3.0% for the calendar year 2001 in an effort to support the constantly rising health care costs. Additional recommendations for premiums and plan modifications will be necessary in the next fiscal year to reduce the deficit in the Medical Insurance Fund.

The employer retirement rate declined from 14.2% to 13.1% from the previous year and helped to offset some of the previously mentioned expenditure increases.

While the undesignated fund balance of \$13.3 million is better than anticipated, this represents approximately 5.0% of budgeted and actual expenditures. This amount is less than adequate for an operation of this size in an environment with a declining student enrollment, unstable sales tax collections, deteriorating facilities, increased State accountability requirements, and escalating health care costs. These improved results, however, are welcomed and necessary to support the less than adequate fund balance projected for the 2002-2003 fiscal year-end.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

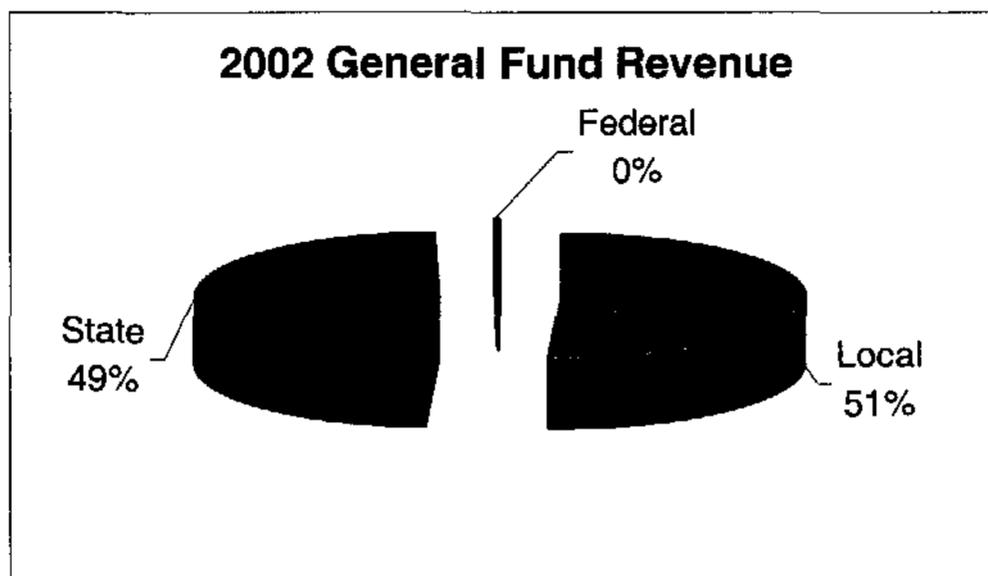
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2002**

Table III  
General Fund Revenue  
Year-ended June 30, 2002 and June 30, 2001  
(In Millions)

<u>REVENUE</u>	<u>2002</u>	<u>2001</u>	<u>Increase (Decrease)</u>
<u>Local Revenue</u>			
Ad Valorem Taxes	\$80.2	\$75.8	\$4.4
Sales and Use Tax	66.7	65.4	1.3
Earnings on Investment	0.9	1.6	(0.7)
Extended Day Program Tuition	0.4	0.5	(0.1)
Other	<u>2.7</u>	<u>2.0</u>	<u>0.7</u>
Total Local Revenue	\$150.9	\$145.3	\$5.6
<u>State Sources</u>			
Unrestricted Grants-In-Aid, MFP	\$138.7	\$130.3	\$8.4
Revenue Sharing	3.9	3.8	0.1
Restricted Grants-In-Aid	<u>3.3</u>	<u>4.1</u>	<u>(0.8)</u>
Total State Sources	\$145.9	\$138.2	\$7.7
<u>Federal</u>	\$0.7	\$0.5	\$0.2
<u>Total Revenues</u>	<u>\$297.6</u>	<u>\$284.1</u>	<u>\$13.5</u>

*For more detailed information see Page 36.*



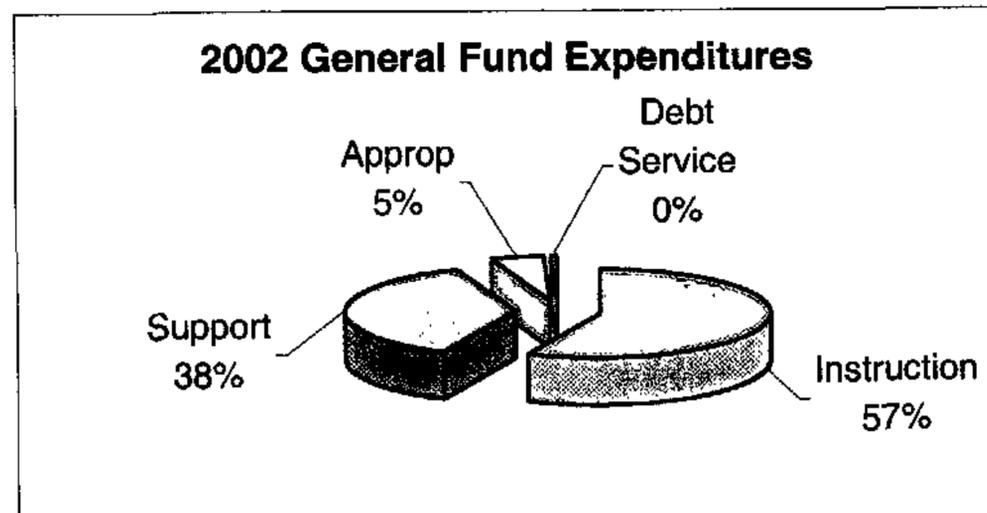
East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

Table IV  
General Fund Revenue  
Year-ended June 30, 2002 and June 30, 2001  
(In Millions)

<u>EXPENDITURES</u>	<u>2002</u>	<u>2001</u>	<u>Increase (Decrease)</u>
<u>Instruction</u>			
Regular Education Programs	\$104.5	\$103.4	\$1.1
Special Education Programs	44.7	43.0	2.8
Other Education Programs	12.5	12.7	(0.2)
<u>Support</u>			
Pupil Support Services	\$15.3	\$15.2	(\$0.2)
Instructional Staff Services	7.8	10.0	(2.2)
General Administration Services	8.0	7.5	0.5
School Administration Services	17.1	17.2	(0.1)
Business and Central Services	6.7	7.7	(1.0)
Plant Operation and Maintenance	33.0	39.1	(7.1)
Transportation	18.8	21.1	(2.3)
<u>Appropriations</u>			
Charter School	\$2.3	\$2.3	\$0.0
Consent Decree	12.0	9.9	2.1
<u>Debt Service</u>			
Principal	\$1.2	\$1.0	\$0.2
Interest	0.1	0.1	0.0
<u>Total Expenditures</u>	<u>\$284.0</u>	<u>\$291.4</u>	<u>(\$7.4)</u>

For more detailed information see Page 36.



East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

*Capital Assets*

At June 30, 2002, the School Board has approximately \$122.0 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirements of assets during the year, depreciation of depreciable assets for the year, and changes in accounting thresholds for capitalization. Table V shows the net book value of capital assets at the end of the 2002 and 2001 fiscal years.

Table V  
Capital Assets at  
June 30, 2002 and June 30, 2001  
(In Millions)

	<u>2002</u>	<u>2001</u>
Land	\$8.6	\$8.9
Buildings and Improvements	54.4	38.7
Furniture and Equipment	8.1	9.8
Construction in Progress	<u>50.9</u>	<u>14.3</u>
Totals	<u>\$122.0</u>	<u>\$71.7</u>

*For more detailed information see Page 25.*

During the current year, additions of \$75.7 million of fixed assets were capitalized while \$24.7 million were deleted. Depreciation for the year-ended June 30, 2002 was \$3.2 million for buildings and improvements and \$4.1 million for furniture and equipment. Major construction and renovation projects will continue for the 2002-2003 fiscal year and will be funded with the 0.51% Proposition 1 "pay-as-you go" sales tax approved by the voters in 1998 for a five-year period. As mentioned earlier, Northeast Elementary held its' Open House on May 23, 2002 and will open for students in August 2002 at a cost of approximately \$10.4 million. This cost will be capitalized and depreciated over an expected life of 50 years. Northeast Elementary is the first new school facility completed in this school district in over 25 years.

***Debt***

At June 30, 2002, the School Board had outstanding QZAB notes payable of \$2.2 million that are scheduled for repayment by November 2015. The School Board also had \$1.9 million in capital lease at June 30, 2002 scheduled for repayment by June 2005. In accordance with LSA-R.S.39: 562 (L), the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of the taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2002, the statutory limit is \$609,364,555.

Other long-term obligations include accrued sick leave and annual leave. The balance at June 30, 2002 of both current and long-term obligations was \$18.3million.

East Baton Rouge Parish School System  
Baton Rouge, Louisiana

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2002**

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

The financial well being of the School Board is tied in a large measure to the State funding formula and the sales and property tax base. Following many years of economic expansion in the Baton Rouge economy, driven by retail sales and employment increases, retail sales have been suppressed since late 1999. This is compared to annual retail sales increases in excess of 5.0% for several years prior to that time. Actual sales tax collections for the fiscal year-ended June 30, 2002 reflect an increase of 2% from the prior year, which is the first increase since 1999. A steady increase in car sales contributed to this increase.

The initial fund balance projected for the General Fund for the fiscal year-ended June 30, 2003 is \$12.2 million, following \$12.8 million in budget reductions. The actual fund balance for fiscal year-ended 2001-2002 was an improvement when compared with final projections. As a result the 2002-2003 projected fund balance will increase by approximately \$6.0 million. The recently reported October 1, 2002 student enrollment figure of 51,132 students (excludes Pre-Kindergarten) is 868 students more than projected for MFP funding in the 2002-2003 General Fund Budget and 191 students less than the prior year. Based on the current average per pupil estimate, this will increase MFP funds by approximately \$2.4 million. MFP funding excludes Pre-Kindergarten enrollment. Additional expenditure reductions will be necessary for the adverse financial impact of approximately \$10.7 million associated with the City of Baker and Zachary School System's separation from this district in the fall of 2003. In addition, an increase in health care premiums will also be necessary for the next budget year. This will result in a continued need to contain costs and seek other expenditure reductions. The current state of the nation may result in a further deterioration of the sales tax base and a subsequent reduction in the General Fund Revenue.

**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT**

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



Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



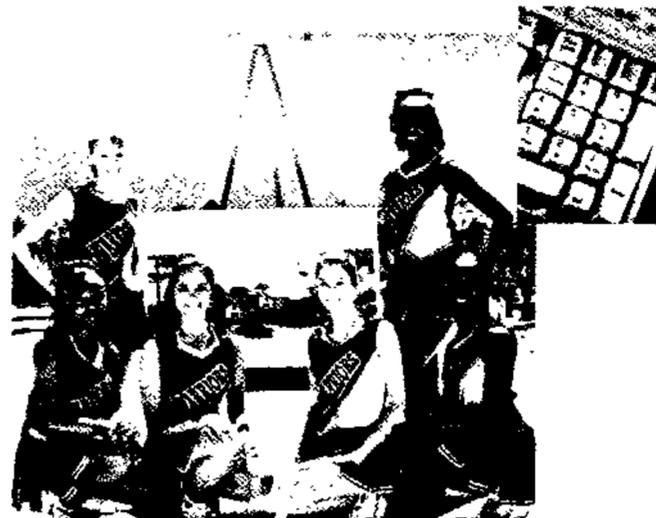
Northeast High School - under construction



# Comprehensive Annual Financial Report

# Basic Financial Statements

Basic Financial Statements



**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**STATEMENT OF NET ASSETS**

**JUNE 30, 2002**

**(With comparative totals for June 30, 2001)**

**ASSETS**

	<u>2002</u>	<u>2001</u>
Cash and cash equivalents	\$ 65,050,190	\$ 65,417,953
Receivables		
Accounts	558,598	1,201,063
Sales tax	12,478,108	11,683,805
Ad valorem tax	1,372,547	1,591,114
Due from governments	15,769,584	15,338,917
Inventory	2,954,646	2,682,763
Capital Assets		
Land and construction in progress	59,543,683	23,237,906
Buildings and equipment, net of accumulated depreciation	62,515,236	48,439,169
<b>TOTAL ASSETS</b>	<b><u>\$ 220,242,592</u></b>	<b><u>\$ 169,592,690</u></b>

**LIABILITIES AND NET ASSETS**

**LIABILITIES**

Accounts, salaries and other payables	\$ 8,086,904	\$ 8,850,323
Deferred revenues	753,599	579,596
Claims payable	15,644,177	11,279,202
Due to external parties (fiduciary fund)	8,837,020	9,163,965
Long-term liabilities		
Due within one year	3,393,298	2,839,774
Due in more than one year	19,093,328	16,615,767
<b>TOTAL LIABILITIES</b>	<b><u>\$ 55,808,326</u></b>	<b><u>\$ 49,328,627</u></b>

**NET ASSETS**

Invested in capital assets, net of related debt	\$ 117,937,595	\$ 70,772,075
Restricted for:		
Capital improvements	20,009,200	33,794,282
Compensation	16,749,863	13,437,951
Other	4,647,459	4,017,395
Unrestricted	5,090,149	(1,757,640)
<b>TOTAL NET ASSETS</b>	<b><u>\$ 164,434,266</u></b>	<b><u>\$ 120,264,063</u></b>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2002**

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
	<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in Net</u>	
		<u>Contributions</u>	<u>Contributions</u>	<u>Assets</u>	
				<u>Governmental</u>	
				<u>Unit</u>	
<b><u>Functions/Programs</u></b>					
<b>Instruction:</b>					
Regular education programs	\$ 131,388,055	\$ 1,493,022	\$ 3,582,091	\$ -	\$ (126,312,942)
Special education programs	53,709,898	684,472	3,235,404	-	(49,790,022)
Other education programs	39,352,603	1,013,731	22,400,398	681,365	(15,257,109)
<b>Support Services:</b>					
Pupil support services	20,235,682	219,178	1,914,077	-	(18,102,427)
Instructional staff services	13,756,543	118,772	3,668,812	-	(9,968,959)
General administration services	8,615,549	10,204	-	-	(8,605,345)
School administration services	18,683,964	209,790	301,438	-	(18,172,736)
Business and central services	7,434,464	42,856	257,851	-	(7,133,757)
Plant operation and maintenance	34,775,378	328,563	718,794	-	(33,728,021)
Transportation	21,975,939	657,756	1,478,545	-	(19,839,638)
Child Nutrition	26,804,429	4,391,685	16,931,461	-	(5,481,283)
Appropriation - charter schools	2,494,800	8,163	-	-	(2,486,637)
Interest on long-term debt	49,595	-	-	-	(49,595)
<b>Total Governmental Activities</b>	<b>379,276,899</b>	<b>9,178,192</b>	<b>54,488,871</b>	<b>681,365</b>	<b>(314,928,471)</b>
<b>General Revenues</b>					
<b>Taxes:</b>					
Ad-Valorem taxes					81,549,651
Sales and use taxes					125,380,879
State revenue sharing					3,934,795
<b>Grants and contributions not restricted to specific purposes:</b>					
Minimum Foundation Program					143,066,171
Interest and investment earnings					2,016,482
Miscellaneous					3,150,696
					<u>359,098,674</u>
					<u>44,170,203</u>
					<u>120,264,063</u>
					<u>\$ 164,434,266</u>

The accompanying notes are an integral part of this statement.



**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GOVERNMENTAL FUNDS**

**Balance Sheet**

**JUNE 30, 2002**

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 34,638,714	\$ -	\$ 14,071,807
Receivables:			
Accounts	205,437	13,171	159,937
Sales tax	6,583,080	-	3,094,581
Ad valorem tax	1,372,547	-	-
Due from other funds	-	-	3,248,532
Due from other governments	879,230	2,035,158	-
Inventory	2,687,177	-	-
	<u>\$ 46,366,185</u>	<u>\$ 2,048,329</u>	<u>\$ 20,574,857</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 2,349,604	\$ 262,584	\$ 2,299,491
Salaries and benefits payable	2,137,538	-	-
Due to other funds	19,489,930	1,555,186	-
Deferred revenues	259,127	230,559	-
	<u>24,236,199</u>	<u>2,048,329</u>	<u>2,299,491</u>
Fund balances:			
Reserved for inventory	2,687,177	-	-
Reserved for encumbrances	5,110,143	-	27,607,952
Unreserved, reported in:			
General Fund:			
Designated for costs required under consent decree	1,080,289	-	-
Undesignated	13,252,377	-	-
Special Revenue Fund	-	-	-
Capital Projects Fund	-	-	(9,332,586)
	<u>22,129,986</u>	<u>-</u>	<u>18,275,366</u>
	<u>\$ 46,366,185</u>	<u>\$ 2,048,329</u>	<u>\$ 20,574,857</u>

The accompanying notes are an integral part of this statement.

Proposition 2 Discipline	Proposition 3 Compensation	Child Nutrition	Other Governmental	Total
\$ 3,101,458	\$ 8,567,390	\$ 5,021	\$ 1,195,000	\$ 61,579,390
-	2,306,988	93	-	2,685,626
493,459	-	-	-	10,171,120
-	-	-	-	1,372,547
-	5,914,104	2,621,862	1,827,936	13,612,434
-	-	1,884,547	10,970,649	15,769,584
-	-	267,469	-	2,954,646
<u>\$ 3,594,917</u>	<u>\$ 16,788,482</u>	<u>\$ 4,778,992</u>	<u>\$ 13,993,585</u>	<u>\$ 108,145,347</u>
\$ 8,541	\$ 38,619	\$ 124,178	\$ 681,533	\$ 5,764,550
-	-	-	20,204	2,157,742
19,206	-	-	9,891,642	30,955,964
-	-	210,246	53,667	753,599
<u>27,747</u>	<u>38,619</u>	<u>334,424</u>	<u>10,647,046</u>	<u>39,631,855</u>
-	-	57,223	-	2,744,400
-	-	3,396,091	-	36,114,186
-	-	-	-	-
-	-	-	-	1,080,289
-	-	-	-	13,252,377
3,567,170	16,749,863	991,254	3,346,539	24,654,826
-	-	-	-	(9,332,586)
<u>3,567,170</u>	<u>16,749,863</u>	<u>4,444,568</u>	<u>3,346,539</u>	<u>68,513,492</u>
<u>\$ 3,594,917</u>	<u>\$ 16,788,482</u>	<u>\$ 4,778,992</u>	<u>\$ 13,993,585</u>	<u>\$ 108,145,347</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2002**

Total Fund Balances at June 30, 2002 - Governmental Funds		\$ 68,513,492
Cost of capital assets at June 30, 2002	\$ 221,467,745	
Less: Accumulated Depreciation as of June 30, 2002:		
Buildings	(72,378,640)	
Movable property	<u>(27,030,186)</u>	122,058,919
Consolidation of internal service funds		(3,651,519)
Elimination of interfund assets and liabilities		
Due from other funds	(22,118,944)	
Due to other funds	<u>22,118,944</u>	-
Long-term liabilities at June 30, 2002:		
Bonds Payable	(2,209,091)	
Capital Lease	(1,912,233)	
Compensated absences payable	<u>(18,365,302)</u>	<u>(22,486,626)</u>
Total net assets at June 30, 2002 - Governmental Activities		<u><u>\$ 164,434,266</u></u>

The accompanying notes are an integral part of this statement.



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	General	Title I	Proposition 1 Capital Projects	Proposition 2 Discipline
<b><u>REVENUES</u></b>				
Local sources:				
Ad valorem taxes	\$ 80,229,776	\$ -	\$ -	\$ -
Sales and use tax	66,670,948	-	29,922,142	4,693,541
Earnings on investments	943,905	-	640,490	61,969
Extended Day Program tuition	386,122	-	-	-
Other	2,886,903	-	681,365	-
State sources:				
Unrestricted grants-in-aid, MFP	138,731,256	-	-	-
Revenue sharing	3,934,795	-	-	-
Restricted grants-in-aid	3,252,118	-	-	-
Federal grants	520,013	13,566,970	-	-
<b>TOTAL REVENUES</b>	<b>297,555,836</b>	<b>13,566,970</b>	<b>31,243,997</b>	<b>4,755,510</b>
<b><u>EXPENDITURES</u></b>				
Current:				
Instruction:				
Regular education programs	104,497,036	-	-	2,444,071
Special education programs	44,689,680	-	-	100,941
Other education programs	12,560,720	12,576,922	-	12,114
Support:				
Pupil support services	15,325,683	135,215	-	862,819
Instructional staff services	7,773,200	1,682,605	312,871	122,529
General administration services	7,968,709	6,882	289,776	46,918
School administration services	17,125,946	-	-	137,170
Business and central services	6,677,296	46,124	-	-
Plant operation and maintenance	33,014,060	184,541	-	248,139
Transportation	18,855,883	87,526	-	40,986
Child Nutrition	-	-	-	-
Appropriation-Charter schools	2,286,951	-	-	-
Consent Decree	12,011,102	-	-	-
Facility acquisition and construction	-	-	47,360,267	-
Debt service - Principal	1,183,525	500,000	-	-
Debt service - Interest	70,299	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>284,040,090</b>	<b>15,219,815</b>	<b>47,962,914</b>	<b>4,015,687</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>13,515,746</b>	<b>(1,652,845)</b>	<b>(16,718,917)</b>	<b>739,823</b>

The accompanying notes are an integral part of this statement.

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Other Governmental</u>	<u>Total</u>
\$ -	\$ -	\$ 1,319,875	\$ 81,549,651
24,094,248	-	-	125,380,879
288,104	-	-	1,934,468
-	-	-	386,122
-	4,125,978	848,361	8,542,607
-	4,334,915	-	143,066,171
-	-	-	3,934,795
-	-	5,597,434	8,849,552
-	16,931,461	14,620,875	45,639,319
<u>24,382,352</u>	<u>25,392,354</u>	<u>22,386,545</u>	<u>419,283,564</u>
10,434,252	-	3,256,128	120,631,487
3,968,742	-	3,633,397	52,392,760
874,888	-	12,649,878	38,674,522
1,551,409	-	1,970,926	19,846,052
705,856	-	2,552,278	13,149,339
258,667	-	-	8,570,952
1,004,182	-	58,166	18,325,464
347,069	-	236,152	7,306,641
1,076,350	-	694,792	35,217,882
849,025	-	301,044	20,134,464
-	26,175,170	-	26,175,170
-	191,594	-	2,478,545
-	-	-	12,011,102
-	-	-	47,360,267
-	-	-	1,683,525
-	-	-	70,299
<u>21,070,440</u>	<u>26,366,764</u>	<u>25,352,761</u>	<u>424,028,471</u>
<u>3,311,912</u>	<u>(974,410)</u>	<u>(2,966,216)</u>	<u>(4,744,907)</u>
			(continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Proceeds from issuance of long-term debt	\$ -	\$ 2,649,849	\$ -	\$ -
Transfers in	1,775,367	-	1,200,000	-
Transfers out	(3,738,268)	(997,004)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,962,901)</u>	<u>1,652,845</u>	<u>1,200,000</u>	<u>-</u>
<b><u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES</u></b>				
	11,552,845	-	(15,518,917)	739,823
Fund balances, June 30, 2001	<u>10,577,141</u>	<u>-</u>	<u>33,794,283</u>	<u>2,827,347</u>
FUND BALANCES, JUNE 30, 2002	<u>\$ 22,129,986</u>	<u>\$ -</u>	<u>\$ 18,275,366</u>	<u>\$ 3,567,170</u>

The accompanying notes are an integral part of this statement.

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Other Governmental</u>	<u>Total</u>
\$ -	\$ -	\$ 2,250,000	\$ 4,899,849
-	-	2,761,459	5,736,826
-	(77,000)	(924,554)	(5,736,826)
-	(77,000)	4,086,905	4,899,849
3,311,912	(1,051,410)	1,120,689	154,942
13,437,951	5,495,978	2,225,850	68,358,550
<u>\$ 16,749,863</u>	<u>\$ 4,444,568</u>	<u>\$ 3,346,539</u>	<u>\$ 68,513,492</u> (concluded)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS -**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE TO STATEMENT OF ACTIVITIES**  
**FISCAL YEAR ENDED JUNE 30, 2002**

Excess of Revenues and Other Financing Sources over Expenditures and Other Uses - Total Governmental Funds		\$ 154,942
Capital Assets:		
Capital outlay and other expenditures capitalized	\$ 57,728,895	
Depreciation expense for year ended June 30, 2002	<u>(7,347,049)</u>	50,381,846
Change in net assets of internal service funds		(3,356,205)
Long Term Debt:		
Proceeds of long -term debt, recorded as liability	(4,899,849)	
Principal portion of debt service payments	1,683,525	
Excess of interest paid over interest accrued	20,706	
Excess of compensated absences used over amounts earned	<u>185,238</u>	<u>(3,010,380)</u>
Change in Net Assets - Governmental Activities		<u>\$ 44,170,203</u>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**PROPRIETARY FUNDS - INTERNAL SERVICE**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2002**

	<u>Internal Service Funds</u>
<b><u>ASSETS</u></b>	
Cash and cash equivalents	\$ 3,470,800
Due from other funds	8,506,510
Reimbursements receivable	<u>179,960</u>
TOTAL ASSETS	<u>\$ 12,157,270</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>	
Liabilities:	
Accounts payable	\$ 164,612
Claims payable	<u>15,644,177</u>
TOTAL LIABILITIES	<u>15,808,789</u>
Net Assets:	
Unrestricted	<u>(3,651,519)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 12,157,270</u>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**PROPRIETARY FUNDS - INTERNAL SERVICE**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Internal Service Funds</u>
<b><u>OPERATING REVENUES</u></b>	
Premiums received	\$ 60,771,225
TOTAL OPERATING REVENUES	<u>60,771,225</u>
<b><u>OPERATING EXPENSES</u></b>	
Claims expense	58,804,456
Insurance premiums	2,596,518
Administrative fees	<u>2,808,467</u>
TOTAL OPERATING EXPENSES	<u>64,209,441</u>
NET OPERATING INCOME	(3,438,216)
<b><u>NON-OPERATING REVENUES</u></b>	
Interest income	<u>82,011</u>
TOTAL NON-OPERATING INCOME	<u>82,011</u>
Change in net assets	(3,356,205)
Net Assets, at June 30, 2001	<u>(295,314)</u>
<b>NET ASSETS, AT JUNE 30, 2002</b>	<b><u><u>\$ (3,651,519)</u></u></b>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**PROPRIETARY FUNDS - INTERNAL SERVICE**  
**STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Internal Service Funds</u>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>	
Cash premiums received	\$ 61,162,101
Cash paid in claims and benefits	(57,035,999)
Cash paid for expenses	(3,095,644)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>1,030,458</u>
 <b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u></b>	
Advances from other funds	<u>53,456</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>53,456</u>
 <b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>	
<u>Interest Income</u>	<u>82,011</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>82,011</u>
NET INCREASE IN CASH	1,165,925
Cash at beginning of year	<u>2,304,875</u>
Cash at end of year	<u>\$ 3,470,800</u>
 <b><u>Reconciliation of operating income (loss) to net cash provided (used) by operating activities</u></b>	
Operating Income (loss)	\$ (3,438,216)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Changes in:	
Reimbursement receivables	390,876
Accounts and claims payable	<u>4,077,798</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 1,030,458</u>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2002**

	<u>Agency Funds</u>
<b><u>ASSETS</u></b>	
Cash and cash equivalents	\$ 5,491,468
Accounts receivable	101,210
Due from other funds	<u>8,837,020</u>
TOTAL ASSETS	<u><u>\$ 14,429,698</u></u>
<b><u>LIABILITIES</u></b>	
Benefits payable	\$ 2,010,344
Salaries payable	5,156,485
Payroll withholdings payable	1,771,401
Amounts held for other groups	<u>5,491,468</u>
TOTAL LIABILITIES	<u><u>\$ 14,429,698</u></u>

The accompanying notes are an integral part of this statement.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

1. **GENERAL INFORMATION**

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

The school system is composed of a central office, 101 schools and 11 support facilities. Student enrollment as of October 2001 was approximately 52,300. The School Board employs approximately 7,300 persons, approximately 4,400 of whom are directly involved in the instructional process. The remainder provide ancillary support such as general administration, repair and maintenance, bus transportation and food service. The regular school term normally begins during the latter half of August and is completed in the end of May.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, issued in June 1999. The following is a summary of the School Board's significant policies:

A. **Financial Reporting Entity**

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

B. **Basis of Presentation**

The School Board's *Basic Financial Statements* consist of the government-wide statements on all of the non-fiduciary activities and the fund financial statements (individual major fund and combined non-major fund). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units. Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for their proprietary funds, subject to the same limitation. The School Board has elected not to follow subsequent private-sector guidance.

**Government-Wide Financial Statements**

The government-wide financial statements include the statement of net assets and the statement of activities for all non-fiduciary activities. As a general rule, the effect of interfund activity has been removed from these statements. Exceptions to the general rule are advances between fiduciary funds and the various functions of the School Board. The government-wide presentation focuses primarily on the sustainability of the School Board as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

All programs of the School Board are considered *Governmental Activities* which normally are supported by taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Program revenues included in the Statement of Activities are derived 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.

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 separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Fund Financial Statements**

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

The fund financial statements are very similar to the traditional government fund statements as presented by governments prior to the issuance of GASB 34. Emphasis is now on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column. All funds of the School Board are categorized as governmental activities.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

B. **Basis of Presentation** (continued)

**Fund Financial Statements** (continued)

The daily accounts and operations of the School Board continue to be organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

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

**Governmental Fund Types:**

The School Board reports the following governmental funds as major funds:

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

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

*Proposition 1 - Capital Projects Fund* - The Proposition 1 fund accounts for the proceeds of a .51 cent sales tax approved as part of a plan to improve school facilities. The intent of the plan tax is to improve infrastructure in an effort to provide a "safe and dry" environment for the students, staff, and public in the school system.

*Proposition 2- Discipline Funds* - The proposition 2 fund accounts for the proceeds of a .08 cent sales tax approved as part of a plan to improve discipline in the schools. The intent of the plan is to remove disruptive and academically deficient students from the regular education classroom, reduce truancy and provide more effective alternative education.

*Proposition 3 Compensation Fund* - The proposition 3 fund accounts for the proceeds of a .41 cent sales tax approved as part of a plan to improve compensation. The intent of the plan is to improve ability to recruit and retain certified and qualified teachers, assistant principals and principals; to have more productive support employees; and to have the ability to reward performance that meets and/or exceeds standards.

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

**Proprietary Fund Type:**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

B. **Basis of Presentation** (continued)

**Fund Financial Statements** (continued)

**Fiduciary Fund Types:**

*Agency Funds* - Agency Funds are used to account for assets held by the School Board as an agent for individuals, private organizations or other governmental units and/or other funds. The School Board employs two separate Agency funds, one fund accounts for the transactions of the student activity accounts maintained at the schools, and another to account for voluntary and mandatory payroll withholdings.

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

**Government-Wide Financial Statements (GWFS)**

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

**Fund Financial Statements (FFS)**

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

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

Governmental and Agency Funds are accounted for on the modified accrual basis of accounting. The following paragraphs describe the revenue recognition practices under that basis.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

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

**Revenues**

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. Charges for services, fines and forfeits, and most governmental miscellaneous revenues, including investment earnings are recorded as earned since they are measurable and available. The School Board's definition of available means expected to be received within sixty days of the end of the fiscal year.

Non-exchange transactions, in which the School Board received value without directly giving value in return, includes sales tax, property tax, special assessments, grants, entitlements, and donations. Property taxes are considered measurable in the calendar year of the tax levy if collected soon enough to meet the availability criteria. Sales taxes and gross receipts business taxes are considered "measurable" when the underlying transaction occurs and meets the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Special Assessments are recognized as revenues only to the extent that individual installments are considered current assets in the governmental fund types. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

**Expenditures**

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

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

D. **Budget and Budgetary Accounting**

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

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

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

D. **Budget and Budgetary Accounting** (continued)

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

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

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

E. **Encumbrances**

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

F. **Cash and Cash Equivalents**

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

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

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

G. **Inventory**

**Government-Wide Level**

Inventory is stated at average cost and consists of expendable supplies held for consumption. The costs of inventory items are recognized as expenses when used.

**Fund Level**

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

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

H. **Capital Assets**

All capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The School Board maintains threshold levels for capitalizing capital assets as follows:

Movable capital assets with a cost of \$5,000 or more per unit.

All land and land improvements with a cost of \$25,000 or more.

Buildings and building improvements that extend the useful life of a building with a cost of \$25,000 or more.

Capital assets are recorded in the GWFS, but are not reported in the FFS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 5 to 20 years for equipment, 10 to 20 years for building and land improvements, and 25 to 50 years for buildings.

I. **Reserves and Designations**

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

J. **Interfund Transactions**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

K. **Compensated Absences**

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

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

All amounts reported are salary related, and include no fringe benefits since the amount of said benefits would be immaterial.

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

L. **Estimates**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**3. DEPOSITS AND INVESTMENTS**

**Deposits**

At year end, the carrying amount of the School Board's deposits was \$40,999,536 and the bank balance was \$47,810,541. Of the bank balance, \$505,997 was insured by federal depository insurance, \$156,516 was insured or collateralized by securities held by the School Board or by its agent in the name of the School Board (GASB Category 1), \$47,101,733 was collateralized by securities held by the pledging financial institutions' trust department or agent in the name of the School Board (GASB Category 2), and \$46,295 was collateralized by securities held by the financial institutions' or by its trust department or agent, but not in the School Board's name (GASB Category 3). Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies; obligations of the State of Louisiana and its municipalities and school districts.

**Investments**

The School Board also invested \$29,542,122 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB codification section I50.126, LAMP investments are not categorized among the three risk categories as provided by GASB codification section I50.125 because the investment is not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., which is a nonprofit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP deposits may be redeemed at par at any time without penalty or loss of interest. Due to the short-term nature of the LAMP portfolio and the immediate access at par feature, investments in LAMP are considered cash equivalents by the School Board.

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

**4. AD VALOREM TAXES**

Ad valorem taxes were levied by the School Board on September 6, 2001 for the calendar year 2002, based on the assessed valuation of property as of January 1 of the calendar year. The taxes become due on December 1 of each year, and become delinquent on December 31. However, before the taxes can be collected, the assessment list (tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed in the parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31<sup>st</sup> day of December of the current year for the payment of the tax due on it. The taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the East Baton Rouge Parish Tax Collector Office, which is a division of the East Baton Rouge Parish Sheriff's Department. If taxes are not paid within the period stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School Board's fiscal year.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

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

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

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

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**5. CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2002 are as follows:

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Process</u>	<u>Total</u>
Cost at June 30, 2001	\$ 8,892,293	\$ 114,546,736	\$ 32,673,817	\$ 14,345,613	\$ 170,458,459
Additions	8,225	22,250,615	2,505,501	50,959,235	75,723,576
Deletions	( 316,070)	( 10,024,965)	( 27,642)	( 14,345,613)	( 24,714,290)
Cost at June 30, 2002	<u>8,584,448</u>	<u>126,772,386</u>	<u>35,151,676</u>	<u>50,959,235</u>	<u>221,467,745</u>
Depreciation:					
Accumulated depreciation, June 30, 2001	-	75,882,579	22,898,805	-	98,781,384
Additions	-	3,215,669	4,131,381	-	7,347,050
Deductions	( - )	( 6,719,608)	( - )	( - )	( 6,719,608)
Accumulated depreciation, June 30, 2002	<u>-</u>	<u>72,378,640</u>	<u>27,030,186</u>	<u>-</u>	<u>99,408,826</u>
Capital assets, net of accumulated depreciation, at June 30, 2002	<u>\$ 8,584,448</u>	<u>\$ 54,393,746</u>	<u>\$ 8,121,490</u>	<u>\$ 50,959,235</u>	<u>\$ 122,058,919</u>

Depreciation expense for the year ended June 30, 2002 was charged to the following governmental functions:

**Instruction:**

Regular education programs	\$ 5,162,353
Special education programs	88,497
Other educational programs	200,163

**Support:**

Instructional staff services	131,839
Business and central services	59,490
Plant operation and maintenance	114,486
Transportation	1,439,710
Child nutrition	<u>150,511</u>
	<u>\$ 7,347,050</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**6. DEFINED BENEFIT PENSION PLANS**

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

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

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

*Funding Policy* - Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2002, for the School Board and covered employees were as follows:

	<u>School Board</u>	<u>Employees</u>
Teachers' Retirement System:		
Regular Plan	13.10%	8.00%
Plan A	13.10%	9.10%
School Employees' Retirement System	-	7.50%

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

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

	<u>2002</u>	<u>2001</u>	<u>2000</u>
Teachers' Retirement System:			
Regular Plan	\$ 23,143,115	\$ 24,713,719	\$ 24,655,346
Plan A	405,265	465,250	609,838
School Employees' Retirement System	-	-	-

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**7. POST EMPLOYMENT BENEFITS**

In accordance with state statutes, the School Board provides certain postemployment health care and life insurance benefits to its retired employees. Substantially all of the School Board's employees may become eligible for such benefits upon reaching retirement age. For the year ended June 30, 2002, the School Board paid approximately 90% of the health insurance premiums for retired employees. Retirees contribute 10% of the retiree only coverage and one-half of the cost of dependent coverage. Retirees who are eligible for Parts A and B of Medicare are exempt from the 10% contribution. The cost of retirement health care is recognized as an expenditure as premiums are paid. For fiscal year 2002, the School Board's cost for providing all health care and life insurance benefits to the 4,241 retired employees and their dependents amounted to \$17,724,047.

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

**8. LONG-TERM OBLIGATIONS**

The following is a summary of the changes in general long-term obligations for the year ended June 30, 2002:

	<u>Compensated Absences</u>	<u>Notes Payable</u>	<u>Capital Lease</u>	<u>Total</u>
Balance at July 1, 2001	\$ 18,550,541	\$ 905,000	\$ -	\$ 19,455,541
Additions	6,410,613	2,250,000	2,649,849	11,310,462
Deductions	( 6,595,852)	( 945,909)	( 737,616)	( 8,279,377)
Balance at June 30, 2002	<u>\$ 18,365,302</u>	<u>\$ 2,209,091</u>	<u>\$ 1,912,233</u>	<u>\$ 22,486,626</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2002:

	<u>Compensated Absences</u>	<u>Notes Payable</u>	<u>Capital Lease</u>	<u>Total</u>
Current	\$ 2,612,429	\$ 163,636	\$ 617,233	\$ 3,393,298
Long-Term	<u>15,752,873</u>	<u>2,045,455</u>	<u>1,295,000</u>	<u>19,093,328</u>
Total	<u>\$ 18,365,302</u>	<u>\$ 2,209,091</u>	<u>\$ 1,912,233</u>	<u>\$ 22,486,626</u>

For the purpose of renovations, the School Board issued \$2,250,000 of interest free notes payable through the federally funded Qualified Zone Academy Bond Program. Principal payments in the amount of \$40,909 are scheduled quarterly over a 15 year period ending November 1, 2015.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

8. **LONG-TERM DEBT** (continued)

The payments due under the terms of the notes payable as of June 30th are scheduled to occur as follows:

	<u>Payment Amount</u>
2003	\$ 163,636
2004	163,636
2005	163,636
2006	163,636
2007	163,636
2008-2012	818,182
2013-2016	<u>572,729</u>
	<u>\$ 2,209,091</u>

For the purpose of purchasing instructional software, the School Board approved a \$2,649,849 capital lease agreement bearing interest at 3.234%. Principal and interest payments in the amount of \$679,080 are scheduled annually over a 4 year period ending June 30, 2005.

Obligations under capital leases at June 30, 2002, were as follows:

<u>Year Ended December 31,</u>	<u>Total</u>
2003	\$ 679,080
2004	679,080
2005	<u>679,080</u>
Total minimum lease payments	2,037,240
Less: Amount representing interest costs	( 125,007)
Present value of minimum lease payments	<u>\$ 1,912,233</u>

In accordance with LSA-R.S. 39:562(L), the School Board is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2002, the statutory limit is \$609,364,555.

9. **SHORT-TERM DEBT**

The School Board issues revenue anticipation notes in advance of property tax collections, depositing the proceeds in its general fund. These notes are necessary because the School Board's Ad Valorem tax collections are received primarily in December-March. The notes were issued in October 2001, at interest rate of 3.26% and were repaid in March 2002.

Short-term debt activity for the year ended June 30, 2002, was as follows (amounts in 000s):

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Revenue anticipation notes	\$ -0-	\$ 5,000,000	(\$ 5,000,000)	\$ -0-

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
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**NOTES TO FINANCIAL STATEMENTS**

**10. DUE TO/FROM OTHER FUNDS**

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

Individual balances due to/from other funds at June 30, 2002, are as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
<b>Governmental Fund Types:</b>		
General Fund	\$ -	\$ 19,489,930
Title I	-	1,555,186
Title VI	-	1,790,452
Title VII	-	166,135
Title II	-	122,836
Title V	-	13,662
Special Education	-	1,619,245
Gear Up Baton Rouge	-	255,357
AmeriCorps	-	49,700
Alcohol and Drug Abuse	562,191	-
Career and Technical Education	-	938,905
Early Childhood	-	262,004
Continuing Education	-	577,510
Title IV	-	244,059
Sales Tax Proposition #2 (Discipline)	-	19,206
Sales Tax Proposition #3 (Compensation)	5,914,104	-
Sales Tax Proposition #1 (Facility Enhancements)	3,248,532	-
Local Foundations	300,516	-
Learn and Serve	3,149	-
Direct Federal	-	353,885
Child Nutrition	2,621,862	-
Summer School	399,868	-
WBRH Radio Station Training Program	23,378	-
Serve! Baton Rouge	-	50,650
State Grants	-	2,802,332
Gateway School to Career Regional Partnership	-	37,388
Technology Literacy Challenge (Title III)	-	584,414
TANF Pre-GED	-	23,108
Qualified Zone Academy Bond Program	538,834	-
<b>Fiduciary Fund Types</b>		
Consolidated Payroll	8,837,020	-
<b>Proprietary Fund Types</b>		
Workmen's Compensation Fund	1,670,090	-
Risk Management	3,060,829	-
Group Health Insurance	3,775,591	-
TOTAL	<u>\$ 30,955,964</u>	<u>\$ 30,955,964</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**11. LITIGATION AND CONTINGENCIES**

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

**Consent Decree**

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

Time Out Room Moderators	\$ 534,224
Textbooks	11,352
Materials of Instruction/Staff Development	48,963
Library Books	267,464
Technology	193,440
Instructional Equity Account	852,069
Racially Identifiable- Black Schools (Y-Factor)	4,306,607
Facility Enhancements	818,101
New Magnet Programs	3,840,359
Middle School Reform	8,307
Special Education Assistance	39,115
Facility Remediation	<u>1,091,110</u>
	<u>\$ 12,011,102</u>

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

**Federal Grants**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**11. LITIGATION AND CONTINGENCIES (continued)**

**Secession of Districts**

Two geographical areas which are currently governed by the School Board have formed their own separate corporate bodies and will operate as independent school districts potentially as early as fall 2003. These geographical areas encompass nine schools that currently enroll approximately 5,400 students. The anticipated impact to the School Board is a net outflow (loss of revenue exceeding eliminated expenditures) of \$10.7 million. Expenditure reductions of approximately \$12.8 million are included in the fiscal year 2002-2003 General Fund budget to prepare for the adverse impact.

**12. COMMITMENTS**

At June 30, 2002, the School Board had construction commitments of approximately \$27.6 million. The majority of these commitments will ultimately be paid out of the capital projects fund.

**13. INTERFUND TRANSFERS**

Interfund transfers for the year ended June 30, 2002, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,775,367	\$ 3,738,268
Child Nutrition	-	77,000
Title I	-	997,004
Capital Projects Fund	1,200,000	-
Non-major funds:		
Alcohol & Drug Abuse	-	8,908
Continuing Education	-	27,890
State Grants	2,611,459	30,839
Special Education	-	571,007
Title IV	-	28,109
Title V	-	1,954
Title VI	-	80,007
Title VII	-	12,338
Title II	-	24,470
Local Programs	150,000	-
Gear Up Baton Rouge	-	11,226
Direct Federal	-	83,126
Early Childhood	-	17
Learn and Serve America	-	29
Technology Literacy Challenge (Title III)	-	44,634
Total	<u>\$ 5,736,826</u>	<u>\$ 5,736,826</u>

Transfers between funds generally consist of two types: 1) Transfers to the general fund from the special revenue funds for indirect cost reimbursements; 2) Transfers from the general fund to other programs to provide supplemental local funds for program operations.

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

**14. SUBSEQUENT EVENTS**

On August 8, 2002, the School Board borrowed \$5,000,000 from the Louisiana Public Facility Authority. Due to the cyclical nature of ad valorem tax revenues, this amount was borrowed to provide short-term financing of operating requirements. The loan bears interest at an annual rate of 2.43%. These borrowings are due to be repaid in entirety of principal plus interest in March 2003.

**15. RISK MANAGEMENT**

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

a. Workers' Compensation Fund

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

b. Risk Management Fund

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

c. Medical Insurance Fund

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

15. **RISK MANAGEMENT** (continued)

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

	2002			Total
	<u>Workers' Compensation Fund</u>	<u>Risk Management Fund</u>	<u>Medical Insurance Fund</u>	
Unpaid claims as of July 1, 2001	\$ 1,977,012	\$ 2,375,257	\$ 6,926,933	\$ 11,279,202
Current year claims incurred and changes in estimates	2,023,335	773,863	56,007,258	58,804,456
Claims paid	( 1,492,320)	( 1,018,649)	( 51,928,512)	( 54,439,481)
Unpaid claims as of June 30, 2002	<u>\$ 2,508,027</u>	<u>\$ 2,130,471</u>	<u>\$ 11,005,679</u>	<u>\$ 15,644,177</u>

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

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

16. **DEFICIT FUND EQUITY**

The Medical Insurance Fund's deficit balance as of June 30, 2002 in net assets is \$7,052,367. Plans to bring the fund out of a deficit position including cost-cutting through benefits restructuring, as well as increasing premiums have been implemented.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NOTES TO FINANCIAL STATEMENTS**

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

As reported in the budgetary comparison schedules that are presented as required supplemental information for the year ended June 30, 2002, the actual expenditures in the following funds exceeded budgeted appropriations:

Proposition 3 – Compensation Fund	\$ 117,155
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Despite the fact that expenditures exceeded appropriations, the Proposition 3 – Compensation Fund maintained a \$16,749,863 fund balance as of June 30, 2002, which is considered adequate to absorb the over appropriations.

Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

## Required Supplemental Information

# Part II



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**BUDGETARY COMPARISON SCHEDULES**

Budgetary comparison schedules are reported for the following general and special revenue funds:

**GENERAL FUND**

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

**TITLE I FUND**

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

**PROPOSITION 2 - DISCIPLINE FUND**

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

**PROPOSITION 3 - COMPENSATION FUND**

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

**CHILD NUTRITION FUND**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>REVENUES</u></b>				
Local sources:				
Ad valorem taxes	\$ 78,338,710	\$ 78,705,775	\$ 80,229,776	\$ 1,524,001
Sales and use taxes	66,345,000	65,426,000	66,670,948	1,244,948
Earnings on investments	1,275,000	1,200,000	943,905	(256,095)
Extended Day Program tuition	475,000	475,000	386,122	(88,878)
Other	1,710,000	2,690,000	2,886,903	196,903
State sources:				
Unrestricted grants-in-aid, MFP	126,373,000	138,525,159	138,731,256	206,097
Revenue sharing	3,885,000	3,909,700	3,934,795	25,095
Restricted grants-in-aid	3,448,424	3,257,720	3,252,118	(5,602)
Federal grants	485,000	490,000	520,013	30,013
<b>TOTAL REVENUES</b>	<b>282,335,134</b>	<b>294,679,354</b>	<b>297,555,836</b>	<b>2,876,482</b>
<b><u>EXPENDITURES</u></b>				
Current:				
Instruction:				
Regular education programs	96,279,000	104,671,750	104,497,036	174,714
Special education programs	42,424,900	43,746,511	44,689,680	(943,169)
Other education programs	12,426,795	12,711,460	12,560,720	150,740
Support:				
Pupil support services	14,892,408	15,397,755	15,325,683	72,072
Instructional staff services	7,562,443	7,834,137	7,773,200	60,937
General administration services	7,110,242	7,464,229	7,968,709	(504,480)
School administration services	16,236,000	16,964,200	17,125,946	(161,746)
Business and central services	7,506,646	7,365,612	6,677,296	688,316
Plant operations and maintenance	38,414,667	38,554,316	33,014,060	5,540,256
Transportation	19,380,485	19,666,047	18,855,883	810,164
Appropriations-Charter schools	1,800,000	2,405,000	2,286,951	118,049
Consent Decree	11,993,200	11,844,000	12,011,102	(167,102)
Facility acquisition and construction	-	-	-	-
Debt service	951,217	1,253,824	1,253,824	-
<b>TOTAL EXPENDITURES</b>	<b>276,978,003</b>	<b>289,878,841</b>	<b>284,040,090</b>	<b>5,838,751</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>5,357,131</b>	<b>4,800,513</b>	<b>13,515,746</b>	<b>8,715,233</b>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers in	1,525,000	1,525,000	1,775,367	250,367
Transfers out	(19,593,200)	(5,700,000)	(3,738,268)	1,961,732
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(18,068,200)</b>	<b>(4,175,000)</b>	<b>(1,962,901)</b>	<b>2,212,099</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(12,711,069)</b>	<b>625,513</b>	<b>11,552,845</b>	<b>10,927,332</b>
Fund balance, June 30, 2001	10,577,141	10,577,141	10,577,141	-
<b>FUND BALANCE, JUNE 30, 2002</b>	<b>\$ (2,133,928)</b>	<b>\$ 11,202,654</b>	<b>\$ 22,129,986</b>	<b>\$ 10,927,332</b>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**TITLE I FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<b><u>REVENUES</u></b>				
Federal grants	\$ 13,943,121	\$ 13,943,121	\$ 13,566,970	\$ (376,151)
TOTAL REVENUES	13,943,121	13,943,121	13,566,970	(376,151)
<b><u>EXPENDITURES</u></b>				
Instruction:				
Other education programs	12,928,800	12,928,800	12,576,922	351,878
Support:				
Pupil support services	135,215	135,215	135,215	-
Instructional staff services	1,683,635	1,683,635	1,682,605	1,030
Administrative	6,882	6,882	6,882	-
Business and central services	46,124	46,124	46,124	-
Plant operations and maintenance	184,541	184,541	184,541	-
Transportation	87,526	87,526	87,526	-
Debt Service	500,000	500,000	500,000	-
TOTAL EXPENDITURES	15,572,723	15,572,723	15,219,815	352,908
EXCESS OF REVENUES UNDER EXPENDITURES	(1,629,602)	(1,629,602)	(1,652,845)	(23,243)
<b><u>OTHER FINANCING SOURCES</u></b>				
Proceeds from issuance of debt - capital lease	2,649,849	2,649,849	2,649,849	-
Transfers out	(1,020,247)	(1,020,247)	(997,004)	23,243
Transfers in	-	-	-	-
TOTAL OTHER FINANCING SOURCES	1,629,602	1,629,602	1,652,845	23,243
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-
Fund balance, June 30, 2001	-	-	-	-
FUND BALANCE, JUNE 30, 2002	\$ -	\$ -	\$ -	\$ -

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**PROPOSITION 2 - DISCIPLINE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b><u>REVENUES</u></b>				
Local sources:				
Sales and use taxes	\$ 4,600,000	\$ 4,600,000	\$ 4,693,541	\$ 93,541
Earnings on investments	68,000	68,000	61,969	(6,031)
<b>TOTAL REVENUES</b>	<u>4,668,000</u>	<u>4,668,000</u>	<u>4,755,510</u>	<u>87,510</u>
<b><u>EXPENDITURES</u></b>				
Instruction:				
Regular education programs	2,401,637	2,440,512	2,444,071	(3,559)
Special education programs	75,495	78,895	100,941	(22,046)
Other education programs	-	-	12,114	(12,114)
Support:				
Pupil support services	832,555	892,050	862,819	29,231
Instructional staff services	90,960	94,620	122,529	(27,909)
General administration services	59,000	34,000	46,918	(12,918)
School administration services	126,043	125,558	137,170	(11,612)
Plant operations and maintenance	335,308	294,648	248,139	46,509
Transportation	63,458	57,658	40,986	16,672
<b>TOTAL EXPENDITURES</b>	<u>3,984,456</u>	<u>4,017,941</u>	<u>4,015,687</u>	<u>2,254</u>
<b>EXCESS OF REVENUES     OVER EXPENDITURES</b>	<u>683,544</u>	<u>650,059</u>	<u>739,823</u>	<u>89,764</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUES AND     OTHER SOURCES OVER (UNDER)     EXPENDITURES AND OTHER USES</b>	<u>683,544</u>	<u>650,059</u>	<u>739,823</u>	<u>89,764</u>
Fund balance, June 30, 2001	<u>2,827,347</u>	<u>2,827,347</u>	<u>2,827,347</u>	<u>-</u>
<b>FUND BALANCE, JUNE 30, 2002</b>	<u>\$ 3,510,891</u>	<u>\$ 3,477,406</u>	<u>\$ 3,567,170</u>	<u>\$ 89,764</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**PROPOSITION 3 - COMPENSATION FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>REVENUES</u></b>				
Local sources:				
Sales and use taxes	\$ 23,617,000	\$ 23,620,000	\$ 24,094,248	\$ 474,248
Earnings on investments	430,000	430,000	288,104	(141,896)
<b>TOTAL REVENUES</b>	<b>24,047,000</b>	<b>24,050,000</b>	<b>24,382,352</b>	<b>332,352</b>
<b><u>EXPENDITURES</u></b>				
Instruction:				
Regular education programs	10,416,000	10,502,000	10,434,252	67,748
Special education programs	3,838,100	3,939,000	3,968,742	(29,742)
Other education programs	976,035	865,185	874,888	(9,703)
Support:				
Pupil support services	1,488,200	1,524,100	1,551,409	(27,309)
Instructional staff services	685,270	702,250	705,856	(3,606)
General administration services	265,980	241,300	258,667	(17,367)
School administration services	1,033,185	904,800	1,004,182	(99,382)
Business and central services	301,375	342,300	347,069	(4,769)
Plant operations and maintenance	1,089,695	1,084,400	1,076,350	8,050
Transportation	843,900	847,950	849,025	(1,075)
<b>TOTAL EXPENDITURES</b>	<b>20,937,740</b>	<b>20,953,285</b>	<b>21,070,440</b>	<b>(117,155)</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>3,109,260</b>	<b>3,096,715</b>	<b>3,311,912</b>	<b>215,197</b>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>3,109,260</b>	<b>3,096,715</b>	<b>3,311,912</b>	<b>215,197</b>
Fund balance, June 30, 2001	13,437,951	13,437,951	13,437,951	-
<b>FUND BALANCE, JUNE 30, 2002</b>	<b>\$ 16,547,211</b>	<b>\$ 16,534,666</b>	<b>\$ 16,749,863</b>	<b>\$ 215,197</b>

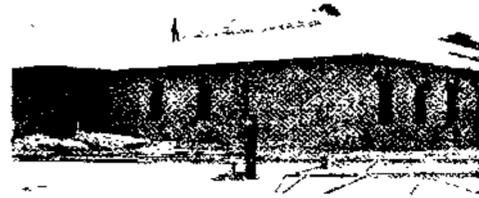
**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**CHILD NUTRITION FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>REVENUES</u></b>				
Local sources:				
Other	\$ 4,675,000	\$ 4,535,000	\$ 4,125,978	\$ (409,022)
State sources:				
Unrestricted grants-in-aid, MFP	4,319,000	4,319,000	4,334,915	15,915
Federal grants	16,010,000	16,930,678	16,931,461	783
<b>TOTAL REVENUES</b>	<b>25,004,000</b>	<b>25,784,678</b>	<b>25,392,354</b>	<b>(392,324)</b>
<b><u>EXPENDITURES</u></b>				
Salaries and wages	9,764,700	9,374,700	9,484,356	(109,656)
Employee benefits	4,099,700	4,380,800	4,219,361	161,439
Utilities	1,124,000	1,124,000	1,167,645	(43,645)
Professional fees	118,000	118,000	108,641	9,359
Food purchases	8,050,000	8,676,128	8,322,181	353,947
Equipment	550,000	450,000	346,116	103,884
Repairs and maintenance	350,000	250,000	374,035	(124,035)
Materials and supplies	900,000	975,000	1,174,264	(199,264)
Other	369,000	339,000	246,071	92,929
Appropriations-Construction	2,050,000	4,086,220	732,500	3,353,720
Appropriations-Charter schools	190,000	190,000	191,594	(1,594)
<b>TOTAL EXPENDITURES</b>	<b>27,565,400</b>	<b>29,963,848</b>	<b>26,366,764</b>	<b>3,597,084</b>
<b>EXCESS OF REVENUES OVER     (UNDER) EXPENDITURES</b>	<b>(2,561,400)</b>	<b>(4,179,170)</b>	<b>(974,410)</b>	<b>3,204,760</b>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers in	-	-	-	-
Transfers out	(77,000)	(77,000)	(77,000)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(77,000)</b>	<b>(77,000)</b>	<b>(77,000)</b>	<b>-</b>
<b>EXCESS OF REVENUES AND     OTHER SOURCES OVER (UNDER)     EXPENDITURES AND OTHER USES</b>	<b>(2,638,400)</b>	<b>(4,256,170)</b>	<b>(1,051,410)</b>	<b>3,204,760</b>
Fund balance, June 30, 2001	5,495,978	5,495,978	5,495,978	-
<b>FUND BALANCE, JUNE 30, 2002</b>	<b>\$ 2,857,578</b>	<b>\$ 1,239,808</b>	<b>\$ 4,444,568</b>	<b>\$ 3,204,760</b>

Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

# Supplemental Information





**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b><u>REVENUES</u></b>				
Local Sources:				
Ad valorem taxes				
Constitutional tax	\$ 9,403,710	\$ 9,403,710	\$ 9,624,080	\$ 220,370
Renewable taxes	67,135,000	67,135,000	68,934,058	1,799,058
1% Collections	1,800,000	2,167,065	1,671,638	(495,427)
Sales and use taxes	66,345,000	65,426,000	66,670,948	1,244,948
Earnings on investments	1,275,000	1,200,000	943,905	(256,095)
Transportation fees	155,000	155,000	226,339	71,339
Tuition-extended day program	475,000	475,000	386,122	(88,878)
Other	1,555,000	2,535,000	2,660,564	125,564
TOTAL LOCAL SOURCES	<u>148,143,710</u>	<u>148,496,775</u>	<u>151,117,654</u>	<u>2,620,879</u>
State sources:				
Unrestricted grants-in aid				
State equalization	126,373,000	138,525,159	138,731,256	206,097
Restricted grants-in-aid				
Pips salary increment	2,075,000	1,864,000	1,929,306	65,306
Non public transportation	1,098,424	1,143,720	1,143,719	(1)
Other	275,000	250,000	179,093	(70,907)
Revenue in lieu of taxes				
Revenue sharing	3,885,000	3,909,700	3,934,795	25,095
TOTAL STATE SOURCES	<u>133,706,424</u>	<u>145,692,579</u>	<u>145,918,169</u>	<u>225,590</u>
Federal sources:				
ROTC	485,000	490,000	520,013	30,013
TOTAL FEDERAL SOURCES	<u>485,000</u>	<u>490,000</u>	<u>520,013</u>	<u>30,013</u>
TOTAL REVENUES	<u>282,335,134</u>	<u>294,679,354</u>	<u>297,555,836</u>	<u>2,876,482</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b><u>EXPENDITURES</u></b>				
Instruction:				
Regular education programs				
Salaries	\$ 69,647,000	\$ 77,149,000	\$ 76,576,864	\$ 572,136
Sabbatical	500,000	645,000	691,086	(46,086)
Employee benefits	24,498,800	25,158,800	25,947,705	(788,905)
Purchased services	185,200	185,200	178,367	6,833
Materials and supplies	1,314,500	1,346,600	1,040,887	305,713
Equipment	108,500	162,150	37,774	124,376
Other	25,000	25,000	24,353	647
TOTAL REGULAR EDUCATION PROGRAMS	<u>96,279,000</u>	<u>104,671,750</u>	<u>104,497,036</u>	<u>174,714</u>
Special education programs				
Salaries	31,113,500	32,093,918	32,134,899	(40,981)
Sabbatical	372,000	270,000	325,762	(55,762)
Employee benefits	10,768,100	11,197,500	12,062,734	(865,234)
Purchased services	14,000	24,000	20,211	3,789
Materials and supplies	55,000	62,293	75,364	(13,071)
Equipment	43,000	39,500	21,684	17,816
Other	59,300	59,300	49,026	10,274
TOTAL SPECIAL EDUCATION PROGRAMS	<u>42,424,900</u>	<u>43,746,511</u>	<u>44,689,680</u>	<u>(943,169)</u>
Other education programs				
Salaries	9,025,150	8,830,700	8,751,081	79,619
Sabbatical	30,000	45,000	25,170	19,830
Employee benefits	2,411,145	2,838,755	2,968,180	(129,425)
Purchased services	76,500	86,500	79,348	7,152
Materials and supplies	444,300	450,100	482,103	(32,003)
Equipment	353,000	373,005	226,763	146,242
Other	86,700	87,400	28,075	59,325
TOTAL OTHER EDUCATION PROGRAMS	<u>12,426,795</u>	<u>12,711,460</u>	<u>12,560,720</u>	<u>150,740</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Support:				
Pupil support services				
Child welfare and attendance services				
Salaries	\$ 209,050	\$ 293,600	\$ 290,831	\$ 2,769
Employee benefits	-	3,338,690	3,643,643	(304,953)
Materials and supplies	11,000	8,000	5,508	2,492
Equipment	1,000	2,100	2,079	21
Other	9,200	9,200	10,014	(814)
Guidance services				
Salaries	6,376,821	6,751,680	6,524,645	227,035
Sabbatical	-	50,000	74,432	(24,432)
Employee benefits	3,000	-	-	-
Materials and supplies	-	1,500	539	961
Equipment	1,000	1,000	2,126	(1,126)
Other	1,500	3,000	3,030	(30)
Health services				
Salaries	677,766	711,000	707,103	3,897
Purchased services	5,000	5,000	3,170	1,830
Materials and supplies	13,061	13,245	5,464	7,781
Equipment	7,000	7,000	6,965	35
Other	15,850	15,850	8,147	7,703
Pupil assessment and appraisal services				
Salaries	3,118,281	3,034,705	2,885,268	149,437
Sabbatical	2,000	2,000	21,366	(19,366)
Purchased services	9,000	9,000	7,200	1,800
Materials and supplies	12,000	12,000	15,603	(3,603)
Other	18,500	18,500	18,690	(190)
Other pupil support services				
Salaries	1,142,759	1,091,585	1,076,460	15,125
Sabbatical	-	-	-	-
Materials and supplies	6,600	6,600	7,130	(530)
Equipment	8,000	5,000	2,332	2,668
Other	-	7,500	3,938	3,562
Pupil support services				
Employee benefits	3,244,020	-	-	-
TOTAL PUPIL SUPPORT SERVICES	<u>14,892,408</u>	<u>15,397,755</u>	<u>15,325,683</u>	<u>72,072</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b>Instructional staff services</b>				
Salaries - directors and supervisors	\$ 867,450	\$ 894,620	\$ 869,475	\$ 25,145
Salaries - secretarial	312,076	352,507	339,895	12,612
Sabbatical	-	7,200	7,488	(288)
Employee benefits	-	-	-	-
Purchased services	-	101,800	61,260	40,540
Materials and supplies	160,000	154,125	43,512	110,613
Equipment	-	-	-	-
Other	5,000	5,000	9,371	(4,371)
Materials and supplies - training services	76,800	20,000	19,168	832
<b>School library services</b>				
Salaries	3,617,961	3,793,030	3,813,106	(20,076)
Materials and supplies	100,000	100,000	-	100,000
Equipment	2,500	2,500	125,692	(123,192)
Other	500	500	448	52
Books and periodicals	100,000	107,100	76,246	30,854
<b>Other educational media services</b>				
Salaries	311,756	292,695	289,200	3,495
Purchased services	52,000	122,275	118,591	3,684
Materials and supplies	32,000	42,050	67,635	(25,585)
Equipment	250,000	174,500	133,146	41,354
Other	4,500	4,000	10,749	(6,749)
<b>Instructional staff services</b>				
Employee benefits	1,669,900	1,660,235	1,788,218	(127,983)
<b>TOTAL INSTRUCTIONAL STAFF SERVICES</b>	<u>7,562,443</u>	<u>7,834,137</u>	<u>7,773,200</u>	<u>60,937</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b>Administration - General</b>				
<b>Board of Education</b>				
Salaries - Board members	\$ 132,000	\$ 132,000	\$ 116,800	\$ 15,200
Salaries - secretarial	28,216	28,216	28,216	-
Employee benefits	-	113,425	156,899	(43,474)
<b>Legal services</b>				
Salaries	99,786	99,786	101,688	(1,902)
Contracts	1,800,000	2,050,000	2,493,821	(443,821)
<b>Materials and supplies</b>	8,000	8,000	30,145	(22,145)
<b>Equipment</b>	500	1,000	-	1,000
<b>Other</b>	24,500	53,597	80,550	(26,953)
<b>Audit services</b>	30,000	36,000	29,297	6,703
<b>Insurance</b>	1,743,000	1,855,000	1,850,341	4,659
<b>Tax assessment and collection services</b>				
<b>Property taxes</b>				
Sheriff's fees	145,000	110,000	12,226	97,774
Pension fund	2,015,000	2,131,200	2,131,154	46
Sales and use tax	650,000	550,000	640,262	(90,262)
<b>Office of the superintendent</b>				
Salaries	146,109	157,610	160,911	(3,301)
Materials and supplies	20,000	20,000	16,750	3,250
Equipment	1,000	1,000	-	1,000
Other	15,100	15,680	17,985	(2,305)
<b>Other executive administrative services</b>				
Salaries	99,006	101,715	101,664	51
<b>Administration-General</b>				
Employee benefits	153,025	-	-	-
<b>TOTAL GENERAL ADMINISTRATION</b>	<u>7,110,242</u>	<u>7,464,229</u>	<u>7,968,709</u>	<u>(504,480)</u>
<b>Administration-School</b>				
Salaries	12,630,000	13,260,000	13,072,714	187,286
Sabbatical	-	85,000	56,969	28,031
Employee benefits	3,543,500	3,566,700	3,978,465	(411,765)
Materials and supplies	60,000	50,000	15,000	35,000
Other	2,500	2,500	2,798	(298)
<b>TOTAL SCHOOL ADMINISTRATION</b>	<u>16,236,000</u>	<u>16,964,200</u>	<u>17,125,946</u>	<u>(161,746)</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b>Business and Central Services</b>				
<b>Fiscal services</b>				
Salaries	\$ 1,274,749	\$ 1,234,172	\$ 1,209,138	\$ 25,034
Materials and supplies	57,000	61,000	53,039	7,961
Other	16,000	15,035	11,874	3,161
Interest on short term loans	98,000	90,555	90,556	(1)
Equipment	4,000	9,000	6,590	2,410
Repairs and maintenance	30,000	24,000	-	24,000
<b>Purchasing services</b>				
Salaries	265,626	309,698	298,468	11,230
Materials and supplies	14,000	14,670	6,347	8,323
Equipment	3,500	3,500	1,568	1,932
Other	11,750	10,750	7,878	2,872
Postage	130,000	130,000	168,595	(38,595)
<b>Warehousing and distributing services</b>				
Salaries	400,549	395,040	368,113	26,927
Materials and supplies	12,500	10,500	5,126	5,374
Rental of equipment	4,000	5,000	1,781	3,219
Equipment	2,000	-	-	-
Other	700	3,000	4,778	(1,778)
<b>Printing and publishing</b>				
Salaries	187,079	192,685	189,432	3,253
Materials and supplies	25,000	5,000	4,985	15
Other	9,750	5,250	2,666	2,584
Printing and binding	55,000	30,000	32,771	(2,771)
Rental of equipment	55,000	200,000	182,061	17,939
Repairs and maintenance	8,000	8,000	5,841	2,159
Equipment	10,000	6,000	4,962	1,038

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Business and Central Services (continued)				
Planning, research and development				
Salaries	\$ 205,860	\$ 242,502	\$ 209,724	\$ 32,778
Materials and supplies	100,000	175,000	151,550	23,450
Equipment	300	2,000	439	1,561
Other	5,100	125,750	64,622	61,128
Repairs and maintenance	20,500	37,000	36,596	404
Public information services				
Salaries	74,044	8,300	6,755	1,545
Advertising	100,000	-	-	-
Materials and supplies	75,000	-	-	-
Equipment	1,000	-	-	-
Other	10,250	-	-	-
Repairs and maintenance	37,000	-	-	-
Personnel services				
Salaries	788,752	911,500	827,761	83,739
Purchased services	-	120,000	150,668	(30,668)
Materials and supplies	176,424	170,000	182,823	(12,823)
Other	95,000	87,000	47,514	39,486
Repairs and maintenance	232,000	-	-	-
Fingerprinting, background check and drug screening	30,000	30,000	29,230	770
Equipment	20,000	5,000	5,114	(114)
Information systems				
Salaries	604,293	591,195	586,950	4,245
Materials and supplies	259,000	389,000	191,723	197,277
Technical services	352,000	-	-	-
Equipment	30,000	100,000	62,234	37,766
Other	31,000	31,000	11,314	19,686
Repairs and maintenance	148,000	358,100	236,881	121,219
Rental of equipment	68,000	28,000	26,933	1,067
Business and central services				
Employee benefits	1,368,920	1,191,410	1,191,896	(486)
TOTAL BUSINESS AND CENTRAL SERVICES	<u>7,506,646</u>	<u>7,365,612</u>	<u>6,677,296</u>	<u>688,316</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**DETAILED BUDGETARY COMPARISON SCHEDULE**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<b>Operation and maintenance of plant services</b>				
Salaries	\$ 13,018,406	\$ 12,601,495	\$ 12,083,550	\$ 517,945
Employee benefits	3,212,050	3,431,000	3,802,828	(371,828)
Equipment	725,900	710,000	198,870	511,130
Other	2,745,786	3,353,086	3,109,432	243,654
Rental of equipment	50,000	50,000	17,042	32,958
Materials and supplies	2,630,000	2,881,115	2,558,314	322,801
Gasoline\fuel	150,000	150,000	97,841	52,159
<b>Operation of buildings</b>				
Water\sewerage	475,000	555,000	580,607	(25,607)
Disposal services	325,000	325,000	249,890	75,110
Repairs and maintenance	6,049,215	6,005,100	3,575,065	2,430,035
Insurance	250,000	250,000	250,000	-
Telephone	1,640,000	1,640,000	1,283,743	356,257
Natural gas	1,200,000	520,000	394,465	125,535
Electricity	5,100,000	5,700,000	4,573,659	1,126,341
Rental of building	50,000	-	-	-
Care and upkeep of grounds	250,000	153,000	124,596	28,404
Care and upkeep of equipment	368,310	129,520	37,326	92,194
Insurance	50,000	50,000	50,000	-
Repairs and maintenance	125,000	50,000	26,832	23,168
<b>TOTAL OPERATION AND MAINTENANCE OF PLANT SERVICES</b>	<b>38,414,667</b>	<b>38,554,316</b>	<b>33,014,060</b>	<b>5,540,256</b>
<b>Transportation services</b>				
<b>Supervision of student transportation</b>				
Salaries	565,347	675,047	631,621	43,426
Materials and supplies	3,500	7,000	11,209	(4,209)
Equipment	4,500	4,800	6,703	(1,903)
Other	4,250	10,000	7,289	2,711
Repairs and maintenance	-	26,000	7,057	18,943
<b>Regular transportation services</b>				
Salaries	9,609,080	9,678,000	9,555,745	122,255
Employee benefits	4,494,550	4,576,200	5,236,663	(660,463)
Materials and supplies	1,350,000	1,355,000	1,173,283	181,717
Equipment	500,000	500,000	286,878	213,122
Other	66,329	62,000	45,945	16,055
Repairs and maintenance	657,929	652,000	445,106	206,894
Insurance	300,000	300,000	300,000	-
Gasoline\fuel	1,825,000	1,820,000	1,148,384	671,616
<b>TOTAL TRANSPORTATION SERVICES</b>	<b>19,380,485</b>	<b>19,666,047</b>	<b>18,855,883</b>	<b>810,164</b>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**DETAILED BUDGETARY COMPARISON SCHEDULE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Appropriations-Charter schools	\$ 1,800,000	\$ 2,405,000	\$ 2,286,951	\$ 118,049
Consent Decree	11,993,200	11,844,000	12,011,102	(167,102)
Debt Service	951,217	1,253,824	1,253,824	-
<b>TOTAL EXPENDITURES</b>	<b>276,978,003</b>	<b>289,878,841</b>	<b>284,040,090</b>	<b>5,838,751</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>5,357,131</b>	<b>4,800,513</b>	<b>13,515,746</b>	<b>8,715,233</b>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Transfers in	1,525,000	1,525,000	1,775,367	250,367
Transfers out	(19,593,200)	(5,700,000)	(3,738,268)	1,961,732
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(18,068,200)</b>	<b>(4,175,000)</b>	<b>(1,962,901)</b>	<b>2,212,099</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(12,711,069)</b>	<b>625,513</b>	<b>11,552,845</b>	<b>10,927,332</b>
Fund balance, June 30, 2001	10,577,141	10,577,141	10,577,141	-
<b>FUND BALANCE, JUNE 30, 2002</b>	<b>(2,133,928)</b>	<b>11,202,654</b>	<b>22,129,986</b>	<b>10,927,332</b>

(Concluded)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS**

**TITLE VI**

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

**TITLE VII**

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

**TITLE II**

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

**TITLE V**

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

**SPECIAL EDUCATION**

*The Individuals with Disabilities Act (IDEA)* is a federally financed program providing free appropriate education for all identified handicapped children from 3 to 21 years of age in the least restrictive environment.

**ALCOHOL AND DRUG ABUSE**

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

**CAREER AND TECHNICAL EDUCATION**

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

**STATE GRANTS**

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

**CONTINUING EDUCATION**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS** (continued)

**TEMPORARY ASSISTANCE FOR NEEDY FAMILIES**

The *Pre-GED/Skills Option Program* is a comprehensive counseling and guidance program with components for pre-GED academic, workplace readiness and skills instructions for students who are at risk of dropping out of high school.

*Starting Points/Early Childhood Development* provides full day, before and after school preschool instruction and care for at-risk four-year old students.

**TITLE IV**

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

**LOCAL GRANTS**

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

**DIRECT FEDERAL PROGRAMS**

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

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

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

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

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

*Teaching American History* provides support programs to raise student achievement by improving teacher's knowledge, understanding, and appreciation of American History.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS** (continued)

**DIRECT FEDERAL PROGRAMS** (continued)

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

**SUMMER SCHOOL**

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

**WBRH RADIO STATION TRAINING PROGRAM**

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

**SERVE! BATON ROUGE**

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

**GATEWAY SCHOOL-TO-CAREER REGIONAL PARTNERSHIP**

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

**TECHNOLOGY LITERACY CHALLENGE (Title III)**

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

**GEAR UP BATON ROUGE**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS** (continued)

**AMERICORPS**

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

**LEARN AND SERVE AMERICA**

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

**QUALIFIED ZONE ACADEMY BOND PROGRAM FUND**

The Qualified Zone Academy Bond Program Fund accounts for the proceeds of a state-sponsored zero interest loan program granted to qualifying school districts.



**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS-**

**COMBINING BALANCE SHEET**

**JUNE 30, 2002**

	<u>Title VI</u>	<u>Title VII</u>	<u>Title II</u>
<b><u>ASSETS</u></b>			
Cash	\$ -	\$ -	\$ -
Receivables:			
Accounts	-	-	-
Due from other funds	-	-	-
Due from other governments	1,857,200	177,142	134,084
Inventory	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,857,200</b>	<b>\$ 177,142</b>	<b>\$ 134,084</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 66,695	\$ 11,007	\$ 11,248
Salaries payable	-	-	-
Due to other funds	1,790,452	166,135	122,836
Deferred revenues	53	-	-
<b>TOTAL LIABILITIES</b>	<b>1,857,200</b>	<b>177,142</b>	<b>134,084</b>
Fund balances:			
Unreserved - undesignated	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,857,200</b>	<b>\$ 177,142</b>	<b>\$ 134,084</b>

Title V	Gear Up Baton Rouge	Special Education	Alcohol and Drug Abuse	Americorps	Career and Technical Education
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	562,191	-	-
25,747	266,226	1,871,727	29,097	49,700	940,243
-	-	-	-	-	-
<u>\$ 25,747</u>	<u>\$ 266,226</u>	<u>\$ 1,871,727</u>	<u>\$ 591,288</u>	<u>\$ 49,700</u>	<u>\$ 940,243</u>
\$ 12,085	\$ 10,869	\$ 248,857	\$ 4,941	\$ -	\$ -
-	-	3,625	35	-	-
13,662	255,357	1,619,245	-	49,700	938,905
-	-	-	4,366	-	-
<u>25,747</u>	<u>266,226</u>	<u>1,871,727</u>	<u>9,342</u>	<u>49,700</u>	<u>938,905</u>
-	-	-	581,946	-	1,338
-	-	-	581,946	-	1,338
<u>\$ 25,747</u>	<u>\$ 266,226</u>	<u>\$ 1,871,727</u>	<u>\$ 591,288</u>	<u>\$ 49,700</u>	<u>\$ 940,243</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS-**

**COMBINING BALANCE SHEET**

**JUNE 30, 2002**

	<u>Temporary Assistance For Needy Families</u>	<u>State Grants</u>	<u>Continuing Education</u>
<b><u>ASSETS</u></b>			
Cash	\$ -	\$ -	\$ -
Receivables:			
Accounts	-	-	-
Due from other funds	-	-	-
Due from other governments	427,412	3,124,652	606,924
Inventory	-	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 427,412</u></b>	<b><u>\$ 3,124,652</u></b>	<b><u>\$ 606,924</u></b>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 16,280	\$ 68,439	\$ 29,414
Salaries payable	-	2,310	-
Due to other funds	285,112	2,802,332	577,510
Deferred revenues	-	43,656	-
<b>TOTAL LIABILITIES</b>	<b><u>301,392</u></b>	<b><u>2,916,737</u></b>	<b><u>606,924</u></b>
Fund balances:			
Unreserved - undesignated	126,020	207,915	-
<b>TOTAL FUND BALANCES</b>	<b><u>126,020</u></b>	<b><u>207,915</u></b>	<b><u>-</u></b>
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	 <b><u>\$ 427,412</u></b>	 <b><u>\$ 3,124,652</u></b>	 <b><u>\$ 606,924</u></b>

Title IV	Local Grants	Direct Federal Programs	Summer School	WBRH Radio Station Training Program	Service Baton Rouge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	300,516	-	399,868	23,378	-
264,101	13,575	409,004	800	-	51,702
-	-	-	-	-	-
<u>\$ 264,101</u>	<u>\$ 314,091</u>	<u>\$ 409,004</u>	<u>\$ 400,668</u>	<u>\$ 23,378</u>	<u>\$ 51,702</u>
\$ 20,042	\$ 10,773	\$ 54,622	\$ 8,040	\$ 5,701	\$ 1,052
-	-	497	800	12,937	-
244,059	-	353,885	-	-	50,650
-	-	-	-	4,400	-
<u>264,101</u>	<u>10,773</u>	<u>409,004</u>	<u>8,840</u>	<u>23,038</u>	<u>51,702</u>
-	303,318	-	391,828	340	-
-	303,318	-	391,828	340	-
<u>\$ 264,101</u>	<u>\$ 314,091</u>	<u>\$ 409,004</u>	<u>\$ 400,668</u>	<u>\$ 23,378</u>	<u>\$ 51,702</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**NON-MAJOR GOVERNMENTAL FUNDS-**

**COMBINING BALANCE SHEET**

**JUNE 30, 2002**

	Gateway School-to-Career Regional Partnership	Technology Literacy Challenge (Title III)	Learn & Serve America
<b><u>ASSETS</u></b>			
Cash	\$ -	\$ -	\$ -
Receivables:			
Accounts	-	-	-
Due from other funds	-	-	3,149
Due from other governments	37,556	681,681	2,076
Inventory	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 37,556</b>	<b>\$ 681,681</b>	<b>\$ 5,225</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 168	\$ 97,154	\$ 4,146
Salaries payable	-	-	-
Due to other funds	37,388	584,414	-
Deferred revenues	-	113	1,079
<b>TOTAL LIABILITIES</b>	<b>37,556</b>	<b>681,681</b>	<b>5,225</b>
Fund balances:			
Unreserved - undesignated	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 37,556</b>	<b>\$ 681,681</b>	<b>\$ 5,225</b>

Qualified Zone Academy Bond Program	Total
\$ 1,195,000	\$ 1,195,000
-	-
538,834	1,827,936
-	10,970,649
-	-
<u>\$ 1,733,834</u>	<u>\$ 13,993,585</u>
\$ -	\$ 681,533
-	20,204
-	9,891,642
-	53,667
<u>-</u>	<u>10,647,046</u>
1,733,834	3,346,539
<u>1,733,834</u>	<u>3,346,539</u>
<u>\$ 1,733,834</u>	<u>\$ 13,993,585</u>

(Concluded)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Title VI</u>	<u>Title VII</u>	<u>Title II</u>
<b><u>REVENUES</u></b>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Other	-	-	-
State and federal:			
Other state support	-	-	-
Federal grants	2,305,918	214,950	340,364
TOTAL REVENUES	<u>2,305,918</u>	<u>214,950</u>	<u>340,364</u>
<b><u>EXPENDITURES</u></b>			
Current			
Instruction:			
Regular education programs	-	-	-
Special education programs	-	-	-
Other education programs	2,158,877	175,210	232,470
Support:			
Pupil support services	-	-	-
Instructional staff services	59,478	26,185	77,303
Administrative	22	-	5,011
Business and central services	541	21	710
Plant operations and maintenance	6,993	-	400
Transportation	-	1,196	-
TOTAL EXPENDITURES	<u>2,225,911</u>	<u>202,612</u>	<u>315,894</u>
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	 <u>80,007</u>	 <u>12,338</u>	 <u>24,470</u>
<b><u>OTHER FINANCING SOURCES AND USES</u></b>			
Proceeds from issuance of debt	-	-	-
Transfers in	-	-	-
Transfers out	(80,007)	(12,338)	(24,470)
TOTAL OTHER FINANCING SOURCES	<u>(80,007)</u>	<u>(12,338)</u>	<u>(24,470)</u>
 EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	 <u>-</u>	 <u>-</u>	 <u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2002	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

<u>Title V</u>	<u>Gear Up Baton Rouge</u>	<u>Special Education</u>	<u>Alcohol and Drug Abuse</u>	<u>Americorps</u>	<u>Career and Technical Education</u>
\$ -	\$ -	\$ -	\$ 1,319,875	\$ -	\$ -
-	-	-	34,097	-	-
-	-	-	-	-	-
23,288	302,099	5,283,272	-	49,700	957,254
<u>23,288</u>	<u>302,099</u>	<u>5,283,272</u>	<u>1,353,972</u>	<u>49,700</u>	<u>957,254</u>
-	-	-	-	-	-
-	-	3,288,671	-	-	-
20,659	189,611	-	-	49,700	777,051
-	93,618	334,097	1,196,557	-	-
675	296	761,439	4,164	-	146,341
-	-	438	43,018	-	-
-	2,902	162,048	27,834	-	8,862
-	-	29,427	24,810	-	-
-	4,446	136,145	140	-	25,000
<u>21,334</u>	<u>290,873</u>	<u>4,712,265</u>	<u>1,296,523</u>	<u>49,700</u>	<u>957,254</u>
<u>1,954</u>	<u>11,226</u>	<u>571,007</u>	<u>57,449</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>(1,954)</u>	<u>(11,226)</u>	<u>(571,007)</u>	<u>(8,908)</u>	<u>-</u>	<u>-</u>
<u>(1,954)</u>	<u>(11,226)</u>	<u>(571,007)</u>	<u>(8,908)</u>	<u>-</u>	<u>-</u>
-	-	-	48,541	-	-
-	-	-	533,405	-	1,338
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 581,946</u>	<u>\$ -</u>	<u>\$ 1,338</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Temporary Assistance For Needy Families</u>	<u>State Grants</u>	<u>Continuing Education</u>
<b><u>REVENUES</u></b>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Other	-	-	-
State and federal:			
Other state support	-	5,597,434	-
Federal grants	1,612,663	-	637,797
<b>TOTAL REVENUES</b>	<u>1,612,663</u>	<u>5,597,434</u>	<u>637,797</u>
<b><u>EXPENDITURES</u></b>			
Current			
Instruction:			
Regular education programs	-	3,256,128	-
Special education programs	-	344,726	-
Other education programs	1,267,468	4,891,608	609,907
Support:			
Pupil support services	-	-	-
Instructional staff services	188,053	339,586	-
Administrative	-	2,500	-
Business and central services	14,963	14,223	-
Plant operations and maintenance	3,114	22,312	-
Transportation	13,028	109,987	-
<b>TOTAL EXPENDITURES</b>	<u>1,486,626</u>	<u>8,981,070</u>	<u>609,907</u>
 <b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	 <u>126,037</u>	 <u>(3,383,636)</u>	 <u>27,890</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Proceeds from issuance of debt	-	-	-
Transfers in	-	2,611,459	-
Transfers out	(17)	(30,839)	(27,890)
 <b>TOTAL OTHER FINANCING SOURCES</b>	 <u>(17)</u>	 <u>2,580,620</u>	 <u>(27,890)</u>
 <b>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES</b>	 <u>126,020</u>	 <u>(803,016)</u>	 <u>-</u>
Fund balance, June 30, 2001	-	1,010,931	-
 <b>FUND BALANCE, JUNE 30, 2002</b>	 <u>\$ 126,020</u>	 <u>\$ 207,915</u>	 <u>\$ -</u>

Title IV	Local Grants	Direct Federal Programs	Summer School	WBRH Radio Station Training Program	Serve! Baton Rouge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	208,637	-	358,228	231,625	-
-	-	-	-	-	-
370,401	-	1,165,946	-	-	276,399
<u>370,401</u>	<u>208,637</u>	<u>1,165,946</u>	<u>358,228</u>	<u>231,625</u>	<u>276,399</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	240,351	883,828	-	240,433	15,478
342,292	-	4,362	-	-	-
-	34,371	159,685	373,026	-	244,169
-	113	5,850	-	-	1,173
-	1,855	345	-	-	462
-	43,031	17,648	-	-	15,117
-	-	11,102	-	-	-
<u>342,292</u>	<u>319,721</u>	<u>1,082,820</u>	<u>373,026</u>	<u>240,433</u>	<u>276,399</u>
<u>28,109</u>	<u>(111,084)</u>	<u>83,126</u>	<u>(14,798)</u>	<u>(8,808)</u>	<u>-</u>
-	-	-	-	-	-
-	150,000	-	-	-	-
<u>(28,109)</u>	<u>-</u>	<u>(83,126)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(28,109)</u>	<u>150,000</u>	<u>(83,126)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	38,916	-	(14,798)	(8,808)	-
-	264,402	-	406,626	9,148	-
<u>\$ -</u>	<u>\$ 303,318</u>	<u>\$ -</u>	<u>\$ 391,828</u>	<u>\$ 340</u>	<u>\$ -</u>

(Continued)

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Gateway</u> <u>School-to-Career</u> <u>Regional</u> <u>Partnership</u>	<u>Technology</u> <u>Literacy</u> <u>Challenge</u> <u>(Title III)</u>	<u>Learn</u> <u>&amp; Serve</u> <u>America</u>
<b><u>REVENUES</u></b>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Other	-	-	-
State and federal:			
Other state support	-	-	-
Federal grants	43,200	1,026,907	10,717
	<u>43,200</u>	<u>1,026,907</u>	<u>10,717</u>
<b><u>EXPENDITURES</u></b>			
Current			
Instruction:			
Regular education programs	-	-	-
Special education programs	-	-	-
Other education programs	41,755	844,784	10,688
Support:			
Pupil support services	-	-	-
Instructional staff services	601	136,906	-
Administrative	-	41	-
Business and central services	844	542	-
Plant operations and maintenance	-	-	-
Transportation	-	-	-
TOTAL EXPENDITURES	<u>43,200</u>	<u>982,273</u>	<u>10,688</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>44,634</u>	<u>29</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Proceeds from issuance of debt	-	-	-
Transfers in	-	-	-
Transfers out	-	(44,634)	(29)
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>(44,634)</u>	<u>(29)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Qualified Zone Academy Bond Program	Total
\$ -	\$ 1,319,875
15,774	848,361
-	5,597,434
-	14,620,875
<u>15,774</u>	<u>22,386,545</u>
-	3,256,128
-	3,633,397
-	12,649,878
-	1,970,926
-	2,552,278
-	58,166
-	236,152
531,940	694,792
-	301,044
<u>531,940</u>	<u>25,352,761</u>
<u>(516,166)</u>	<u>(2,966,216)</u>
2,250,000	2,250,000
-	2,761,459
-	(924,554)
<u>2,250,000</u>	<u>4,086,905</u>
1,733,834	1,120,689
-	2,225,850
<u>\$ 1,733,834</u>	<u>\$ 3,346,539</u>

(Concluded)

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TITLE VI**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 2,805,625	\$ 2,305,918	\$ (499,707)
TOTAL REVENUES	<u>2,805,625</u>	<u>2,305,918</u>	<u>(499,707)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	2,616,143	2,158,877	457,266
Support:			
Instructional Staff Services	94,365	59,478	34,887
Administrative	22	22	-
Business and Central Services	541	541	-
Plant Operations and Maintenance	6,993	6,993	-
TOTAL EXPENDITURES	<u>2,718,064</u>	<u>2,225,911</u>	<u>492,153</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>87,561</u>	<u>80,007</u>	<u>(7,554)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(87,561)	(80,007)	7,554
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(87,561)</u>	<u>(80,007)</u>	<u>7,554</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TITLE VII**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 238,440	\$ 214,950	\$ (23,490)
TOTAL REVENUES	<u>238,440</u>	<u>214,950</u>	<u>(23,490)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	196,918	175,210	21,708
Support:			
Instructional Staff Services	26,185	26,185	-
Business and Central Services	21	21	-
Transportation	1,196	1,196	-
TOTAL EXPENDITURES	<u>224,320</u>	<u>202,612</u>	<u>21,708</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>14,120</u>	<u>12,338</u>	<u>(1,782)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(14,120)	(12,338)	1,782
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(14,120)</u>	<u>(12,338)</u>	<u>1,782</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TITLE II**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	Budget	Actual	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 436,221	\$ 340,364	\$ (95,857)
TOTAL REVENUES	<u>436,221</u>	<u>340,364</u>	<u>(95,857)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	245,528	232,470	13,058
Support:			
Instructional Staff Services	147,508	77,303	70,205
Administrative	5,200	5,011	189
Business and Central Services	3,840	710	3,130
Plant Operations and Maintenance	2,400	400	2,000
TOTAL EXPENDITURES	<u>404,476</u>	<u>315,894</u>	<u>88,582</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>31,745</u>	<u>24,470</u>	<u>(7,275)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(31,745)	(24,470)	7,275
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(31,745)</u>	<u>(24,470)</u>	<u>7,275</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TITLE V**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 54,163	\$ 23,288	\$ (30,875)
TOTAL REVENUES	<u>54,163</u>	<u>23,288</u>	<u>(30,875)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	49,461	20,659	28,802
Support:			
Instructional Staff Services	675	675	-
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>50,136</u>	<u>21,334</u>	<u>28,802</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>4,027</u>	<u>1,954</u>	<u>(2,073)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(4,027)	(1,954)	2,073
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(4,027)</u>	<u>(1,954)</u>	<u>2,073</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - GEAR UP BATON ROUGE**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 363,172	\$ 302,099	\$ (61,073)
TOTAL REVENUES	<u>363,172</u>	<u>302,099</u>	<u>(61,073)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	214,444	189,611	24,833
Support:			
Pupil Support Services	126,571	93,618	32,953
Instructional Staff Services	296	296	-
Business and Central Services	3,823	2,902	921
Transportation	4,446	4,446	-
TOTAL EXPENDITURES	<u>349,580</u>	<u>290,873</u>	<u>58,707</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>13,592</u>	<u>11,226</u>	<u>(2,366)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(13,592)	(11,226)	2,366
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(13,592)</u>	<u>(11,226)</u>	<u>2,366</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - SPECIAL EDUCATION**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 5,791,703	\$ 5,283,272	\$ (508,431)
TOTAL REVENUES	<u>5,791,703</u>	<u>5,283,272</u>	<u>(508,431)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Special Education Programs	3,363,331	3,288,671	74,660
Support:			
Pupil Support Services	367,150	334,097	33,053
Instructional Staff Services	1,053,061	761,439	291,622
Administrative	3,600	438	3,162
Business and Central Services	174,233	162,048	12,185
Plant Operations and Maintenance	86,171	29,427	56,744
Transportation	140,692	136,145	4,547
TOTAL EXPENDITURES	<u>5,188,238</u>	<u>4,712,265</u>	<u>475,973</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>603,465</u>	<u>571,007</u>	<u>(32,458)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(603,465)	(571,007)	32,458
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(603,465)</u>	<u>(571,007)</u>	<u>32,458</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - ALCOHOL AND DRUG ABUSE**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Local sources:			
Ad valorem taxes	\$ 1,240,000	\$ 1,319,875	\$ 79,875
Other	44,357	34,097	(10,260)
TOTAL REVENUES	<u>1,284,357</u>	<u>1,353,972</u>	<u>69,615</u>
<b><u>EXPENDITURES</u></b>			
Support:			
Pupil Support Services	1,373,010	1,196,557	176,453
Instructional Staff Services	59,370	4,164	55,206
Administrative	43,018	43,018	-
Business and Central Services	60,000	27,834	32,166
Plant Operations and Maintenance	36,050	24,810	11,240
Transportation	140	140	-
TOTAL EXPENDITURES	<u>1,571,588</u>	<u>1,296,523</u>	<u>275,065</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(287,231)</u>	<u>57,449</u>	<u>344,680</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(10,000)	(8,908)	1,092
Transfers in	-	-	-
TOTAL OTHER FINANCING USES	<u>(10,000)</u>	<u>(8,908)</u>	<u>1,092</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>(297,231)</u>	<u>48,541</u>	<u>345,772</u>
Fund balance, June 30, 2001	<u>533,405</u>	<u>533,405</u>	-
FUND BALANCE, JUNE 30, 2002	<u>\$ 236,174</u>	<u>\$ 581,946</u>	<u>\$ 345,772</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - AMERICORPS**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 49,700	\$ 49,700	\$ -
TOTAL REVENUES	<u>49,700</u>	<u>49,700</u>	<u>-</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	49,700	49,700	-
TOTAL EXPENDITURES	<u>49,700</u>	<u>49,700</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	-	-	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - CAREER AND TECHNICAL EDUCATION**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 970,464	\$ 957,254	\$ (13,210)
TOTAL REVENUES	<u>970,464</u>	<u>957,254</u>	<u>(13,210)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	784,512	777,051	7,461
Support:			
Instructional Staff Services	152,090	146,341	5,749
Business and Central Services	8,862	8,862	-
Transportation	25,000	25,000	-
TOTAL EXPENDITURES	<u>970,464</u>	<u>957,254</u>	<u>13,210</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	-	-	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>1,338</u>	<u>1,338</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ 1,338</u>	<u>\$ 1,338</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TEMPORARY ASSISTANCE FOR NEEDY FAMILIES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 2,117,710	\$ 1,612,663	\$ (505,047)
TOTAL REVENUES	<u>2,117,710</u>	<u>1,612,663</u>	<u>(505,047)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	1,875,508	1,267,468	608,040
Support			
Instructional Staff Services	188,828	188,053	775
Business and Central Services	21,948	14,963	6,985
Plant Operations and Maintenance	7,687	3,114	4,573
Transportation	23,119	13,028	10,091
TOTAL EXPENDITURES	<u>2,117,090</u>	<u>1,486,626</u>	<u>630,464</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>620</u>	<u>126,037</u>	<u>125,417</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(620)	(17)	603
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>(620)</u>	<u>(17)</u>	<u>603</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	126,020	126,020
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ 126,020</u>	<u>\$ 126,020</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - STATE GRANTS**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
State support	\$ 7,278,622	\$ 5,597,434	\$ (1,681,188)
TOTAL REVENUES	<u>7,278,622</u>	<u>5,597,434</u>	<u>(1,681,188)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Regular Education Programs	3,256,128	3,256,128	-
Special Education Programs	411,169	344,726	66,443
Other Education Programs	5,805,536	4,891,608	913,928
Support:			
Instructional Staff Services	410,938	339,586	71,352
Administrative	2,500	2,500	-
Business and Central Services	52,555	14,223	38,332
Plant Operations and Maintenance	118,929	22,312	96,617
Transportation	134,423	109,987	24,436
TOTAL EXPENDITURES	<u>10,192,178</u>	<u>8,981,070</u>	<u>1,211,108</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(2,913,556)</u>	<u>(3,383,636)</u>	<u>(470,080)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(30,839)	(30,839)	-
Transfers in	2,611,459	2,611,459	-
TOTAL OTHER FINANCING SOURCES	<u>2,580,620</u>	<u>2,580,620</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>(332,936)</u>	<u>(803,016)</u>	<u>(470,080)</u>
Fund balance, June 30, 2001	<u>1,010,931</u>	<u>1,010,931</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ 677,995</u>	<u>\$ 207,915</u>	<u>\$ (470,080)</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - CONTINUING EDUCATION**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	654,749	637,797	(16,952)
TOTAL REVENUES	<u>654,749</u>	<u>637,797</u>	<u>(16,952)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	625,964	609,907	16,057
TOTAL EXPENDITURES	<u>625,964</u>	<u>609,907</u>	<u>16,057</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>28,785</u>	<u>27,890</u>	<u>(895)</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>			
Transfers out	(28,785)	(27,890)	895
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(28,785)</u>	<u>(27,890)</u>	<u>895</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TITLE IV**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 370,401	\$ 370,401	\$ -
TOTAL REVENUES	<u>370,401</u>	<u>370,401</u>	<u>-</u>
<b><u>EXPENDITURES</u></b>			
Support:			
Pupil Support Services	342,292	342,292	-
TOTAL EXPENDITURES	<u>342,292</u>	<u>342,292</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>28,109</u>	<u>28,109</u>	<u>-</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>			
Transfers out	(28,109)	(28,109)	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(28,109)</u>	<u>(28,109)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - LOCAL GRANTS**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Local sources:			
Other	\$ 194,825	\$ 208,637	\$ 13,812
<b>TOTAL REVENUES</b>	<u>194,825</u>	<u>208,637</u>	<u>13,812</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	237,714	240,351	(2,637)
Support:			
Pupil Support Services	-	-	-
Instructional Staff Services	41,224	34,371	6,853
Administrative	200	113	87
Business and Central Services	4,350	1,855	2,495
Plant Operations and Maintenance	43,337	43,031	306
<b>TOTAL EXPENDITURES</b>	<u>326,825</u>	<u>319,721</u>	<u>7,104</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(132,000)</u>	<u>(111,084)</u>	<u>20,916</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	-	-	-
Transfers in	150,000	150,000	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
<b>EXCESS OF REVENUES AND OTHER FINANCING     SOURCES OVER (UNDER) EXPENDITURES</b>	<u>18,000</u>	<u>38,916</u>	<u>20,916</u>
Fund balance, June 30, 2001	<u>265,740</u>	<u>264,402</u>	<u>1,338</u>
<b>FUND BALANCE, JUNE 30, 2002</b>	<u>\$ 283,740</u>	<u>\$ 303,318</u>	<u>\$ 22,254</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - DIRECT FEDERAL PROGRAMS**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 1,529,153	\$ 1,165,946	\$ (363,207)
TOTAL REVENUES	<u>1,529,153</u>	<u>1,165,946</u>	<u>(363,207)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	1,198,002	883,828	314,174
Support:			
Pupil Support Services	4,362	4,362	-
Instructional Staff Services	190,374	159,685	30,689
Administrative	5,850	5,850	-
Business and Central Services	565	345	220
Plant Operations and Maintenance	17,789	17,648	141
Transportation	11,102	11,102	-
TOTAL EXPENDITURES	<u>1,428,044</u>	<u>1,082,820</u>	<u>345,224</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>101,109</u>	<u>83,126</u>	<u>(17,983)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(101,109)	(83,126)	17,983
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>(101,109)</u>	<u>(83,126)</u>	<u>17,983</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - SUMMER SCHOOL**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Local sources:			
Other	\$ 410,540	\$ 358,228	\$ (52,312)
TOTAL REVENUES	<u>410,540</u>	<u>358,228</u>	<u>(52,312)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Support			
Instructional Staff Services	398,840	373,026	25,814
TOTAL EXPENDITURES	<u>398,840</u>	<u>373,026</u>	<u>25,814</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>11,700</u>	<u>(14,798)</u>	<u>(26,498)</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	-	-	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>11,700</u>	<u>(14,798)</u>	<u>(26,498)</u>
Fund balance, June 30, 2001	<u>406,626</u>	<u>406,626</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ 418,326</u>	<u>\$ 391,828</u>	<u>\$ (26,498)</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - WBRH RADIO STATION TRAINING PROGRAM**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Local sources:			
Other	\$ 228,621	\$ 231,625	\$ 3,004
TOTAL REVENUES	<u>228,621</u>	<u>231,625</u>	<u>3,004</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	244,679	240,433	4,246
TOTAL EXPENDITURES	<u>244,679</u>	<u>240,433</u>	<u>4,246</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(16,058)</u>	<u>(8,808)</u>	<u>7,250</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	6,979	-	6,979
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>6,979</u>	<u>-</u>	<u>6,979</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>(9,079)</u>	<u>(8,808)</u>	<u>271</u>
Fund balance, June 30, 2001	<u>9,148</u>	<u>9,148</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ 69</u>	<u>\$ 340</u>	<u>\$ 271</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - SERVE! BATON ROUGE**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 276,399	\$ 276,399	\$ -
TOTAL REVENUES	<u>276,399</u>	<u>276,399</u>	<u>-</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	15,478	15,478	-
Support:			
Instructional Staff Services	244,169	244,169	-
Administrative	1,173	1,173	-
Business and Central Services	462	462	-
Plant Operations and Maintenance	15,117	15,117	-
TOTAL EXPENDITURES	<u>276,399</u>	<u>276,399</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	-	-	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - GATEWAY - SCHOOL TO CAREER REGIONAL PARTNERSHIP**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 44,300	\$ 43,200	\$ (1,100)
TOTAL REVENUES	<u>44,300</u>	<u>43,200</u>	<u>(1,100)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	42,855	41,755	1,100
Support:			
Instructional Staff Services	601	601	-
Business and Central Services	844	844	-
TOTAL EXPENDITURES	<u>44,300</u>	<u>43,200</u>	<u>1,100</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out			-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - TECHNOLOGY LITERACY CHALLENGE (TITLE III)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Federal grants	\$ 1,103,557	\$ 1,026,907	\$ (76,650)
TOTAL REVENUES	<u>1,103,557</u>	<u>1,026,907</u>	<u>(76,650)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	881,504	844,784	36,720
Support:			
Instructional Staff Services	157,454	136,906	20,548
Administrative	13,619	41	13,578
Business and Central Services	6,715	542	6,173
TOTAL EXPENDITURES	<u>1,059,292</u>	<u>982,273</u>	<u>77,019</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>44,265</u>	<u>44,634</u>	<u>369</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Transfers out	(44,265)	(44,634)	(369)
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(44,265)</u>	<u>(44,634)</u>	<u>(369)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	-	-	-
Fund balance, June 30, 2001	-	-	-
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - LEARN & SERVE AMERICA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**

**BUDGET AND ACTUAL**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b><u>REVENUES</u></b>			
Federal grants	\$ 19,125	\$ 10,717	\$ (8,408)
TOTAL REVENUES	<u>19,125</u>	<u>10,717</u>	<u>(8,408)</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Education Programs	18,855	10,688	8,167
TOTAL EXPENDITURES	<u>18,855</u>	<u>10,688</u>	<u>8,167</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>270</u>	<u>29</u>	<u>(241)</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>			
Transfers out	(270)	(29)	241
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(270)</u>	<u>(29)</u>	<u>241</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**SPECIAL REVENUE FUND - QUALIFIED ZONE ACADEMY BOND PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>			
Local sources:			
Other	\$ 19,000	\$ 15,774	\$ (3,226)
TOTAL REVENUES	<u>19,000</u>	<u>15,774</u>	<u>(3,226)</u>
<b><u>EXPENDITURES</u></b>			
Support:			
Plant Operations and Maintenance	<u>1,753,427</u>	<u>531,940</u>	<u>1,221,487</u>
TOTAL EXPENDITURES	<u>1,753,427</u>	<u>531,940</u>	<u>1,221,487</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,734,427)</u>	<u>(516,166)</u>	<u>1,218,261</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
Proceeds from issuance of debt	2,250,000	2,250,000	-
Transfers out	-	-	-
Transfers in	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>2,250,000</u>	<u>2,250,000</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>515,573</u>	<u>1,733,834</u>	<u>1,218,261</u>
Fund balance, June 30, 2001	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2002	<u>\$ 515,573</u>	<u>\$ 1,733,834</u>	<u>\$ 1,218,261</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS**

**WORKERS' COMPENSATION FUND**

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

**RISK MANAGEMENT FUND**

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

**MEDICAL INSURANCE FUND**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**PROPRIETARY FUND TYPE**  
**INTERNAL SERVICE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2002**

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 3,470,800	\$ -	\$ -	\$ 3,470,800
Due from other funds	1,670,090	3,060,829	3,775,591	8,506,510
Reimbursement receivable	-	-	179,960	179,960
TOTAL ASSETS	<u>\$ 5,140,890</u>	<u>\$ 3,060,829</u>	<u>\$ 3,955,551</u>	<u>\$ 12,157,270</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>				
Liabilities:				
Accounts payable	\$ 130,475	\$ 31,898	\$ 2,239	\$ 164,612
Claims payable	2,508,027	2,130,471	11,005,679	15,644,177
TOTAL LIABILITIES	<u>2,638,502</u>	<u>2,162,369</u>	<u>11,007,918</u>	<u>15,808,789</u>
Net assets (unrestricted)	<u>2,502,388</u>	<u>898,460</u>	<u>(7,052,367)</u>	<u>(3,651,519)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 5,140,890</u>	<u>\$ 3,060,829</u>	<u>\$ 3,955,551</u>	<u>\$ 12,157,270</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**PROPRIETARY FUND TYPE**

**INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**

**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b><u>OPERATING REVENUES</u></b>				
Premiums received	\$ 1,274,989	\$ 1,018,254	\$ 58,477,982	\$ 60,771,225
TOTAL OPERATING REVENUE	<u>1,274,989</u>	<u>1,018,254</u>	<u>58,477,982</u>	<u>60,771,225</u>
<b><u>OPERATING EXPENSES</u></b>				
Claims expense	2,023,335	773,863	56,007,258	58,804,456
Insurance premiums	154,994	-	2,441,524	2,596,518
Administrative fees	88,593	294,455	2,425,419	2,808,467
TOTAL OPERATING EXPENSES	<u>2,266,922</u>	<u>1,068,318</u>	<u>60,874,201</u>	<u>64,209,441</u>
NET OPERATING INCOME (LOSS)	<u>(991,933)</u>	<u>(50,064)</u>	<u>(2,396,219)</u>	<u>(3,438,216)</u>
<b><u>NONOPERATING REVENUES</u></b>				
Interest income	64,070	17,941	-	82,011
TOTAL NONOPERATING INCOME	<u>64,070</u>	<u>17,941</u>	<u>-</u>	<u>82,011</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(927,863)</u>	<u>(32,123)</u>	<u>(2,396,219)</u>	<u>(3,356,205)</u>
Transfers out	(500,000)	-	-	(500,000)
Transfers in	-	-	500,000	500,000
CHANGE IN NET ASSETS	<u>(1,427,863)</u>	<u>(32,123)</u>	<u>(1,896,219)</u>	<u>(3,356,205)</u>
NET ASSETS at JUNE 30, 2001	<u>3,930,251</u>	<u>930,583</u>	<u>(5,156,148)</u>	<u>(295,314)</u>
NET ASSETS at JUNE 30, 2002	<u>\$ 2,502,388</u>	<u>\$ 898,460</u>	<u>\$ (7,052,367)</u>	<u>\$ (3,651,519)</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**PROPRIETARY FUND TYPE**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>				
Cash premiums received	\$ 1,274,989	1,018,254	58,868,858	\$ 61,162,101
Cash paid in claims and benefits	(1,647,314)	(1,018,649)	(54,370,036)	(57,035,999)
Cash paid for expenses	<u>(82,680)</u>	<u>(384,821)</u>	<u>(2,628,143)</u>	<u>(3,095,644)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(455,005)</u>	<u>(385,216)</u>	<u>1,870,679</u>	<u>1,030,458</u>
<b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u></b>				
Interfund transfers and advances	<u>1,556,860</u>	<u>367,275</u>	<u>(1,870,679)</u>	<u>53,456</u>
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	<u>1,556,860</u>	<u>367,275</u>	<u>(1,870,679)</u>	<u>53,456</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>				
Interest Income	<u>64,070</u>	<u>17,941</u>	<u>-</u>	<u>82,011</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>64,070</u>	<u>17,941</u>	<u>-</u>	<u>82,011</u>
NET INCREASE IN CASH	1,165,925	-	-	1,165,925
Cash at beginning of year	<u>2,304,875</u>	<u>-</u>	<u>-</u>	<u>2,304,875</u>
CASH AT END OF YEAR	\$ <u>3,470,800</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>3,470,800</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities</b>				
Operating Income (loss)	\$ (991,933)	\$ (50,064)	\$ (2,396,219)	\$ (3,438,216)
Adjustments to reconcile operating income (loss) to net cash provided by/(used in) operating activities:				
Changes in:				
Reimbursement receivables	-	-	390,876	390,876
Accounts and claims payable	<u>536,928</u>	<u>(335,152)</u>	<u>3,876,022</u>	<u>4,077,798</u>
NET CASH PROVIDED BY / (USED IN) OPERATING ACTIVITIES	\$ <u>(455,005)</u>	\$ <u>(385,216)</u>	\$ <u>1,870,679</u>	\$ <u>1,030,458</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**FIDUCIARY FUND TYPE - AGENCY FUNDS**

**AGENCY FUNDS**

**CONSOLIDATED PAYROLL FUND**

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

**SCHOOL ACTIVITY FUND**

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**Baton Rouge, Louisiana**

**FIDUCIARY FUNDS**

**COMBINING BALANCE SHEET**

**June 30, 2002**

	<u>Consolidated Payroll Fund</u>	<u>School Activity Fund</u>	<u>Agency Total</u>
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ -	\$ 5,491,468	\$ 5,491,468
Accounts receivable	101,210	-	101,210
Due from other funds	8,837,020	-	8,837,020
TOTAL ASSETS	<u>\$ 8,938,230</u>	<u>\$ 5,491,468</u>	<u>\$ 14,429,698</u>
<b><u>LIABILITIES</u></b>			
Benefits payable	\$ 2,010,344	\$ -	\$ 2,010,344
Salaries payable	5,156,485	-	5,156,485
Payroll withholdings payable	1,771,401	-	1,771,401
Amounts held for other groups	-	5,491,468	5,491,468
TOTAL LIABILITIES	<u>\$ 8,938,230</u>	<u>\$ 5,491,468</u>	<u>\$ 14,429,698</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Balance</u> <u>June 30, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<b><u>CONSOLIDATED PAYROLL FUND</u></b>				
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ -	\$ 299,966,805	\$ 299,966,805	\$ -
Due from other Funds	9,163,965	-	326,945	8,837,020
Accounts receivable	78,679	511,768	489,237	101,210
TOTAL ASSETS	\$ 9,242,644	\$ 300,478,573	\$ 300,782,987	\$ 8,938,230
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ -	\$ 76,312,880	76,312,880	\$ -
Salaries payable	5,742,855	5,156,485	5,742,855	5,156,485
Payroll withholdings payable	1,806,711	97,963,963	97,999,273	1,771,401
Benefits payable	1,693,078	56,274,410	55,957,144	2,010,344
TOTAL LIABILITIES	\$ 9,242,644	\$ 235,707,738	\$ 236,012,152	\$ 8,938,230
<b><u>SCHOOL ACTIVITY FUND</u></b>				
<b><u>ASSETS</u></b>				
Cash and cash equivalents				
TOTAL ASSETS	\$ 4,329,523	\$ 16,587,300	\$ 15,425,355	\$ 5,491,468
<b><u>LIABILITIES</u></b>				
Amounts held for other groups	4,329,523	16,587,300	15,425,355	5,491,468
TOTAL LIABILITIES	\$ 4,329,523	\$ 16,587,300	\$ 15,425,355	\$ 5,491,468
<b><u>TOTAL AGENCY FUNDS</u></b>				
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 4,329,523	\$ 316,554,105	\$ 315,392,160	\$ 5,491,468
Due from other funds	9,163,965	-	326,945	8,837,020
Accounts receivable	78,679	511,768	489,237	101,210
TOTAL ASSETS	\$ 13,572,167	\$ 317,065,873	\$ 316,208,342	\$ 14,429,698
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ -	\$ 76,312,880	76,312,880	\$ -
Salaries payable	5,742,855	5,156,485	5,742,855	5,156,485
Payroll withholdings payable	1,806,711	97,963,963	97,999,273	1,771,401
Benefits payable	1,693,078	56,274,410	55,957,144	2,010,344
Amounts held for other groups	4,329,523	16,587,300	15,425,355	5,491,468
TOTAL LIABILITIES	\$ 13,572,167	\$ 252,295,038	\$ 251,437,507	\$ 14,429,698

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**CAPITAL ASSETS**



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

**SCHEDULE OF CAPITAL ASSETS - BY FUNCTION**  
**JUNE 30, 2002**

<u>Function</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
Administrative	\$ 48,642	\$ 4,063,452	\$ 8,398,806	\$ -	\$ 12,510,900
Instructional	7,795,506	119,611,386	8,489,793	50,959,235	186,855,920
Maintenance	740,300	3,097,548	18,263,077	-	22,100,925
<b>TOTAL</b>	<b>\$ 8,584,448</b>	<b>\$ 126,772,386</b>	<b>\$ 35,151,676</b>	<b>\$ 50,959,235</b>	<b>\$ 221,467,745</b>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

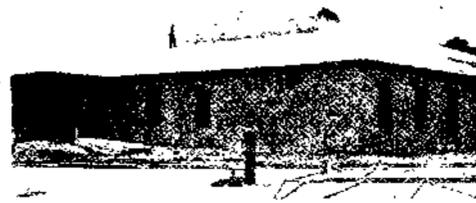
**SCHEDULE OF CHANGES IN CAPITAL ASSETS - BY FUNCTION**  
**FISCAL YEAR ENDED JUNE 30, 2002**

<u>Function</u>	<u>Capital Assets June 30, 2001</u>	<u>Additions</u>	<u>Adjustments and Deductions</u>	<u>Capital Assets June 30, 2002</u>
Administrative	\$ 5,986,895	\$ 6,782,345	\$ (258,340)	\$ 12,510,900
Instructional	151,869,569	59,332,450	(24,346,099)	186,855,920
Maintenance	12,601,995	9,608,781	(109,851)	22,100,925
 TOTAL	 <u>\$ 170,458,459</u>	 <u>\$ 75,723,576</u>	 <u>\$ (24,714,290)</u>	 <u>\$ 221,467,745</u>

Northeast Elementary - opened May 23, 2002



Woodlawn High School - under construction



Northeast High School - under construction



# Comprehensive Annual Financial Report

# Statistical Section



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**GENERAL FUND REVENUES BY SOURCES**  
**LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Total</u>	<u>Ad Valorem Taxes</u>	<u>Sales and Use Tax</u>	<u>State Support</u>	<u>Federal Grants</u>	<u>Misc.</u>
1993	\$ 237,386,093	\$ 40,765,787	\$ 47,969,355	\$ 144,938,060	\$ 1,625,186	\$ 2,087,705
1994	240,957,676	42,736,802	48,915,959	145,363,975	1,850,869	2,090,071
1995	256,268,397	52,712,069	52,409,510	146,027,066	1,682,532	3,437,220
1996	255,740,159	55,385,334	56,354,829	138,750,975	1,107,308	4,141,713
1997	259,201,923	57,514,153	58,493,172	138,881,824	478,649	3,834,125
1998	273,511,530	62,573,263	61,754,604	144,027,982	499,997	4,655,684
1999	290,490,251	66,270,647	71,015,058	146,445,025	418,508	6,341,013
2000	282,894,723	71,416,770	65,697,498	141,334,073	456,814	3,989,568
2001	284,171,770	75,788,351	65,425,555	138,358,780	483,499	4,115,585
2002	297,555,836	80,229,776	66,670,948	145,918,169	520,013	4,216,930

**GENERAL FUND EXPENDITURES BY FUNCTIONS**  
**LAST TEN FISCAL YEARS**

	<u>Total</u>	<u>Instructional (1)</u>	<u>Maintenance &amp; Operations</u>	<u>Transportation</u>	<u>General Administrative/ Business Service Misc. (2)</u>
1993	\$ 231,933,133	\$176,727,720	\$ 31,920,198	\$ 15,601,315	\$ 7,683,900
1994	236,185,532	179,192,174	33,112,115	16,280,051	7,601,192
1995	252,414,010	194,065,610	29,896,244	16,530,871	11,921,285
1996	249,828,590	191,372,071	30,405,442	16,410,731	11,640,346
1997	250,212,864	190,029,180	32,279,430	15,710,748	12,193,506
1998	272,520,857	201,165,847	35,199,598	19,894,201	16,261,211
1999	284,928,535	219,421,887	33,234,697	16,845,443	15,426,508
2000	286,546,865	219,107,378	34,366,787	17,428,537	15,644,163
2001	291,367,820	215,080,177	39,082,228	21,090,464	16,114,951
2002	284,040,090	216,270,318	33,014,060	18,855,883	15,899,829

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

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

<u>Fiscal Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Levy Collections</u>	<u>Percent of Levy Collected</u>	<u>Prior Year Tax Collections</u>	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
1992	\$ 42,259,323	\$ 40,397,094	95.6%	\$ 1,187,124	\$ 41,584,218	98.4%
1993	44,141,797	42,460,311	96.2	1,140,676	43,600,987	98.8
1994	54,403,964	52,422,049	96.4	1,009,301	53,431,350	98.2
1995	56,702,992	54,839,950	96.7	1,195,461	56,035,411	98.8
1996	58,955,243	57,218,310	97.1	912,641	58,130,951	98.6
1997	63,713,890	61,865,128	97.1	1,445,784	63,310,912	99.4
1998	68,642,992	66,837,246	97.4	220,648	67,057,894	97.7
1999	71,821,605	70,189,060	97.7	706,666	70,895,726	98.7
2000	76,759,889	74,426,059	97.0	818,601	75,244,661	98.0
2001	81,264,695	78,653,814	96.8	996,909	79,650,723	98.0

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

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

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

<u>Fiscal Year</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Ratio of Total Assessed Value to Total Estimated Actual Value (2)</u>
1992	\$ 1,568,334,720	\$ 14,257,588,336	11%
1993	1,627,894,980	14,799,045,164	11
1994	1,674,869,070	15,226,082,455	11
1995	1,738,389,370	15,803,539,727	11
1996	1,864,291,960	16,948,108,764	11
1997	1,984,916,760	18,044,697,818	11
1998	2,110,523,928	19,186,581,255	11
1999	2,196,149,252	19,964,993,200	11
2000	2,324,089,310	21,128,084,636	11
2001	2,437,458,220 (3)	22,158,711,091	11

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

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

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

(3) Exempt Properties

Does not include exempt assessed valuations as follows:

	<u>2001</u>	<u>2000</u>
(a) Manufacturing plants under a ten-year contract	\$ 554,836,251	\$ 570,139,112
(b) Churches, schools, and government buildings	<u>58,901,250</u>	<u>56,858,488</u>
Total Exempt Properties	<u>\$ 613,737,501</u>	<u>\$ 626,997,600</u>

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

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

Fiscal Year	City		Parish			
	Operating	Operating	Debt Service (2)	Mosquito Rodent Tax	Library Board of Control	Emergency Medical Services
<b><u>TAX RATES (mills per dollar)</u></b>						
1992	8.74	4.38	2.85	1.25	8.33	3.13
1993	8.74	4.38	2.85	1.25	8.33	3.13
1994	8.74	4.38	2.85	1.23	8.33	3.13
1995	8.74	4.38	2.85	1.23	8.33	3.13
1996	8.50	4.20	1.22	1.18	11.10	3.00
1997	8.50	4.20	0.63	1.18	11.10	3.00
1998	8.50	4.20	-	1.18	11.10	3.00
1999	8.50	4.20	-	1.18	11.10	3.00
2000	8.34	4.06	-	1.14	10.72	2.90
2001	8.34	4.06	-	1.14	10.72	2.90

**TAX LEVIES**

1992	\$ 6,942,024	\$ 6,869,306	\$ 4,469,754	\$ 1,960,419	\$ 13,064,228	\$ 4,908,888
1993	7,207,838	7,130,180	4,639,501	2,034,869	13,560,365	5,095,311
1994	7,346,852	7,335,927	4,773,377	2,060,089	13,951,659	5,242,340
1995	7,630,188	7,614,145	4,954,410	2,138,219	14,480,783	5,441,159
1996	7,923,458	7,830,026	2,274,436	2,199,865	20,693,641	5,592,876
1997	8,253,582	8,336,650	1,250,498	2,342,202	22,032,576	5,954,750
1998	8,662,650	8,864,201	-	2,490,418	23,426,816	6,331,572
1999	8,924,989	9,223,827	-	2,591,456	24,377,257	6,588,448
2000	9,233,409	9,435,803	-	2,649,462	24,914,237	6,739,859
2001	9,412,866	9,896,080	-	2,778,702	26,129,552	7,068,629

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

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

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

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

Parish				
School District	Recreation and Park	Law Enforcement District	Assessor's Salary and Expense Fund	Total
37.84	9.45	8.09	1.60	85.66
37.84	9.45	8.09	1.60	85.66
45.34	9.45	14.99	1.60	100.04
45.34	11.45	14.99	1.60	102.04
43.45	10.97	14.99	1.53	100.14
43.45	10.95	14.99	1.53	99.53
43.45	10.95	14.99	1.53	98.90
43.45	10.95	14.99	1.53	98.90
43.45	10.95	14.99	1.48	98.03
43.45	10.95	14.99	1.48	98.03
\$ 59,345,786	\$ 14,820,763	\$ 12,687,828	\$ 2,509,336	\$ 127,578,332
61,599,546	15,383,608	13,169,670	2,604,632	132,425,520
75,938,564	15,827,513	25,106,287	2,679,791	160,262,399
78,818,574	19,904,558	26,058,457	2,781,423	169,821,916
81,003,486	20,451,283	27,945,737	2,852,367	178,767,175
86,244,633	21,734,839	29,753,902	3,036,923	188,940,555
91,702,265	23,110,237	31,636,754	3,229,102	199,454,015
95,422,686	24,047,834	32,920,277	3,360,108	207,456,882
100,981,681	25,448,778	34,838,099	3,439,652	217,680,980
105,907,560	26,690,168	36,537,499	3,607,438	228,028,494

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

(2) Parishwide debt

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**COMPUTATION OF LEGAL DEBT MARGIN**  
**FISCAL YEAR ENDED JUNE 30, 2002**

Debt Limit of Twenty-Five Percent (25%) of Assessed Value(2)	\$ 609,364,555
Less: Total Bonded Debt	<u>                  -</u>
Legal Debt Margin	<u>\$ 609,364,555</u>

- (1) Population figures for 2000 were obtained from the Official U. S. Census. All other years were obtained from the Planning Commission of East Baton Rouge Parish.
- (2) Legal debt limit of 25% is established by Louisiana Revised Statute Title 39, Section 562.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**DECEMBER 31, 2002**

	<u>Gross Debt Outstanding</u>	<u>Amounts in Debt Service Fund for Principal</u>	<u>Net Debt Outstanding</u>
<b><u>East Baton Rouge Parish School Board:</u></b>			
Qualified Zone Academy Bond Program	\$ 2,209,091	\$ -	\$ 2,209,091
Capital Lease	<u>1,912,233</u>	<u>-</u>	<u>1,912,233</u>
	<u>4,121,324</u>	<u>-</u>	<u>4,121,324</u>
<b><u>Overlapping Debt:</u></b>			
City of Baker	2,174,000	1,168,490	1,005,510
City of Zachary	14,416	-	14,416
Hospital Service District No. 1 (Lane Memorial Hospital)	10,449,599	804,099	9,645,500
St. George Fire Protection District	2,040,842	-	2,040,842
Port of Greater Baton Rouge	8,608,156	285,000	8,323,156
Parish of East Baton Rouge			
- 1982 Jail Project Contract	16,024	-	16,024
- LA Community Development Authority	5,525,000	-	5,525,000
City of Baton Rouge - State Municipal Police Employee Retirement System Note	<u>71,356,024</u>	<u>-</u>	<u>71,356,024</u>
	<u>100,184,061</u>	<u>2,257,589</u>	<u>97,926,472</u>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>	<b><u>\$ 104,305,385</u></b>	<b><u>\$ 2,257,589</u></b>	<b><u>\$ 102,047,796</u></b>

**EAST BATON ROUGE PARISH SCHOOL BOARD**

Unaudited

**Baton Rouge, Louisiana****DEMOGRAPHIC STATISTICS****LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population(1)</u>	<u>Per Capita Income(3)</u>	<u>Median Age(1)</u>	<u>Public School Enrollment(4)</u>	<u>Unemployment Rate (5)</u>	<u>Unemployment Labor Market Area (6)</u>
1992	390,763	\$ 17,881	29.9	60,918	5.6%	6.4%
1993	393,923	18,148	29.9	60,643	5.8	6.6
1994	396,364	18,798	29.9	59,026	6.6	7.4
1995	398,661	19,288	29.9	57,430	5.6	6.2
1996	399,992	20,484	29.9	56,576	5.3	5.8
1997	396,331	22,361	29.9	56,135	4.2	4.4
1998	396,556	23,077	29.9	55,507	3.3	3.7
1999	399,105	23,561	29.9	54,518	2.7	3.0
2000	412,852 (2)	25,592	31.5	54,448	4.2 (7)	4.8 (7)
2001	414,040	26,604	31.5	52,317	4.9 (7)	5.5 (7)

All information is parishwide.

- (1) Estimates - Planning Commission of East Baton Rouge Parish
- (2) Official U. S. Census
- (3) Estimates - Bureau of Economic Analysis
- (4) East Baton Rouge Parish School Board – October 1, 2001 enrollment includes pre-kindergarten.
- (5) Louisiana Department of Labor - Benchmark rates for East Baton Rouge Parish only - These data are disaggregated using claims for unemployment compensation and population sharing ratios which are applied to present market area estimates and are valid only for the allocation of manpower revenue sharing funds.
- (6) Louisiana Department of Labor - Baton Rouge Labor Market area includes East Baton Rouge, Ascension, Livingston, and West Baton Rouge Parishes. The Labor Market Rate reflects unemployment in Baton Rouge and the surrounding area. Baton Rouge serves as the focus of employment for many of the parishes that border it.
- (7) Preliminary figures.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS**  
**LAST TEN FISCAL YEARS**

Calendar Year	Estimated Actual Property Values	Commercial Construction(2)		Residential Construction(2)		Bank Deposits(1)
		Number of Permits	Value	Number of Permits	Value	
1992	\$ 14,257,588,336	835	\$ 103,544,932	2,395	\$ 116,690,014	\$ 12,227,027
1993	14,799,045,164	920	133,669,625	2,542	129,633,256	12,519,825
1994	15,226,082,455	948	205,269,598	2,529	123,468,138	16,502,542
1995	15,803,539,727	958	210,975,208	2,160	93,878,466	17,685,694
1996	16,948,108,764	1,037	262,585,974	2,312	109,909,237	19,428,938
1997	18,044,697,818	1,104	197,840,970	2,081	100,546,972	19,214,205 (4)
1998	19,186,581,225	870	218,408,621	2,182	107,752,471	4,696,591
1999	19,964,993,200	991	279,127,563	2,382	117,686,932	5,263,770
2000	21,128,084,636	907	276,550,291	1,832	97,868,821	See Below
2001	22,158,711,091	837	281,290,772	2,343	122,285,336	See Below

**Bank Deposits (In Thousands)(1)**

December 31,

2001

2000

Hibernia National Bank	\$ 1,358,189	\$ 1,350,712
Bank One, N.A.	1,548,842	1,818,548
Alliance Bank of Baton Rouge	46,508	28,628
Whitney National Bank	259,738	212,133
Regions Bank of Louisiana	282,796	308,044
Bank One Trust Company, National Association	23,359	31,084
Hancock Bank of Louisiana	521,503	449,672
Union Planters Bank	540,597	516,314
Britton & Koontz First National Bank	32,855	-
AmSouth Bank	86,501	87,466
Liberty Bank & Trust Company	14,928	14,545
Citizens Bank & Trust Company	33,501	28,579
Bank of West Baton Rouge	44,308	34,643
Bank of Zachary	83,912	76,440
Business Bank of Baton Rouge	75,793	54,972
First National Banker's Bank	58,983	63,141
Louisiana Bank & Trust Company (3)	-	34,184
First Bank	23,131	11,360
Dillard National Bank	100	200
Clinton Bank & Trust Company	5,831	3,278
Fidelity Bank & Trust Company	76,929	56,266
	<u>\$ 5,118,304</u>	<u>\$ 5,180,209</u>

All Information is Parish-wide unless otherwise noted

- (1) Source: Louisiana State Office of Financial Institutions.  
(2) Source: Department of Public Works - Inspection Division.  
(3) Acquired by Britton & Koontz First National Bank, effective 12/1/2000

- (4) Information on bank deposits is statewide prior to 1998.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**PARISH OF EAST BATON ROUGE - PRINCIPAL TAXPAYERS**

<u>Taxpayers</u>	<u>Type of Business</u>	<u>2001 Assessed Valuation (1)</u>	<u>Percentage of Total Assessed Valuation</u>
Exxon/Mobile Corporation	Petroleum Products	\$ 169,035,750	6.93%
Entergy, Inc.	Electric and Gas Utility	55,575,650	2.28
Bell South Communications	Telephone Utility	52,554,840	2.16
Georgia-Pacific Corporation	Pulp and Paper Products	40,806,960	1.67
Bank One	Bank	24,894,050	1.02
Hibernia National Bank	Bank	23,206,600	0.95
Baton Rouge Water Company	Water Utility	15,666,390	0.64
Union Planters Bank	Bank	11,030,700	0.45
Wal-Mart	Retail Stores	10,918,550	0.45
Hancock Bank	Bank	<u>10,266,300</u>	<u>0.42</u>
		<u>\$ 413,955,790</u>	<u>16.97%</u>

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**BOARD MEMBERS' COMPENSATION**  
**JUNE 30, 2002**

<u>Name</u>	<u>Compensation Base(1)</u>	<u>Additional Compensation(3)</u>	<u>Total</u>
Black, William "Bill"	\$ 9,600	\$ 900	\$ 10,500
Devall, Dalton	9,600	900	10,500
Hammatt, Noel	9,600	1,050	10,650
Hayes-Smith, Patricia	9,600	1,050	10,650
Henderson, Daniel	9,600	700	10,300
Kelley, Ingrid	9,600	800	10,400
LaBarbera, Jill	9,600	1,050	10,650
Mims, Jacqueline	9,600	150	9,750
Moser, Roger (2)	10,800	1,100	11,900
Niquille, Patrice	9,600	750	10,350
Pratt, Warren	9,600	750	10,350
Robinson, Press	<u>9,600</u>	<u>500</u>	<u>10,100</u>
	<u>\$ 116,400</u>	<u>\$ 9,700</u>	<u>\$ 126,100</u>

Notes:

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**TEN LARGEST EMPLOYERS BY INDUSTRY**

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

Source: Louisiana Department of Labor-based on information available as of first quarter of 2001. Includes firms with 1,000 or more employees.

**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**Baton Rouge, Louisiana**

Unaudited

**MISCELLANEOUS STATISTICAL DATA**  
**JUNE 30, 2002**

Year of Incorporation	1877
Form of Government	President/School Board
Area of Parish	472.1 Square Miles
Regular School Days	180
Number of Schools:	
K-5	60
K-6	1
Middle Schools (6-8 only)	17
Jr. High and High Schools (7-12)	1
High Schools (9-12 only)	14
Special Education Schools	4
Middle/High Alternative School	4
SUBTOTAL	101
Charter Schools	3
TOTAL	104
Enrollment (Public School Only):(1)	
Pre-School	1,059
Kindergarten	3,960
Grades 1-5	20,483
Grades 6-8	11,822
Grades 9-12	13,864
Special Education (Elementary & Secondary)	759
SUBTOTAL	51,947
Charter Schools	
Kindergarten	39
Grades 1-5	201
Grades 6-8	130
TOTAL	52,317

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





**East Baton Rouge Parish School System**  
1050 South Foster Drive  
Baton Rouge, Louisiana 70806

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**EAST BATON ROUGE PARISH SCHOOL BOARD**

**REPORTS ON COMPLIANCE AND INTERNAL CONTROL**

**JUNE 30, 2002**

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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 2/13/03



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**EXHIBIT A**  
**Page 1 of 2**

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

East Baton Rouge Parish School Board  
Baton Rouge, Louisiana

We have audited the financial statements of the East Baton Rouge Parish School Board as of and for the year ended June 30, 2002, and have issued our report thereon dated November 8, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the East Baton Rouge Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the East Baton Rouge Parish School Board in a separate letter dated November 8, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the East Baton Rouge Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the East Baton Rouge Parish School Board in a separate letter dated November 8, 2002.

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

*Postlethwaite & Nettleton*

Baton Rouge, Louisiana  
November 8, 2002





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**EXHIBIT B**

**Page 1 of 2**

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

East Baton Rouge Parish School Board  
Baton Rouge, Louisiana

Compliance

We have audited the compliance of the East Baton Rouge Parish School Board with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2002. The East Baton Rouge Parish School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the East Baton Rouge Parish School Board's management. Our responsibility is to express an opinion on the East Baton Rouge Parish School Board's compliance based on our audit.

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

In our opinion, the East Baton Rouge Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the East Baton Rouge Parish School Board as of and for the year ended June 30, 2002, and have issued our report thereon dated November 8, 2002. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

*Postlethwaite & Nettleton*

Baton Rouge, Louisiana  
November 8, 2002



**EAST BATON ROUGE PARISH SCHOOL SYSTEM  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR FISCAL YEAR ENDED JUNE 30, 2002**

**EXHIBIT C**

**U.S. DEPT. OF EDUCATION**

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
CON-ED '01 C/O (ADULT ED) '01	84.002A	0044-17-C	30,873
ADULT EDUCATION - FEDERAL '02	84.002A	0244-17	539,949
ADULT ED - ONE STOP CENTERS '02	84.002A	0213-17	4,188
ADULT ED - TECH '02	84.002A	0222-17	42,942
VOC ED TECH PREP '02	84.002A	0222-17	147,659
ADULT ED - FED.ENGLISH LANGUAGE/CIVICS '02	84.002A	0243-17	19,845
TITLE I (950) C/O '02	84.010A	01-17-1ASA-17	1,047,359
TITLE I '01	84.010A	01-T1-17	865,813
TITLE I, PART A - BASIC '02	84.010A	02-T1-17	10,585,442
SPECIAL ED - IDEA, PART B '01	84.027A	01-B1-17	482,427
SPECIAL ED - IDEA, PART B '02	84.027A	02-B1-17	4,393,052
SPECIAL ED - PRESCHOOL (843) C/O '01	84.027A	00P1-17-S	31,118
SP ED-IDEA PART B C/O '00	84.027A	00-B1-17-S	501
SPECIAL ED - IDEA PART B DISC (CAN) '02	84.027A	02-B2-17	58,459
SPEC ED - IDEA PART B DISC (PAM) '02	84.027A	02-B3-17	59,616
VOC ED BASIC '02	84.048	0202-17	789,300
TITLE VII, PART C - EMER IMMIG ED '02	84.162A	28-02-X2-17	138,668
TITLE VII, PART C - EMER IMMIG ED (938) C/O '02	84.162A	28-01-X2-17	38,404
TITLE VII, PART C - EMER IMMIG ED '01	84.162A	28-01-X2-17	18,841
TITLE VII, PART C - EMER IMMIG C/O (901) '02	84.162A	2800X217S	19,037
SPECIAL ED - PRESCHOOL '01	84.173A	01-P1-17	4,501
SPECIAL ED - PRESCHOOL '02	84.173A	02-P1-17	194,227
SPECIAL ED - INFANTS & TODDLERS SUMMER EVAL. '02	84.181A	28-02-C5-17	28,800
SPEC ED - PART C, DIRECT SERVICES '02	84.181A	02-C3-17	30,571
TITLE IV - DRUG FREE '02	84.186A	02-70-17	370,401
TITLE I - HOMELESS '02 (C/O '01)	84.196A	01-H1-17-C	2,095
TITLE I - HOMELESS '02	84.196A	02-H1-17	58,719
TEACHING AMERICAN HISTORY '02 *	84.215X	S215X010294	22,548
TITLE I - CAPITAL EXPENSES '02	84.216A	02-C1 17	10,461
GOALS 2000 - LEARN IMPROVE-BELOW AVG '01	84.276A	01LI17	565
GATEWAY CAREER BULIDERS '02	84.278E	N/A	9,392
CAREER BUILDERS (GATEWAY) '01	84.278E	113-00102	33,808
TITLE II - EISENHOWER PROF DEV '02	84.281A	02-50-17	294,926
TITLE II - EISENHOWER PROF DEV '01	84.281A	01-50-17	45,438
ED STATION 21ST CENTURY '01 *	84.287A	S287A000926	1,706
EDUCATION STATION 21st CENTURY '02 *	84.287A	S287A000926	393,412
EDUCATION STATION 21st CENTURY '03 *	84.287A	S287A000926	24,918
AFTER SCH LEARNING CTRS '01 *	84.287B	R287B990145-01	322,427
EXCEL '01 *	84.288S	T288S000032	2,701
EXCEL '02 *	84.288S	T288S000032-01	189,296
TITLE VII - IGNITE '00 *	84.289P	T289P990108	(2,756)
MOSAIC '01 *	84.290U	T290U000100	186
MOSAIC '02 *	84.290U	T290U000100-01	211,508
TITLE VI - INNOV EDUC PRGM STRAT '02	84.298A	02-00-17	269,835
TITLE VI - INNOV EDUC PRGM STRAT '01	84.298A	01-00-17	46,261
TITLE I - HIPPI YWCA '01	84.310A	N/A	23,455
TITLE III - TECH LIT CHALL - PROF DEV '01	84.318A	280146-17	198,993
TITLE III - TECH LIT CHALL '01	84.318A	280149-17	84,875

**EAST BATON ROUGE PARISH SCHOOL SYSTEM  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR FISCAL YEAR ENDED JUNE 30, 2002**

**EXHIBIT C**

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
TECH LIT CHALL:FIRST TECH '02	84.318X	0203-17	443,689
TECH LIT CHALL: ISTROUMA HI '02	84.318X	0248-17	19,185
TECHNOLOGY LITERACY CHALLENGE '02	84.318X	0246-17	280,165
TITLE I-COPMPREHENSIVE SCHOOL REFORM DEMO '01	84.332A	00-T2-17-C	9,423
TITLE I - COMP SCH REFORM DEMO (CSR D) '02	84.332A	01-T2-17-C	282,951
LSU - GEAR-UP '01	84.334A	P334A000052	63,548
LSU - GEAR-UP '02	84.334A	P334A000052	95,658
TITLE I - READING EXCELLENCE '01	84.338A	00-R1-17	8,595
TITLE I - READING EXCELLENCE '02	84.338A	00-R1-17-C	465,990
TITLE I - READING EXCELLENCE '02 C/O	84.338A	00R1-17 C/O	32,480
TITLE I - READING EXCELLENCE SUPPLEMENT '02	84.338A	00-RS-17-C	27,404
TITLE VI - CLASS SIZE REDUCTION '01	84.340A	01-01-17	62
TITLE VI - CLASS SIZE REDUCTION '02	84.340A	02-01-17	1,989,760
LSU - TEACHERS TECH PT.NET '01	84.342A	P342A990187-00	142,894
TITLE I - ACCOUNTABILITY '02	84.348A	01-TA 17	67,415
TITLE I - ACCOUNTABILITY '01	84.348A	01-TA 17	79,368
<b>TOTAL DEPT. OF EDUCATION</b>			<b>26,195,350</b>

**U.S. DEPT OF HEALTH AND HUMAN SERVICES**

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
LA 4 IMPROVEMENT/ENHANCEMENT '03	93.558	215.17	221
FIND WORK '02	93.558	CFSM#543548 430	20,295
STARTING POINTS '02	93.558	0238-17	273,332
TANF - PRE-GED/SKILLS OPTION '02 (claim form)	93.558	0236-17	94,314
PRE-K SUMMER ENRICHMENT	93.558	N/A	72,679
EARLY CHILDHOOD DEV PILOT '02	93.558	0235-17	811,682
TITLE V - REFUGEE CHILD SCH IMPACT C/O '02	93.576	01-X3-17C	11,137
TITLE V - REFUGEE CHILD SCH IMPACT '01	93.576	01-X3-17	(2,460)
TITLE V - REFUGEE CHILD SCH IMPACT '02	93.576	02-X3-17	14,610
YWCA EARLY HEAD START '02	93.600	06YC0528/04	234,413
<b>TOTAL DEPT. OF HEALTH AND HUMAN RESOURCES</b>			<b>1,530,224</b>

**CORPORATION FOR NATIONAL SERVICES**

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
LEARN & SERVE SUBGRANT - GARDENING & BAKING '02	94.0004	N/A	1,690
LEARN & SERVE SUBGRANT -LIFE LAB '02	94.0004	N/A	1,947
LEARN & SERVE SUBGRANT - GREEN THUMB '02	94.0004	N/A	918
LEARN & SERVE:SWEET OLIVE '02	94.0004	N/A	634

**EAST BATON ROUGE PARISH SCHOOL SYSTEM  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR FISCAL YEAR ENDED JUNE 30, 2002**

EXHIBIT C

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
LEARN & SERVE:CARE & SHARE '02	94.0004	N/A	460
LEARN & SERVE:BRIDGING GAP '02	94.0004	N/A	833
LEARN & SERVE:KIDZ CARE '02	94.0004	N/A	783
LEARN & SERVE SUBGRANT - COBALT '02	94.004	N/A	2,887
SERVE! FEDERAL '02	94.006	02-18-17-S	241,172
SERVE - FEDERAL '01	94.006	94ASCLA0190101	33,989
AMERICORPS STATE GRANTS '02	94.006	280127-17	49,700
SERVE - PROFESSIONAL DEVELOPMENT '02	94.009	N/A	1,238
<b>TOTAL CORPORATION FOR NATIONAL SERVICES</b>			<b><u>336,250</u></b>

U.S. DEPT. OF AGRICULTURE

PROGRAM NAME	CFDA NUMBER	PROJECT NUMBER	EXPENDITURES
	10.550		
	10.553		
CHILD NUTRITION CLUSTER	10.555	N/A	16,931,461
<b>TOTAL DEPT. OF AGRICULTURE</b>			<b><u>16,931,461</u></b>

U.S. DEPT OF DEFENSE

PROGRAM NAME	FEDERAL CFDA NUMBER	GRANTOR PROJECT NUMBER	EXPENDITURES
ARMY ROTC *	N/A	N/A	520,013
<b>TOTAL DEPT. OF DEFENSE</b>			<b><u>520,013</u></b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b><u><u>45,513,297</u></u></b>

\* - Received directly from the federal agency

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

**EAST BATON ROUGE PARISH SCHOOL BOARD**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2002**

**NOTE A – BASIS OF PRESENTATION**

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

**NOTE B – FOOD DISTRIBUTION**

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. During the year ended June 30, 2002, the School Board received commodities valued at \$1,176,528. At June 30, 2002, the organization had food commodities totaling \$210,246 in inventory.



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2002**

**A. Summary of Auditors' Results**

*Financial Statements*

Type of auditor's report issued: Unqualified

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

Noncompliance material to financial  
statements noted?     yes         no

*Federal Awards*

Internal control over major programs:

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

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

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



**EAST BATON ROUGE PARISH SCHOOL BOARD**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2002**

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.027	Special Education
93.558	Temporary Assistance for Needy Families
10.553 – 10.555, 10.559	Child Nutrition Cluster

The threshold for distinguishing types A & B programs was program expenditures exceeding \$1,365,399.

- The East Baton Rouge Parish School Board was determined to be a low-risk auditee.

**B. Findings – Financial Statement Audit**

- None

**C. Findings and Questioned Costs – Major Federal Award Programs**

10.553 – 10.555, 10.559 Child Nutrition Cluster  
93.558 – Temporary Assistance for Needy Families

1) Allowable Costs/Cost Principles

Criteria: According to OMB Circular A-87, where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. Said certifications must be signed by the employee or his/her supervisor.

Condition: The required signed certifications were not obtained. Despite the lack of these certifications, the School Board's finance staff does take steps to ensure that all workers charged to a federal program are in-fact assigned duties to that program through communications and correspondence.

Effect: The School Board is in technical violation of the allowability provisions of OMB Cost Circular A-87.



Recommendation: The required certifications on employees working solely for federal programs should be signed by the program supervisors on a semi-annual basis as required by OMB Circular A-87.

93.558 Temporary Assistance for Needy Families

2) Eligibility

Criteria: Individuals receiving benefits under federal programs must meet the eligibility standards set forth in the program regulations.

Condition: Out of a testing sample of 40 program participants, 2 participants did not meet the eligibility criteria of the program.

Effect: While the error rate of the sample is not considered to be large, ineligible individuals should not be served. The system for the determination of eligibility appears to be adequate overall, but may need some fine-tuning.

Recommendation: The School Board should review its policies and procedures for the determination of eligibility to ensure that those procedures are being executed properly.

84.027 Special Education

3) Procurement of goods\services

Criteria: In the purchase of goods and services, local governments are required to follow local laws regarding procurement.

Condition: In the purchase of audio assistance devices in the aggregate amount of \$11,580 the school system obtained only two price quotes from separate vendors, as opposed to three quotes as is required by LA RS 38: 2212 for purchases between \$7,500 - \$15,000.

Effect: The purchase may be disallowed by the federal or state oversight agency.

Recommendation: Three price quotes should be obtained as is required by law. Should three vendors for the specified product be unavailable, then such unavailability should be documented timely.



**EXHIBIT E**

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

There were no findings reported.





1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
P.O. BOX 2950, BATON ROUGE, LOUISIANA 70821-2950  
PHONE (225) 922-5400, FAX (225) 922-5411  
WWW.EBRSCHOOLS.ORG

## CORRECTIVE ACTION PLAN

December 11, 2002

East Baton Rouge Parish School Board respectfully submits the following corrective action plan for the year ended June 30, 2002.

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

The audit period is July 1, 2001 through June 30, 2002.

### Findings and Questioned Costs – Major Federal Award Programs:

#### 2002-1 Allowable Costs/Cost Principles:

##### Child Nutrition Cluster 10.553 – 10.555, 10.559 and Special Education 93.558

- **Criteria:** According to OMB Circular A-87, where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. Said certifications must be signed by the employee or his/her supervisor.
- **Condition:** The required signed certifications were not obtained. Despite the lack of these certifications, the School Board's finance staff does take steps to ensure that all workers charged to a federal program are in-fact assigned duties to that program through communications and correspondence.
- **Action Taken:** Annual employee certifications will be generated and authorized by Grant Program managers. The certification will verify that the listed employee is expected to work on a single grant award for the fiscal year. In addition, any newly hired employees will be certified with personnel long forms. The annual certifications will be sent to the Human Resource and Finance Departments.

2002-2 **Eligibility:**

**Temporary Assistance for Needy Families 93.558**

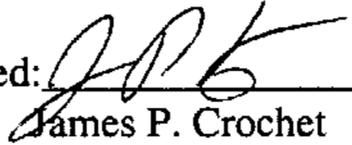
- **Criteria:** Individuals receiving benefits under federal programs must meet the eligibility standards set forth in the program regulations.
- **Condition:** Out of a testing sample of 40 program participants, 1 participant did not meet the eligibility criteria of the program.
- **Action Taken:** Temporary Assistance for Needy Families(TANF) program eligibility criteria is based on free or reduced lunch status. Parents with no income are required to submit every thirty days a free or reduced lunch application to re-certify eligibility. The Director of Pre-School programs will ensure through the establishment of appropriate procedures that all TANF participants are eligible to receive services.

2002-3 **Procurement of goods\services:**

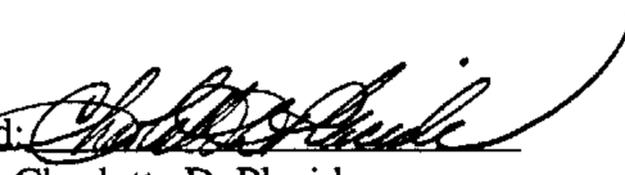
**Special Education 84.027**

- **Criteria:** In the purchase of goods and services, local governments are required to follow local laws regarding procurement.
- **Condition:** In the purchase of audio assistance devices in the aggregate amount of \$11,580 the school system obtained only two price quotes from separate vendors, as opposed to three quotes as is required by LA RS 38: 2212 for purchases between \$7,500 - \$15,000.
- **Action Taken:** Purchasing procedures for materials and supplies quotations will be strictly enforced. Requisitions for materials and supplies that are between \$7,500 and \$15,000 must have a minimum of three verbal quotes. The Purchasing Department will verify that the requestor has secured a minimum of three verbal quotes.

Approved: \_\_\_\_\_

  
James P. Crochet  
Director of Finance

Approved: \_\_\_\_\_

  
Charlotte D. Placide  
Deputy Superintendent Operations  
And Budget Management

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**EAST BATON ROUGE PARISH SCHOOL BOARD**

**REPORT TO MANAGEMENT**

**JUNE 30, 2002**

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 \_\_\_\_\_





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Page 1 of 3

November 8, 2002

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

In planning and performing our audit of the financial statements of the East Baton Rouge Parish School Board for the year ended June 30, 2002, we considered the School Board's internal controls to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure. We also considered its compliance with certain provisions of laws and regulations in order to properly perform the audit in accordance with governmental standards and not to provide an opinion on compliance with those provisions.

However, during our audit, we became aware of several matters that are opportunities for improving financial reporting and refining policies and procedures. Additionally, we found several matters that are immaterial instances of noncompliance that are required to be communicated under Government Auditing Standards. The following paragraphs summarize our comments and suggestions regarding those matters. This letter does not affect our report dated November 8, 2002, on the financial statements of the School Board.

**Vendor Approvals**

Condition: Vendor approvals need to be performed at a higher level of authority. Currently, the finance dept's administrative assistant approves new vendors for input into the system.

Recommendation: We recommend that new vendors be approved by either the director of purchasing or the director of finance.

**Health Insurance Fund:**

Condition: The health insurance fund (internal service), which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year operated at a loss (approx. \$2.4 million), further deteriorating the fund deficit to approx \$7.1 million. This operating deficit is attributable to an escalation in claims which well exceeded premiums paid into the fund from the school board (employer), employees, and retirees.

Recommendation: Management and the board should continually monitor the financial condition of the program. Cash flows and claims incurred should be analyzed monthly to identify potential problems. Solutions to identified problems should be considered, in the short-term and the long-term. Further plan modifications and premium increases may be necessary in order to fully fund the program liabilities. Efforts should be made to control costs as well. An audit of the third party administrator's claims process should be considered.

### **Immaterial Instances of Non-compliance - Budget Law**

Condition: The following fund's revenues or expenditures reported a greater than 5% unfavorable balance in comparison to its budget:  
Summer school program

Recommendation: All budgets should be amended in accordance with state law when annualized revenues or expenditures will fall more than 5% unfavorably in comparison to the budget.

### **Audits of School Activity Funds**

Condition: Due to several conditions and circumstances in the school board's internal auditing department causing backlog, many planned audits of school activity fund transactions were not performed during the year.

Recommendation: It is acknowledged that great strides were made in certain oversight functions of the school activity funds, mainly installation of a new system-wide software and timely submission of bank reconciliations. However, as these accounts are traditionally and inherently susceptible to fraud, full-scope on-site audits inclusive of transaction testing should be performed regularly.

### **Reconciliation of TANF Reimbursements**

Condition: No formal reconciliation is prepared to explain the difference between amounts requested for reimbursement in the TANF program and amounts that are actually reimbursed.

Recommendation: Contact with the State Department of Education should be maintained in order to obtain explanations of differences between requested reimbursement amounts and actual reimbursement amounts. A reconciliation should be prepared from this information for each reimbursement request.



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

Sincerely,

*Pasttharait & Netturilly*





1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
P.O. Box 2950, BATON ROUGE, LOUISIANA 70821-2950  
PHONE (225) 922-5400, FAX (225) 922-5411  
WWW.EBRSCHOOLS.ORG

## CORRECTIVE ACTION PLAN

December 11, 2002

East Baton Rouge Parish School System respectfully submits the following corrective action plan for the year ended June 30, 2002 and follows-up on year ended June 30, 2001 corrective actions implemented:

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

The audit period is July 1, 2001 through June 30, 2002.

### Fiscal Year 2001-2002 Management Letter Concerns:

#### 2002-1 Vendor Approvals

- **Condition:** Currently, the Finance Department's administrative assistant approves new vendors for input into the system. Approval of vendors at a higher level of authority would provide a higher level of control.
- **Action Taken:** We have revised the Vendor Request Form to include approval by the Supervisor of the area generating the vendor request with final approval by the Director of Finance. Purchasing vendor requests will be approved by the Director of Procurement and Warehousing Services and Accounting vendor requests will be approved by the Supervisor of Accounting.

#### 2002-2 Health Insurance Program

- **Condition:** The health insurance fund (internal service), which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year operated at a loss (approximately 2.4 million), further deteriorating the fund deficit to approximately 7.1 million. This operating deficit is attributable to an escalation in claims, which well exceeded premiums paid into the fund from the school board (employer), employees, and retirees.
- **Action Taken:** Significant plan modifications were implemented effective September 1, 2002, which included increasing co-payments in the Buy Up Plan for: out-patient surgery \$50 to \$100, hospital in-patient \$200 to \$300, and emergency room visits \$40 to \$200. The Core Plan co-insurance decreased from 90% to 80%. An annual \$50 deductible per individual (\$100 per family) for pharmacy and increases in pharmacy co-payments for preferred brand drugs \$15 to \$20 and non-preferred \$25 to \$35 were also implemented. Employer paid life insurance at one and one-half times salary is capped at \$50,000 for employees hired after 7/1/02. Premium increases of 8.7% will be effective January 1, 2003. The Finance Department, Insurance Consultant, and the Ad Hoc Benefits Committee will continue to monitor the health insurance fund very closely and will recommend additional plan design and premium modifications as necessary to the School Board. In addition, both short-term and long-term solutions will be reviewed to help alleviate this situation.

### **2002-3 Immaterial instances of non-compliance – budget law**

- **Condition:** The following fund's revenues or expenditures reported a greater than 5% unfavorable balance in comparison to its budget:

Summer School program

- **Action Taken:** We have issued a memorandum to program managers to reiterate required compliance with LSA-R.S. 39:1309-1310. The Finance Department will review budget to actual information to ensure compliance.

### **2002-4 Audits of School Activity Funds**

- **Condition:** Due to several conditions and circumstances causing backlog in the school board's internal auditing department, several of the planned audits of school activity fund transactions were not performed during the year.
- **Action Taken:** The vacant position of Internal Auditor will be filled as soon as possible. Once the position is filled, the first task will be to assess risk at various locations to determine audit priority. Audits will be performed based on this information in the most expeditious manner possible with current staff.

### **Follow-up on Fiscal Year 2000-2001 Management Letter Concerns:**

#### **2001-1 School Activity Funds**

- **Condition:** Many schools failed to keep current with recording of transactions and also failed to submit bank reconciliation's to the internal auditor on a timely basis. Compliance with the established procedure should be enforced for all schools.
- **Action Taken:** We have issued a memorandum to reiterate the importance of recording transactions timely and submitting bank reconciliation's to the internal auditor. Bank reconciliation's were submitted timely to the Internal Auditor and transactions were entered timely into the new schools accounts financial software package. A Child Nutrition Auditor was hired to allow more time for the Internal Auditor and the School Accounts Auditors to be dedicated to completing more school audits. In addition, the Budget Analyst position was shared with the Internal Audit Department.

#### **2001-2 Operating and Fund Deficits**

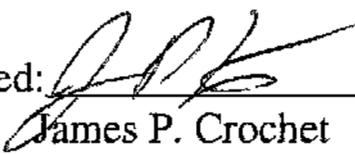
- **Condition:** The general fund's unreserved fund balance, while currently positive, has been reduced over the past several years through operating deficits. The school system should adopt a budget that operates within available revenues, avoiding reliance on unreserved fund balance. Consideration should be given to increasing the unreserved fund balance to a higher level in order to accommodate unforeseen circumstances or declining revenues.
- **Action Taken:** The general fund's fiscal year 2001-2002 budget was adopted with a \$15.5 million reduction in expenditures, which operates within available revenues and avoids reliance on unreserved fund balance. The general fund's June 30, 2002 unreserved fund balance increased to \$13.2 million.

### 2001-3 Operating and Fund Deficits

- **Condition:** The health insurance fund, which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year reflects an operating surplus, indicating reversal of prior trends, of approximately \$45,000, attributable to the school board's approval of plan modifications and premium increases effective January 1, 2001.
- **Action Taken:** Plan modifications and premium increases were effective January 1, 2001. This allowed only 6 months of activity to be reflected in our fiscal year 2000-2001 financials. In addition, the district changed third party administrators on May 16, 2001. These changes did not reverse the deficit condition.

### 2001-4 Budget Amendments

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

Approved:   
James P. Crochet  
Director of Finance

Approved:   
Charlotte D. Placide  
Deputy Superintendent Operations  
And Budget Management



RECEIVED 1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
LEGISLATIVE AUDITOR P.O. Box 2950, BATON ROUGE, LOUISIANA 70821-2950  
03 JAN 27 PM 1:59 PHONE (225) 922-5400, FAX (225) 922-5411  
WWW.EBRSCHOOLS.ORG

January 23, 2003

Suzanne Elliott  
Louisiana Legislative Auditor  
1600 North Third Street  
Baton Rouge, Louisiana 70802

Dear Ms. Elliott:

Please find attached a revised corrective action plan for our Management Letter comments and a response to the comment noted for agreed upon procedures #9 related to data reported in Schedule 6. If you have any questions, please phone me at 225-922-5635 or email at [jcrochet@ebrschools.org](mailto:jcrochet@ebrschools.org).

Sincerely,

  
James P. Crochet  
Director of Finance

CC:  
Charlotte D. Placide  
Jessie Noble  
Freddy Smith



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## CORRECTIVE ACTION PLAN

December 11, 2002(Revised)

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#### 2002-1 Vendor Approvals

- **Condition:** Currently, the Finance Department's administrative assistant approves new vendors for input into the system. Approval of vendors at a higher level of authority would provide a higher level of control.
- **Action Taken:** We have revised the Vendor Request Form to include approval by the Supervisor of the area generating the vendor request with final approval by the Director of Finance. Purchasing vendor requests will be approved by the Director of Procurement and Warehousing Services and Accounting vendor requests will be approved by the Supervisor of Accounting.

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- **Condition:** The health insurance fund (internal service), which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year operated at a loss (approximately 2.4 million), further deteriorating the fund deficit to approximately 7.1 million. This operating deficit is attributable to an escalation in claims, which well exceeded premiums paid into the fund from the school board (employer), employees, and retirees.
- **Action Taken:** Significant plan modifications were implemented effective September 1, 2002, which included increasing co-payments in the Buy Up Plan for: out-patient surgery \$50 to \$100, hospital in-patient \$200 to \$300, and emergency room visits \$40 to \$200. The Core Plan co-insurance decreased from 90% to 80%. An annual \$50 deductible per individual (\$100 per family) for pharmacy and increases in pharmacy co-payments for preferred brand drugs \$15 to \$20 and non-preferred \$25 to \$35 were also implemented. Employer paid life insurance at one and one-half times salary is capped at \$50,000 for employees hired after 7/1/02. Premium increases of 8.7% will be effective January 1, 2003. The Finance Department, Insurance Consultant, and the Ad Hoc Benefits Committee will continue to monitor the health insurance fund very closely and will recommend additional plan design and premium modifications as necessary to the School Board. In addition, both short-term and long-term solutions will be reviewed to help alleviate this situation.

### **2002-3 Immaterial instances of non-compliance – budget law**

- **Condition:** The following fund's revenues or expenditures reported a greater than 5% unfavorable balance in comparison to its budget:

Summer School program

- **Action Taken:** We have issued a memorandum to program managers to reiterate required compliance with LSA-R.S. 39:1309-1310. The Finance Department will review budget to actual information to ensure compliance.

### **2002-4 Audits of School Activity Funds**

- **Condition:** Due to several conditions and circumstances causing backlog in the school board's internal auditing department, several of the planned audits of school activity fund transactions were not performed during the year.
- **Action Taken:** The vacant position of Internal Auditor will be filled as soon as possible. Once the position is filled, the first task will be to assess risk at various locations to determine audit priority. Audits will be performed based on this information in the most expeditious manner possible with current staff.

### **2002-5 Reconciliation of TANF Reimbursements**

- **Condition:** No formal reconciliation is prepared to explain the difference between amounts requested for reimbursement in the TANF program and amounts that are actually reimbursed.
- **Action Taken:** The Grants Fiscal Officer will ensure amounts requested for reimbursement for all grant programs are reconciled to amounts actually reimbursed.

### **Follow-up on Fiscal Year 2000-2001 Management Letter Concerns:**

#### **2001-1 School Activity Funds**

- **Condition:** Many schools failed to keep current with recording of transactions and also failed to submit bank reconciliation's to the internal auditor on a timely basis. Compliance with the established procedure should be enforced for all schools.
- **Action Taken:** We have issued a memorandum to reiterate the importance of recording transactions timely and submitting bank reconciliation's to the internal auditor. Bank reconciliation's were submitted timely to the Internal Auditor and transactions were entered timely into the new schools accounts financial software package. A Child Nutrition Auditor was hired to allow more time for the Internal Auditor and the School Accounts Auditors to be dedicated to completing more school audits. In addition, the Budget Analyst position was shared with the Internal Audit Department.

### 2001-2 Operating and Fund Deficits

- **Condition:** The general fund's unreserved fund balance, while currently positive, has been reduced over the past several years through operating deficits. The school system should adopt a budget that operates within available revenues, avoiding reliance on unreserved fund balance. Consideration should be given to increasing the unreserved fund balance to a higher level in order to accommodate unforeseen circumstances or declining revenues.
- **Action Taken:** The general fund's fiscal year 2001-2002 budget was adopted with a \$15.5 million reduction in expenditures, which operates within available revenues and avoids reliance on unreserved fund balance. The general fund's June 30, 2002 unreserved fund balance increased to \$13.2 million.

### 2001-3 Operating and Fund Deficits

- **Condition:** The health insurance fund, which accounts for the health insurance program provided to the school board's employees and retirees, remains in a deficit condition (liabilities exceed assets available for payment). The current year reflects an operating surplus, indicating reversal of prior trends, of approximately \$45,000, attributable to the school board's approval of plan modifications and premium increases effective January 1, 2001.
- **Action Taken:** Plan modifications and premium increases were effective January 1, 2001. This allowed only 6 months of activity to be reflected in our fiscal year 2000-2001 financials. In addition, the district changed third party administrators on May 16, 2001. These changes did not reverse the deficit condition.

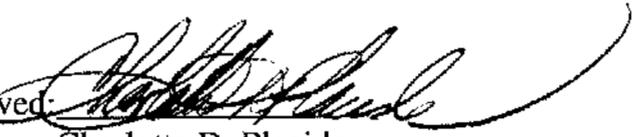
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- **Condition:** WBRH actual revenues fell short of budgeted revenues in excess of 5%. We recommend that revenues be monitored in comparison to the budget and amendments be made in accordance LSA-R.S. 39:1309-1310.
- **Action Taken:** We have issued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

Approved: \_\_\_\_\_

  
James P. Crochet  
Director of Finance

Approved: \_\_\_\_\_

  
Charlotte D. Placide  
Deputy Superintendent Operations and  
Budget Management

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**EAST BATON ROUGE PARISH SCHOOL SYSTEM**  
**PERFORMANCE AND STATISTICAL DATA**

Under provisions of the 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 2/3/03



**Postlethwaite & Netterville**

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Page 1 of 4

**Independent Accountant's Report  
On Applying Agreed-Upon Procedures**

To the Members of the  
East Baton Rouge Parish School Board

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of East Baton Rouge 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 East Baton Rouge 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:

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

**Procedure #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.

Results of Procedure # 1:

In performing the testing on the sample of expenditures/revenues, we noted no transactions that were inappropriately classified or were recorded at an inappropriate amount.

**Education Levels of Public School Staff (Schedule 2)**

Procedure # 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.

Results of Procedure # 2:

No differences were noted between the number of full-time classroom teachers per schedule 4 and schedule 2, or between the schedules and the Oct. 1 payroll records.

Procedure # 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.

Results of Procedure # 3

No differences were noted between the number of principals and assistant principals per schedule 4 and schedule 2, or between the schedules and the Oct. 1 payroll records.

Procedure # 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.

Results of Procedure # 4:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

**Number and Type of Public Schools (Schedule 3)**

Procedure # 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 National School Lunch Program (CFDA 10.555) application.



Results of Procedure # 5:

We noted no discrepancies between the schools as listed in the National School Lunch Program application and the list supporting the schools represented in the schedule.

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

Procedure #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 to determine if the individual's experience was properly classified on the schedule.

Results of Procedure # 6:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

**Public Staff Data (Schedule 5)**

Procedure # 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 to determine if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

Results of Procedure # 7:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

Procedure # 8

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

Results of Procedure # 8:

We noted no differences between the averages reported on the schedule and our calculations.

**Class Size Characteristics (Schedule 6)**

Procedure # 9

We requested a list of classes by class size in order to reconcile that list to the total classes for each category as reported on the schedule. From the list provided to us, we 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.



Results of Procedure # 9

The school board's staff were unable to provide to us a complete and accurate listing of classes that supported the amounts reported in schedule 6. We were therefore unable to complete the agreed-upon procedures with respect to schedule 6.

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

Procedure # 10

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the East Baton Rouge Parish School Board.

Results of Procedure # 10:

No differences were noted.

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

Procedure # 11

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the East Baton Rouge Parish School Board.

Results of Procedure #11

No differences were noted.

**The Iowa Tests (Schedule 9)**

Procedure # 12

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the East Baton Rouge Parish School Board.

Results of Procedure # 12

No differences were 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 East Baton Rouge 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.

*Postthumate & Methwilly*

December 9, 2002



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

**Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)**  
**As of and for the Year Ended June 30, 2002**

**Schedule 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources**

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

**Schedule 2 - Education Levels of Public School Staff**

This schedule includes the certificated and uncertificated number and percentage of full-time classroom teachers and the number and percentage of principals and assistant principals with less than a Bachelor's; Master's; Master's +30; Specialist in Education; and Ph. D or Ed. D. degrees. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

**Schedule 3 - Number and Type of Public Schools**

This schedule includes the number of elementary, middle/junior high, secondary and combination schools in operation during the fiscal year. This data is currently reported to the Legislature in the Annual Financial Statistical Report (AFSR).

**Schedule 4 - Experience of Public Teachers and Full-time Classroom Teachers**

This schedule includes the number of years of experience in teaching for assistant principals, principals, and full-time classroom teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

**Schedule 5 - Public School Staff Data**

This schedule includes average classroom teachers salary using full-time equivalents, including and excluding ROTC and rehired retiree teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

**Schedule 6 - Class Size Characteristics**

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students. This data is currently reported to the legislature in the Annual School Report (ASR).



**Schedule 7 - Louisiana Educational Assessment Program (LEAP)**

This schedule represents student performance testing data and includes summary scores by district for grades 4 and 8 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

**Schedule 8 - The Graduation Exit Exam**

This schedule represents student performance testing data and includes summary scores by district for grades 10 and 11 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

**Schedule 9 - The IOWA Tests**

This schedule represents student performance testing data and includes a summary score for grades 3, 5, 6, 7 and 9 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.



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

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2002**

**General Fund Instructional and Equipment Expenditures**

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 113,086,782	
Other Instructional Staff Activities	14,896,686	
Employee Benefits	43,573,915	
Purchased Professional and Technical Services	577,695	
Instructional Materials and Supplies	7,458,173	
Instructional Equipment	1,524,026	
Total Teacher and Student Interaction Activities		\$ 181,117,277

Other Instructional Activities 615,719

Pupil Support Activities	14,540,811	
Less: Equipment for Pupil Support	(13,502)	
Net Pupil Support Activities		14,527,309

Instructional Staff Services	8,416,162	
Less: Equipment for Instructional Staff Services	(133,146)	
Net Instructional Staff Services		8,283,016

Total General Fund Instructional Expenditures \$ 204,543,321

Total General Fund Equipment Expenditures \$ 2,418,065

**Certain Local Revenue Sources**

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 9,624,080	
Renewable Ad Valorem Tax	68,706,768	
Debt Service Ad Valorem Tax	-	
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	1,898,928	
Sales and Use Taxes	66,670,948	
Total Local Taxation Revenue		\$ 146,900,724

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	339,333	
Earnings from Other Real Property	-	
Total Local Earnings on Investment in Real Property		\$ 339,333

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	845,981	
Revenue Sharing - Other Taxes	3,088,814	
Revenue Sharing - Excess Portion	-	
Other Revenue in Lieu of Taxes	-	
Total State Revenue in Lieu of Taxes		\$ 3,934,795

Nonpublic Textbook Revenue \$ 551,683

Nonpublic Transportation Revenue \$ 1,143,719



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

**Education Levels of Public School Staff  
As of October 1, 2001**

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			17	3.21%				
Bachelor's Degree	1,656	54.33%	482	91.12%				
Master's Degree	855	28.05%	27	5.10%	51	30.18%		
Master's Degree + 30	444	14.57%	2	0.38%	92	54.44%		
Specialist in Education	66	2.17%	0		21	12.43%		
Ph. D. or Ed. D.	27	0.89%	1	0.19%	5	2.96%		
<b>Total</b>	<b>3,048</b>	<b>100.00%</b>	<b>529</b>	<b>100.00%</b>	<b>169</b>	<b>100.00%</b>		



Schedule 3

EAST BATON ROUGE PARISH SCHOOL BOARD  
BATON ROUGE, LOUISIANA

Number and Type of Public Schools  
For the Year Ended June 30, 2002

Type	Number
Elementary	65
Middle/Jr. High	19
Secondary	16
Combination	6
<b>Total</b>	<b>106</b>

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



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

**Experience of Public Principals and Full-time Classroom Teachers  
As of October 1, 2001**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals			3	3	7	14	37	64
Principals			1	4	4	15	81	105
Classroom Teachers	588	316	688	325	350	486	824	3,577
<b>Total</b>	<b>588</b>	<b>316</b>	<b>692</b>	<b>332</b>	<b>361</b>	<b>515</b>	<b>942</b>	<b>3,746</b>



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

**Public School Staff Data  
For the Year Ended June 30, 2002**

	<b>All Classroom Teachers</b>	<b>Classroom Teachers Excluding ROTC and Rehired Retirees</b>
<b>Average Classroom Teachers' Salary Including Extra Compensation</b>	<b>37,329.95</b>	<b>37,241.21</b>
<b>Average Classroom Teachers' Salary Excluding Extra Compensation</b>	<b>36,287.15</b>	<b>36,300.76</b>
<b>Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries</b>	<b>3,515.49</b>	<b>3,488.49</b>

**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.



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

**Class Size Characteristics  
As of October 1, 2001**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	41.92%	851	51.72%	1,050	6.35%	129	0.00%	
Elementary Activity Classes	22.02%	98	63.82%	284	12.58%	56	1.57%	7
Middle/Jr. High	42.34%	1,346	39.48%	1,255	18.18%	578	0.00%	
Middle/Jr. High Activity Classes	20.62%	106	19.65%	101	32.49%	167	27.24%	140
High	37.02%	1,341	25.23%	914	37.74%	1,367	0.00%	
High Activity Classes	41.27%	163	20.25%	80	18.23%	72	20.25%	80
Combination	80.00%	8	20.00%	2	0.00%		0.00%	
Combination Activity Classes								

**Note:** The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.



Schedule 7

EAST BATON ROUGE PARISH SCHOOL BOARD  
BATON ROUGE, LOUISIANA

Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2002

District Achievement Level Results	English Language Arts						Mathematics					
	20X2		20X1		20X0		20X2		20X1		20X0	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	137	3.17%	49	1.14%	82	2.14%	95	2.20%	93	2.16%	68	1.78%
Proficient	625	14.46%	577	13.37%	556	14.54%	424	9.82%	433	10.04%	381	9.97%
Basic	1,605	37.14%	1,800	41.71%	1,423	37.21%	1,625	37.63%	1,625	37.69%	1,346	35.22%
Approaching Basic	1,370	31.70%	1,135	26.30%	1,013	26.49%	1,058	24.50%	1,061	24.61%	875	22.89%
Unsatisfactory	585	13.54%	754	17.47%	750	19.61%	1,116	25.85%	1,100	25.51%	1,152	30.14%
<b>Total</b>	<b>4,322</b>	<b>100.00%</b>	<b>4,315</b>	<b>100.00%</b>	<b>3,824</b>	<b>100.00%</b>	<b>4,318</b>	<b>100.00%</b>	<b>4,312</b>	<b>100.00%</b>	<b>3,822</b>	<b>100.00%</b>

District Achievement Level Results	Science						Social Studies					
	20X2		20X1		20X0		20X2		20X1		20X0	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	103	2.38%	73	1.69%	52	1.36%	48	1.07%	59	1.37%	48	1.26%
Proficient	334	7.73%	394	9.14%	351	9.19%	295	6.84%	371	8.61%	372	9.75%
Basic	1,657	38.37%	1,291	29.95%	1,332	34.88%	1,858	43.07%	1,764	40.93%	1,512	39.63%
Approaching Basic	1,507	34.89%	1,681	38.99%	1,243	32.55%	1,166	27.03%	1,071	24.85%	879	23.04%
Unsatisfactory	718	16.62%	872	20.23%	841	22.02%	949	22.00%	1,045	24.25%	1,004	26.32%
<b>Total</b>	<b>4,319</b>	<b>100.00%</b>	<b>4,311</b>	<b>100.00%</b>	<b>3,819</b>	<b>100.00%</b>	<b>4,314</b>	<b>100.00%</b>	<b>4,310</b>	<b>100.00%</b>	<b>3,815</b>	<b>100.00%</b>



Schedule 7

EAST BATON ROUGE PARISH SCHOOL BOARD  
BATON ROUGE, LOUISIANA

Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2002

District Achievement Level Results	English Language Arts						Mathematics					
	20X2		20X1		20X0		20X2		20X1		20X0	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	86	2.32%	41	1.07%	58	1.49%	50	1.17%	106	2.44%	107	2.76%
Proficient	521	14.07%	402	10.47%	507	13.06%	108	2.53%	108	2.49%	140	3.61%
Basic	1,030	27.82%	1,258	32.76%	1,326	34.16%	1,181	27.72%	1,294	29.83%	1,156	29.82%
Approaching Basic	1,603	43.30%	1,493	38.88%	1,386	35.70%	1,312	30.79%	1,159	26.72%	863	22.27%
Unsatisfactory	462	12.48%	646	16.82%	605	15.58%	1,610	37.78%	1,671	38.52%	1,610	41.54%
<b>Total</b>	<b>3,702</b>	<b>100.00%</b>	<b>3,840</b>	<b>100.00%</b>	<b>3,882</b>	<b>100.00%</b>	<b>4,261</b>	<b>100.00%</b>	<b>4,338</b>	<b>100.00%</b>	<b>3,876</b>	<b>100.00%</b>

District Achievement Level Results	Science						Social Studies					
	20X2		20X1		20X0		20X2		20X1		20X0	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	42	1.16%	9	0.24%	20	0.52%	39	1.07%	51	1.36%	20	0.52%
Proficient	380	10.46%	364	9.72%	512	13.20%	256	7.03%	409	10.93%	371	9.56%
Basic	1,054	29.02%	1,140	30.46%	959	24.72%	1,436	39.43%	1,367	36.52%	1,377	35.50%
Approaching Basic	1,236	34.03%	1,169	31.23%	1,129	29.11%	983	26.99%	974	26.02%	966	24.90%
Unsatisfactory	920	25.33%	1,061	28.35%	1,259	32.46%	928	25.48%	942	25.17%	1,145	29.52%
<b>Total</b>	<b>3,632</b>	<b>100.00%</b>	<b>3,743</b>	<b>100.00%</b>	<b>3,879</b>	<b>100.00%</b>	<b>3,642</b>	<b>100.00%</b>	<b>3,743</b>	<b>100.00%</b>	<b>3,879</b>	<b>100.00%</b>



Schedule 8

EAST BATON ROUGE PARISH SCHOOL BOARD  
BATON ROUGE, LOUISIANA

The Graduation Exit Exam for the 21st Century  
For the Year Ended June 30, 2002

District Achievement Level Results	English Language Arts						Mathematics					
	20X2		20X1		20X0		20X2		20X1		20X0	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	79	2.34%	48	1.42%	Not Tested		263	6.81%	184	5.46%	Not Tested	
Proficient	539	15.94%	518	15.35%	Not Tested		357	9.25%	480	14.23%	Not Tested	
Basic	1,260	37.26%	1,372	40.65%	Not Tested		1,073	27.79%	956	28.35%	Not Tested	
Approaching Basic	743	21.97%	760	22.52%	Not Tested		615	15.93%	459	13.61%	Not Tested	
Unsatisfactory	761	22.50%	677	20.06%	Not Tested		1,553	40.22%	1,293	38.35%	Not Tested	
<b>Total</b>	<b>3,382</b>	<b>100.00%</b>	<b>3,375</b>	<b>100.00%</b>			<b>3,861</b>	<b>100.00%</b>	<b>3,372</b>	<b>100.00%</b>		

District Achievement Level Results	Science						Social Studies					
	20X2		20X1		20X0		20X2		20X1		20X0	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	88	2.77%	Not Tested		Not Tested		50	1.57%	Not Tested		Not Tested	
Proficient	439	13.82%	Not Tested		Not Tested		308	9.70%	Not Tested		Not Tested	
Basic	964	30.34%	Not Tested		Not Tested		1,306	41.12%	Not Tested		Not Tested	
Approaching Basic	657	20.68%	Not Tested		Not Tested		599	18.86%	Not Tested		Not Tested	
Unsatisfactory	1,029	32.39%	Not Tested		Not Tested		913	28.75%	Not Tested		Not Tested	
<b>Total</b>	<b>3,177</b>	<b>100.00%</b>					<b>3,176</b>	<b>100.00%</b>				



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

**The IOWA Tests  
For the Year Ended June 30, 2002**

	Composite		
	20X2	20X1	20X0
<b>Test of Basic Skills (ITBS)</b>			
Grade 3	43	44	42
Grade 5	46	51	42
Grade 6	45	40	39
Grade 7	41	42	41
<b>Tests of Educational Development (ITED)</b>			
Grade 9	47	49	44

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.





1050 SOUTH FOSTER DRIVE, BATON ROUGE, LOUISIANA 70806  
P.O. BOX 2950, BATON ROUGE, LOUISIANA 70821-2950  
PHONE (225) 922-5400, FAX (225) 922-5411  
EBRSCHOOLS.ORG

January 22, 2003

### Response to Legislative Audit Relative to Schedule 6

The Annual School Report information is stored in a database that resides under the authority of the Louisiana State Department of Education on the state computer data system. Schedule 6 is processed and compiled by the State Department of Education for each LEA in the state. Schedule 6 is then transferred by the local school system to the auditors form from the state report. The East Baton Rouge Parish School System maintains a detailed electronic database which contains current year student related data as well as historical data from the end of each school year. The ASR data is entered (keyed) directly into the state ASR database from hard copy staff information forms that are completed at the building level. The information is summarized at the building level from master schedule information. Current master schedule information is maintained in and can be extracted from the student database by EBRPSS at any time. However, due to the dynamic nature of the database, a point-in-time snapshot back to October 1 is not possible.

Since ASR reporting ceases beginning with the 2003-2004 school year and since the East Baton Rouge Parish School System has cooperated with the auditor in translating the state's data relative to ASR class counts into a format usable by the auditor, there is no need to make any changes or corrections to our current procedures. Any changes or corrections made to current procedures would not be effective until the 2003-2004 school year at which point ASR will no longer be requested by the state.

Sincerely,

A handwritten signature in cursive script that reads 'Jesse G. Noble'. The signature is written in black ink and is positioned above a horizontal line.

---

Jesse G. Noble, Director  
Information Technology

CC: Clayton Wilcox, Superintendent of Schools  
Charlotte Placide, Deputy Superintendent of Operations and Budget  
James Machen, Deputy Superintendent of Instruction  
James Crochet, Director of Finance  
Bettye Whaley, Program Manager for Information Technology