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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 4/28/10

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended
June 30, 2009



ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

FRONT COVER

by Kiana Hill
8th Grade - St. Tammany Jr.
Teacher: Sril Sirkes

**ST. TAMMANY PARISH
SCHOOL BOARD
Covington, Louisiana**

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
For the fiscal year ended
June 30, 2009**

**Prepared by:
DEPARTMENT OF BUSINESS AFFAIRS
Terri Fortenberry, CPA, Interim Director of Business Affairs**



“Pelican”

Jeanne Fair - Grade 12
Lanelle Landry - Teacher
Northshore High School

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2009

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ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2009**

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ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Comprehensive Annual Financial Report
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Gayle Sloan
Superintendent
W. L. "Trey" Folse, III
Deputy Superintendent

January 28, 2010

The Members of the
St. Tammany Parish School Board
Covington, Louisiana:

The comprehensive annual financial report of the St. Tammany Parish School Board for the fiscal year ended June 30, 2009, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

Postlethwaite & Netterville, Certified Public Accountants, have issued an unqualified (clean) opinion on the St. Tammany Parish School Board's financial statements for the year ended June 30, 2009. The independent auditors' report is located at the front of the financial section of the report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act, as amended, and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* and the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133, are included in a separate report. This report includes all funds and activities for which the School Board exercises financial accountability. The School Board is a legislative body authorized to govern the public education system of St. Tammany Parish, Louisiana. A fifteen-member board governs the School System with each member serving a concurrent four-year term. The current board's term will expire in 2011.

District	Board Members
13	John C. Lamarque, President
4	Stephen J. "Jack" Loup, III, Vice President
1	Neal M. Hennegan
2	Elizabeth B. Heintz
3	Michael J. Dirmann
5	Charles T. Harrell
6	Donald J. Villere
7	Sarola "Jody" Palmer
8	Daniel G. Zechenelly
9	Michael J. Gambrell
10	Ronald "Ron" Bettencourt
11	Robert R. "Bob" Womack
12	James "Ronnie" Panks, St.
14	Ray A. Alfred
15	Mary K. Bellisario

Learning to Last a Lifetime.®

PROFILE OF SCHOOL BOARD

It is the responsibility of the School Board to make public education available to the residents of St. Tammany Parish, including instructional personnel, instructional facilities, administrative support, business services, operation and maintenance and bus transportation. The School Board provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through grade 12. These include regular and enriched academic education, special education for handicapped children and vocational education. The school system has a current enrollment of 35,878 which includes 1,297 pre-kindergarten students.

The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed and to determine the local supplement to their salaries. Accordingly, since the School Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for financial matters, the School Board is not included in any other governmental reporting entity. See footnote A for more information.

ECONOMIC CONDITION AND OUTLOOK

St. Tammany Parish is one of the southeastern parishes (counties) of Louisiana and covers an area of 1,141 square miles. St. Tammany Parish is located directly north of New Orleans on the north shore of Lake Pontchartrain. The Parish's population and economic base continues to expand. The population for St. Tammany Parish is estimated at 233,500.

The economy of St. Tammany Parish is primarily residential, which has brought an influx of retail and service establishments, offices and shopping centers. However, there is a unique blend of residents employed in a variety of diverse industries ranging from agriculture to space-aged technology.

The Parish has seen significant changes due to the widespread effects of Hurricane Katrina. Overall unemployment in the Parish has increased slightly as the number of new jobs has decreased due to the current economic downturn. Also, new and existing home sales in St. Tammany Parish had decreased significantly due to the current economic downturn. In spite of the economic downturn, St. Tammany Parish provides a quality place to live and work which results in a sizable contribution to local taxes, property values, and taxes associated with property. School Board enrollment continues to increase each year.

The School Board suffered significant damage to its facilities from Hurricane Katrina. The School Board continues to refurbish, repair and rebuild its damaged infrastructure.

The population growth, economic downturn, and storm recovery noted above present both opportunities and challenges for the School Board in the coming years.

MAJOR INITIATIVES

In 2005-2006, the School Board began work on some new educational initiatives. These initiatives are designed to continue moving our schools towards higher achievement and expand on safety in our schools.

Some of the programs started in 2005-2006 and continuing through 2008-2009 are the School Board's implementation of the guaranteed curriculum, increased elementary planning time, safe and caring schools, and higher pay for our teachers. The cost of these programs is relatively low when compared to the positive impact that is expected from these programs.

The School Board also started an energy conservation effort throughout the District. By educating our employees on the need to conserve energy and presenting them with ways to do so, the School Board has saved a significant amount of money spent on heating, cooling and lighting. Thus far, the amount saved on utilities exceeds \$5,200,000. In 2008-2009, the School Board and its facilities received several distinguished awards, such as Energy Star, Environmental Stewardship Award, and the Top Performed Recognition Award for 2009 recognizing our efforts in energy conservation.

The School Board also elected out of the State Group Benefits health plan for the purpose of providing less costly, quality health benefits to our employees. Health insurance costs are a significant portion of our total budget. By switching to a self-insured plan, the School Board was able to offer greater benefits without an increase in cost. The School Board's new self-insurance health plan has saved the School Board and the employees millions of dollars by allowing us greater cost control.

The School Board continues to make progress on its major capital expansion programs of its existing school facilities. This expansion program started in 1996 and continues today. The School Board will have spent in excess of \$381 million on this initiative and an additional \$120 million is planned for the next three years with the addition of a new elementary school and extended learning center.

This expansion project has enabled the School Board to reduce the student/teacher ratio for all classrooms. The majority of pre-kindergarten through third grade classrooms have on average no more than 20 students per classroom.

Student/teacher ratios are just one piece of the puzzle when it comes to achieving higher levels of success through student achievement. The School Board has over time become a magnet for attracting highly skilled, experienced, certified teachers and administrators. Virtually all of the School Board's nearly 2,617 full-time teachers are certificated and more than 42 percent of our teachers hold an advanced level degree. 49 percent of our teachers have more than 10 years teaching experience and all of our principals and assistant principals hold both a masters degree and teacher certification.

The school system has experienced significant gains in student achievement levels by lowering the student teacher ratios across the board, retaining more qualified teachers and administrators, and dedicating our staff to reach higher goals. St. Tammany Parish School Board was ranked the number one District in the State of Louisiana for District Performance Scores (DPS) from 2003-2005 and continues to be consistently in the top 5 in the state.

Currently, the Southern Association of Colleges and Schools (SACS) have accredited all schools within the St. Tammany Parish School District. The St. Tammany Parish School System became the first school district in Louisiana to earn "district-wide" accreditation in 2005 and continues to be one of only a few in the nation to have such accreditation.

Not all of our successes can be attributed to our staff and teachers though. The School Boards Parent Involvement Program is utilized in every school in the system. The goal of this program is to involve parents in the child's education in whatever capacity the parents offer (first aid assistant, library aide, classroom tutor, parenting workshop, etc.). In each year, our parent volunteers donate the equivalent of millions of dollars in volunteer hours.

FINANCIAL INFORMATION

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

Single Audit. As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As a part of the School Board's single audit, tests are made to determine the adequacy of internal controls, including that portion related to federal programs, as well as to determine

Board's single audit for the fiscal year ended June 30, 2009 provided no instances of material weaknesses in internal controls or significant violations of applicable laws and regulations.

Budgeting Controls. In addition, the School Board maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with the annual appropriated budgets, including all subsequent amendments, approved by the School Board. Activities of the General Fund, major Special Revenue Funds, Debt Service Funds, and Capital Projects 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 function or project level within the individual funds. The School Board also maintains an encumbrance accounting system as one technique of accomplishing budgetary control throughout the year. Encumbered amounts in all funds lapse at year-end; however, encumbrances generally are reappropriated as part of the next year's budget.

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

Debt Administration. At June 30, 2009 the School Board had a number of debt issues outstanding, totaling \$236.9 million. Not included in the School Board's long-term debt are \$73.4 million in defeased debt. The Notes to the Financial Statements contain more detailed information on these bonds.

The School Board is limited by state statute from issuing sales tax bonds in excess of seventy-five percent of the anticipated sales tax revenues. As of June 30, 2009, the School Board had paid off all of its outstanding sales tax bonds. Meanwhile, sales tax collections exceeded \$77 million dollars in 2009. The one-cent sales and use tax of which a portion was dedicated to service the bonds was made permanent in April 2004.

OTHER INFORMATION

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting and auditing firm of Postlethwaite and Netterville, APAC performed the fiscal year 2009 audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act, as amended and related OMB Circular A-133. The independent auditors' report on the financial statements is included in the financial section of this report. The independent auditors' reports related specifically to the Single Audit Act are included in a separate report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Tammany Parish School Board for its comprehensive annual financial report for the fiscal year ended June 30, 2008.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The St. Tammany Parish School Board was also awarded a Certificate of Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2008 by the Association of School Business Officials, International (ASBO).

The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.

Both a Certificate of Achievement (GFOA) and a Certificate of Excellence (ASBO) are valid for a period of one year only. The St. Tammany Parish School Board has received both certificates for the last nineteen consecutive years. We believe our current comprehensive annual financial report continues to conform to the program requirements of both organizations and we are submitting it to GFOA and ASBO to determine its eligibility for each of the certificates.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Business Affairs Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In addition, our gratitude is extended to the Arts Department for their valuable assistance in the design of this report and to the students whose art is displayed throughout the report.

In closing, without the leadership and support of the Members of the School Board, both individually and collectively, preparation of this report would not have been possible.

Respectfully submitted,



Gayle Sloan
Superintendent



Terri Fortenberry, CPA
Interim Director of Business Affairs



“Determined”

Colin Noonan - Grade 6
Robin Kennedy - Teacher
Mandeville Middle School

Certificate of Achievement for Excellence in Financial Reporting

Presented to

St. Tammany Parish
School Board, Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

ST. TAMMANY PARISH SCHOOL BOARD

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2008**

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

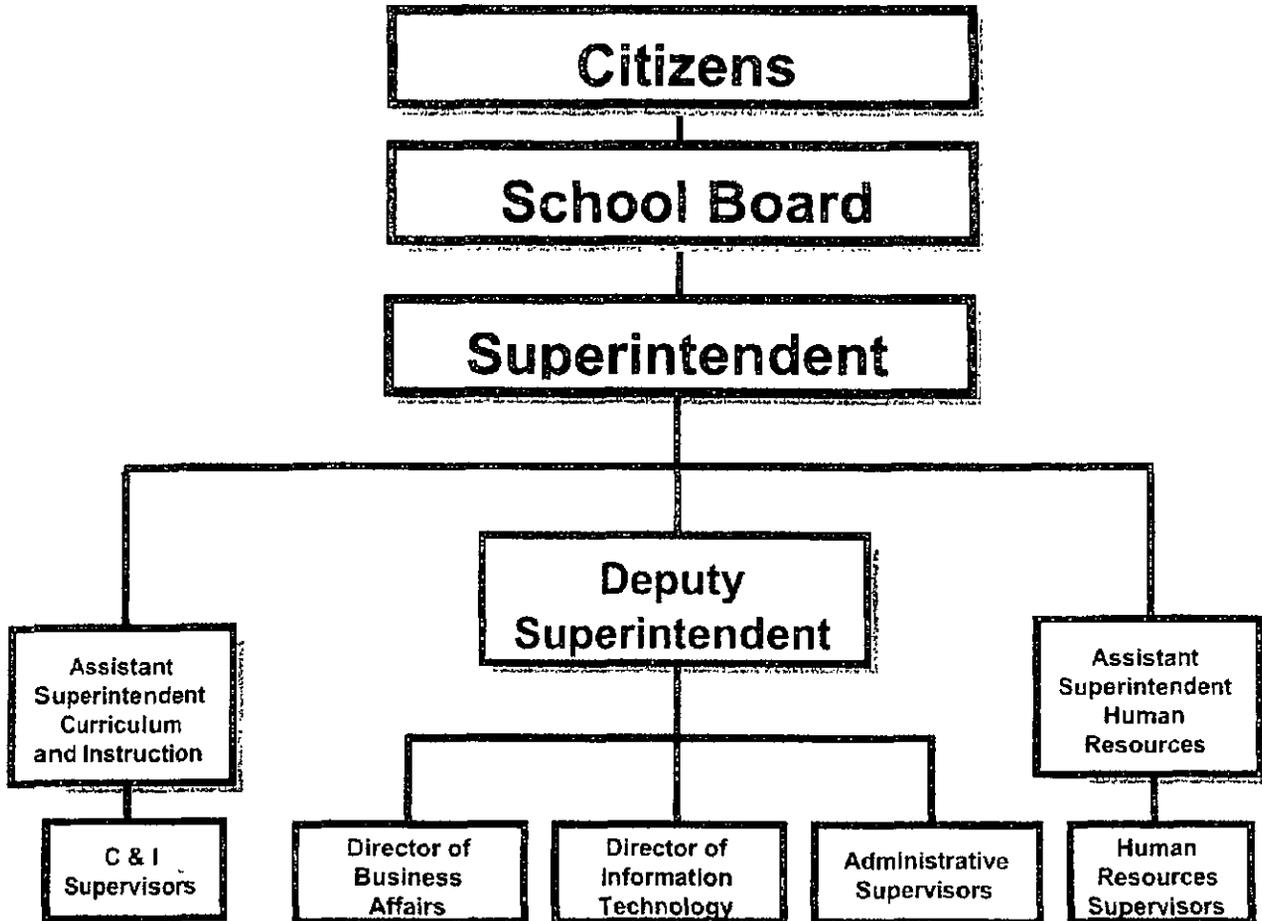
Angel Putman

President
Executive Director

John D. Kress



St. Tammany Parish Public School System



St. Tammany Parish School Board

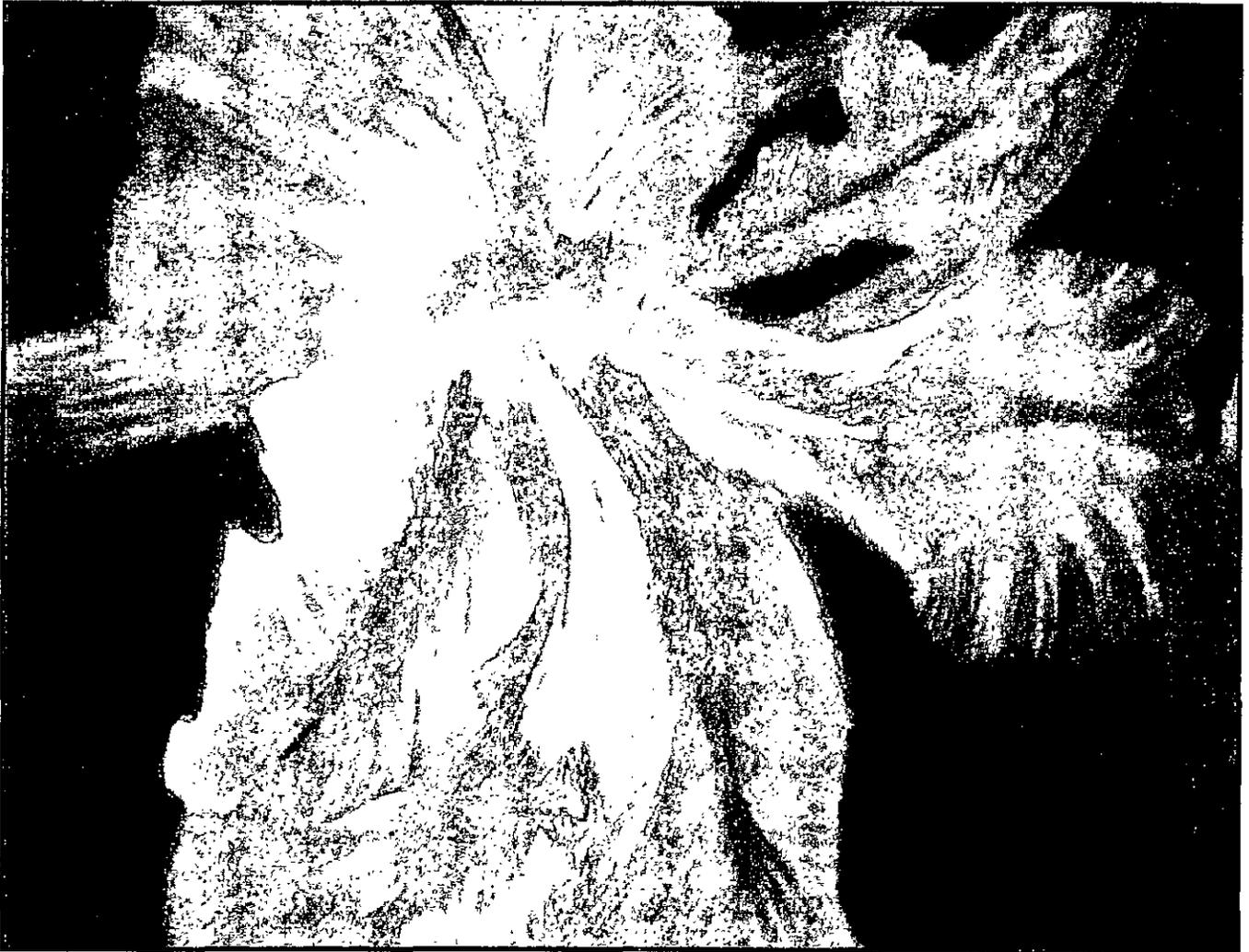
Principal Officials

School Board Members

John C. Lamarque - <i>President</i>	District 13
Stephen J. “Jack” Loup, III – <i>Vice-President</i>	District 4
Neal M. Hennegan	District 1
Elizabeth B. Heintz	District 2
Michael J. Dirmann	District 3
Charles T. Harrell	District 5
Donald J. Villere	District 6
Sorola “Jody” Palmer, Sr.	District 7
Daniel “Dan” G. Zechenelly	District 8
Michael J. Gambrell	District 9
Ronald “Ron” L. Bettencourtt	District 10
Robert R. “Bob” Womack	District 11
James “Ronnie” Panks, Sr.	District 12
Ray A. Alfred	District 14
Mary K. Bellisario	District 15

Administrative Officials

Gayle Sloan, *Superintendent*
William “Trey” Folsie, III, *Deputy Superintendent-Administration*
Cheryl Arabie, *Asst. Superintendent-Curriculum & Instruction*
Peter J. Jabbia, *Asst. Superintendent-Human Resources*
Terri Fortenberry, CPA *Interim Director of Business Affairs*
Louis Boullion, *Director of Information Technology*



"Blue Iris"

Mason Chauvin - Grade 6

Robin Kennedy - Teacher

Mandeville Middle School

Independent Auditors' Report

The Members of the
St. Tammany Parish School Board
Covington, Louisiana:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish School Board (the School Board), as of and for the year ended June 30, 2009, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board as of June 30, 2009, and the respective changes in financial position, and where applicable, the cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in note 5 to the financial statements, management has restated beginning net assets to reflect its change in its capitalization policy, reclassification of previously reported items and adjustment of accumulated depreciation on certain assets.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2010, on our consideration of the School Board's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 13 and 59 through 67 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. 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 School Board's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor 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 section 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.

PostHelmuth & Nettville

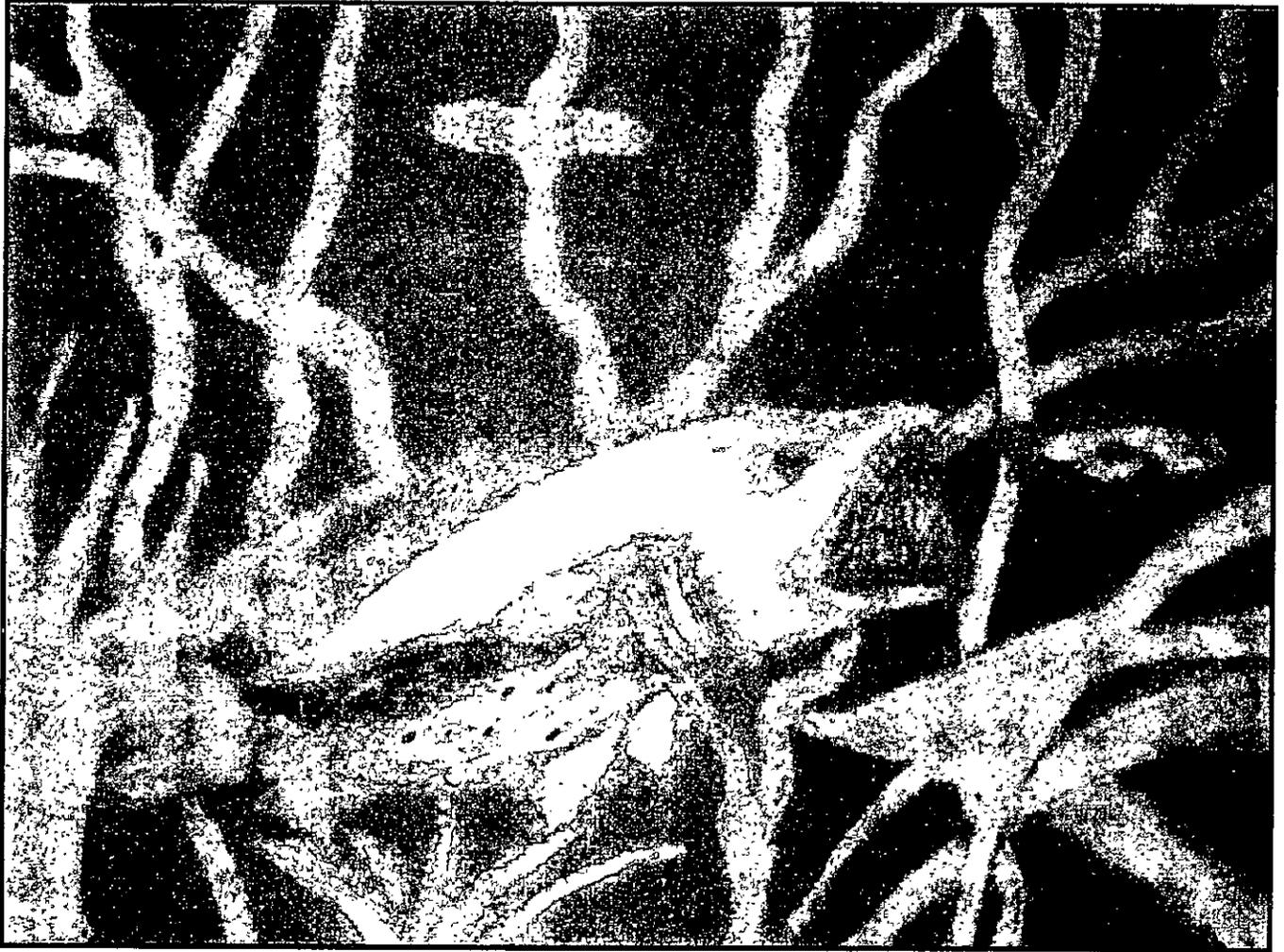
Metairie, Louisiana
January 28, 2010



**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**REQUIRED SUPPLEMENTARY
INFORMATION**

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



“Lunchtime”

Steven Newman - Grade 6
Lynda Thurlow - Teacher
Madisonville Junior High

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

As management of the St. Tammany Parish School Board, we offer readers of the St. Tammany Parish School Board's financial statements this narrative overview and analysis of the financial activities of the School Board for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages v through x and the School Board's financial statements, which begins on page 1.

FINANCIAL HIGHLIGHTS

The financial highlights for the St. Tammany Parish School Board for fiscal year ended June 30, 2009 were:

- The School Board's general fund expended \$338 million dollars on a budgetary basis in fiscal year ended June 30, 2009 on education for St. Tammany Parish. Nearly 71 percent of the expenditures were spent on instructional and support programs and 18 percent spent on administration, operation, and maintenance of schools.
- Certified teachers received a salary increase of \$2,019 in the fall of 2008 bringing the beginning teacher salary to \$42,284.
- The School Board's general fund revenues on a budgetary basis for fiscal year ending June 30, 2009 were approximately \$258 million. The largest single sources of non-federal funds were from the State of Louisiana Minimum Foundation Program (\$178.1 million), ad valorem taxes (\$67.6 million), and transfers from the sales tax funds (\$79.9 million).
- The assets of the School Board exceeded its liabilities at the close of the year by \$241.6 million up from \$212.5 in 2008.
- The School Board's net assets increased by \$29.2 million. The majority of this increase was due to an increase in ad valorem taxes, \$76 million in new bond proceeds not spent at year-end, and an increase in the State of Louisiana Minimum Foundation Program revenue. Also, expenses by function for 2009 were \$8.8 million less when compared to 2008.
- The School Board's governmental funds reported combined ending fund balances of \$254.9 million, an increase of \$51.3 million in comparison of prior year. Increase in property values in St. Tammany Parish increased revenue received from ad valorem taxes, and revenues received per student were increased in 2009.
- The School Board expended approximately \$85 million on capital projects in 2008-2009. The majority of these expenditures were on reconstruction and additional classrooms and renovations to existing schools and the construction of a new high school slated to open in 2009 and our newest elementary school. Also, disaster recovery expenditures continue on existing facilities.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

- The School Board's general fund on a budgetary basis had a decrease in fund balance of \$5.8 million. The decrease was a result of increases in salaries and related benefits due to an across the board pay raise and a decrease in sales tax revenues of \$15.9 million over 2008 as a result of the economic downturn. Increases in ad valorem tax revenue and funding from the Louisiana Department of Education did help offset some of the increases in salary and related benefit costs.
- The School Board was authorized to issue \$167 million in new debt in March of 2008. The first issue of these bonds was completed in July 2008 for \$66.33 million. The second issue of these bonds was completed in May 2009 for \$20 million. As of June 30, 2009, the School Board had \$236.9 million in bonds outstanding.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the St. Tammany Parish School Board's basic financial statements. The St. Tammany Parish School Board's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statement themselves.

Government-wide financial statements include the Statement of Net Assets and the Statement of Activities (on pages 14 and 15, respectively); they provide information about the financial position of the School Board as a whole and present a longer-term view of the School Board's finances. Fund financial statements start on page 16. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the School Board's operations in more detail than the government-wide statements by providing information about the School Board's most significant funds. The fiduciary fund statements provide financial information about activities for which the School Board acts solely as a trustee or agent for the benefit of those outside of the government.

Our auditor has provided assurance in his independent auditors' report, located immediately preceding this management discussion and analysis (MD&A), that the basic financial statements are fairly stated. The auditor has also provided varying degrees of assurance regarding the required supplementary information and other supplementary information. A user of this report should read the independent auditors' report carefully to ascertain the level of assurance being provided for each of the other parts in the financial statements.

The School Board assumes full responsibility for the accuracy of the introductory and statistical sections as they were prepared without the association of the independent auditors.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 through 58 of this report.

Other Information

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 68 through 99 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our analysis of the School Board as a whole begins on page 14. One of the most important questions asked about the School Board's finances is, "Is the School Board as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the School Board as a whole and about activities in a way that helps answer the question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's *net assets* and changes in them. You can think of the School Board's net assets—the difference between assets and liabilities—as one way to measure the School Board's financial health, or *financial position*. Over time, *increase or decreases* in the School Board's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the School Board's property tax base and the condition of the Schools, to assess the *overall financial health* of the School Board.

In 2008-2009, the School Board's financial position increased with its net assets increasing \$29.2 million from \$212.5 million in 2007-2008 to \$241.7 million. \$19.6 million of the School Board's net assets is restricted to debt service leaving \$19.5 million in unrestricted net assets.

In the Statement of Net Assets and the Statement of Activities, the School Board's activities can be divided into two kinds of activities:

Governmental Activities – Most of the School Board's basic services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program ("MFP") Funds, and state and federal grants finance most of these activities. In the internal service funds, the School Board charges fees to departments to help cover the costs of certain services it provides by being self insured. The School Board's general liability, workers' compensation, and health insurance programs are accounted for here.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
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Business-type activities – Business-type activities are those activities which are conducted by the School Board whereas the fees/charges for those services provided are intended to be sufficient to realize a profit. The School Board did not have any such activities.

Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the School Board's governmental activities.

TABLE 1
SUMMARY OF NET ASSETS
(in thousands)

	Governmental Activities	
	2009	2008
Assets:		
Current and other assets	\$307,484	\$261,336
Capital assets	<u>355,285</u>	<u>269,492</u>
Total Assets	<u>\$662,769</u>	<u>\$530,828</u>
Liabilities:		
Long-term debt outstanding	\$352,620	\$268,103
Other liabilities	<u>68,499</u>	<u>59,155</u>
Total Liabilities	<u>\$421,119</u>	<u>\$327,258</u>
Net Assets:		
Invested in capital assets, net of related debt	\$202,533	\$148,067
Restricted	19,620	11,907
Unrestricted	<u>19,497</u>	<u>43,596</u>
Total Net Assets	<u>\$241,650</u>	<u>\$203,570</u>

By far the largest portion of the School Board's net assets (84 percent) reflects its investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The School Board uses these capital assets to provide services to public; consequently, these assets are not available for future spending. Although the School Board's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted net assets (8 percent) represent resources to be used to pay the remaining amount of outstanding debt. The remaining balance of unrestricted net assets (\$19.5 million) may be used to meet the School Board's ongoing obligations to the public and creditors.

At the end of June 30, 2009, the School Board is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

The School Board's net assets increased by \$29.2 million mainly due to increased revenues for ad valorem taxes, increased funding from the Louisiana Department of Education offset by decreases in sales tax revenues, and salary and related benefit cost increases in General Fund, unspent bond proceeds, and an \$8.8 million increase due to the change in the capitalization policy. Total expenses by function were down \$8.8 million in comparison to 2008.

TABLE 2
SUMMARY OF CHANGES IN NET ASSETS
(in Thousands)

	Governmental	
	Activities	
	<u>2009</u>	<u>2008</u>
Revenues		
Program Revenues:		
Charges for services	\$ 5,976	\$ 6,387
Operating grants and contributions	31,956	32,521
Capital grants and contributions	35,401	9,348
General revenues:		
Property taxes	99,814	83,661
Sales taxes	77,360	84,844
State Equalization (MFP)	180,116	173,501
Other general revenues	<u>19,525</u>	<u>15,945</u>
Total revenues	<u>450,148</u>	<u>406,107</u>
Program expenses		
Regular programs	142,642	149,056
Special education programs	74,326	75,534
Vocational education	5,804	6,300
Other instructional programs	14,882	16,303
Special programs	11,244	12,296
Adult education programs	406	469
Pupil support	15,700	16,297
Instructional staff support	15,435	16,967
General administration	7,926	8,450
School administration	22,142	21,729
Business administration	2,609	2,760
Operation and maintenance of plant	34,273	37,391
Pupil transportation	31,604	31,937
Central services	8,280	7,909
Food services	20,628	21,342
Community services programs	1,441	1,924
Interest on long-term debt	<u>11,609</u>	<u>3,053</u>
Total expenses	<u>420,951</u>	<u>429,717</u>
Increase (decrease) in net assets	29,197	(23,610)
Beginning net assets (as restated for 2009)	212,453	227,180
Restatement	-	8,883
Ending net assets	<u>\$241,650</u>	<u>\$212,453</u>

Revenues increased 13 percent or approximately \$52.9 million. The largest increases were as a result of increases in ad valorem taxes, and the Minimum Foundation Program grant from the State of Louisiana. During fiscal year 2009, the School Board restated its beginning net assets

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

to reflect a change in capitalization threshold of capital assets and to adjust for over depreciation of fixed assets in previous years, as further explained in note 5.

Student enrollment had a slight increase from 35,523 students in 2008 to 35,878 students in 2009. MFP funding increased in accordance with growth and state funded raises.

Expenses decreased 2 percent or approximately \$8.8 million in 2009. Salary and benefits costs account for nearly 91 percent of general fund expenditures for the School Board. There was an increase in salaries and related benefit due to across the board local and state raises in General Fund; however, expenses declined overall in all other funds causing the decrease overall. Cost cutting measures were implemented in all expense categories for 2009.

REPORTING THE SCHOOL BOARD'S MOST SIGNIFICANT FUNDS

The School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Our analysis of the School Board's major funds begins on page 59. The fund financial statements begin on page 16 and provide detailed information about the most significant funds – not the School Board as a whole. Some funds are required to be established by State law or by bond covenants. However, the School Board establishes other funds to help it control and manage financial resources for particular purposes or to demonstrate that it is meeting legal responsibilities for using certain taxes, grants, and other money.

The School Board's three types of funds – governmental, proprietary, and fiduciary funds – use different accounting approaches.

Governmental Funds – Most of the School Board's basic services are reported in the governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation on pages 18 and 21.

The School Board's governmental funds reported combined ending fund balances of \$254.9 million, an increase of \$51.3 million (see Statements C & E) in comparison with the prior year: The component of this decrease is described below.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

The General Fund balance decreased by \$5.8 million from prior year to \$49.9 million as of June 30, 2009. General Fund expenditures before transfers and other financing uses increased by 4 percent or \$12.6 million. General Fund revenue before transfers and other financing sources increased 6 percent or \$14.9 million. Transfers, mostly from the sales tax funds and grants, decreased \$11.7 million from 2009. Operating expenditures increased mainly due to salary increases given by the state and locally plus benefits. Fuel cost increases also contributed to the increase in costs. These increases were offset by revenue increases. Revenues increased as a result of increases in the Minimum Foundation Program grant for 2009 and for increases in ad valorem taxes as a result of increased property values.

The 1966 Sales Tax Fund had revenues of nearly \$39 million in 2008-2009. The 1966 Sales Tax Fund accounts for the collection for the 1966 sales taxes for the School Board. Sales taxes decreased approximately \$7.9 million in 2009. The disbursements from this fund are transfers out to applicable funds to cover operational costs as the revenue bonds previously funded with a portion of these taxes were paid off in prior years. This fund acts similar to a conduit for sales tax collections.

The 1977 Sales Tax Fund had revenues of nearly 39 million in 2008-2009. The 1977 Sales Tax Fund accounts for the collection for the 1977 sales taxes for the School Board. Sales taxes decreased approximately \$7.9 million in 2009. The disbursements from this fund are transfers out to applicable funds to cover operational costs as the revenue bonds previously funded with a portion of these taxes were paid off in prior years. This fund acts similar to a conduit for sales tax collections.

The Katrina Fund accounts for the revenue and expenditures relating to the recovery from Hurricane Katrina. Revenues from hurricane recovery grants and insurance proceeds increased in 2009 by approximately \$29 million or 168 percent. Expenditures relating to hurricane recovery increased by approximately \$23 million or 183 percent.

The 2008 Construction Fund accounts for the expenditures of the \$167 million in general obligation bonds approved by voters to finance \$15 million in technology, \$2.1 million in security cameras, and \$149.9 million in capital improvements for new construction and improvements to existing facilities. Expenditures for capital projects in this fund increased by \$11.6 million in 2009.

Proprietary Funds – When the School Board charges for the services it provides, whether to outside sources or to other units of the School Board, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and Statement of Activities. The School Board maintains three internal service (proprietary) funds. An internal service fund accumulates and allocates costs internally among the School Board's various functions. The School Board maintains separate internal service funds to account for its self-insured portion of its general liability, employee workers' compensation, and health insurance programs.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

Because the services provided in these funds benefit governmental rather than business-type functions, they have been included as governmental activities in the government-wide financial statements.

Fiduciary Funds - The School Board is trustee, or fiduciary, for its student activity funds that are under the control and administration of the Board. All of the School Board's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities on page 25. These funds are not available to the School Board to finance its operations, and therefore not included in the government-wide financial statements. The School Board is responsible for ensuring that the assets reported by these funds are used for their intended purposes.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget can be briefly summarized as follows:

\$6.4 million increase in projected revenues as follows:

- \$1.4 million increase in minimum foundation program as actual attendance was slightly higher than budgeted.
- \$5 million increase in ad valorem taxes due to increase in property added to the tax rolls within the Parish.

\$1.8 million increase in projected expenditures as follows:

- \$1.8 million increase in salaries and benefits and related expenditures as a result of state and local pay raises.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2009, the School Board invested in broad range of capital assets, including land, school facilities, and equipment totaling \$355.3 million. (See Table 4 below) The net increase (including additions and deductions) in capital assets in 2009 was higher over the past year. The School Board changed its capitalization policy effective July 1, 2008 from \$1,000 to \$5,000. This change was mandated by the Louisiana Department of Education. More detailed information of capital assets can be found in footnote 5.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

TABLE 4
CAPITAL ASSETS AT YEAR-END
(Net of Depreciation, in Thousands)

	Governmental	
	Activities	
	<u>2009</u>	<u>2008</u>
Land	\$ 13,018	\$ 10,586
Land Improvements	7,690	-
Buildings & Improvements	252,071	177,052
Equipment	5,523	4,186
Construction in progress	<u>76,983</u>	<u>77,668</u>
Total	<u>\$355,285</u>	<u>\$269,492</u>

The projects for 2008-2009, in addition to the completion of a new elementary school, were mainly for classroom additions, reconstruction, and renovations throughout the Parish.

Long-term Debt

As of June 30, 2009, the School Board had \$352.6 million in long-term debt outstanding an increase of \$84.5 million or 32 percent over the amount of June 30, 2008 – as shown in Table 5.

TABLE 5
OUTSTANDING DEBT AT YEAR-END
(in Thousands)

	Governmental	
	Activities	
	<u>2009</u>	<u>2008</u>
General obligation bonds (backed by the School Board)	\$236,920	\$163,185
Federal Disaster Loans	67,844	67,844
Other Post Employment Benefits	30,999	21,245
Compensated Absences	<u>16,857</u>	<u>15,829</u>
Totals	<u>\$352,620</u>	<u>\$268,103</u>

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

The School Board continued to pay down its outstanding debt issues and borrowed an additional \$86.3 million through issuance of general obligation bonds in 2008-2009. This is the first and second series in a series totaling \$167 million authorized.

The School Board's bond rating in 2008-2009 was AA- by *Standard & Poors* and Aa3 for *Moody's*. The State constitution limits the amount of general obligation debt that the School Board can issue to 35 percent of the assessed value of all taxable property within the school district. The School Board's outstanding general obligation debt of \$236.9 million is significantly below the current \$686 million limit.

The School Board initiated a risk management program for general liability, workers' compensation, and health insurance in prior years. The School Board purchases commercial insurance for claims in excess of coverage provided through its self-insurance funds. The School Board had \$14.9 million and \$15.5 million in claims and judgments outstanding for fiscal year ending June 30, 2009 and 2008, respectively. Other obligations include accrued vacation pay and sick leave. More detailed information about the School Board's long-term liabilities is presented in Notes 6, 7, and 8 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The following are currently known St. Tammany Parish economic factors considered into the 2009-2010 fiscal year:

- Sales taxes rate of growth is projected to resume a modest growth or to decline. St. Tammany Parish remains one of the wealthiest parishes in the State of Louisiana and the effects from Hurricane Katrina have reached a minimal level.
- The School Board's student attendance is expected to continue to increase for the next couple of years.
- Pressure to increase teacher salaries to keep up with the *Southern Average* continues, and salary cost will increase accordingly.
- The School Board's fiscal year 2010 budget for capital projects is expected to increase with the addition of new schools, construction planned as part of the 2008 referendum, and reconstruction of damaged school facilities from Hurricane Katrina.

At the time these financial statements were prepared and audited, the School Board was aware of the following circumstances that could significantly affect the School Board's financial health in the future:

- Sales taxes were down nearly 9% below fiscal year ended June 30, 2009 levels.
- The national economy was projected to be coming out of a recessionary period.
- The student counts for fiscal year ending June 30, 2009 experienced growth.
- MFP funding approved in the Legislative special session is expected to be just over \$186 million. However, other sources of state funding are projected to be cut.

ST. TAMMANY PARISH SCHOOL BOARD
Management's Discussion and Analysis
June 30, 2009

- The Parish's Tax Assessor anticipates property tax collections to increase around \$500,000 over 2009.

All of these factors were considered in preparing the St. Tammany Parish School Board's budget for the 2009-2010 fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, investors, and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Ms. Terri Fortenberry, Interim Director of Business Services, at the St. Tammany Parish Public School System, P.O. Box 940, Covington, LA 70434-0940 or by calling (985) 898-3217 during regular business hours, Monday through Friday, from 8:30 a.m. to 4:30 p.m., central standard time.



“Southern Beauty”
Tyler Fisher - Grade 7
Tonya Hendon - Teacher
Monteleone Junior High

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

BASIC FINANCIAL STATEMENTS:

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

ST TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana
Statement of Net Assets
June 30, 2009

Statement A

		<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS		
Cash and cash equivalents	\$	181,824,208
Investments		5,107,891
Receivables (Net):		
Taxes:		
Ad valorem		4,932,700
Sales and use		12,848,744
Intergovernmental :		
Federal		13,132,052
State		1,622,480
Other		35,012
Other Receivables		3,117,954
Inventory		455,820
Deferred charges		239,322
Restricted cash and cash equivalents		84,124,732
Restricted investments		43,360
Capital assets not being depreciated:		
Land		13,018,458
Construction in progress		76,983,236
Capital assets net of accumulated depreciation		
Land improvements		7,689,935
Buildings and improvements		252,070,482
Furniture and equipment		5,522,597
TOTAL ASSETS	\$	<u>662,768,983</u>
LIABILITIES		
Salaries & wages payable	\$	28,105,502
Payroll deductions and withholdings payable		3,747,138
Accounts payable		8,452,710
Accrued interest payable		8,955,261
Retainages payable		3,558,786
Unearned revenues		729,184
Other liabilities		101,014
Claims and judgments		14,849,665
Long-term liabilities:		
Due within one year:		
Bonds payable		18,095,000
Compensated absences		3,188,762
Due in more than one year:		
Bond payable		218,825,000
Community Disaster Loan payable		67,843,971
Compensated absences		13,667,916
Other post employment benefits		30,999,294
TOTAL LIABILITIES	\$	<u>421,119,203</u>
NET ASSETS		
Invested in capital assets, net of related debt	\$	202,532,800
Restricted for debt service		19,619,889
Unrestricted		19,497,091
TOTAL NET ASSETS	\$	<u>241,649,780</u>

The notes to the basic financial statements are an integral part of this statement

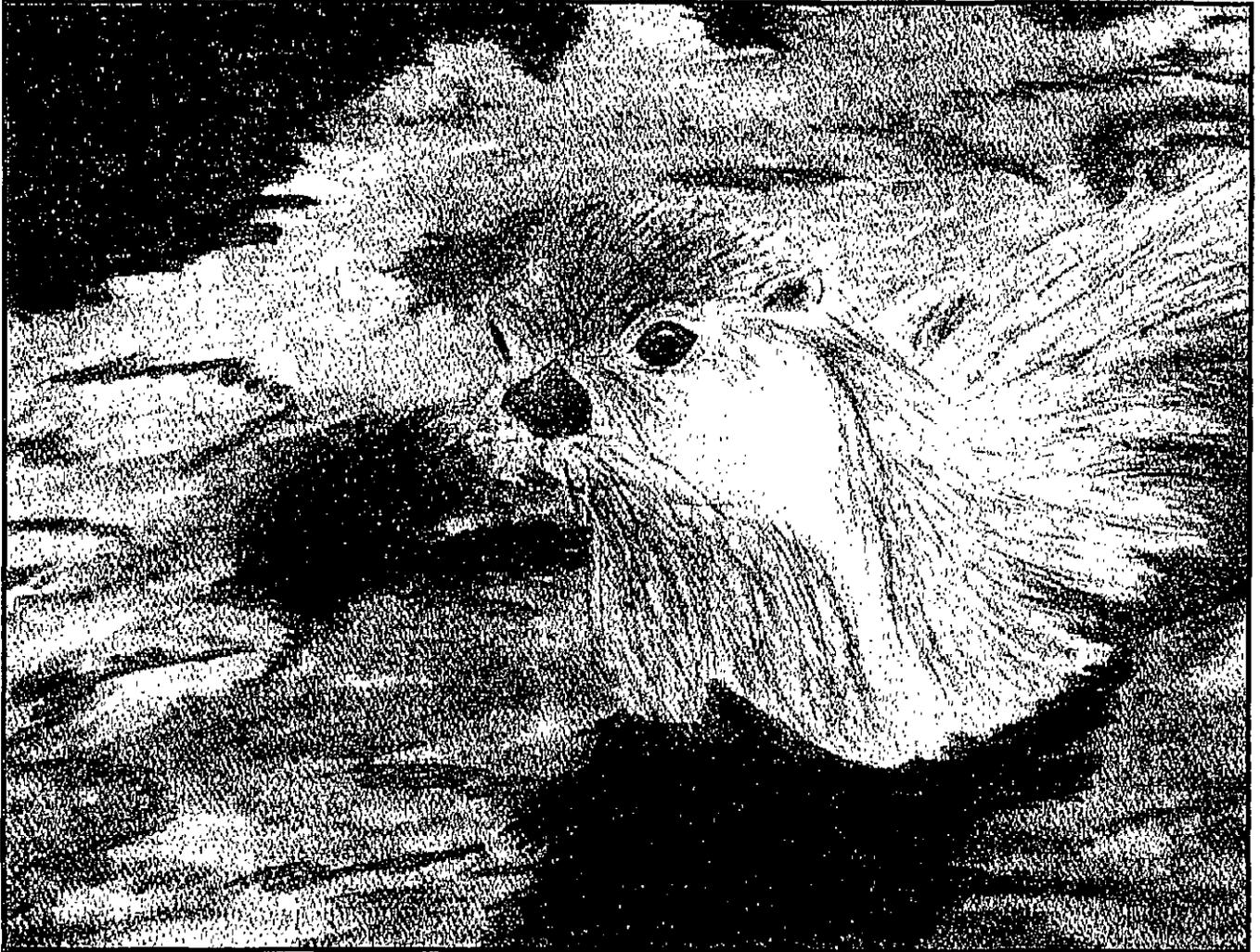
Statement B

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Statement of Activities
For the Year Ended June 30, 2009

	<u>Expenses</u>	<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Assets</u>
FUNCTIONS/PROGRAMS					
<i>Governmental Activities:</i>					
Instruction:					
Regular Programs	\$ 142,642,325	\$ 1,528,919	\$ 4,623,333	\$ -	\$ (136,490,073)
Special Education Programs	74,326,162	-	4,649,490	-	(69,676,672)
Vocational Educational Programs	5,804,540	-	260,919	-	(5,543,621)
Other Instructional Programs	14,882,116	-	1,462,604	-	(13,419,512)
Special Programs	11,243,792	-	8,001,335	-	(3,242,457)
Adult Educational Programs	406,423	-	362,639	-	(43,784)
Support Services:					
Pupil Support	15,700,409	-	1,644,144	-	(14,056,265)
Instructional Staff Support	15,434,557	-	2,024,517	-	(13,410,040)
General Administration	7,925,766	-	61,873	-	(7,863,893)
School Administration	22,141,850	-	-	-	(22,141,850)
Business Administration	2,609,547	-	-	-	(2,609,547)
Operation and Maintenance of Plant	34,272,688	-	364,131	35,370,034	1,461,477
Pupil Transportation	31,603,396	-	147,837	-	(31,455,559)
Central Services	8,280,124	-	55,257	-	(8,224,867)
Food Services	20,628,334	3,078,385	8,297,560	31,211	(9,221,178)
Community Service Programs	1,440,596	1,368,615	-	-	(71,981)
Interest on Long-term Debt	11,609,204	-	-	-	(11,609,204)
<i>Total Governmental Activities</i>	<u>\$ 420,951,829</u>	<u>\$ 5,975,919</u>	<u>\$ 31,955,639</u>	<u>\$ 35,401,245</u>	<u>(347,619,026)</u>
Unrestricted General Revenues (expenses):					
Taxes:					
Ad Valorem (Property) Taxes					99,813,880
Sales and Use Taxes					77,359,837
State Revenue Sharing					1,971,376
Grants and Contributions not Restricted to					
Specific Programs - Minimum Foundation Program					180,116,316
Interest and Investment Earnings					4,154,856
Insurance proceeds					10,676,833
Miscellaneous					2,722,503
Total General Revenues and Special Items					<u>376,815,601</u>
Changes in Net Assets					29,196,575
Net Assets, Beginning, As Restated					<u>212,453,205</u>
Net Assets, Ending					<u>\$ 241,649,780</u>

The notes to the basic financial statements are an integral part of this statement



"Hello"

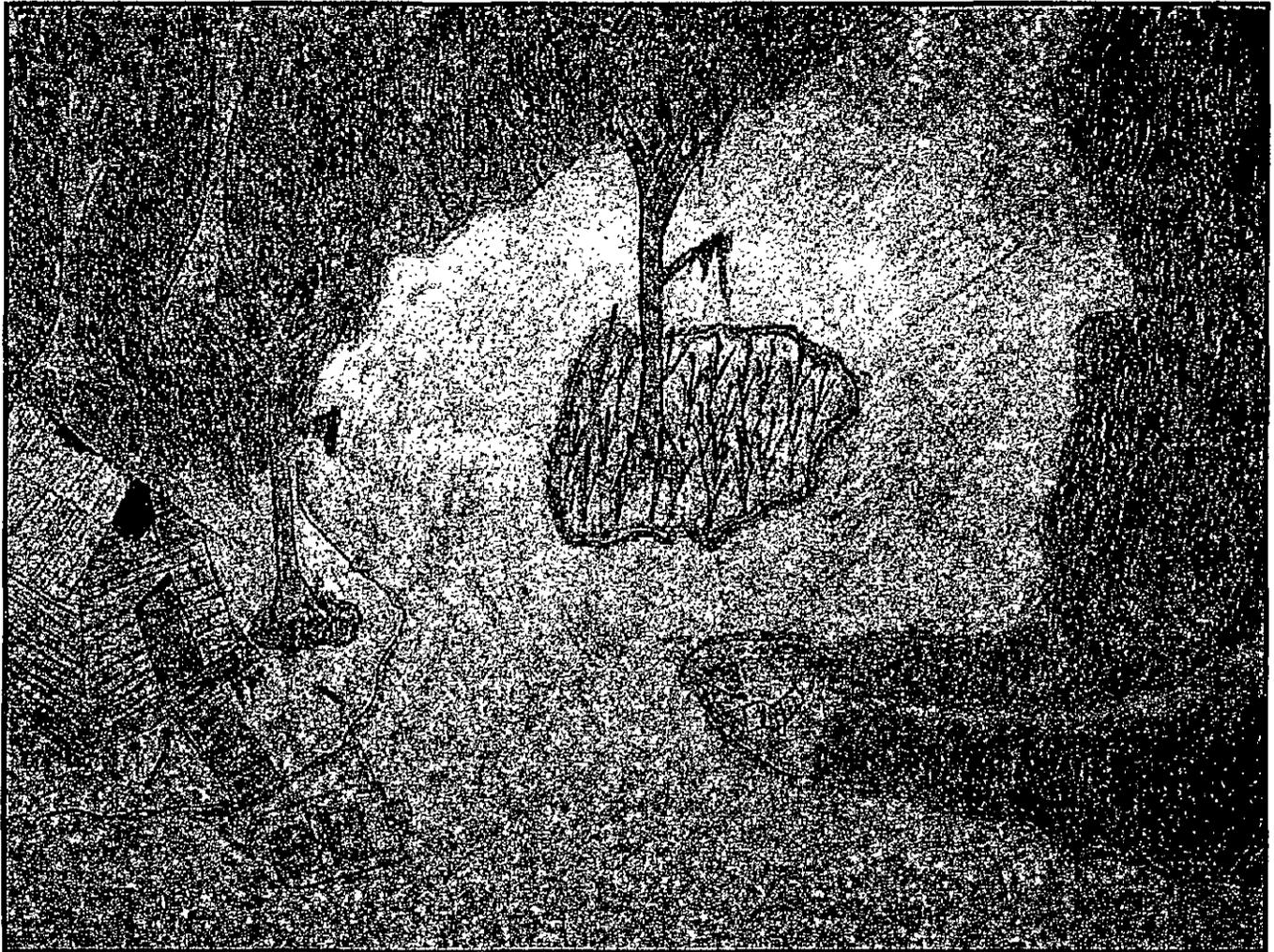
Kaela Powery - Grade 6

Darlene Powell - Teacher

Carolyn Park Middle School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

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



“Living on the Bayou”
Blaine Pennington - Grade 8
Irit Sirkes - Teacher
St. Tammany Junior High



ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Governmental Funds - Balance Sheet
June 30, 2009
With Comparative Totals for June 30, 2008

	Major Fund Types			
	General	1966 Sales Tax	1977 Sales Tax	Katrina Funds
Assets				
Cash and cash equivalents	\$ 49,864,941	\$ 5,136	\$ 5,174	\$ 90,920,008
Investments	3,889,291	-	-	15,112
Receivables:				
Taxes:				
Ad valorem	1,934,264	-	-	-
Sales and use	-	6,424,372	6,424,372	-
Intergovernmental:				
Federal	71,831	-	-	7,728,547
State	767,101	-	-	-
Interest	35,012	-	-	-
Other	692,896	-	-	-
Due from other funds	28,418,355	-	-	-
Inventory	-	-	-	-
Total Assets	<u>\$ 85,673,691</u>	<u>\$ 6,429,508</u>	<u>\$ 6,429,546</u>	<u>\$ 98,663,667</u>
Liabilities and Fund Balances				
Liabilities:				
Salaries and wages payable	\$ 28,105,502	\$ -	\$ -	\$ -
Payroll deductions and withholdings payable	3,747,138	-	-	-
Accounts payable	3,119,809	168	168	1,018,646
Contracts and retainages payable	-	-	-	1,630,084
Due to other funds	247,135	6,429,140	6,429,378	196,041
Other liabilities	100,676	-	-	-
Unearned revenues	418,161	-	-	-
Total Liabilities	<u>35,738,421</u>	<u>6,429,508</u>	<u>6,429,546</u>	<u>2,844,771</u>
Fund Balances:				
Reserved for:				
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved/designated for:				
Designated for bond rating	20,854,282	-	-	-
Designated for construction	-	-	-	-
Unreserved, undesignated reported in:				
General fund	29,080,988	-	-	-
Special revenue fund	-	-	-	95,818,896
Capital projects fund	-	-	-	-
Total Fund Balances	<u>49,935,270</u>	<u>-</u>	<u>-</u>	<u>95,818,896</u>
Total Liabilities and Fund Balances	<u>\$ 85,673,691</u>	<u>\$ 6,429,508</u>	<u>\$ 6,429,546</u>	<u>\$ 98,663,667</u>

The notes to the basic financial statements are an integral part of this statement

Statement C

2008	Non-Major Fund Types		Totals	
	Construction Fund	Other Governmental	2009	2008
\$ 77,243,003	\$ 38,662,994	\$ 256,701,236	\$ 212,182,704	
37,166	133,944	4,075,513	9,070,320	
-	869,924	2,804,188	1,890,165	
-	-	12,848,744	14,048,426	
-	5,331,674	13,132,052	4,943,759	
-	855,379	1,632,480	3,690,068	
-	-	35,012	31,719	
-	86,651	779,547	113,741	
-	426,041	28,844,196	24,609,458	
-	455,820	455,820	372,223	
<u>\$ 77,280,169</u>	<u>\$ 46,822,427</u>	<u>\$ 321,299,008</u>	<u>\$ 270,952,583</u>	
\$ -	\$ -	\$ 28,105,502	\$ 26,345,430	
-	-	3,747,138	33,694	
790,421	3,495,942	8,425,154	6,339,213	
153,253	1,775,449	3,558,786	3,886,752	
106,359	8,350,835	21,759,288	23,374,950	
-	338	101,014	85,174	
-	311,023	729,184	7,363,907	
<u>1,050,233</u>	<u>13,933,587</u>	<u>66,426,066</u>	<u>67,429,120</u>	
-	455,820	455,820	372,223	
-	19,619,889	19,619,889	11,906,700	
-	-	20,854,282	19,692,109	
-	-	-	-	
-	-	29,080,988	36,092,053	
-	2,279,353	98,098,249	94,163,582	
<u>76,229,936</u>	<u>10,533,778</u>	<u>86,763,714</u>	<u>41,296,796</u>	
<u>76,229,936</u>	<u>32,888,840</u>	<u>254,872,942</u>	<u>203,523,463</u>	
<u>\$ 77,280,169</u>	<u>\$ 46,822,427</u>	<u>\$ 321,299,008</u>	<u>\$ 270,952,583</u>	

Statement D

ST. TAMMANY PARISH SCHOOL BOARD
 Covington, Louisiana
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
as of June 30, 2009

For the Year Ended June 30, 2009 \$ 254,872,942

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

Cost of capital assets	\$	571,667,124	
Accumulated depreciation		(216,382,416)	
			\$ 355,284,708

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. \$ 239,322

Elimination of interfund assets and liabilities

Interfund assets	\$	(28,844,396)	
Interfund liabilities		21,759,288	
			\$ (7,085,108)

Change in revenue accruals – Under modified accrual basis of accounting, revenues are not recognized unless they are deemed "available" to finance the expenditures of the current period. Accrual basis recognition is not limited to availability, so certain revenues need to be reduced by the amounts that were unavailable at the beginning of the year and increased by the amounts that were unavailable at the end of the year. This adjustment records a net increase in revenues.

\$ 2,128,512

Net assets of the internal service fund reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement less interfund balances eliminated in the consolidation into the governmental activities.

Total net assets	\$	(9,300,500)	
Interfund balances		7,085,108	
			\$ (2,215,392)

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

Balances at June 30, 2009 are:

Accrued Interest payable	\$	(8,955,261)	
Bonds payable		(236,920,000)	
Community Disaster Loan		(67,843,971)	
Other Post Employment benefits		(30,999,294)	
Compensated absences		(16,856,678)	
			\$ (361,575,204)

Net assets – governmental activities \$ 241,649,780

The notes to the basic financial statements are an integral part of this statement.



"Who Dat?"

Connor Egan - Grade 6
Robin Kennedy - Teacher
Mandeville Middle School

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	Major Fund Types				Non-major Fund Types	
	General	1966 Sales Tax Fund	1977 Sales Tax Fund	Katrina Funds	2008 Construction Fund	Other Governmental
Revenues						
Local sources:						
Taxes:						
Ad valorem	\$ 67,593,678	\$ -	\$ -	\$ -	\$ -	\$ 30,091,690
Sales and use	-	38,661,896	38,697,941	-	-	-
Tuition	160,304	-	-	-	-	1,368,615
Earnings on investments	666,399	17,845	17,880	803,225	656,048	561,098
Food service	-	-	-	-	-	3,078,385
Other	2,981,867	-	-	-	-	366,593
State sources:						
Minimum foundation program	178,133,193	-	-	-	-	1,983,121
Contributions to:						
Teachers' Retirement	48,495	-	-	-	-	-
Revenue sharing	1,971,376	-	-	-	-	-
Professional Improvement Program	369,618	-	-	-	-	-
Other	5,174,506	-	-	-	-	6,969,404
Federal sources	665,428	-	-	35,370,034	-	76,126,871
Total Revenues	257,764,864	38,679,741	38,715,821	36,173,259	656,048	70,545,779
Expenditures						
Current:						
Instruction:						
Regular education programs	130,307,662	-	-	6,710	-	3,141,335
Special education programs	63,837,725	-	-	-	-	5,649,490
Vocational education programs	5,165,722	-	-	-	-	260,919
Other instructional programs	12,450,623	-	-	-	-	1,462,604
Special programs	1,510,438	-	-	-	-	9,001,335
Adult education programs	356,466	-	-	-	-	23,497
Support services:						
Pupil support	13,034,102	-	-	-	-	1,644,144
Instructional staff support	11,454,831	-	-	4,017	-	2,970,854
General administration	5,310,519	410,517	446,563	4,209	151,222	1,086,735
School administration	20,700,136	-	-	186	-	-
Business administration	2,439,653	-	-	-	-	-
Operation and maintenance of plant	11,501,168	-	-	176,092	-	364,131
Pupil transportation	29,398,044	-	-	-	-	147,837
Central services	7,685,796	-	-	-	-	55,257
Food service	2,824,364	-	-	132,873	-	16,328,105
Community service programs	47,226	-	-	-	-	1,304,582
Facilities acquisition and construction	498,371	-	-	34,849,906	12,064,232	38,006,145
Debt service:						
Legal fees	-	-	-	-	-	1,625
Election expenses	-	-	-	-	-	5,022
Bond issuance costs	-	-	-	-	-	81,447
Principal retirement	-	-	-	-	-	12,595,000
Interest and bank charges	-	-	-	-	-	8,830,790
Total Expenditures	338,417,846	410,517	446,563	35,173,993	12,215,454	102,960,854
Excess (Deficiency) of Revenues Over (Under) Expenditures	(80,652,982)	38,269,224	38,269,258	999,266	(11,559,406)	(32,415,075)
Other Financing Sources (Uses)						
Transfers in	79,925,336	-	-	-	-	10,245,505
Transfers out	(5,121,246)	(41,360,170)	(41,360,344)	(196,041)	(161,285)	(1,971,755)
Insurance proceeds	-	-	-	10,676,833	-	-
Accrued interest and premium on bonds	-	-	-	-	1,393,411	38,950
Bonds issued	-	-	-	-	86,330,000	-
Sale of capital assets	-	-	-	-	-	-
Total Other Financing Sources and Uses	74,804,090	(41,360,170)	(41,360,344)	10,480,792	87,562,126	8,312,700
Net Change in Fund Balances	(5,848,892)	(3,090,946)	(3,091,086)	11,480,058	76,002,720	(24,102,375)
Fund Balances, Beginning of Year	55,784,162	3,090,946	3,091,086	84,338,838	227,216	56,991,215
Fund Balances, End of Year	\$ 49,935,270	\$ -	\$ -	\$ 95,818,896	\$ 76,220,936	\$ 32,888,840

The notes to the financial statements are an integral part of this statement

Statement 5

Totals

2009	2008
\$ 97,685,368	\$ 61,888,326
77,359,817	93,281,812
1,528,919	1,686,022
2,722,495	8,689,903
1,078,385	3,301,946
3,348,460	1,764,267
180,116,316	173,501,201
48,495	57,059
1,971,376	2,086,894
769,618	435,420
12,143,910	10,132,502
<u>62,162,333</u>	<u>42,038,308</u>
<u>442,535,512</u>	<u>420,863,660</u>
133,355,707	129,525,124
69,487,215	65,514,042
5,426,641	5,389,396
13,913,227	13,980,109
10,511,773	10,430,732
379,963	403,012
14,678,246	14,147,088
14,429,702	14,733,249
7,409,765	7,323,346
20,700,322	18,869,821
2,439,653	2,394,116
32,041,391	32,288,195
29,545,881	27,757,246
7,741,051	6,751,697
19,285,342	18,441,434
1,346,808	1,671,217
85,418,654	69,455,636
1,625	30,125
5,022	58,109
81,447	75,590
12,595,000	11,805,771
8,830,790	7,450,217
<u>489,615,227</u>	<u>458,495,272</u>
<u>(47,089,715)</u>	<u>(37,631,612)</u>
90,170,841	123,228,341
(90,170,841)	(123,228,341)
10,676,833	-
1,432,361	-
86,330,000	670,000
-	54,763
<u>98,439,194</u>	<u>724,763</u>
51,349,479	(36,906,849)
<u>203,523,463</u>	<u>240,430,312</u>
<u>\$ 254,872,942</u>	<u>\$ 203,523,463</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana
Reconciliation of the Governmental Funds Statement of
Revenues, Expenditures and Changes in Fund Balances to the
Statement of Activities
For the Year Ended June 30, 2009

Total net changes in fund balances – governmental funds \$ 51,349,479

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

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

Capital outlays	\$ 92,011,049	
Depreciation expense	<u>(15,100,920)</u>	76,910,129

New debt/bonds issues provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal and capital leases is expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount that the amount issued exceeded repayments

Bonded Debt Repayments	\$ 12,595,000	
Bond proceeds	(86,330,000)	
Bond issuance costs	75,498	
Accrued interest	<u>(2,765,818)</u>	(76,425,320)

Revenues for sales tax, ad valorem, and federal funds in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (4,496,302)

In the Statement of Activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$4,216,780) exceeded the amounts used (\$3,188,762) by \$1,028,018. \$ (1,028,018)

In the Statement of Activities, Post Employment benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid) \$ (9,753,866)

All revenues, expenses and changes in fund net assets (deficits) of the internal service fund are reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement.

Net Loss	<u>\$ (7,359,527)</u>
Change in net assets of governmental activities	<u>\$ 29,196,575</u>

The notes to the basic financial statements are an integral part of this statement.

Statement G

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Proprietary Fund Type - Internal Service Fund
Statements of Net Assets
For the Year Ended June 30, 2009
With Comparative Totals for June 30, 2008

	<u>2009</u>	<u>2008</u>
Current Assets		
Cash and cash equivalents	\$ 9,247,684	\$ 13,365,187
Investments	1,075,738	998,160
Accounts receivable	2,338,407	466,117
Due from other funds	247,135	229,368
	<u>12,908,964</u>	<u>15,058,832</u>
Total Assets	\$ 12,908,964	\$ 15,058,832
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 27,556	\$ 21,750
Due to other funds	7,332,243	1,463,876
Liability for self-insurance losses	14,271,134	14,149,129
Claims liability	578,531	1,365,050
	<u>22,209,464</u>	<u>16,999,805</u>
Total Liabilities	22,209,464	16,999,805
Net Assets		
Restricted for employee benefits	(11,659,552)	(5,311,734)
Unrestricted	2,359,052	3,370,761
	<u>(9,300,500)</u>	<u>(1,940,973)</u>
Total Net Assets	(9,300,500)	(1,940,973)
Total Liabilities and Net Assets	\$ 12,908,964	\$ 15,058,832

The notes to the basic financial statements are an integral part of this statement.

Statement H

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Proprietary Fund Type- Internal Service Fund
Statements of Revenues, Expenses, and
Changes in Net Assets
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	<u>2009</u>	<u>2008</u>
Operating Revenues		
Employer contributions	\$ 64,815,782	\$ 61,916,761
Total Operating Revenues	<u>64,815,782</u>	<u>61,916,761</u>
Operating Expenses		
Administrative	365,157	153,016
Contractual services	2,990,197	5,280,448
Premium payments	1,738,701	145,173
Benefit Payments	66,380,483	61,099,807
Claims	1,508,170	477,208
Increase in provision for self-insurance losses	<u>(664,515)</u>	<u>1,274,502</u>
Total Operating Expenses	<u>72,318,193</u>	<u>68,430,154</u>
Operating Loss	(7,502,411)	(6,513,393)
Non-Operating Revenues		
Earnings on investments	<u>142,884</u>	<u>567,077</u>
Total Non-Operating Revenues	<u>142,884</u>	<u>567,077</u>
Changes in Net Assets	(7,359,527)	(5,946,316)
Total Net Assets - Beginning of Year	<u>(1,940,973)</u>	<u>4,005,343</u>
Total Net Assets - End of Year	<u>\$ (9,300,500)</u>	<u>\$ (1,940,973)</u>

The notes to the basic financial statements are an integral part of this statement.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Proprietary Fund Type - Internal Service Funds
Statements of Cash Flows
For the Year Ended June 30, 2009
With Comparative Totals For June 30, 2008

	2009	2008
Cash Flows From Operating Activities		
Receipts from employer and employee contributions	\$ 62,961,607	\$ 65,397,949
Payments for benefits and claims	(62,038,662)	(61,237,547)
Payments for insurance premiums	(1,738,701)	(145,173)
Payments for administrative and contractual services	(3,367,053)	(5,433,787)
Net Cash Used by Operating Activities	(4,182,809)	(1,418,558)
Cash Flows from Investing Activities		
Earnings on investments	142,884	567,077
Net Cash Provided by Investing Activities	142,884	567,077
Net Decrease in Cash, Cash Equivalents and Investments	(4,039,925)	(851,481)
Cash, Cash Equivalents and Investments at Beginning of Year	14,363,347	15,214,828
Cash, Cash Equivalents and Investments at End of Year	\$ 10,323,422	\$ 14,363,347
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:		
Operating loss	\$ (7,502,411)	\$ (6,513,393)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Increase (decrease) in provision for self insurance losses	(664,515)	1,274,502
(Increase) Decrease in receivables	(1,890,056)	2,646,024
Increase in payables	5,874,173	1,174,309
Net cash used by operating activities	\$ (4,182,809)	\$ (1,418,558)

The notes to the basic financial statements are an integral part of this statement.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Agency/Fiduciary Fund
Comparative Statement of Fiduciary Assets and Liabilities - School Activity Funds
For the Year Ended June 30, 2009
With Comparatives Totals for June 30, 2008

	<u>2009</u>	<u>2008</u>
Assets		
Cash and cash equivalents	\$ 3,031,949	\$ 2,929,723
Due from other funds	100,676	84,456
Investments	<u>2,177,859</u>	<u>2,736,761</u>
Total Assets	<u>\$ 5,310,484</u>	<u>\$ 5,750,940</u>
Liabilities		
Due to other funds	\$ 140,875	\$ 113,741
Due to schools	<u>5,169,609</u>	<u>5,637,199</u>
Total Liabilities	<u>\$ 5,310,484</u>	<u>\$ 5,750,940</u>

The notes to the basic financial statements are an integral part of this statement.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 - A. Reporting Entity
 - B. Basis of Presentation-Fund Accounting
 - C. Basis of Accounting-Measurement Focus
 - D. Budget Practices
 - E. Encumbrances
 - F. Cash, Cash Equivalents, and Investments
 - G. Receivables
 - H. Short-Term Interfund Receivables/Payables
 - I. Inventory
 - J. Restricted Assets
 - K. Capital Assets
 - L. Long-Term Obligations
 - M. Compensated Absences
 - N. Sales and Use Taxes
 - O. Restricted Net Assets – Government-wide Financial Statements
 - P. Reserves of Fund Balance – Fund Financial Statements
 - Q. Claims and Judgments
 - R. Comparative Data and Total Columns on Combined Statements
2. AD VALOREM TAXES
3. CASH, CASH EQUIVALENTS, AND INVESTMENTS
4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS
5. PROPERTY, PLANT, AND EQUIPMENT
6. RISK MANAGEMENT
7. CHANGES IN LONG-TERM DEBT
8. DEFEASED DEBT
9. TAX ARBITRAGE REBATE
10. RETIREMENT PLANS
11. CHANGES IN AGENCY DEPOSITS DUE OTHERS
12. LITIGATION AND CLAIMS
13. EXCESS OF EXPENDITURES OVER APPROPRIATIONS
14. NET ASSETS DEFICIT IN INTERNAL SERVICE FUNDS
15. HURRICANE KATRINA
16. GASB STATEMENT NO. 45 "ACCOUNTING AND FINANCIAL REPORTING BY EMPLOYERS FOR POST EMPLOYMENT BENEFITS OTHER THAN PENSION"
17. SUBSEQUENT EVENTS

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. REPORTING ENTITY

The St. Tammany Parish School Board (School Board) was created by Louisiana Revised Statute (LRS) 17:51 for the purpose of providing public education for the children within St. Tammany Parish, Louisiana. The School Board is authorized by LRS 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed, and to determine local supplement to their salaries. The School Board is comprised of 15 members who are elected from 15 districts for concurrent terms of four years expiring in December 2011.

The School Board operates 53 schools within the parish with a total enrollment of 35,878 students. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. Additionally, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. The School Board members are elected by the public, have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. Certain units of local government, over which the School Board exercises no financial accountability, such as the parish council, other independently elected parish officials, and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statements separate from that of the School Board. The School Board is not a component unit of any other entity and does not have any component units that require inclusion in the financial statements.

B. BASIS OF PRESENTATION-FUND ACCOUNTING

Government Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. Fiduciary funds are not included in GWFS. Fiduciary funds

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

are reported only in the Statement of Assets and Liabilities at the fund financial statement level. For the most part, the effect of interfund activity has been removed from these statements.

Internal Activities: The workers' compensation, risk management, and health/life insurance funds provide services to the governmental funds. Accordingly, these funds were included in the government activities. Pursuant to GASB 34, the internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion. Interfund services provided and used are not eliminated in the process of consolidation.

Program Revenues: Program revenues include: 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from food sales and tuition. Operating grants and contributions consist of the many educational grants received from the federal and state government.

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

Fund Financial Statements (FFS)

Fund financial statements report detailed information about the School Board. The focus of the governmental and enterprise fund financial statements is on the major funds rather than reporting funds by type. Each major fund is presented in a separate column. The major funds reported by the School Board for the year ended June 30, 2009 are as follows:

- General Fund, accounts for the day to day operations of the School Board.
- 1966 Sales Tax Fund, accounts for the collection for the 1966 sales taxes for the School Board
- 1977 Sales Tax Fund, accounts for the collection for the 1977 sales taxes for the School Board
- Katrina Funds, accounts for the revenue and expenditures relating to the recovery from Katrina
- 2008 Construction Fund, accounts for the expenditures of the \$167 million in general obligation bonds approved by the voters to finance \$15 million in technology, \$2.1 million in security cameras, and \$149.9 million in capital improvements for new construction and improvements to existing facilities.

Non-major funds are aggregated and presented in a single column. The internal service funds are presented in a single column on the face of the proprietary funds statements.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs and special district funds established for various educational objectives.

Debt Service Funds

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

Capital Projects Funds

Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds). Separate capital project funds are maintained to account for the proceeds of general obligation bonds and other financing proceeds.

Proprietary Funds are used to account for the School Board's ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income. The School Board's proprietary fund type is limited to Internal Service Funds as follows:

Internal Service Funds

The Internal Service Funds are used to account for the accumulation of resources for and the payment of benefits by the School Board's self-insurance programs. The School Board maintains the following self-insurance funds:

Workers' Compensation Fund - This fund is used to account for the payment of workers' compensation benefits.

Risk Management Fund - This fund is used to account for general liability, which is fully insured for FYE June 30, 2009 with a deductible of \$250,000 per occurrence, and property damage, which is insured at the fiscal year end June 30, 2009 with a deductible of \$5,000,000 per occurrence.

Health/Life Insurance Fund - This fund is used to account for the expenditures for health and life insurance claims for the School Board.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

Fund revenues are derived from government allocations. These revenues are planned to match: (1) expenses of insurance premiums in excess of self-insurance amounts; (2) estimated claim losses resulting from self-insurance programs which include estimated liabilities for claims incurred but not yet reported at year end, and (3) operating expenses. Non-operating income includes interest income.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the School Board in a trustee or agency capacity. The School Board maintains one fiduciary fund type, an agency fund. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

C. BASIS OF ACCOUNTING-MEASUREMENT FOCUS

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expense, gains, losses, assets and liabilities resulting from the exchange and exchange-like transactions are recognized when the exchange takes place. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of relate cash flows. Property taxes (ad valorem) are recognized as revenue in the year they are levied and grant revenues are recognized as soon as all eligibility requirements are met. Revenues not earned are reported as deferred revenue.

The governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School Board considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due.

The proprietary fund type is accounted for accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expense generally result from providing services in connection with a proprietary fund's principal ongoing operations. The operating revenue of the propriety funds are employer contributions. The operating expenses for the proprietary funds include the cost of insurance premiums, claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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The fiduciary fund types (agency fund) are reported in the financial statements on the accrual basis of accounting. Under the accrual basis, revenues are recorded when they earned. Revenues not considered earned are recorded as deferred revenues. The following practices in recording revenues and expenditures have been used for the governmental funds.

The School Board applies all applicable FASB pronouncements issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements.

Revenues

Federal and state entitlements, which include state equalization and state revenue sharing, are recorded as unrestricted grants-in-aid when available and measurable. For this purpose, the Board considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal and state grants which are restricted as to the purpose of the expenditures are recorded when the reimbursable expenditures have been made. Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, based on the assessed value on January 1, become due on November 15 of each year, and become delinquent on December 31. An enforceable lien attaches to the property as of November 15. The taxes were levied by the School Board on September 11, 2008. However, before the taxes can be collected, the tax rolls must be submitted to the State Tax Commission for approval. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year end to the extent that they have been collected and are unremitted by the St. Tammany Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations. Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned. Sales and use tax revenues are recorded in the month in which the School Board considers them available (60 days) to finance current year obligations and are collected by the St. Tammany Parish Tax Collector. Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of earned leave privileges not requiring current resources is recorded as a liability on the government-wide financial statements. Commitments under construction contracts are recognized as expenditures when earned by the contractor. Principal and interest on general long-term obligations are not recognized until due. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

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The proprietary fund type is reported in the financial statements on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

Unearned Revenues

Unearned revenues arise when resources are received before the School Board has a legal claim to them, such as when grant monies are received prior to the incurrence of qualifying expenditures, when tuition is received in advance of the commencement of classes, taxes paid in protest, or when there is an inventory of donated food commodities at year end. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

Prepays

Prepaid expenditures are recorded in the year that the expenditure is accrued using the consumption method.

D. BUDGET PRACTICES

The proposed budgets for fiscal year 2008-2009 were completed and made available for public inspection at the School Board office on July 28, 2008. A public hearing was held on August 21, 2008 for suggestions and comments from taxpayers. The proposed fiscal year 2008-2009 budgets were formally adopted by the School Board on September 11, 2008 and amended on May 21, 2009. The budgets, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service, and Capital Projects Funds' were published in the official journal ten days prior to the public hearings. The budget and amendments are reported on the major funds beginning on page 59.

The budgets for all Funds for the fiscal year 2009 were prepared on a modified accrual basis, consistent with generally accepted accounting principles (GAAP).

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. Appropriations are valid only for the year in which made, and any part of such appropriation which is not encumbered or expensed lapses at the end of the year. Current year transactions which are directly related to the prior year's budget are not included in the budget for the current year.

The level of control over the budget is exercised at the function or program level for the General and Special Revenue Funds, at the project level for the Capital Projects Funds and at the individual debt issue level for the Debt Service Funds. The Superintendent is authorized to transfer budget amounts within each function; however, any supplemental appropriations that

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amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

Because the budgets are prepared on a modified accrual basis, no differences in budget basis and GAAP basis occurs. Additional information on the original and final budgets can be found in the Budgetary Comparison Schedules in the Other Supplementary Information Section of this report.

E. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded, is employed by the General Fund and Capital Projects Funds during the year as a budgetary tool. Encumbrances outstanding at year-end are liquidated.

F. CASH, CASH EQUIVALENTS, AND INVESTMENTS

For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less at date of acquisition are considered to be cash equivalents in the Internal Service Funds. Investments are stated at cost, which approximates fair value, and is the same as the value of the investment pool shares.

G. RECEIVABLES

Intergovernmental receivables consist of receivables for reimbursement of expenditures under various state and federal programs and grants. All amounts are expected to be collected within the next twelve months.

Other receivables include all trade and other receivables considered to be received within one year. No allowance for uncollectible accounts has been established as all receivables are considered collectable.

H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the normal course of operations, numerous transactions occur between funds for goods provided or services rendered. Activities between the funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from other funds" (i.e. the current portion) or "advances to/from other funds" (i.e. the non-current portion). These receivables and payables, as well as short-term interfund loans, are classified as due from other funds or due to other funds. Any residual balances outstanding

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between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

I. INVENTORY

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

J. RESTRICTED ASSETS

Certain proceeds to the School Board general obligation bonds are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. Bond proceeds from the 1998 Construction Fund, the 2002 Construction Fund, the 2004 Construction Fund, and the 2008 Construction Fund are reported as restricted assets.

K. CAPITAL ASSETS

Land, land improvements, buildings and improvements, and furniture and equipment are recorded as expenditures in the governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost, if actual historical cost is not available. Donated capital assets are valued at their estimated market value on the date of donation. Approximately 95 percent of capital assets are valued at historical cost, while the remaining 5 percent are valued at estimated cost, based on the historical cost of like items. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000.

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

Capital assets are depreciated over their estimated useful lives (excluding any applicable salvage value). Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

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Assets	Years
Land	-
Land Improvements	20
<i>Buildings and Improvements:</i>	
Fixed Buildings and Improvements	30
Temporary Buildings (Portables)	20
<i>Furniture and Equipment:</i>	
Heavy Equipment	10
Office Equipment	5 -10
Furniture and Fixtures	5
Computers, Electronics and Video Equipment	3

L. LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts if material, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, when material, are reported as deferred charges and amortized over the term of the related debt.

M. COMPENSATED ABSENCES

All 12-month non-school administrative employees earn from 10 to 20 days of vacation leave each year, depending on length of service with the School Board. A maximum of five days of vacation leave may be carried forward to the next calendar year. Upon termination, earned vacation leave is paid to the employee at the employee's current rate of pay.

All School Board employees earn from 10 to 13 days of sick leave each year, depending upon the number of months employed. Sick leave can be accumulated without limitation. Upon retirement, a maximum of 25 days of unused sick leave is paid to the employee at the employee's current rate of pay, and all unused sick leave is used in the retirement benefit computation as earned service. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Leave may be granted for medical purposes and professional and cultural improvement.

The cost of compensated absence privileges (unused sick leave) is recognized as current year expenditures in the General Fund when leave is actually taken, or when employees are paid for accrued leave upon retirement or death. A liability for these amounts is reported in governmental

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funds only if they have matured, for example, as a result of employee resignations and retirements.

At June 30, 2009, employees of the School Board have accumulated and vested \$16,856,678 of compensated absence benefits in salary and salary related payments.

N. SALES AND USE TAXES

On June 25, 1966, the voters of St. Tammany Parish approved a one percent sales and use tax which, after payment of necessary costs and expenses of collecting the tax, is dedicated for payments of salaries of teachers and other school personnel and for other operating expenses. On September 18, 1976, the voters of St. Tammany Parish approved a one percent sales tax to be levied on behalf of the St. Tammany Parish School Board for a period of 15 years. In April 2004, the voters of the parish designated this tax as permanent.

The proceeds are dedicated for the purposes of capital improvements, maintenance, and operating expenses of the School Board. The sales and use taxes are collected by the St. Tammany Parish Tax Collector for a percentage of the monthly collections.

O. RESTRICTED NET ASSETS - GOVERNMENT-WIDE FINANCIAL STATEMENTS

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

- Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;
- Imposed by law through constitutional provisions or enabling legislation.

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

P. RESERVES OF FUND BALANCE – FUND FINANCIAL STATEMENTS

Reserves on the governmental funds represent portions of fund balances that are not available for appropriations for expenditures or have been legally segregated for future use. *Reserved for Inventory* represents an offset against an asset inventory, because it does not constitute an available, spendable resource of the fund. *Reserved for Debt Service* represents the amount of fund balance available to pay the remaining amounts of outstanding debt.

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Q. CLAIMS AND JUDGMENTS

The School Board provides for losses and anticipated expenses resulting from claims and judgments including claim adjustment expenditures/expense, salvage and subrogation. Losses resulting from claims and judgments are estimated by utilizing a case by case review of all claims in accordance with Governmental Accounting Standards Board Codification Section C50.

The liability for such losses is recorded in the Internal Service Funds. Incurred but not reported claims as of June 30, 2009 have been considered in determining the accrued liability.

R. COMPARATIVE DATA AND TOTAL COLUMNS ON STATEMENTS

Comparative total data for the prior year has been presented in the basic financial statements in order to provide an understanding of changes in the School Board's financial position and operations of these funds. However, comparative data (i.e., presentation of prior year total by fund type) has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation. In the fund financial statements interfund eliminations have not been made in the aggregation of this data, and there are certain reconciling items which are further explained in Statements D and F.

2. AD VALOREM TAXES

The following is a summary of authorized and levied parish-wide ad valorem taxes for the fiscal year ended June 30, 2009:

	<u>Mills</u>	<u>Year of Expiration</u>
Constitutional	3.80	N/A
Additional Support	4.84	2013
Construction, Maintenance and Operations	3.44	2013
Improve, Maintain and Operating	35.47	2013
Bond and Interest - District No. 12	<u>21.90</u>	2022
Total millage	<u>69.45</u>	

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3. CASH, CASH EQUIVALENTS, AND INVESTMENTS

Deposits

For reporting purposes, cash and cash equivalents includes, savings, demand deposits, time deposits, and certificates of deposit. Deposits in bank accounts are stated at cost, which approximates market. Further, the School Board may invest in time certificates of deposit in state banks organized under the laws of Louisiana, national banks having their principal of office in the State of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions. Cash balances of all funds are combined. Interest earned on deposits is distributed to the individual funds based on the invested balances of the participating funds during the year. Interest is recorded when earned.

Under state law, the bank balances of these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. These pledged securities must be held in the name of the School Board or the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the state treasury.

At June 30, 2009, the School Board's carrying value of its deposits excluding fiduciary cash balances was \$265,948,940 and the bank balance was \$276,358,245. Of the bank balance, \$276,358,245 was covered by federal depository insurance or secured by bank owned securities specifically pledged to the School Board and held in joint custody by an independent custodian bank or trust department. Custodial risk is the risk that in the event of bank failure, the government's deposits may not be returned to it. At June 30, 2009, none of the School Board's deposits were exposed to custodial credit risk representing uninsured deposits collateralized by a pledging bank's trust department, but not in the School Board's name. Restricted cash and cash equivalents are reported on the Statement of Net Assets in the amount of \$84,124,732 for the year ended June 30, 2009. These restricted assets represent certain proceeds of general obligation bonds of the School Board, and their use is limited by applicable bond covenants.

In addition, at year-end, the individual schools held cash, cash equivalents, and investments of \$5,209,808 in various accounts. The balances of these accounts are collateralized with either FDIC insurance and/or pledged securities in the School Board's name. Because these accounts are not assets of the School Board (Agency Funds), the balances are not reflected in the fund financial statement or the government-wide financial statements.

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Investments

Cash balances of the School Board's funds are pooled and invested to the extent possible in authorized investments. Interest earned on invested cash is distributed to the various funds on the basis of actual invested cash balances of the participating funds during the year.

Under state law, the School Board may invest in United States bonds, treasury notes and bills, or certificates and time deposits of state banks organized under Louisiana law, and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a non-profit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool rated "AAA". Investments are stated at cost, which approximates fair value, and is the same as the value of the pool shares.

Investments of \$5,151,251 (\$4,075,513 in the governmental funds and \$1,075,738 in the proprietary funds) at June 30, 2009 include \$2,109,143 in certificates of deposits, and \$3,042,108 in LAMP.

At year-end, the School Board's investment balances were as follows:

	<u>Maturities in Years</u>			Reported
	<u>Less than One</u>	<u>One to Five</u>	<u>Five to Ten</u>	Amount/ <u>Fair Value</u>
Certificates of Deposits	\$ 2,109,143	\$ -	\$ -	\$ 2,109,143
Investments not subject to Categorization:				
Louisiana Asset Management Pool				<u>3,042,108</u>
Total Investments				<u>\$ 5,151,251</u>

Interest Risk. Interest rate risk is the risk applicable to debt instruments with fair values that are sensitive to changes in interest rates. One indicator of the measurement of interest rate risk is the dispersion of maturity dates of debt instruments. The above table shows the School Board's investments and maturities in actively managed accounts at June 30, 2009. The School Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments to the following:

1. Direct United States Treasury obligations
2. Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and provided such obligations are backed by the full faith and credit of the United States of America
3. Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by U.S. government instrumentalities, which are federally sponsored.

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4. Direct security repurchase agreements of any federal book entry only securities.
5. Time certificates of deposit of any bank domiciled or having a branch office in the state of Louisiana, savings accounts, or shares of savings and loan associations and savings banks.
6. Mutual or trust fund institutions which are registered with the SEC and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies.
7. Guaranteed investment contracts issued by a bank, financial, insurance company, or other entity having one of the highest short-term rating categories of either Standard & Poor's Corporation or Moody's Investors Service.
8. Investment grade commercial paper of domestic United States corporations.
9. LAMP.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by rule 2-a7, which governs registered money market funds. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. 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. The fair value of investments is determined on a weekly basis to monitor any variances between amortized costs and market value. For purposes of determining participant's shares, investments are valued at amortized cost that approximates fair value. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

The School Board's investment policy complies with state law and does not further limit its investment choices.

Concentration of Credit Risk. The School Board places no limit on the amount the School Board may invest in any one issuer. The School Board's investment in certificates of deposit and LAMP are 41% and 59%, respectively.

The School Board's investments are valued at cost, which closely approximates the market value (less than 1% difference).

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4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

As of June 30, 2009, individual balances due from/to other funds are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Sales Tax 66	\$ 6,358,072
	Sales Tax 77	6,174,438
	Katrina	196,041
	2008 Construction	8,320
	Non Major Governmental	8,349,241
	Internal Service	7,332,243
	Sales Tax 66	71,268
	Sales Tax 77	254,940
	2008 Construction	98,239
	Non Major Governmental	1,594
	Total Governmental Funds	<u>28,844,396</u>
Internal Service	General	247,135
	Total	<u>\$ 29,091,531</u>

The School Board's lending/borrowing activities referred to as "due to/due from" are further explained in the summary of significant accounting policies (Note 1(H)). The general fund loaned money to various funds for the payment of expenditures prior to receipt of funds from federal, state and local sources through reimbursement. The 1977 & 1966 Sales Tax Funds each had balances owed to the General Fund representing May and June collections of sales taxes due to the general and other funds and will be paid when received. Various federal and state programs, including NCLB had balances due to the general fund for reasons stated above. Federal loans and grants in the Katrina Funds were transferred to offset cost associated with the recovery from the Hurricane Katrina Disaster. All other inter-fund lending was for normal operating activities.

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For the year ended June 30, 2009, individual transfers are as follows:

Transfer Out (Fund):	General	Nonmajor Governmental	Total
*General	\$ -	\$ 5,121,246	\$ 5,121,246
*1966 Sales Tax	40,277,483	1,082,687	41,360,170
*1977 Sales Tax	38,216,106	3,144,238	41,360,344
*Katrina	196,041	-	196,041
*2008 Construction	161,285	-	161,285
Nonmajor Governmental	1,074,421	897,334	1,971,755
	<u>\$ 79,925,336</u>	<u>\$ 10,245,505</u>	<u>\$ 90,170,841</u>

*Indicates major fund

The School Board transfers funds between funds as part of the normal operating of fund activity throughout the year to account for payment of expenditures and receipt of revenues. The 1966 & 1977 Sales Tax Funds transfer monthly to the general fund and other funds the balances of sales tax collections. The general fund transfers MFP monies to the School Food Service Fund and general revenues to the capital project funds and to various other funds throughout the year as the budget prescribes. All other transfers were for other normal operating activities.

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5. PROPERTY, PLANT, AND EQUIPMENT

A summary of changes in capital assets are as follows:

Governmental activities:	Restated Balance July 1, 2008	Additions	Deletions	Balance June 30 2009
Non depreciable assets:				
Land	\$ 10,475,879	\$ 2,542,579	\$ -	\$ 13,018,458
Construction in progress	77,668,416	84,195,187	84,880,367	76,983,236
Depreciable assets:				
Land improvements	9,392,090	1,487,142	-	10,879,232
Buildings and improvements	369,265,503	83,868,905	-	453,134,408
Furniture and equipment	12,854,187	4,797,603	-	17,651,790
Total	<u>479,656,075</u>	<u>176,891,416</u>	<u>84,880,367</u>	<u>571,667,124</u>
Less accumulated depreciation:				
Land improvements	2,730,103	459,194	-	3,189,297
Buildings and improvements	187,963,205	13,100,721	-	201,063,926
Furniture and equipment	10,588,188	1,541,005	-	12,129,193
Total accumulated depreciation	<u>201,281,496</u>	<u>15,100,920</u>	<u>-</u>	<u>216,382,416</u>
Governmental activities				
Capital assets, net	<u>\$ 278,374,579</u>	<u>\$ 161,790,496</u>	<u>\$ 84,880,367</u>	<u>\$ 355,284,708</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 5,262,170
Special programs	2,741,941
Vocational education programs	214,133
Other instructional programs	549,011
Special programs	414,791
Adult/continuing education programs	14,993
Pupil support	579,198
Instructional staff support	569,391
General administration	292,387
School administration	816,827
Business administration	96,268
Operation and maintenance of plant	1,264,342
Pupil transportation	1,165,870
Central services	305,459
Food services	760,993
Community service programs	53,146
Total depreciation expense	<u>\$ 15,100,920</u>

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Construction in progress at June 30, 2009 is composed of the following:

Project Location	Project Authorization	Incurred as of June 30, 2009	Committed
Abita Springs Elementary	\$ 9,797,300	299,470	\$ 9,497,830
Abney Elementary	5,525,300	474,159	5,051,141
Advance Studies High	25,488,750	138,410	25,350,340
Alton Elementary	5,649,122	259,203	5,389,919
Bayou Lacombe	4,512,900	136,716	4,376,184
Boyet Junior High	2,774,625	302,811	2,471,814
Brakelield Renovations	-	6,275	(6,275)
Brooks/ Pathway	173,203	4,884,136	(4,710,933)
Carolyn Park	2,593,652	318,778	2,274,874
Creekside Junior High	2,508,889	1,557,229	951,660
Fifth Ward	11,483,200	324,965	11,158,235
Folsom Junior High	6,160,457	283,394	5,877,063
Fontainebleau Junior High	5,673,433	448,130	5,225,303
Harrison	7,961,250	7,253	7,953,997
Henry Mayfield Elementary	8,625,000	1,525,527	7,099,473
Lakeshore High	300,000	135,115	164,885
Lancaster	24,727,500	609,395	24,118,105
Lee Road Junior High	2,966,889	386,079	2,580,810
Mandeville High	5,153,400	369,452	4,783,948
Marigny Elementary	18,521,622	19,553,373	(1,031,751)
New Mandeville High/Athletic Facilities	11,109,000	9,448,914	1,660,086
Northshore High	256,924	225,677	31,247
Pineview Middle	-	1,550	(1,550)
Pitcher Junior High	14,225,750	401,749	13,824,001
Portable Project	-	976,566	(976,566)
Portable Project plumbing	-	279,859	(279,859)
Riverside Elementary	37,500	220,716	(183,216)
Salmen High	49,590,000	31,472,318	18,117,682
Slidell High	4,758,902	1,803,262	2,955,640
Whispering Forest	3,727,750	109,439	3,618,311
Woodlake Elementary	3,192,608	23,316	3,169,292
Total	\$ 237,494,926	\$ 76,983,236	\$ 160,511,690

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The School Board changed its capitalization policy effective July 1, 2008 from \$1,000 to \$5,000. The School Board also reclassified items between different categories of assets. In addition, during this process, the School Board determined that depreciation on certain assets did not agree with useful lives and an adjustment was made to reflect this change. The net effect of these changes was \$8,882,782 which is reflected as a restatement to beginning net assets as of July 1, 2008.

6. RISK MANAGEMENT

Workers' Compensation

The School Board has had a risk management program for workers' compensation since 1988. Premiums are paid into the Workers' Compensation Internal Service Fund by all funds from which salaries are paid and are available to pay claims, claim reserves, and administrative costs of the program. During fiscal year 2009, a total of \$2,965,639 was incurred in benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$250,000. As of June 30, 2009, \$1,885,789 is due to the School Board from its insurance provider. An amount for self-insurance losses of \$4,023,901 has been accrued as a liability based upon an actuary's estimate as of June 30, 2009. Interfund premiums are based primarily upon the individual funds' claims experience and are reported as expenditures in the individual funds.

Risk Management

In addition, the School Board is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; and natural disasters. During fiscal year 1990, the School Board established a Risk Management Fund (an internal service fund) to account for and finance its uninsured risk of loss. Under this program, the Risk Management Fund provides coverage up to a maximum of \$250,000 for each general liability claim and \$5,000,000 for each property damage claim. The School Board purchases commercial insurance for claims in excess of coverage provided by the Fund. In 2009, the School Board paid claims in excess of coverage of \$576,757 to claimants in excess of the \$250,000 maximum. The General Fund makes payments to the Risk Management Fund based on estimates of the amounts needed to pay claims and to accumulate funds for future catastrophic losses. At June 30, 2009, \$2,359,052 of fund equity is designated for future catastrophic losses and claims liabilities are \$578,531.

Health/Life

In 2007, the School Board became self-insured for health care benefits offered to its employees and retirees. The plan is managed by a third-party administrator and excess cost coverage is purchased by the School Board to limit its liability.

Changes in the claims liability amount in previous fiscal years and balances expected to be paid in the next year are as follows:

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

	Balance Beginning of Year	Claims and Changes in Estimates	Payments and Claims	Balance End of Year
Workers Compensation				
2007-08	\$ 4,765,630	\$ 3,235,853	\$ 3,610,300	\$ 4,391,183
2008-09	4,391,183	2,304,491	2,671,733	4,023,941
Risk-Management				
2007-08	\$ 1,584,161	\$ 258,097	\$ 477,208	\$ 1,365,050
2008-09	1,365,050	721,651	1,508,170	578,531
Health/Life Insurance				
2007-08	\$ 7,889,886	\$ 59,357,567	\$ 57,489,507	\$ 9,757,946
2008-09	9,757,946	64,197,997	63,708,710	10,247,233

7. CHANGES IN LONG-TERM DEBT

The following is a summary of the long-term liabilities transactions for the year ended June 30, 2009:

	Balance 2008	Additions	Deductions	Balance 2009	Due Within One Year
General Obligation Bonds	\$ 163,185,000	\$ 86,330,000	\$ 12,595,000	\$ 236,920,000	\$ 18,095,000
Community Disaster Loan	67,843,971	-	-	67,843,971	-
Compensated Absences	15,828,660	4,216,780	3,188,762	16,856,678	3,188,762
Total Long-Term Liabilities	<u>\$ 246,857,631</u>	<u>\$ 90,546,780</u>	<u>\$ 15,783,762</u>	<u>\$ 321,620,649</u>	<u>\$ 21,283,762</u>

In 2005 and 2006, the School Board borrowed \$51,857,990 and \$15,985,981, respectively, from the federal government through the Community Disaster Loan Program resulting in total Community Disaster Loans of \$67,843,971. During 2009, no additional funds were received. The interest rate on these loans is fixed and ranges from 2.67% to 3.12%. Balloon payments of principle and interest are due on January 8, 2011, June 27, 2011 and August 27, 2011. No other payments are required until 2011 and the Board has the option of requesting an extension of five years. As of June 30, 2009, this loan has accrued interest of \$5,917,453 leaving a total due of \$73,761,424.

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In July 2008, the School Board was authorized to issue \$67,000,000 in general obligation bonds with a final maturity date of March 1, 2028. These bonds are the first installment issue of the total \$167,000,000 approved by the citizens of St. Tammany Parish via the election on March 8, 2008. The bond proceeds will be used to finance \$15,000,000 in technology, \$2,100,000 in security cameras, and \$149,900,000 in capital improvements for new construction and improvements to existing facilities. In June 2008, the School Board received a good faith deposit for this bond issue in the amount of \$670,000 which was included in bonds payable in the financial statements for the year ended June 30, 2008. The remaining bond proceeds of \$66,330,000 were received in July 2008.

In May 2008, the School Board was authorized to issue \$20,000,000 in general obligation bonds with a final maturity date of March 1, 2029. These bonds are the second installment issue of the total \$167,000,000 issue discussed in the preceding paragraph. The bond proceeds were received in May 2009.

A schedule of the individual issues outstanding as of June 30, 2009 is as follows:

	Original Issue	Interest Rate	Final Payment Due	Interest to Maturity	Principal Outstanding
General Obligation Bonds:					
2003	\$ 5,440,000	2.1-2.1%	2010	\$ 18,375	\$ 875,000
1998B	14,480,000	4.5-5.0%	2011	148,000	1,955,000
2003	9,185,000	2.2-3.6%	2013	377,998	4,265,000
2004	17,645,000	2.0-5.0%	2016	2,367,110	12,780,000
2005	35,690,000	3.0-4.25%	2018	6,919,625	32,320,000
2006	25,000,000	4.0-4.375%	2026	8,146,875	21,250,000
2002	47,410,000	3.5-5.0%	2022	6,668,836	24,805,000
2004	30,000,000	3.75-5.0%	2024	10,513,339	25,445,000
2005	30,000,000	3.25-5.0%	2025	10,083,975	26,225,000
2008	67,000,000	4.75-5.0%	2028	31,286,634	67,000,000
2009	20,000,000	3.5-5.0%	2029	7,942,250	20,000,000
Total	<u>\$ 301,850,000</u>			<u>\$ 84,473,017</u>	<u>\$ 236,920,000</u>

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At June 30, 2009, the School Board has accumulated \$19,619,889 in the general obligation debt service funds for future debt service requirements.

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The general obligation bonds are due as follows:

Year Ending June 30,	Principal Bond Payments	Interest Payments	Total
2010	\$ 18,095,000	\$ 10,446,286	\$ 28,541,286
2011	17,950,000	9,432,805	27,382,805
2012	17,680,000	8,684,933	26,364,933
2013	17,980,000	7,951,242	25,931,242
2014	15,085,000	7,216,616	22,301,616
2015-2019	74,110,000	25,869,720	99,979,720
2020-2024	49,185,000	12,140,565	61,325,565
2025-2029	26,835,000	2,730,850	29,565,850
	<u>\$ 236,920,000</u>	<u>\$ 84,473,017</u>	<u>\$ 321,393,017</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt funded solely by ad valorem taxes in excess of 35 percent of the assessed value of taxable property. At June 30, 2009, the statutory limit is \$686,101,412 and the legal debt margin is \$468,801,301. Outstanding bonded debt payable from ad valorem taxes at June 30, 2009 totaled \$236,920,000.

8. DEFEASED DEBT

The School Board defeased the following General Obligation Bonds and Sales Tax Bonds: An irrevocable trust fund was created for each defeasance. New debt was issued and the proceeds were used to purchase U.S. Government Securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and therefore removed as a liability from the School Board. As of June 30, 2009 the following outstanding bonds are considered defeased:

General Obligation Bonds:		Outstanding	Defeasance	Maturity Date
\$ 7,415,000	1997 Series	\$ 3,395,000	July 16, 2006	June 1, 2010
\$ 5,000,000	1992 Series	2,315,000	April 1, 2002	April 1, 2012
\$ 13,195,000	1993 Series	6,995,000	March 1, 2003	March 1, 2013
\$ 25,000,000	1996 Series	16,380,000	April 1, 2004	March 1, 2016
\$ 34,580,000	1998A Series	34,590,000	June 1, 2005	March 1, 2018
\$ 47,410,000	2002 Series	9,700,000	April 1, 2007	October 1, 2019
		<u>\$ 73,375,000</u>		

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9. TAX ARBITRAGE REBATE

Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). For fiscal year 2009, no arbitrage was due to the IRS.

10. RETIREMENT PLANS

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Fringe benefits and salaries for the School Board's employees were recognized as revenues and expenditures/expenses during the year ended June 30, 2009. Pertinent information, as required by the Governmental Accounting Standards Board Statement No. 27, relative to each plan follows:

A. Teachers' Retirement System of Louisiana (TRS)

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

Funding Policy: Plan members are required to contribute 8.0 percent and 9.1 percent of their annual covered salary for the Regular Plan and Plan A, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 15.5 percent of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board.

The School Board's contributions to the TRS for the years ended June 30, 2009, 2008, and 2007, were \$32,023,255, \$31,134,501, and \$27,161,304, respectively, equal to the required contributions for each year.

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B. Louisiana School Employees' Retirement System (LSERS)

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

Funding Policy: For fiscal years 2009, 2008, and 2007, the employees' share and School Board's share was 25.6, 25.6, and 19.6, respectively. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The Actuary has determined what the School Board should contribute on behalf of the membership plan. The School Board's employer contributions of \$3,890,951 for 2009, \$3,525,094 for 2008, and \$2,851,987 for 2007 for the LSERS are funded by the State of Louisiana through annual appropriations and by remittances from the School Board. The School Board's contributions to LSERS were equal to the required contributions for each year.

11. CHANGES IN AGENCY DEPOSITS DUE OTHERS

A summary of changes in the School Activity Agency Fund's deposits due others are as follows:

Balance at Beginning of Year	\$ 5,637,199
Additions	14,722,614
Deductions	<u>(15,190,204)</u>
Balance at End of Year	<u>\$ 5,169,609</u>

12. LITIGATION AND CLAIMS

At June 30, 2009, the School Board was a defendant in lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at an estimate, if any, of the amount or range of potential loss to the School Board. As a result of the review, the various claims and lawsuits have been categorized into "probable," "reasonably possible," or "remote," as defined by the Governmental Accounting Standards Board. Amounts of claims classified as "probable" have been accrued in the claims liability and the liability for self-insurance losses, as explained in Note 7. It is the opinion of the School Board, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits except for amounts accrued in the

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financial statements would not have a material adverse effect on the School Board's financial position.

The School Board participates in a number of federal financial assistance programs. Although the grant programs have been audited in accordance with the Single Audit Act through June 30, 2009, these programs are still subject to financial and compliance audits and resolution of previously identified questioned costs. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time, although the School Board expects such amounts, if any, to be immaterial.

13. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For those funds for which a budget-to actual comparison was made that are not major funds, actual expenditures exceeded budgeted expenditures on a line item basis as follows:

	<u>Expenditures</u> <u>Budget</u>	<u>Actual</u>	<u>Unfavorable</u> <u>Variance</u>
NCLB Special Revenue Fund			
Support services – Central services	\$ 52,883	\$ 55,257	\$2,374
IDEA Special Revenue Fund			
Instruction – Other instructional	76,765	77,524	759
Instruction- Special programs	-	194	194
TANF Special Revenue Fund			
Support services – General admin	-	37	37
Vocational Education Special Revenue Fund			
Support services – Guidance services	79,194	84,898	5,704
Miscellaneous Programs Special Revenue Funds			
Instruction – Special Ed	235,272	254,870	19,598
Support services - General admin	400	35,000	34,600
8G Special Revenue Fund			
Instruction – Regular Ed	492,668	547,099	54,431
School Food Service Special Revenue Fund			
Food Service	15,697,961	16,328,105	630,144
1998 Construction Capital Projects Fund			
Transfers out	871,725	897,334	25,609
Property Acquisition Capital Project Fund			
Facilities, acquisition, and construction	2,500,000	2,645,520	145,520
2004 Construction Capital Project Fund			
Equipment	250,000	892,872	642,872
Building Improvements	-	2,920,975	2,920,975
Architects and Engineers	1,500,000	2,145,912	645,912

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	<u>Expenditures</u>		<u>Unfavorable</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Reroofing Construction Capital Project Fund			
Architects and Engineers	\$ 50,000	\$ 105,015	\$ 55,015
Parishwide Construction Capital Project Fund			
Land and Building purchases	-	2,400	2,400
Construction contracts	900,000	2,021,098	1,121,098
Equipment	350,000	1,516,696	1,166,696
Architects and Engineers	200,000	251,147	51,147
Legal Services	-	15,595	15,595

14. NET ASSETS DEFICIT IN INTERNAL SERVICE FUNDS

The Internal Service Funds had a deficit in net assets for the year ended June 30, 2009 in the amount of \$9,300,500. This total deficit in net assets was caused by deficit in net assets in the Health and Life Insurance Fund in the amount of \$17,216,656. The School Board's rates for its self insured employee health insurance program are calculated to enable the fund to be adequately funded and remain solvent. The rates in effect as of June 30, 2009 were determined by our third party administrator based upon the existing level of participation and claim payment history prior to and up to date the self insurance program was implemented in January 2007.

A committee of administrators, employees, and representatives from the third party administrator meet quarterly and review the premiums collected and the claims paid to ensure sufficient funding as well as other administrative tasks. The committee has completed its analysis of the year ended June 30, 2009 and has made a recommendation to establish new rates and other benefit changes to the School Board's health insurance program. These changes in rates will be effective as of July 1, 2009. The recommendation of the committee are expected to establish rates and other changes that will be sufficient to eliminate the yearly deficit in the Health and Life Insurance Fund based upon the analysis and recommendation of the third party administrator. Any deficit not eliminated at June 30, 2010 will be funded by a permanent transfer from the General Fund. Any cash shortfall in this fund is expected to be financed by the General Fund until the new rates are implemented and benefit changes eliminate the deficit.

15. HURRICANE KATRINA

On August 29, 2005, Hurricane Katrina devastated the Gulf Coast area. The damage caused by the hurricane significantly damaged much of the Parish's taxable property particularly in the southeastern quadrant. The School Board also received damage in excess of \$110 million to its facilities.

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The School Board continues to work with FEMA to recover funds needed to repair and rebuild its damaged facilities. As of June 30, 2009, the School Board had spent in excess of \$88 million on repair costs. Most of the repairs have been completed including the construction of a temporary campus for the Salmen High School. The major projects remaining are the rebuilding of the Salmen Campus and the rebuilding of the Brooks Curriculum Center. There are sufficient funds available to cover these losses.

16. GASB STATEMENT NO. 45 "ACCOUNTING AND FINANCIAL REPORTING BY EMPLOYERS FOR POST EMPLOYMENT BENEFITS OTHER THAN PENSION"

Plan Description: The St. Tammany Parish School Board participates in a self insured health insurance administered by Blue Cross Blue Shield. The Board sponsors two health and life insurance plans. This plan is a single employer post employment benefit plan.

The "Medicare Advantage" plan has been assumed to apply to those employees after Medicare eligibility for purposes of this valuation. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. The remainder of employees are covered by the Louisiana School Employees' Retirement System (LSER) whose retirement eligibility (D.R.O.P entry) provisions are the same as TRSL except that they are also eligible to retire at age 60 and 10 years of service instead of age 65 and 20 years of service.

Basic and supplemental life insurance coverage is provided to retirees according to three schedules (based on age brackets) and also based on the annual earnings at time of retirement. The three age brackets are below age 65, age 65 through age 69, and greater than or equal to age 70. Basic life amounts are \$5,000, \$4,000 and \$3,000, respectively, for the three age brackets and the salary related schedules have maximum amounts of basic plus supplemental coverage of \$50,000, \$38,000, and \$25,000, respectively. AD&D coverage ceases at age 70.

The current rate schedule is "blended" by age and the blended rate is \$.30 per \$1,000 of insurance. Since GASB 45 requires the use of "unblended" rates, we have used the 95GAR mortality table described above to unblend the rates so as to reproduce the same composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Contribution Rates: Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

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Fund Policy: Until Fiscal Year Ending June 30, 2008, the St. Tammany Parish School Board recognized the cost of providing post-employment medical and life benefits (the St. Tammany Parish School Board's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. Effective with the Fiscal Year beginning July 1, 2008, the St. Tammany Parish School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45). The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

In Fiscal Year Ending June 30, 2009, the St. Tammany Parish School Board's portion of health care funding cost for retired employees totaled \$13,863,838 and life totaled \$76,527. These amounts were applied toward the Net OPEB Benefit Obligation as shown in the table on the following page.

Annual Required Contribution: St. Tammany Parish School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 1, 2008 is \$23,398,280 for medical, and \$674,761 for life, as set forth below:

	<u>Medical</u>	<u>Life</u>
Normal Cost	\$ 7,696,015	\$ 167,972
30-Year UAL Amortization Amount	15,702,265	506,789
Annual Required Contribution (ARC)	<u>\$ 23,398,280</u>	<u>\$ 674,761</u>

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Net Post-employment Benefit Obligation (Asset): The table below shows St. Tammany Parish School Board's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for fiscal year ending June 30, 2009:

	<u>Medical</u>	<u>Life</u>
Beginning Net OPEB Obligation (Asset) 7/1/2008	\$ 20,605,169	\$ 640,259
Annual Required Contribution (ARC)	23,398,280	674,761
Interest on Net OPEB Obligation (Asset)	824,207	25,610
ARC Adjustment	<u>(1,191,601)</u>	<u>(37,026)</u>
OPEB Cost	23,030,886	663,345
Contribution	-	-
Current Year Retiree Premium	<u>(13,863,838)</u>	<u>(76,528)</u>
Change in Net OPEB Obligation	<u>9,167,048</u>	<u>586,817</u>
Ending Net OPEB Obligation (Asset) 6/30/2009	<u>\$ 29,772,217</u>	<u>\$ 1,227,076</u>

The total OPEB obligation recorded in the government-wide financial statements was \$30,999,294.

The following table shows St. Tammany Parish School Board's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

	<u>Post Employment Benefit</u>	<u>Fiscal Year Ended</u>	<u>Annual OPEB Costs</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net PEB Liability (Asset)</u>
Medical	Medical	June 30, 2008	\$ 33,749,221	35.20%	\$ 20,605,169
Life	Life	June 30, 2008	\$ 712,684	162.45%	\$ 640,259
Medical	Medical	June 30, 2009	\$ 23,030,886	60.20%	\$ 29,772,217
Life	Life	June 30, 2009	\$ 663,345	11.54%	\$ 1,227,077

Funded Status and Funding Progress: In the fiscal year ending June 30, 2009, St. Tammany Parish School Board made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of July 1, 2009, the most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$271,523,258 (medical) and \$8,764,089 (life), which is defined as that portion, as determined by a particular actuarial cost method (St. Tammany Parish School Board uses the Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided

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by normal cost. Since the plan was not funded in fiscal year 2009, the entire actuarial accrued liability of \$71,523,258 (medical) and \$8,764,089 (life) was unfunded (Unfunded Actuarial Accrued Liability or UAAL). The covered payroll of active plan members was approximately \$247,671,511. The UAAL as a percentage of covered payroll for medical and life is 109.63% and 3.54% respectively.

Actuarial Methods and Assumptions: Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by St. Tammany Parish School Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between St. Tammany Parish School Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between St. Tammany Parish School Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method: The ARC is determined using the Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets: There are no assets. It is anticipated that in future valuations a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

Turnover Rate: An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 8%.

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June 30, 2009

The rates for each age are below:

<u>Age</u>	<u>Percent Turnover</u>
18 - 25	20.00%
26 - 40	12.00%
41 - 54	8.00%
55+	6.00%

Post employment Benefit Plan Eligibility Requirements: It is assumed that entitlement to benefits will commence six years after earliest eligibility to enter the D.R.O.P. as described on the first page of this letter under the heading "Plan Description". This consists of a three year D.R.O.P. period plus an additional three year delay. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Louisiana School Employees' Retirement System have the same retirement eligibility except for age 60 and 10 years of service instead of age 65 and 20 years of service. Entitlement to benefits continues through Medicare to death.

Investment Return Assumption (Discount Rate): GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation. This is a conservative estimate of the expected long term return of a balanced and conservative investment portfolio under professional management.

Health Care Cost Trend Rate: The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, Table 3: National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2008 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Zero trend has been assumed for valuing life insurance.

Mortality Rate: The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is the mortality table which the Internal Revenue Service requires to be used in determining the value of accrued benefits in defined benefit pension plans. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Basic Financial Statements
June 30, 2009

Method of Determining Value of Benefits: The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The rates provided are "unblended" rates for active and retired as required by GASB 45 for valuation purposes. It has been assumed that 50% of retirees elect the HMO Medicare Advantage program and 50% elect the PFFS Medicare Advantage program upon Medicare eligibility.

17. SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date that the financial statements were available to be issued, January 27, 2010, and determined that there were no subsequent events requiring disclosure except for as follows:

As of January 27, 2010, the School Board is in the process of finalizing authorization for a \$25,000,000 in general obligation bonds with a final maturity date of March 1, 2030. These bonds are the third installment issue of the total \$167,000,000 issue disclosed in Note 7.



"Egret"

Alayna Smith - Grade 12
Lanelle Landry - Teacher
Northshore High School

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**REQUIRED SUPPLEMENTARY
INFORMATION - OTHER**

**BUDGETARY COMPARISON
SCHEDULES**

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

General Fund
Budget Comparison Schedule
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ 54,707,907	\$ 55,784,162	\$ 55,784,162	\$ -
Resources (Inflows)				
Local Sources:				
Ad valorem taxes	61,014,096	66,076,603	67,593,678	1,517,075
Tuition:				
Summer school	180,000	180,000	113,604	(66,396)
Driver education	55,000	55,000	46,700	(8,300)
Earnings on investments	2,100,000	1,700,000	666,399	(1,033,601)
Medical services	602,000	1,187,000	1,895,036	708,036
Other	1,170,942	1,197,771	1,086,831	(110,940)
Total Resources From Local Sources	65,122,038	70,396,374	71,402,248	1,005,874
State Sources:				
Equalization	178,679,681	180,122,590	178,133,193	(1,989,397)
Contributions to				
Teachers' Retirement	89,815	89,815	48,495	(41,320)
Revenue sharing	2,175,000	2,086,894	1,971,376	(115,518)
Professional Improvement Program	571,503	571,503	369,618	(201,885)
Special education	190,149	197,372	197,372	-
Adult education	151,630	136,832	136,832	-
Non-public students	204,087	198,766	181,471	(17,295)
Miscellaneous	2,822,086	2,661,602	4,658,831	1,997,229
Total Resources From State Sources	184,883,951	186,065,374	185,697,188	(368,186)
Federal Sources:				
ROTC	442,870	385,025	463,118	78,093
Adult education	234,897	202,753	202,310	(443)
Total Resources From Federal Sources	667,767	587,778	665,428	77,650
Total Resources	250,673,756	257,049,526	257,764,864	715,338
Other Financing Sources				
Transfers in:				
1966 Sales Tax Fund	42,377,194	38,799,317	40,277,483	1,478,166
1977 Sales Tax Fund	40,377,045	36,737,765	38,216,106	1,478,341
Katrina Funds	-	-	196,040	196,040
School Food Service Fund	228,270	228,270	214,475	(13,795)
Capital Project Funds	-	-	161,286	161,286
Indirect costs	975,000	950,000	859,946	(90,054)
Total Other Financing Sources	83,957,509	76,715,352	79,925,336	3,209,984
Amounts Available for Appropriations	389,339,172	389,549,040	393,474,362	3,925,322

(continued ...)

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

General Fund
Budget Comparison Schedules
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Expenditures				
Current				
Instruction:				
Regular Ed programs	\$ 124,917,666	\$ 127,959,163	\$ 130,207,662	\$ (2,248,499)
Special Ed programs	61,273,451	61,610,129	63,837,725	(2,227,596)
Vocational Ed programs	1,899,817	5,202,679	5,165,722	36,957
Other instructional programs	12,268,915	12,568,543	12,450,623	117,920
Special programs	1,785,158	1,614,677	1,510,438	104,239
Adult Ed programs	336,326	336,326	336,466	179,860
Support Services:				
Pupil support	13,096,752	12,892,217	13,034,102	(141,885)
Instructional staff support	10,958,522	11,215,546	11,454,831	(239,285)
General administration	5,123,795	5,155,534	5,310,519	(154,985)
School administration	19,881,108	20,173,198	20,700,136	(526,938)
Business administration	2,680,403	2,730,179	2,439,653	290,526
Operation and maintenance of plant	31,659,035	29,501,568	31,501,168	(1,999,600)
Pupil transportation	29,410,723	28,366,931	29,398,044	(1,031,113)
Central services	7,866,714	8,189,301	7,685,796	503,505
Food service	2,944,371	2,994,518	2,824,364	170,154
Community service programs	42,531	42,531	42,226	305
Facilities acquisition and construction	485,311	487,854	498,371	(10,517)
Transfers out	4,715,267	5,121,246	5,121,246	-
Total Charges to Appropriations	334,545,865	336,362,140	343,539,092	(7,176,952)
Budgetary Fund Balance, Ending	\$ 54,793,307	\$ 53,186,900	\$ 49,935,270	\$ (3,251,630)

See notes to budgetary comparison schedules and independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

1966 Sales Tax Fund
Budget Comparison Schedule
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ 5,000	\$ 5,001	\$ 3,090,946	\$ 3,085,945
Resources (Inflows)				
Local sources:				
Taxes-sales and use	43,933,505	40,308,003	38,661,896	(1,646,107)
Earnings on investments	100,000	50,000	17,845	(32,155)
Amounts Available for Appropriations	44,038,505	40,363,004	41,770,687	1,407,683
Charges to Appropriations (Outflows)				
Support services-general administration	476,000	476,000	410,517	65,483
Transfers out	43,557,505	39,882,004	41,360,170	(1,478,166)
Total Charges to Appropriations	44,033,505	40,358,004	41,770,687	(1,412,683)
Budgetary Fund Balance, End of Year	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)

See notes to budgetary comparison schedules and independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

1977 Sales Tax Fund
Budget Comparison Schedule
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ 5,000	\$ 5,000	\$ 3,091,086	\$ 3,086,086
Resources (Inflows)				
Local sources:				
Taxes-sales and use	43,933,505	40,308,003	38,697,941	(1,610,062)
Earnings on investments	100,000	50,000	17,880	(32,120)
Fund Transfers In	-	-	-	-
Amounts Available for Appropriations	<u>44,038,505</u>	<u>40,363,003</u>	<u>41,806,907</u>	<u>1,443,904</u>
Charges to Appropriations (Outflows)				
Support services-general administration	476,000	476,000	446,563	29,437
Transfers out	<u>43,557,505</u>	<u>39,882,003</u>	<u>41,360,344</u>	<u>(1,478,341)</u>
Total Charges to Appropriations	<u>44,033,505</u>	<u>40,358,003</u>	<u>41,806,907</u>	<u>(1,448,904)</u>
Budgetary Fund Balance, End of Year	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ (5,000)</u>

See notes to budgetary comparison schedules and independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Katrina Funds
Budget Comparison Schedule
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Budgetary Fund Balance, Beginning of Year	\$ -	\$ -	\$ 84,338,838	\$ 84,338,838
Resources (Inflows)				
Local sources				
Transfers In	-	10,972,858	-	(10,972,858)
Earnings on investments	-	-	803,225	803,225
Federal Sources				
CDBG Federal Grant	10,846,858	-	-	-
Insurance proceeds	-	-	10,676,833	10,676,833
FEMA Disaster Recovery	30,000,000	25,000,000	35,370,034	10,370,034
Amounts Available for Appropriations	40,846,858	35,972,858	131,188,930	95,216,072
Charges to Appropriations (Outflows)				
Disaster Recovery	40,846,858	35,972,858	35,173,993	798,865
Transfers out	-	-	196,041	(196,041)
Total Charges to Appropriations	40,846,858	35,972,858	35,370,034	602,824
Budgetary Fund Balance, End of Year	\$ -	\$ -	\$ 95,818,896	\$ 95,818,896

See notes to budgetary comparison schedules and independent auditors' report

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2009

A. BUDGETS

General Budget Practices

The proposed budgets for fiscal year 2009 were completed and made available for public inspection at the School Board office on July 28, 2008. A public hearing was held on August 21, 2008 for suggestions and comments from taxpayers. The proposed fiscal year 2009 budgets were formally adopted by the School Board on September 11, 2008. The budgets, which included proposed expenditures and the means of financing them, for the General, Special Revenue, Debt Service and Capital Projects Funds were published in the official journal ten days prior to the public hearings.

Formal budgetary accounts are integrated into the accounting system during the year as a management control device, including the recording of encumbrances. Appropriations are valid only for the year in which made, and any part of such appropriation which is not encumbered or expensed lapses at the end of the year. Current year transactions that are directly related to prior year's budget are not rebudgeted in the current year.

The level of control over the budget is exercised at the function or program level for the General and Special Revenue Funds, at the project level for the Capital Projects Funds and at the individual debt issue level for the Debt Service Funds. The Superintendent is authorized to transfer budget amounts within each function; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five per cent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments. Amendments to the budget reflect changes in revenue sources determined after budget was initially approved. No other significant changes occurred.

Budget Basis of Accounting

The budgets for the General, Special Revenue, Debt Service and Capital Projects Funds for the fiscal year 2009 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2009

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded, is employed by the General Fund and Capital Projects Funds.

Encumbrances outstanding at year-end lapse and are re-encumbered the following year.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2009, the following funds had actual expenditures over appropriations, at the functional level:

<u>Fund and Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
<u>General Fund:</u>			
Regular Ed	\$127,959,163	\$130,207,662	\$ 2,248,499
Special Ed	61,610,129	63,837,725	2,227,596
Pupil Support	12,892,217	13,034,102	141,885
Instructional Staff	11,215,546	11,454,831	239,285
General Administration	5,155,534	5,310,519	154,985
School Administration	20,173,198	20,700,136	526,938
Operation Plant	29,501,568	31,501,168	1,999,600
Pupil Transportation	28,366,931	29,398,044	1,031,113
Facilities, Acquisition and Const.	487,854	498,371	10,517
Operating transfers	24,051,683	24,519,008	467,325
<u>Special Revenue Funds:</u>			
Sales Tax 1966-Operating transfers	39,882,004	41,360,170	1,478,166
Sales Tax 1977-Operating transfers	39,882,003	41,360,344	1,478,341
<u>Katrina Recovery Funds:</u>			
Transfers	-	196,041	196,041

Actual expenditures exceeded appropriations as a result of unanticipated expenditures occurring in the month of June after the last budget revision and/or unanticipated revenues needing to be transferred to other funds. The excess expenditures were funded by available and appropriate fund balances.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2009

C. BUDGET TO GAAP RECONCILIATION

	<u>General Fund</u>
<i>Sources/inflows of resources:</i>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 393,474,362
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue	(55,784,162)
Transfer from other funds and sale of capital assets are considered as revenue on budgetary basis but are considered operating transfers and sale of capital assets on a GAAP basis	<u>(79,925,336)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 257,764,864</u>
<i>Uses/outflows of resources:</i>	
Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 343,539,092
Transfer to other funds is considered as outflows on budgetary basis but is considered operating transfers on a GAAP basis	<u>(5,121,246)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 338,417,846</u>
	<u>1966 SALES TAX FUND</u>
<i>Sources/inflows of resources:</i>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 41,770,687
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue	(3,090,946)
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 38,679,741</u>
<i>Uses/outflows of resources:</i>	
Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 41,770,687
Transfer to other funds is considered as outflows on budgetary basis but is considered operating transfers on a GAAP basis	<u>(41,360,170)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 410,517</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2009

	<u>1977 SALES TAX FUND</u>
<i>Sources/inflows of resources:</i>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 41,806,907
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue	(3,091,086)
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund	<u>\$ 38,715,821</u>
 <i>Uses/outflows of resources:</i>	
Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 41,806,907
Transfer to other funds is considered as outflows on budgetary basis but is considered operating transfers on a GAAP basis	(41,360,344)
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 446,563</u>
 <u>KATRINA FUND</u>	
 <i>Sources/inflows of resources:</i>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 131,188,930
The fund balance at the beginning of the year is a budgetary resource But is not a current year revenue	(84,338,838)
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund	<u>\$ 46,850,092</u>
 <i>Uses/outflows of resources:</i>	
Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 35,370,034
Transfer to other funds is considered as outflows on budgetary basis But is considered operating transfers on a GAAP basis	(196,041)
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	<u>\$ 35,173,993</u>

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

OTHER SUPPLEMENTARY INFORMATION



"Alert and Ready"
Lakin Wood - Grade 7
Lynda Thurlow - Teacher
Madisonville Junior

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**COMBINING
NONMAJOR GOVERNMENTAL FUNDS –
BY FUND TYPE**



“Louisiana Majesty”
William Mallory - Grade 4
Robin Kennedy - Teacher
Mandeville Middle School

Non-Major Fund Descriptions

Special Revenue Funds:

NCLB - This fund is used to account for Federal Grants received and the programs expenditures under the No Child Left Behind Act.

IDEA - This fund is used to account for Federal Grants received and the programs expenditures under the Individuals with Disabilities Act.

TANF - This fund is used to account for Federal and State Grants received and the programs expenditures under the Temporary Aide for Needy Families Act.

Vocational Education - This fund is used to account for Federal Grants received and the programs expenditures vocational education.

Miscellaneous Programs - This fund is used to account for Federal, State and Local Grants received and the programs expenditures related to various programs.

8G - This fund is used to account for State Grants received and the programs expenditures related to 8G Funding

School Food Services - This fund is used to account for the revenue and expenditures related to the School Boards student lunch and breakfast programs.

Community Education - This fund is used to account for the revenue and expenditures related to the School Boards community education programs funded mostly by fees charged to participants.

Debt Service Funds:

Parishwide School District No. 12 - This fund is used to account for the servicing the School Board General Obligation Debt.

Capital Project Funds:

1998 Construction - This fund is used to account for the capital expenditures of the 1998 bond proceeds.

2002 Construction - This fund is used to account for the capital expenditures of the 2002 bond proceeds.

2004 Construction - This fund is used to account for the capital expenditures of the 2004 bond proceeds.

ReRoofing Construction - This fund is used to account for the capital expenditures for various roofing projects throughout the District.

Property Acquisition - This fund is used to account for capital expenditures for land.

Parishwide Construction - This fund is used to account for the capital expenditures for various construction projects throughout the District not specifically funded through bond issues.

Internal Service Funds:

Workers' Compensation - This fund is used to account for the expenditures for workers' compensation claims for School Board employees.

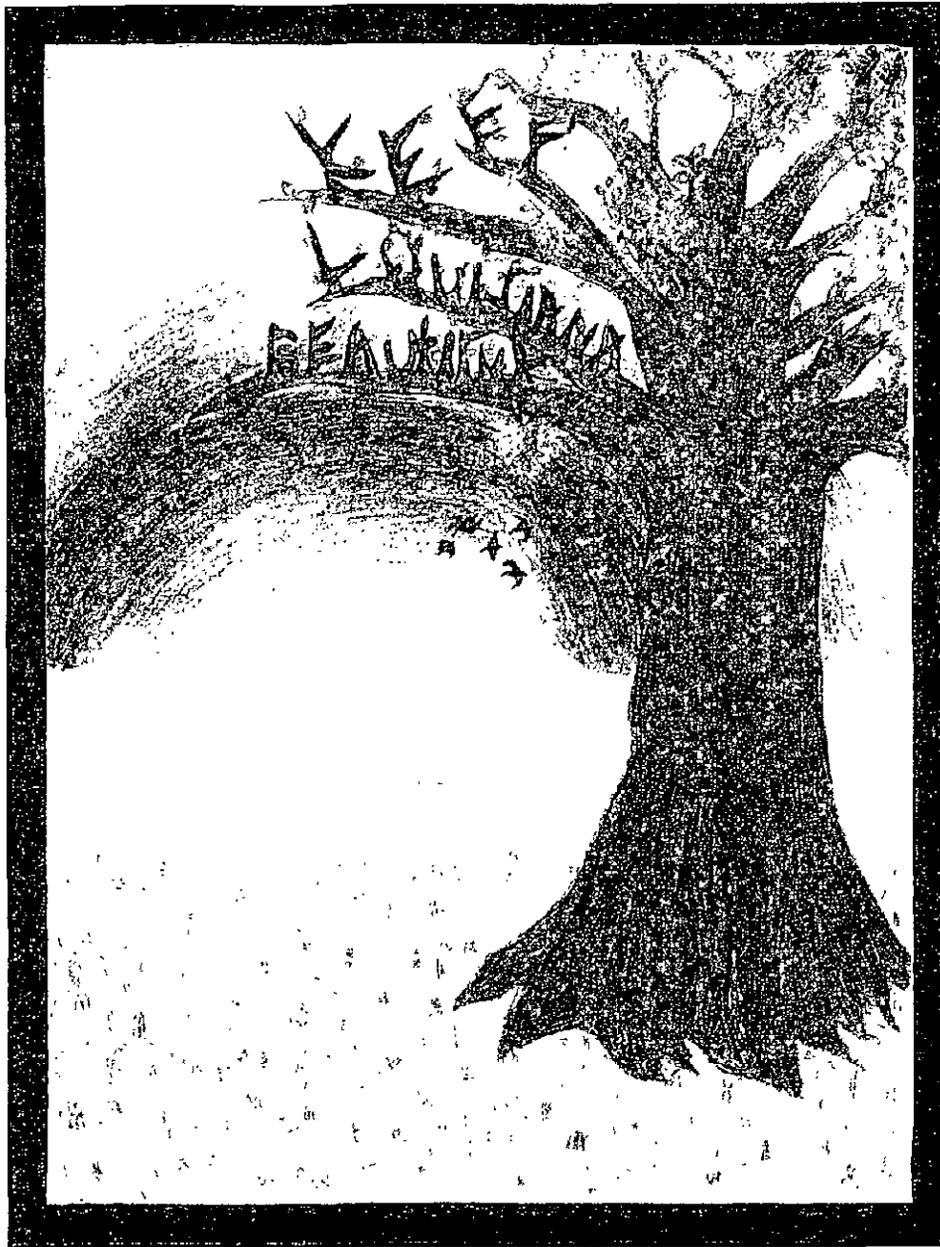
Risk Management - This fund is used to account for the expenditures for general and auto liability claims for the School Board.

Health/Life Insurance - This fund is used to account for the expenditures for health and life insurance claims for the School Board.

Non-Major Fund Descriptions (Continued)

Agency Funds:

School Activity - This fund is used to account for the various individual schools student activity funds.



“Keep Louisiana Beautiful”
Kathryn Mallory - Grade 8
Tonya Hendon - Teacher
Monteleone Junior High

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Nonmajor Governmental Funds
Combining Balance Sheet - By Fund Type
June 30, 2009

	Special Revenue	Debt Service	Capital Projects	Totals	
				2009	2008
Assets:					
Cash and cash equivalents	\$ 4,566,450	\$ 18,680,211	\$ 15,410,333	\$ 38,662,994	\$ 32,989,602
Investments	-	127,750	6,194	133,944	126,200
Receivables:					
Taxes:					
Ad valorem	-	869,924	-	869,924	-
Intergovernmental:					
Federal	5,331,674	-	-	5,331,674	3,142,532
State	855,379	-	-	855,379	2,919,685
Local	86,651	-	-	86,651	-
Due from other funds	99,468	-	326,573	426,041	4,599,780
Inventory	455,820	-	-	455,820	372,223
Total Assets	\$ 11,395,442	\$ 19,683,885	\$ 15,743,100	\$ 46,822,427	\$ 44,150,022
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 202,069	\$ -	\$ 1,293,873	\$ 3,495,942	\$ 2,331,310
Contract/retainage payable	-	-	1,775,449	1,775,449	380,090
Due to other funds (note 6)	8,210,835	-	140,000	8,350,835	10,893,712
Other liabilities	338	-	-	338	718
Unearned revenues	247,027	63,996	-	311,023	376,335
Total Liabilities	8,660,269	63,996	5,209,322	13,033,587	13,982,165
Fund balances:					
Reserved for inventory	455,820	-	-	455,820	372,223
Reserved for debt service	-	19,619,889	-	19,619,889	11,906,700
Unreserved, undesignated	2,279,353	-	10,533,778	12,813,131	17,868,934
Total Fund Balances	2,735,173	19,619,889	10,533,778	32,888,840	30,167,857
Total Liabilities and Fund Balances	\$ 11,395,442	\$ 19,683,885	\$ 15,743,100	\$ 46,822,427	\$ 44,150,022

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Exhibit 2

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	Special Revenue	Debt Service	Capital Projects	Totals	
				2009	2008
Revenues:					
Local sources:					
Taxes					
Ad valorem	\$ -	\$ 10,091,690	\$ -	\$ 10,091,690	\$ 23,717,377
Tuition	1,368,615	-	-	1,368,615	1,429,950
Earnings on investments	34,354	121,295	465,449	561,098	953,452
Food service	3,078,385	-	-	3,078,385	3,301,946
Other	121,699	-	214,894	366,593	138,063
State sources:					
Equalization	1,983,121	-	-	1,983,123	1,941,608
Other	6,969,404	-	-	6,969,404	7,360,844
Federal sources					
	26,126,871	-	-	26,126,871	26,618,538
Total revenues	39,682,451	10,212,985	650,343	70,545,779	65,061,812
Expenditures					
Current					
Instruction					
Regular Ed programs	3,141,335	-	-	3,141,335	4,186,389
Special Ed programs	5,649,490	-	-	5,649,490	4,758,551
Vocational Ed programs	260,919	-	-	260,919	293,943
Other instructional programs	1,462,604	-	-	1,462,604	1,649,774
Special programs	9,001,335	-	-	9,001,335	8,707,887
Adult Ed programs	23,497	-	-	23,497	5,500
Support services					
Pupil support	1,644,144	-	-	1,644,144	1,624,237
Instructional staff support	2,970,854	-	-	2,970,854	3,530,037
General administration	61,873	1,024,862	-	1,086,735	771,938
School administration	-	-	-	-	-
Operation and maintenance of plant	364,131	-	-	364,131	134,657
Pupil transportation	147,837	-	-	147,837	179,852
Central services	55,257	-	-	55,257	-
Food service	16,328,105	-	-	16,328,105	15,169,480
Community service programs	1,304,582	-	-	1,304,582	1,626,963
Facilities acquisition and construction	-	-	38,006,145	38,006,145	10,203,764
Debt service					
Legal fees	-	1,625	-	1,625	70,135
Election expenses	-	5,022	-	5,022	58,109
Bond issuance costs	-	81,447	-	81,447	75,596
Principal retirement	-	12,595,000	-	12,595,000	13,805,771
Interest and bank charges	-	8,830,790	-	8,830,790	7,450,217
Total expenditures	42,415,963	22,538,746	38,006,145	102,960,854	72,264,784
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,733,512)	7,674,239	(37,355,802)	(32,415,075)	(7,202,972)
Other Financing Sources (Uses)					
Transfers in	2,528,171	-	7,717,334	10,245,505	13,210,323
Transfers out	(1,074,421)	-	(897,334)	(1,971,755)	(4,127,908)
Accrued interest and premium on bonds	-	38,950	-	38,950	-
Bond proceeds	-	-	-	-	670,000
Sale of capital assets	-	-	-	-	2,397
Total other financing sources and uses	1,453,750	38,950	6,820,000	8,312,700	9,754,712
Net Change in Fund Balances	(1,279,762)	7,713,189	(30,535,802)	(24,102,375)	2,551,740
Fund Balances, Beginning of Year	4,014,935	11,906,700	41,069,580	56,991,215	27,616,117
Fund Balances, End of Year	\$ 2,735,173	\$ 19,619,889	\$ 10,533,778	\$ 32,888,840	\$ 30,167,857

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2009
With Comparative Totals for June 30, 2008

	<u>NCLB</u>	<u>IDEA</u>	<u>TANF</u>	<u>Vocational Education</u>
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ 253,117	\$ -
Receivables				
Federal	1,608,932	3,051,560	39,774	102,155
State	-	-	-	-
Local	-	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
Total Assets	<u>\$ 1,608,932</u>	<u>\$ 3,051,560</u>	<u>\$ 292,891</u>	<u>\$ 102,155</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	1,608,932	3,051,560	10,168	102,155
Other liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Total Liabilities	<u>1,608,932</u>	<u>3,051,560</u>	<u>10,168</u>	<u>102,155</u>
Fund balances				
Reserved for inventory	-	-	-	-
Unreserved, undesignated	-	-	282,723	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>282,723</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 1,608,932</u>	<u>\$ 3,051,560</u>	<u>\$ 292,891</u>	<u>\$ 102,155</u>

See accompanying independent auditors' report.

Exhibit 3

Miscellaneous Programs	8G	School Food Service	Community Education	Totals	
				2009	2008
\$ 102,741	\$ -	\$ 3,769,270	\$ 441,322	\$ 4,566,450	\$ 5,547,862
261,736	242,818	24,699	-	5,331,674	3,142,532
855,379	-	-	-	855,379	2,919,685
1,211	3,621	2,814	79,005	86,651	-
1,592	-	97,876	-	99,468	290,606
-	-	455,820	-	455,820	372,223
<u>\$ 1,222,659</u>	<u>\$ 246,439</u>	<u>\$ 4,350,479</u>	<u>\$ 520,327</u>	<u>\$ 11,395,442</u>	<u>\$ 12,272,908</u>
\$ 16,750	\$ -	\$ 184,229	\$ 1,090	\$ 202,069	\$ 96,692
978,258	246,085	2,102,468	111,209	8,210,835	7,848,224
-	338	-	-	338	718
35,434	16	211,577	-	247,027	312,339
<u>1,030,442</u>	<u>246,439</u>	<u>2,498,274</u>	<u>112,299</u>	<u>8,660,269</u>	<u>8,257,973</u>
-	-	455,820	-	455,820	372,223
192,217	-	1,396,385	408,028	2,279,353	3,642,712
<u>192,217</u>	<u>-</u>	<u>1,852,205</u>	<u>408,028</u>	<u>2,735,173</u>	<u>4,014,935</u>
<u>\$ 1,222,659</u>	<u>\$ 246,439</u>	<u>\$ 4,350,479</u>	<u>\$ 520,327</u>	<u>\$ 11,395,442</u>	<u>\$ 12,272,908</u>

ST TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	NCLB	IDEA	TANF	Vocational Education	Miscellaneous Programs	SG	School Food Service
Revenues							
Local sources:							
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Earnings on investments	-	-	-	-	179	-	34,175
Food service	-	-	-	-	-	-	3,078,385
Other	-	-	-	-	70,855	-	31,211
State sources:							
Equalization	-	-	-	-	-	-	1,983,123
Other	-	-	-	-	5,840,854	1,128,550	-
Federal sources							
	8,251,025	8,081,836	39,774	359,598	1,097,078	-	8,297,560
Total Revenues	8,251,025	8,081,836	39,774	359,598	7,008,966	1,128,550	13,424,454
Expenditures							
Current:							
Instruction:							
Regular Ed programs	1,262,416	-	-	-	1,331,820	547,099	-
Special Ed programs	-	5,394,620	-	-	254,870	-	-
Vocational Ed programs	-	-	-	260,919	-	-	-
Other instructional programs	-	77,524	39,774	-	1,210,335	134,971	-
Special programs	4,343,901	194	199,013	-	4,019,118	439,109	-
Adult Ed programs	-	-	-	-	23,497	-	-
Support services:							
Pupil support	387,828	1,153,589	-	98,560	4,167	-	-
Instructional staff support	1,760,785	928,456	154	-	277,320	4,139	-
General administration	12,947	13,770	37	119	35,000	-	-
School administration	-	-	-	-	-	-	-
Operation and maintenance of plant	15,937	1,547	-	-	346,647	-	-
Pupil transportation	6,790	115,394	1,287	-	21,134	3,232	-
Central services	55,237	-	-	-	-	-	-
Food service	-	-	-	-	-	-	16,328,105
Community service programs	-	-	-	-	-	-	-
Total Expenditures	7,845,861	7,685,094	240,265	359,598	7,523,908	1,128,550	16,328,105
Excess (Deficiency) of Revenues Over (Under) Expenditures	405,164	396,742	(200,491)	-	(514,942)	-	(2,903,651)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	2,388,171
Transfers out	(405,164)	(396,742)	-	-	(58,040)	-	(214,475)
Sales of capital assets	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(405,164)	(396,742)	-	-	(58,040)	-	2,173,696
Net Change in Fund Balances	-	-	(200,491)	-	(572,982)	-	(729,955)
Fund Balances, Beginning of Year	-	-	483,214	-	765,199	-	2,582,160
Fund Balances, End of Year	\$ -	\$ -	\$ 282,723	\$ -	\$ 192,217	\$ -	\$ 1,852,205

See accompanying independent auditors' report.

Exhibit 4

Community Education	Totals	
	<u>2009</u>	<u>2008</u>
\$ 1,368,615	\$ 1,368,615	\$ 1,429,959
-	34,354	65,824
-	3,078,385	3,701,946
19,633	121,699	138,068
-	1,987,123	1,941,608
-	6,969,404	7,160,844
-	<u>26,126,871</u>	<u>26,618,558</u>
<u>1,388,248</u>	<u>39,682,451</u>	<u>40,856,807</u>
-	3,141,335	4,186,389
-	5,649,490	4,758,551
-	260,910	293,943
-	1,462,604	1,649,774
-	9,001,335	8,707,887
-	23,497	5,500
-	1,644,144	1,624,237
-	2,970,854	3,530,037
-	61,873	24,197
-	-	-
-	364,131	134,657
-	147,837	179,852
-	55,257	-
-	16,328,105	15,169,480
<u>1,304,582</u>	<u>1,304,582</u>	<u>1,626,963</u>
<u>1,304,582</u>	<u>42,415,963</u>	<u>41,891,467</u>
<u>83,666</u>	<u>(2,733,512)</u>	<u>(1,034,660)</u>
140,000	2,528,171	2,076,615
-	(1,074,421)	(1,079,856)
-	-	2,397
<u>140,000</u>	<u>1,453,750</u>	<u>719,767</u>
223,666	(1,279,762)	(294,893)
<u>184,362</u>	<u>4,014,935</u>	<u>4,309,828</u>
<u>\$ 408,028</u>	<u>\$ 2,735,173</u>	<u>\$ 4,014,935</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NCLB Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes

For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Federal sources	\$ 14,604,419	\$ 8,251,025	\$ (6,353,394)
Total Revenues	<u>14,604,419</u>	<u>8,251,025</u>	<u>(6,353,394)</u>
Expenditures			
Instruction:			
Regular Ed programs	1,273,475	1,262,416	11,059
Special programs	8,791,822	4,343,901	4,447,921
Support services:			
Pupil support	557,130	387,828	169,302
Instructional staff support	2,414,775	1,760,785	653,990
General administration	29,128	12,947	16,181
Operation and maintenance of plant	21,518	15,937	5,581
Pupil transportation	726,916	6,790	720,126
Central services	52,883	55,257	(2,374)
Total Expenditures	<u>13,867,647</u>	<u>7,845,861</u>	<u>6,021,786</u>
Excess of Revenues Over Expenditures	736,772	405,164	(331,608)
Other Financing Uses			
Transfers out	<u>(736,772)</u>	<u>(405,164)</u>	<u>331,608</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

IDEA Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Federal sources	\$ 18,796,254	\$ 8,081,836	\$ (10,714,418)
Total Revenues	<u>18,796,254</u>	<u>8,081,836</u>	<u>(10,714,418)</u>
Expenditures			
Instruction:			
Special education programs	12,629,218	5,394,620	7,234,598
Other instructional programs	76,765	77,524	(759)
Special programs	-	194	(194)
Support services:			
Pupil support	2,396,352	1,153,589	1,242,763
Instructional staff support	2,321,855	928,456	1,393,399
General administration	23,000	13,770	9,230
Operation and maintenance of plant	12,000	1,547	10,453
Pupil transportation	<u>372,577</u>	<u>115,394</u>	<u>257,183</u>
Total expenditures	<u>17,831,767</u>	<u>7,685,094</u>	<u>10,146,673</u>
Excess of Revenues Over Expenditures	964,487	396,742	(567,745)
Other Financing Uses			
Transfers out	<u>(964,487)</u>	<u>(396,742)</u>	<u>567,745</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

**ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana**

**TANF Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009**

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Federal sources-Other	\$ 3,327,406	\$ 39,774	\$ (3,287,632)
Total Revenues	<u>3,327,406</u>	<u>39,774</u>	<u>(3,287,632)</u>
Expenditures			
Instruction:			
Regular Ed programs	36,530	-	36,530
Other instructional programs	213,250	39,774	173,476
Special programs	2,883,984	199,013	2,684,971
Support services:			
Instructional staff support	115,897	154	115,743
General administration	-	37	(37)
Pupil transportation	22,234	1,287	20,947
Total expenditures	<u>3,271,895</u>	<u>240,265</u>	<u>3,031,630</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	55,511	(200,491)	256,002
Other Financing Uses			
Transfers out	<u>(55,511)</u>	<u>-</u>	<u>55,511</u>
Net Change in Fund Balance	-	(200,491)	(200,491)
Fund Balance, Beginning of Year	<u>483,214</u>	<u>483,214</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 483,214</u>	<u>\$ 282,723</u>	<u>\$ (200,491)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Vocational Education Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Federal sources	<u>\$ 437,799</u>	<u>\$ 359,598</u>	<u>\$ (78,201)</u>
Total Revenues	<u>437,799</u>	<u>359,598</u>	<u>(78,201)</u>
Expenditures			
Instruction-Vocational Ed programs	340,171	260,919	79,252
Support services - pupil support programs	18,225	13,662	4,563
Support services - guidance services	79,194	84,898	(5,704)
Support services- general administration	<u>209</u>	<u>119</u>	<u>90</u>
Total Expenditures	<u>437,799</u>	<u>359,598</u>	<u>78,201</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

Exhibit 9

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Miscellaneous Programs Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Local sources:			
Earnings on investments	\$ -	\$ 179	\$ 179
Other	95,282	70,855	(24,427)
State sources-other	7,710,917	5,840,854	(1,870,063)
Federal sources	<u>2,947,620</u>	<u>1,097,078</u>	<u>(1,850,542)</u>
Total revenues	<u>10,753,819</u>	<u>7,008,966</u>	<u>(3,744,853)</u>
Expenditures			
Instruction:			
Regular Ed programs	1,425,791	1,331,820	93,971
Special Ed programs	235,272	254,870	(19,598)
Other instructional programs	3,323,792	1,210,335	2,113,457
Special programs	4,167,002	4,019,118	147,884
Adult Ed programs	339,585	23,497	316,088
Support services:			
Pupil Support	7,669	4,167	3,502
Instructional staff support	540,468	277,320	263,148
General administration	400	35,000	(34,600)
Operation and maintenance of plant	521,374	346,647	174,727
Pupil transportation	70,459	21,134	49,325
Food service	-	-	-
Total expenditures	<u>10,631,812</u>	<u>7,523,908</u>	<u>3,107,904</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	122,007	(514,942)	(636,949)
Other Financing Uses			
Transfers out	<u>(122,007)</u>	<u>(58,040)</u>	<u>63,967</u>
Net Change in Fund Balance	-	(572,982)	(572,982)
Fund Balance, Beginning of Year	<u>765,199</u>	<u>765,199</u>	-
Fund Balance, End of Year	<u>\$ 765,199</u>	<u>\$ 192,217</u>	<u>\$ (572,982)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

8G Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
State sources-other	<u>\$ 1,152,725</u>	<u>\$ 1,128,550</u>	<u>\$ (24,175)</u>
Total Revenues	<u>1,152,725</u>	<u>1,128,550</u>	<u>(24,175)</u>
Expenditures			
Instruction:			
Regular Ed programs	492,668	547,099	(54,431)
Other instructional	138,313	134,971	3,342
Special programs	439,916	439,109	807
Support services:			
Instructional staff support	77,026	4,139	72,887
General administration	-	-	-
Operation and maintenance of plant	500	-	500
Pupil transportation	<u>4,302</u>	<u>3,232</u>	<u>1,070</u>
Total Expenditures	<u>1,152,725</u>	<u>1,128,550</u>	<u>24,175</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

Exhibit 11

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

School Food Service Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Local sources:			
Earnings on investments	\$ 30,000	\$ 34,175	\$ 4,175
Food service	2,785,450	3,078,385	292,935
Other	30,000	31,211	1,211
State sources - Equalization	2,349,481	1,983,123	(366,358)
Federal sources	<u>8,154,773</u>	<u>8,297,560</u>	<u>142,787</u>
Total Revenues	<u>13,349,704</u>	<u>13,424,454</u>	<u>74,750</u>
Expenditures			
Food service	<u>15,697,961</u>	<u>16,328,105</u>	<u>(630,144)</u>
Total Expenditures	<u>15,697,961</u>	<u>16,328,105</u>	<u>(630,144)</u>
Deficiency of Revenues Under Expenditures	(2,348,257)	(2,903,651)	(555,394)
Other Financing Sources (Uses)			
Transfers in- General Fund	534,888	901,246	366,358
Transfers in- Sales tax 1966	1,082,687	1,082,687	-
Transfers in- Sales tax 1977	404,238	404,238	-
Transfers out- General Fund	(228,270)	(214,475)	13,795
Sale of capital assets	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
Total Other Financing Sources (Uses)	<u>1,795,543</u>	<u>2,173,696</u>	<u>378,153</u>
Net Change in Fund Balance	(552,714)	(729,955)	(177,241)
Fund Balance, Beginning of Year	<u>2,582,160</u>	<u>2,582,160</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 2,029,446</u>	<u>\$ 1,852,205</u>	<u>\$ (177,241)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Community Education Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Local sources:			
Tuition	\$ 1,195,000	\$ 1,368,615	\$ 173,615
Miscellaneous	15,000	19,633	4,633
Total Revenues	<u>1,210,000</u>	<u>1,388,248</u>	<u>178,248</u>
Expenditures			
Community service programs	<u>1,350,000</u>	<u>1,304,582</u>	<u>45,418</u>
Total Expenditures	<u>1,350,000</u>	<u>1,304,582</u>	<u>45,418</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(140,000)	83,666	223,666
Other Financing Uses			
Transfers In- General Fund	<u>140,000</u>	<u>140,000</u>	<u>-</u>
Total Other Financing Uses	<u>140,000</u>	<u>140,000</u>	<u>-</u>
Net Change in Fund Balance	-	223,666	223,666
Fund Balance, Beginning of Year	<u>263,774</u>	<u>184,362</u>	<u>(79,412)</u>
Fund Balance, End of Year	<u>\$ 263,774</u>	<u>\$ 408,028</u>	<u>\$ 144,254</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR DEBT SERVICE FUND

Combining Balance Sheet
June 30, 2009
With Comparative Totals for June 30, 2008

	Totals	
	<u>2009</u>	<u>2008</u>
ASSETS		
Cash and cash equivalents	\$ 18,686,211	\$ 11,434,238
Investments	127,750	126,200
Receivables		
Ad valorem taxes	869,924	515,972
Due from other funds	-	-
	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ 19,683,885</u></u>	<u><u>\$ 12,076,410</u></u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ -	\$ 105,714
Unearned revenue	63,996	63,996
Due to other funds	-	-
	<u> </u>	<u> </u>
Total Liabilities	<u>63,996</u>	<u>169,710</u>
Fund Balances:		
Reserved for debt service	<u>19,619,889</u>	<u>11,906,700</u>
	<u> </u>	<u> </u>
Total Fund Balances	<u>19,619,889</u>	<u>11,906,700</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 19,683,885</u></u>	<u><u>\$ 12,076,410</u></u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR DEBT SERVICE FUND

Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	Totals	
	2009	2008
Revenues		
Local sources:		
Taxes-ad valorem	\$ 30,091,690	\$ 23,317,377
Earnings on investments	121,295	275,633
Total Revenues	<u>30,212,985</u>	<u>23,593,010</u>
Expenditures		
General Administration:		
Equipment for Assessor's office	22,495	-
Pension fund contribution	1,002,367	749,741
Debt Service:		
Legal fees	1,625	30,125
Election expenses	5,022	58,109
Bond issuance costs	81,447	75,590
Principal retirement	12,595,000	11,805,771
Interest and bank charges	8,830,790	7,450,217
Total Expenditures	<u>22,538,746</u>	<u>20,169,553</u>
Excess of Revenues Over Expenditures	7,674,239	3,423,457
Other Financing Sources (Uses)		
Transfers out	-	(88,663)
Accrued Interest and Premium on Bonds	38,950	-
Total Other Financing Sources (Uses)	<u>38,950</u>	<u>(88,663)</u>
Net Change in Fund Balances	7,713,189	3,334,794
Fund Balances, Beginning of Year	<u>11,906,700</u>	<u>8,571,906</u>
Fund Balances, End of Year	<u>\$ 19,619,889</u>	<u>\$ 11,906,700</u>

See accompanying independent auditors' report.

**ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana**

**Parishwide School District No. 12 Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance
For the Year Ended June 30, 2009**

	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues			
Local sources:			
Taxes-ad valorem	\$ 30,094,708	\$ 30,091,690	\$ (3,018)
Earnings on investments	180,000	121,295	(58,705)
Total Revenues	<u>30,274,708</u>	<u>30,212,985</u>	<u>(61,723)</u>
Expenditures			
General Administration:			
Equipment for Assessor's office	22,496	22,495	1
Pension fund contribution	1,000,000	1,002,367	(2,367)
Election expenses	50,000	-	50,000
Debt service:			
Legal fees	50,000	1,625	48,375
Election expenses	-	5,022	(5,022)
Bond issuance costs	100,000	81,447	18,553
Principal retirement	12,595,000	12,595,000	-
Interest and bank charges	9,451,564	8,830,790	620,774
Total Expenditures	<u>23,269,060</u>	<u>22,538,746</u>	<u>730,314</u>
Excess of Revenues Over Expenditures	7,005,648	7,674,239	668,591
Other financing sources			
Accrued interest and Premium on Bonds	25,000	38,950	(13,950)
Total other financing sources	<u>25,000</u>	<u>38,950</u>	<u>(13,950)</u>
Net Change in Fund Balance	7,030,648	7,713,189	682,541
Fund Balances - Beginning	<u>11,906,700</u>	<u>11,906,700</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 18,937,348</u>	<u>\$ 19,619,889</u>	<u>\$ 682,541</u>

See accompanying independent auditors' report.



"Hiding in the Trees"
Sarah Barber - Grade 6
Darlene Powell - Teacher
Riverside Elementary

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR CAPITAL PROJECT FUNDS

Combining Balance Sheet
For the Year Ended June 30, 2009
With Comparative Totals for June 30, 2008

	<u>1998</u>	<u>2002</u>	<u>2004</u>
	<u>Construction</u>	<u>Construction</u>	<u>Construction</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 4,024,597	\$ 2,857,132
Investments	-	-	6,194
Due from other funds	-	-	91,539
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ -</u></u>	<u><u>\$ 4,024,597</u></u>	<u><u>\$ 2,954,865</u></u>
 LIABILITIES AND EQUITY			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 2,369,135
Contract and Retainage payable	-	-	1,529,977
Due to other funds	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u> </u>	<u> </u>	<u>3,899,112</u>
 Equity:			
Fund balances:			
Unreserved, undesignated	-	4,024,597	(944,247)
	<u> </u>	<u> </u>	<u> </u>
Total Equity	<u> </u>	<u>4,024,597</u>	<u>(944,247)</u>
 TOTAL LIABILITIES AND EQUITY	 <u><u>\$ -</u></u>	 <u><u>\$ 4,024,597</u></u>	 <u><u>\$ 2,954,865</u></u>

See accompanying independent auditors' report.

Exhibit 16

<u>Roofing Construction</u>	<u>Property Acquisition</u>	<u>Parishwide Construction</u>	<u>Totals</u>	
			<u>2009</u>	<u>2008</u>
\$ 4,117,832	\$ 2,433,306	\$ 1,977,466	\$15,410,333	\$ 47,608,810
-	-	-	6,194	-
-	-	235,034	326,573	3,679,594
<u>\$ 4,117,832</u>	<u>\$ 2,433,306</u>	<u>\$ 2,212,500</u>	<u>\$15,743,100</u>	<u>\$ 51,288,404</u>
\$ 746,488	\$ 993	\$ 177,257	\$ 3,293,873	\$ 3,875,427
123,458	-	122,014	1,775,449	380,090
-	-	140,000	140,000	5,963,307
<u>869,946</u>	<u>993</u>	<u>439,271</u>	<u>5,209,322</u>	<u>10,218,824</u>
<u>3,247,886</u>	<u>2,432,313</u>	<u>1,773,229</u>	<u>10,533,778</u>	<u>41,069,580</u>
<u>3,247,886</u>	<u>2,432,313</u>	<u>1,773,229</u>	<u>10,533,778</u>	<u>41,069,580</u>
<u>\$ 4,117,832</u>	<u>\$ 2,433,306</u>	<u>\$ 2,212,500</u>	<u>\$ 15,743,100</u>	<u>\$ 51,288,404</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

NON-MAJOR CAPITAL PROJECTS FUNDS

**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2009
With Comparative Totals for the Year Ended June 30, 2008**

	1998 <u>Construction</u>	2002 <u>Construction</u>	2004 <u>Construction</u>
Revenues			
Earnings on investments	\$ 10,609	\$ 45,803	\$ 249,949
Miscellaneous	-	-	-
Total Revenues	<u>10,609</u>	<u>45,803</u>	<u>249,949</u>
Expenditures			
Facilities acquisition and construction:			
Building/site improvements	-	-	2,920,975
Building and land acquisitions	-	-	-
Construction contracts	-	230,997	23,182,345
Architect and engineers	-	22,776	2,145,912
Equipment	-	2,645	892,872
Legal services	-	-	-
Other	-	-	-
Total Expenditures	<u>-</u>	<u>256,418</u>	<u>29,142,104</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,609	(210,615)	(28,892,155)
Other Financing Sources (Uses)			
Transfers in	-	-	897,334
Transfers out	<u>(897,334)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources and Uses	<u>(897,334)</u>	<u>-</u>	<u>897,334</u>
Net Change in Fund Balances	(886,725)	(210,615)	(27,994,821)
Fund Balances, Beginning of Year	<u>886,725</u>	<u>4,235,212</u>	<u>27,050,574</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 4,024,597</u>	<u>\$ (944,247)</u>

See accompanying independent auditors' report.

Exhibit 17

<u>ReRoofing Construction</u>	<u>Property Acquisition</u>	<u>Parishwide Construction</u>	<u>Totals</u>	
			<u>2009</u>	<u>2008</u>
\$ 33,839	\$ 44,257	\$ 20,992	\$ 405,449	\$ 2,488,494
-	201,390	43,504	244,894	-
<u>33,839</u>	<u>245,647</u>	<u>64,496</u>	<u>650,343</u>	<u>2,488,494</u>
-	-	47,796	2,968,771	2,162,278
-	2,645,520	2,400	2,647,920	1,247,786
2,009,249	-	2,021,098	27,443,689	49,905,439
105,015	-	251,147	2,524,850	2,733,971
-	-	1,516,696	2,412,213	426,842
-	-	15,595	15,595	9,611
3,559	-	(10,452)	(6,893)	2,961
<u>2,117,823</u>	<u>2,645,520</u>	<u>3,844,280</u>	<u>38,006,145</u>	<u>56,488,888</u>
(2,083,984)	(2,399,873)	(3,779,784)	(37,355,802)	(54,000,394)
3,000,000	-	3,820,000	7,717,334	28,020,000
-	-	-	(897,334)	(2,700,000)
<u>3,000,000</u>	<u>-</u>	<u>3,820,000</u>	<u>6,820,000</u>	<u>25,320,000</u>
916,016	(2,399,873)	40,216	(30,535,802)	(28,680,394)
<u>2,331,870</u>	<u>4,832,186</u>	<u>1,733,013</u>	<u>41,069,580</u>	<u>69,749,974</u>
<u>\$ 3,247,886</u>	<u>\$ 2,432,313</u>	<u>\$ 1,773,229</u>	<u>\$ 10,533,778</u>	<u>\$ 41,069,580</u>

**ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana**

**1998 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009**

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Earnings on investments	<u>\$ 10,000</u>	<u>\$ 10,609</u>	<u>\$ 609</u>
Total Revenues	<u>10,000</u>	<u>10,609</u>	<u>609</u>
Expenditures			
Facilities acquisition and construction:			
Construction contracts	25,000	-	25,000
Architects and engineers	-	-	-
Site Improvements	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,000)	10,609	25,609
Other Financing Uses			
Transfers out- 2004 Construction	<u>(871,725)</u>	<u>(897,334)</u>	<u>(25,609)</u>
Total Other Financing Uses	<u>(871,725)</u>	<u>(897,334)</u>	<u>(25,609)</u>
Net Change in Fund Balance	(886,725)	(886,725)	-
Fund Balance, Beginning of Year	<u>886,725</u>	<u>886,725</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

2002 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Earnings on investments	\$ 50,000	\$ 45,803	\$ (4,197)
Total Revenues	<u>50,000</u>	<u>45,803</u>	<u>(4,197)</u>
Expenditures			
Facilities acquisition and construction:			
Construction contracts	1,550,000	230,997	1,319,003
Equipment	100,000	2,645	97,355
Site improvements	-	-	-
Architects and engineers	25,000	22,776	2,224
Other	5,000	-	5,000
Total Expenditures	<u>1,680,000</u>	<u>256,418</u>	<u>1,423,582</u>
Deficiency of Revenues under Expenditures	(1,630,000)	(210,615)	1,419,385
Other finance uses			
Transfer out - 2004 Construction	<u>(2,605,212)</u>	<u>-</u>	<u>(2,605,212)</u>
Net Change in Fund Balance	(4,235,212)	(210,615)	4,024,597
Fund Balance, Beginning of Year	<u>4,235,212</u>	<u>4,235,212</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 4,024,597</u>	<u>\$ 4,024,597</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

2004 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Earnings on investments	\$ 1,000,000	\$ 249,949	\$ (750,051)
Total Revenues	<u>1,000,000</u>	<u>249,949</u>	<u>(750,051)</u>
Expenditures			
Facilities acquisition and construction:			
Equipment	250,000	892,872	(642,872)
Construction contracts	32,000,000	23,182,345	8,817,655
Building Improvements	-	2,920,975	(2,920,975)
Site improvements	200,000	-	200,000
Architects and engineers	1,500,000	2,145,912	(645,912)
Other	30,000	-	30,000
Total Expenditures	<u>33,980,000</u>	<u>29,142,104</u>	<u>4,837,896</u>
Deficiency of Revenues Under Expenditures	<u>(32,980,000)</u>	<u>(28,892,155)</u>	<u>4,087,845</u>
Other financing sources			
Transfers in - 1998 Construction	3,055,551	897,334	(2,158,217)
Total other Financing Sources	<u>3,055,551</u>	<u>897,334</u>	<u>(2,158,217)</u>
Net Change in Fund Balance	(29,924,449)	(27,994,821)	1,929,628
Fund Balance, Beginning of Year	<u>39,102,589</u>	<u>27,050,574</u>	<u>(12,052,015)</u>
Fund Balance, End of Year	<u>\$ 9,178,140</u>	<u>\$ (944,247)</u>	<u>\$ (10,122,387)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Reroofing Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Earnings on investments	\$ 40,000	\$ 33,839	\$ (6,161)
Total Revenues	<u>40,000</u>	<u>33,839</u>	<u>(6,161)</u>
Expenditures			
Facilities acquisition and construction:			
Construction contracts	2,800,000	2,009,249	790,751
Architects and engineers	50,000	105,015	(55,015)
Equipment	-	-	-
Other	<u>5,000</u>	<u>3,559</u>	<u>1,441</u>
Total Expenditures	<u>2,855,000</u>	<u>2,117,823</u>	<u>737,177</u>
Deficiency of Revenues Under Expenditures	<u>(2,815,000)</u>	<u>(2,083,984)</u>	<u>731,016</u>
Other Financing Sources			
Transfers in - General Fund	<u>3,000,000</u>	<u>3,000,000</u>	<u>-</u>
Total Other Financing Sources	<u>3,000,000</u>	<u>3,000,000</u>	<u>-</u>
Net Change in Fund Balance	185,000	916,016	731,016
Fund Balance, Beginning of Year	<u>87,749</u>	<u>2,331,870</u>	<u>2,244,121</u>
Fund Balance, End of Year	<u>\$ 272,749</u>	<u>\$ 3,247,886</u>	<u>\$ 2,975,137</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Property Acquisition Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Miscellaneous	\$ 201,000	\$ 201,390	\$ 390
Earnings on investments	<u>70,000</u>	<u>44,257</u>	<u>(25,743)</u>
Total Revenues	<u>271,000</u>	<u>245,647</u>	<u>(25,353)</u>
Expenditures			
General Administration:			
Legal fees	100,000	-	100,000
Facilities acquisition and construction:			
Land acquisition	<u>2,500,000</u>	<u>2,645,520</u>	<u>(145,520)</u>
Total Expenditures	<u>2,600,000</u>	<u>2,645,520</u>	<u>(45,520)</u>
Net Change in Fund Balance	(2,329,000)	(2,399,873)	(70,873)
Fund Balance, Beginning of Year	<u>4,832,186</u>	<u>4,832,186</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 2,503,186</u>	<u>\$ 2,432,313</u>	<u>\$ (70,873)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Parishwide Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	Budget	Actual	Variance From Budget
Revenues			
Earnings on investments	\$ 25,000	\$ 20,992	\$ (4,008)
Contributions and donations	40,000	43,504	3,504
Total Revenues	<u>65,000</u>	<u>64,496</u>	<u>(504)</u>
Expenditures			
Facilities acquisition and construction:			
Land and building purchases	-	2,400	(2,400)
Building and site improvements	2,800,000	47,796	2,752,204
Construction contracts	900,000	2,021,098	(1,121,098)
Building relocation	100,000	-	100,000
Equipment	350,000	1,516,696	(1,166,696)
Architects and engineers	200,000	251,147	(51,147)
Legal services	-	15,595	(15,595)
Other	10,000	(10,452)	20,452
Total Expenditures	<u>4,360,000</u>	<u>3,844,280</u>	<u>515,720</u>
Deficiency of Revenues under Expenditures	(4,295,000)	(3,779,784)	515,216
Other Financing Sources			
Transfers in - General Fund	1,080,000	1,080,000	-
Transfers in - Sales Tax 77 Fund	2,740,000	2,740,000	-
Total Other Financing Sources	<u>3,820,000</u>	<u>3,820,000</u>	<u>-</u>
Net Change in Fund Balance	(475,000)	40,216	515,216
Fund Balance, Beginning of Year	<u>1,733,013</u>	<u>1,733,013</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,258,013</u>	<u>\$ 1,773,229</u>	<u>\$ 515,216</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Non-Major Proprietary Fund Type - Internal Service Funds
Combining Statement of Net Assets
June 30, 2009

	<u>Workers'</u> <u>Compensation</u>	<u>Risk</u> <u>Management</u>	<u>Health/Life</u> <u>Insurance</u>	Total June 30, 2009
Current Assets				
Cash and cash equivalents	\$ 6,748,858	\$ 2,498,826	\$ -	\$ 9,247,684
Investments	950,000	125,738	-	1,075,738
Accounts receivable	1,885,789	86,626	365,992	2,338,407
Due from other funds	<u>-</u>	<u>247,135</u>	<u>-</u>	<u>247,135</u>
Total Assets	<u>\$ 9,584,647</u>	<u>\$ 2,958,325</u>	<u>\$ 365,992</u>	<u>\$ 12,908,964</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts payable	\$ 1,620	\$ 20,742	\$ 5,194	\$ 27,556
Liability for self-insurance losses	4,023,901	-	10,247,233	14,271,134
Due to other funds	2,022	-	7,330,221	7,332,243
Claims liability	<u>-</u>	<u>578,531</u>	<u>-</u>	<u>578,531</u>
Total Liabilities	<u>4,027,543</u>	<u>599,273</u>	<u>17,582,648</u>	<u>22,209,464</u>
Net Assets				
Restricted for employee benefits	5,557,104	-	(17,216,656)	(11,659,552)
Unrestricted	<u>-</u>	<u>2,359,052</u>	<u>-</u>	<u>2,359,052</u>
Total Net Assets	<u>5,557,104</u>	<u>2,359,052</u>	<u>(17,216,656)</u>	<u>(9,300,500)</u>
Total Liabilities and Net Assets	<u>\$ 9,584,647</u>	<u>\$ 2,958,325</u>	<u>\$ 365,992</u>	<u>\$ 12,908,964</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Non-Major Proprietary Fund Type - Internal Service Funds
Combining Statement of Revenues, Expenses, and
Changes in Net Assets
For the Year Ended June 30, 2009

	Workers' Compensation	Risk Management	Health/Life Insurance	Total June 30, 2009
<i>Operating Revenue</i>				
Employer/Employee contributions	\$ 5,630,467	\$ 1,830,791	\$ 57,354,524	\$ 64,815,782
Total operating revenue	<u>5,630,467</u>	<u>1,830,791</u>	<u>57,354,524</u>	<u>64,815,782</u>
<i>Operating Expenses</i>				
Administrative	206,198	158,959	-	365,157
Contractual services	87,668	255,060	2,647,469	2,990,197
Premium payments	-	1,738,701	-	1,738,701
Benefit Payments	2,671,773	-	63,708,710	66,380,483
Claims	-	1,508,170	-	1,508,170
Increase (Decrease) in provision for self-insurance losses	<u>(367,283)</u>	<u>(786,519)</u>	<u>489,287</u>	<u>(664,515)</u>
Total operating expenses	<u>2,598,356</u>	<u>2,874,371</u>	<u>66,845,466</u>	<u>72,318,193</u>
Operating Income (Loss)	3,032,111	(1,043,580)	(9,490,942)	(7,502,411)
<i>Non-Operating Revenue</i>				
Earnings on investments	<u>76,586</u>	<u>31,871</u>	<u>34,427</u>	<u>142,884</u>
Total Non-Operating Revenue	<u>76,586</u>	<u>31,871</u>	<u>34,427</u>	<u>142,884</u>
Changes in Net Assets	3,108,697	(1,011,709)	(9,456,515)	(7,359,527)
Net Assets, Beginning of Year	<u>2,448,407</u>	<u>3,370,761</u>	<u>(7,760,141)</u>	<u>(1,940,973)</u>
Net Assets, End of Year	<u>\$ 5,557,104</u>	<u>\$ 2,359,052</u>	<u>\$ (17,216,656)</u>	<u>(9,300,500)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Non-Major Proprietary Fund Type - Internal Service Fund
Combining Statement of Cash Flows
For the Year Ended June 30, 2009

	Workers' Compensation	Risk Management	Health/Life Insurance	Total June 30, 2009
Cash Flows From Operating Activities				
Receipts from employer and employee contributions	\$ 3,806,374	\$ 1,762,280	\$ 57,392,953	\$ 62,961,607
Payments for benefits and claims	(2,672,240)	(1,544,400)	(57,822,022)	(62,038,662)
Payments for insurance premiums	-	(1,738,701)	-	(1,738,701)
Payments for administrative and contractual services	(295,433)	(429,345)	(2,642,275)	(3,367,053)
Net Cash Provided (Used) by Operating Activities	<u>838,701</u>	<u>(1,950,166)</u>	<u>(3,071,344)</u>	<u>(4,182,809)</u>
Cash Flows From Investing Activities				
Earnings on cash and investments	76,586	31,871	34,427	142,884
Net Cash Provided By Investing Activities	<u>76,586</u>	<u>31,871</u>	<u>34,427</u>	<u>142,884</u>
Net Increase (Decrease) in Cash, Cash Equivalents and Investments	915,287	(1,918,295)	(3,036,917)	(4,039,925)
Cash, Cash Equivalents and Investments, Beginning of Year	<u>6,783,571</u>	<u>4,542,859</u>	<u>3,036,917</u>	<u>14,363,347</u>
Cash, Cash Equivalents and Investments, End of Year	<u>\$ 7,698,858</u>	<u>\$ 2,624,564</u>	<u>\$ -</u>	<u>\$ 10,323,422</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ 3,032,111	\$ (1,043,580)	\$ (9,490,942)	\$ (7,502,411)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Increase (decrease) in provision for self insurance losses	(367,283)	(786,519)	489,287	(664,515)
(Increase) decrease in receivables	(1,824,092)	(104,741)	38,777	(1,890,056)
Increase (decrease) in payables	(2,035)	(15,326)	5,891,534	5,874,173
Total adjustments	<u>(2,193,410)</u>	<u>(906,586)</u>	<u>6,419,598</u>	<u>3,319,602</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 838,701</u>	<u>\$ (1,950,166)</u>	<u>\$ (3,071,344)</u>	<u>\$ (4,182,809)</u>

See accompanying independent auditors' report.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Non-Major Agency Fiduciary Funds

Statement of Changes in Assets and Liabilities - School Activity Funds
Year Ended June 30, 2009

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2009</u>
ASSETS				
Cash and cash equivalents	\$ 2,929,723	\$ 14,718,018	\$ 14,615,792	\$ 3,031,949
Due from other funds	84,456	16,220	-	100,676
Investments	<u>2,736,761</u>	<u>15,510</u>	<u>574,412</u>	<u>2,177,859</u>
TOTAL ASSETS	<u>5,750,940</u>	<u>14,749,748</u>	<u>15,190,204</u>	<u>5,310,484</u>
LIABILITIES				
Due to other funds	\$ 113,741	\$ 27,134	\$ -	\$ 140,875
Due to schools	<u>5,637,199</u>	<u>14,722,614</u>	<u>15,190,204</u>	<u>5,169,609</u>
TOTAL LIABILITIES	<u>5,750,940</u>	<u>14,749,748</u>	<u>15,190,204</u>	<u>5,310,484</u>

See accompanying independent auditors' report.



"Friendly Bird"

Ilexis Haricharan - Kindergarten
Beth Cleveland - Teacher
Mandeville Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

**BUDGETARY COMPARISON
SCHEDULE
MAJOR CAPITAL PROJECT
2008 CONSTRUCTION FUND**



“Spoonbill”

Anthony Stromboe - Grade 11

Lanelle Landry - Teacher

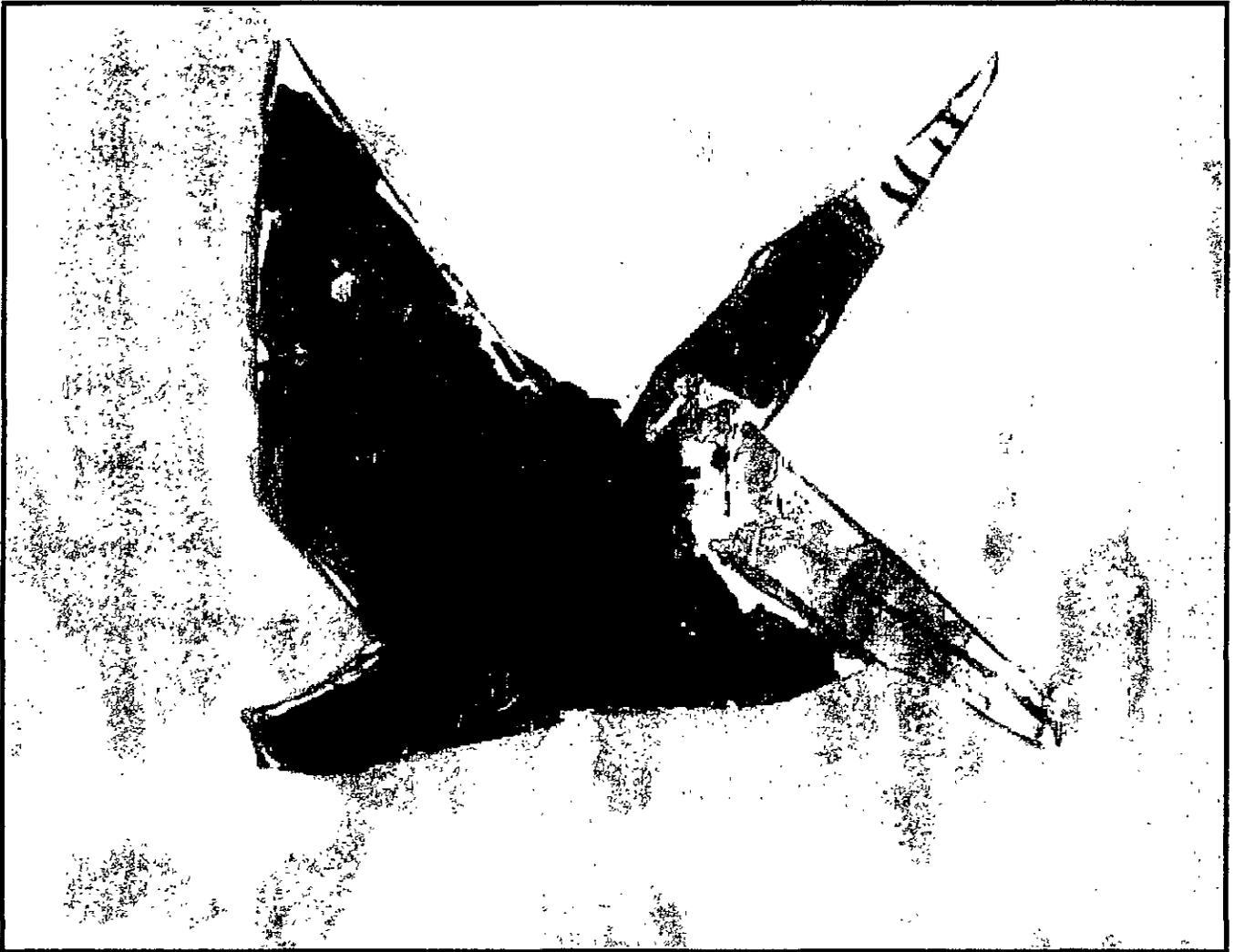
Northshore High School

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

2008 Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Budget</u>
Revenues			
Earnings on investments	\$ 750,000	\$ 656,048	\$ (93,952)
Total Revenues	<u>750,000</u>	<u>656,048</u>	<u>(93,952)</u>
Expenditures			
General Administration:			
Election fees	100,000	-	100,000
Legal services	300,000	151,222	148,778
Facilities acquisition and construction:			
Equipment	7,000,000	5,782,360	1,217,640
Construction contracts	5,000,000	175,087	4,824,913
Land & Building Purchases	2,000,000	-	2,000,000
Building Improvements	5,000,000	3,460,977	1,539,023
Architects and engineers	2,000,000	2,645,808	(645,808)
Other	10,000	-	10,000
Total Expenditures	<u>21,410,000</u>	<u>12,215,454</u>	<u>9,194,546</u>
Deficiency of Revenues Under Expenditures	<u>(20,660,000)</u>	<u>(11,559,406)</u>	<u>9,100,594</u>
Other financing sources (uses)			
Accrued interest and premium on bonds	1,393,411	1,393,411	-
Bond proceeds	87,000,000	86,330,000	(670,000)
Transfers Out - General Fund	-	(161,285)	(161,285)
Total other financing sources (uses)	<u>88,393,411</u>	<u>87,562,126</u>	<u>(831,285)</u>
Net Change in Fund Balance	67,733,411	76,002,720	8,269,309
Fund Balance, Beginning of Year	<u>-</u>	<u>227,216</u>	<u>227,216</u>
Fund Balance, End of Year	<u>\$ 67,733,411</u>	<u>\$ 76,229,936</u>	<u>\$ 8,496,525</u>

See accompanying independent auditors' report.



"Flying High"

Ciera Fletcher - Grade 1
Mary Christopher - Teacher
Cypress Cove Elementary

**ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA**

STATISTICAL INFORMATION



"Alone in the Water"
Courtney Capritto - Grade 4
Darlene Powell - Teacher
Florida Avenue Elementary

STATISTICAL SECTION

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

<u>Contents</u>	<u>Tables</u>
Financial Trends	1 - 5
These schedules contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.	
Revenue Capacity	6 - 9
These schedules contain information to help the reader assess the School Board's most significant local revenue sources.	
Debt Capacity	10-14
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue additional debt in the future.	
Demographic and Economic Information	15-16
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.	
Operating Information	17-23
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year. The School Board implemented GASB Statement 34 in fiscal year 2002; tables presenting government-wide information include information beginning in that year.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 1

CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,		
	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental activities			
Invested in capital assets, net of related debt	\$ 202,532,800	\$ 156,950,308	\$ 116,801,995
Restricted	19,619,889	11,906,700	8,571,906
Unrestricted	19,497,091	43,596,197	101,806,253
Total governmental activities net assets	<u>\$ 241,649,780</u>	<u>\$ 212,453,205</u>	<u>\$ 227,180,154</u>

Source: Audited Comprehensive Annual Financial Reports- Information available for eight years.

Table 1

Fiscal Year Ended June 30,				
<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 50,574,740	\$ 24,793,097	\$ 38,647,118	\$ 32,879,710	\$ 28,978,182
103,928,881	84,585,526	39,896,286	25,591,387	21,414,813
<u>41,161,091</u>	<u>5,431,547</u>	<u>43,313,303</u>	<u>50,944,605</u>	<u>52,478,589</u>
<u>\$ 195,664,712</u>	<u>\$ 114,810,170</u>	<u>\$ 121,856,707</u>	<u>\$ 109,415,702</u>	<u>\$ 102,871,584</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 2

CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,			
	2009	2008	2007	2006
Expenses:				
Instruction:				
Regular education programs	\$ 142,642,325	\$ 149,055,179	\$ 128,511,768	\$ 131,106,052
Special education programs	74,326,162	75,534,212	64,851,904	58,457,438
Vocational education programs	5,804,540	6,300,120	5,389,435	5,004,172
Other instructional programs	14,882,116	16,302,774	14,473,477	11,705,748
Special programs	11,243,792	12,295,826	12,309,014	9,081,700
Adult education programs	406,423	469,083	445,613	488,327
Support services:				
Pupil support	15,700,409	16,296,658	13,717,765	12,728,685
Instructional staff support	15,434,557	16,966,498	14,278,658	12,196,812
General administration	7,925,766	8,450,173	6,516,328	5,926,398
School administration	22,141,850	21,729,282	17,594,125	16,862,520
Business administration	2,609,547	2,759,986	2,339,921	2,136,073
Operation and maintenance of plant	34,272,688	37,390,691	30,869,596	34,728,672
Pupil transportation	31,603,396	31,936,940	24,098,252	22,207,588
Central services	8,280,124	7,908,990	4,997,706	4,187,728
Food services	20,628,334	21,342,601	17,884,834	16,966,767
Community service programs	1,440,596	1,924,210	1,419,324	1,245,429
Interest on long-term debt	11,609,204	3,053,179	5,463,807	7,212,005
Total expenses	420,951,829	429,716,702	365,161,527	352,242,114
Program revenues:				
Charges for services:				
Instruction	1,528,919	1,686,022	190,299	145,077
Food services	3,078,385	3,301,946	2,699,597	1,785,738
Community service programs	1,368,615	1,399,123	1,345,698	1,051,841
Operating grants and contributions	31,955,639	32,521,189	35,774,433	72,619,891
Capital grants and contributions	35,401,245	9,348,184	18,733,843	20,542,642
Total program revenues	73,332,803	48,256,464	59,743,870	96,145,189
Net expense	(347,619,026)	(381,460,238)	(305,417,657)	(256,096,925)
General revenues and other changes in net assets:				
Taxes:				
Ad valorem (property) taxes	99,813,880	83,660,520	74,098,468	65,852,536
Sales and use taxes	77,359,837	84,844,401	89,280,567	91,563,744
State revenue sharing	1,971,376	2,086,894	1,846,208	1,866,599
Grants and contributions not restricted to specific programs-Minimum Foundation Program				
Interest and investment earnings	180,116,316	173,501,201	154,613,755	151,506,757
Insurance proceeds	4,154,856	8,689,903	12,588,359	7,312,336
Gain on sale of assets	10,676,833	-	-	-
Miscellaneous	-	54,763	-	-
Special item - restatement	2,722,503	5,012,825	4,505,742	18,849,495
	-	8,882,782	-	-
Total general revenues and other changes in net assets	376,815,601	366,733,289	336,933,099	336,951,467
Change in net assets	\$ 29,196,575	\$ (14,726,949)	\$ 31,515,442	\$ 80,854,542

Source: Audited Comprehensive Annual Financial Reports- Information available for eight years

Table 2

Fiscal Year Ended June 30,			
2005	2004	2003	2002
\$ 121,974,843	\$ 107,802,859	\$ 103,626,356	\$ 94,895,134
57,993,891	52,774,203	47,554,331	43,764,346
4,878,106	4,470,356	4,383,262	4,624,007
13,471,299	11,700,505	10,836,452	8,683,473
8,690,782	6,842,357	5,945,125	4,121,088
636,520	567,927	643,693	561,205
12,527,690	11,261,233	10,417,550	9,805,615
12,820,958	10,929,418	9,835,320	9,809,344
5,744,378	5,159,647	3,596,121	4,271,971
15,672,383	14,250,363	13,559,777	12,747,955
2,104,334	1,974,375	1,683,054	1,646,685
24,999,855	22,087,125	19,946,780	18,261,133
20,761,576	18,227,864	16,791,257	15,137,579
4,757,738	3,591,531	5,461,851	2,367,639
16,907,527	14,764,947	14,061,263	13,241,043
1,405,781	1,324,381	1,012,787	994,973
8,129,251	6,835,848	7,742,775	6,242,420
<u>333,476,912</u>	<u>294,566,939</u>	<u>277,097,754</u>	<u>251,175,610</u>
166,710	220,706	211,316	208,698
2,910,977	2,928,164	2,813,498	2,746,381
1,137,074	1,082,352	813,656	778,694
28,198,541	26,533,580	23,898,970	20,438,008
725,268	665,308	790,420	752,333
<u>33,138,570</u>	<u>31,430,110</u>	<u>28,527,860</u>	<u>24,924,114</u>
(300,338,342)	(263,136,829)	(248,569,894)	(226,251,496)
62,872,455	55,953,605	51,460,415	48,344,307
65,438,272	61,162,354	55,641,711	52,847,766
1,768,679	1,804,707	1,789,692	1,799,322
149,746,781	141,755,563	133,675,440	124,341,219
3,726,102	1,790,474	2,736,513	3,499,995
-	-	-	-
-	-	-	-
9,739,516	8,473,088	8,586,277	6,479,498
-	-	-	-
<u>293,291,805</u>	<u>270,939,791</u>	<u>253,890,048</u>	<u>237,312,107</u>
<u>\$ (7,046,537)</u>	<u>\$ 7,802,962</u>	<u>\$ 5,320,154</u>	<u>\$ 11,060,611</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 3

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

Fiscal Year	General Fund			All Other Governmental Funds			Total all other Governmental Funds
	Reserved	Unreserved	Total	Reserved*	Unreserved Reported in Special Revenue Funds	Unreserved Reported in Capital Projects Funds	
2009	\$ -	\$ 49,935,270	\$ 49,935,270	\$ 20,075,709	\$ 98,098,249	\$ 86,763,714	\$ 204,937,672
2008	-	55,784,162	55,784,162	12,278,923	94,163,582	41,296,796	147,739,301
2007	-	71,644,882	71,644,882	8,879,573	90,155,883	69,749,974	168,785,430
2006	2,299	61,004,094	61,006,393	19,189,150	5,750,225	168,571,193	193,510,568
2005	26,597	51,569,504	51,596,101	16,313,346	4,045,967	68,531,666	88,890,979
2004	112,838	61,368,203	61,481,041	11,882,724	4,142,996	28,108,989	44,134,709
2003	270,616	59,913,546	60,184,162	25,416,604	3,271,067	33,375,771	62,063,442
2002	1,472,698	55,413,409	56,886,107	20,036,444	3,308,766	54,767,758	78,112,968
2001	564,130	44,997,296	45,561,426	17,477,318	5,341,813	30,230,701	53,049,832
2000	385,011	35,452,483	35,837,494	23,253,274	4,964,726	40,640,920	68,858,920

* Includes Special Revenue, Capital Projects and Debt Service Funds.
All fund balances in Debt Service Funds are reserved to pay future debt service.
Source: Audited Comprehensive Annual Financial Reports.



“Strong and Proud”
Alexander Street - Grade 5
Darlene Powell - Teacher
Little Oak Middle School

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 4

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS AND TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,					
	2009	2008	2007	2006	2005	2004
REVENUES						
Local sources:						
Ad valorem taxes	\$ 97,685,368	\$ 83,888,326	\$ 73,870,662	\$ 65,852,536	\$ 62,802,202	\$ 55,953,605
Sales and use taxes	77,359,837	93,281,812	89,671,372	89,743,764	65,696,266	60,648,838
Rentals, leases, and royalties	-	-	-	-	1,575	2,580
Tuition	1,528,919	1,686,022	1,535,997	1,196,918	1,303,784	1,303,058
Earnings on investments	2,722,495	8,689,903	12,588,359	7,121,326	3,630,141	1,741,364
Food service	3,078,385	3,301,946	2,699,597	1,785,738	2,910,977	2,928,164
Other	3,348,460	1,764,267	1,849,854	651,907	505,966	939,692
State sources:						
Minimum foundation program	180,116,316	173,501,201	154,613,755	151,506,757	149,746,781	141,755,563
Contributions to teachers' retirement	48,495	57,059	64,148	89,815	70,494	68,964
Revenue Sharing	1,971,376	2,086,894	1,846,208	1,866,599	1,768,679	1,804,707
Professional improvement program	369,618	435,420	498,502	571,503	656,198	742,434
Other	12,143,910	10,132,502	5,644,455	9,689,458	5,817,402	3,518,435
Federal sources	62,162,333	42,038,308	50,768,367	66,149,716	26,066,511	25,683,677
TOTAL REVENUES	442,535,512	420,863,660	395,651,276	396,226,037	320,976,976	297,091,081
EXPENDITURES						
Current:						
Instruction:						
Regular education programs	133,355,707	129,525,124	121,079,830	115,457,973	107,001,159	96,628,156
Special education programs	69,487,215	65,514,042	61,235,517	56,501,537	55,169,371	51,390,529
Other education programs	10,231,604	10,203,249	10,305,373	25,023,846	25,922,011	22,610,634
Support services:						
Pupil support	14,678,246	14,147,088	12,962,175	12,264,648	11,879,363	10,915,053
Instructional staff support	14,429,702	14,733,249	13,494,750	11,779,845	12,188,898	10,646,354
General administration	7,409,765	7,323,346	6,144,633	5,712,441	5,448,976	4,806,997
School administration	20,700,322	18,869,821	16,640,521	16,312,057	14,920,549	13,890,399
Business administration	2,439,653	2,394,116	2,209,097	2,051,238	1,988,667	1,910,530
Operation and maintenance of plant	32,041,391	32,288,195	29,063,282	33,411,107	23,610,626	21,322,332
Pupil transportation	29,545,881	27,757,246	22,811,347	21,496,860	19,780,254	17,786,784
Central services	7,741,053	6,751,697	4,399,589	3,561,031	4,046,080	3,210,861
Food services	19,285,342	18,441,434	16,785,017	16,304,893	15,985,763	14,256,670
Community service programs	1,346,808	1,671,217	1,340,078	1,204,064	1,337,877	1,291,932
Facilities acquisition and construction	85,418,654	69,455,636	54,486,930	31,022,161	29,506,797	26,079,857
Debt service - issuance costs	-	-	-	1,474	54,543	151,977
Debt service - legal fees	1,625	30,125	21,567	-	-	-
Debt service - election expenses	5,022	58,109	-	-	-	-
Debt service - bond issuance costs	81,447	75,590	-	84,844	167,442	-
Debt service - principal	12,595,000	11,805,771	13,420,000	10,405,000	10,290,000	10,140,000
Debt service - interest	8,830,790	7,450,217	8,097,595	7,212,005	6,651,931	6,683,820
TOTAL EXPENDITURES	489,625,227	458,495,272	414,497,301	369,807,024	345,950,309	313,722,885
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(47,089,715)	(37,631,612)	(18,846,025)	26,419,013	(24,973,333)	(16,631,804)
OTHER FINANCING SOURCES (USES)						
Payment to escrow agent from refunding bond proceeds	-	-	(9,954,229)	-	(36,408,800)	(24,253,119)
Accrued interest on issued refunding bonds	-	-	-	-	237,438	35,732
Premium received on bonds issued	1,432,361	-	-	95,512	326,025	1,132,337
Bonds issued	86,330,000	670,000	-	25,000,000	95,690,000	23,085,000
Federal loan proceeds	-	-	15,985,981	51,857,990	-	-
Sales of capital assets	-	54,763	-	-	-	-
Insurance proceeds	10,676,833	-	-	-	-	-
Transfers in	90,170,841	123,228,341	141,962,543	294,168,384	74,374,777	65,768,331
Transfers out	(90,170,841)	(123,228,341)	(143,234,910)	(283,511,018)	(74,374,777)	(65,768,331)
TOTAL OTHER FINANCING SOURCES (USES)	98,439,194	724,763	4,759,376	87,610,868	59,844,663	(50)
NET CHANGE IN FUND BALANCES	\$ 51,349,479	\$ (36,906,849)	\$ (14,086,649)	\$ 114,029,881	\$ 34,871,330	\$ (16,631,854)
Debt service as a percentage of noncapital expenditures	5.41%	4.88%	8.81%	5.08%	16.53%	14.29%
					(continued)	(concluded)
Source: Audited Financial Reports						

Table 4

Fiscal Year Ended June 30,			
2003	2002	2001	2000
\$ 51,460,415	\$ 48,344,307	\$ 45,507,454	\$ 41,292,355
55,386,185	52,847,766	48,794,600	47,551,314
2,070	3,420	4,200	18,767
1,024,972	987,392	965,985	983,418
2,661,276	3,356,674	7,007,188	6,795,101
2,813,498	2,746,381	2,688,320	2,667,742
1,042,613	787,380	737,842	776,631
133,675,440	124,341,219	117,742,209	112,824,280
73,460	114,847	111,340	132,408
1,789,692	1,799,322	1,802,063	1,753,710
801,646	885,409	929,037	1,018,771
4,451,834	3,068,492	2,964,213	2,773,347
23,108,141	19,458,830	15,285,933	14,530,989
278,291,251	258,741,439	244,541,384	233,118,833
92,686,712	81,892,097	81,795,569	75,123,431
46,364,165	42,332,515	37,450,483	36,123,976
20,891,722	17,080,918	14,905,390	13,834,443
10,108,090	9,425,494	8,574,646	8,185,778
9,596,066	9,483,156	8,604,165	8,691,031
3,490,848	4,121,871	3,764,886	3,638,918
13,240,897	12,363,908	10,914,896	10,890,055
1,630,206	1,582,030	1,586,630	1,486,139
19,275,397	17,328,724	17,092,972	14,958,112
16,418,519	14,703,637	13,239,045	12,177,622
5,143,488	2,208,452	1,813,426	1,942,967
13,581,850	12,687,021	11,946,216	11,165,557
975,825	964,365	856,772	919,064
19,167,874	22,808,299	22,391,824	16,106,559
63,585	13,335	-	-
-	-	-	-
10,170,000	8,965,000	9,065,000	8,680,000
7,679,190	6,226,791	6,624,593	7,118,545
290,484,434	266,387,613	250,626,513	231,042,197
(12,193,183)	(7,646,174)	(6,085,129)	2,076,636
(14,125,000)	(3,417,294)	-	-
21,584	17,866	-	-
-	-	-	-
13,185,000	47,410,000	-	-
-	-	-	-
-	-	-	-
62,594,287	59,051,561	52,138,803	50,339,103
(62,594,287)	(59,051,561)	(52,138,803)	(50,339,103)
(918,416)	44,010,572	-	-
\$ (13,111,599)	\$ 36,364,398	\$ (6,085,129)	\$ 2,076,636
11.76%	7.58%	6.87%	7.35%

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 5

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

Fiscal Year	Real Estate Assessed Value	Commercial and Other Property Assessed Value	Assessed Value	Estimated Actual Value	Total Direct Tax Rate	Ratio of Total Assessed Value to Total Estimated Actual Value*
<u>Parish of St. Tammany</u>						
2009	\$ 1,430,237,736	\$ 530,052,013	\$ 1,960,289,749	\$ 17,836,057,447	69.45	10.99%
2008	1,244,467,016	285,489,975	1,529,956,991	15,000,610,610	77.84	10.20%
2007	1,131,583,881	261,141,810	1,392,725,691	13,056,784,210	77.84	10.67%
2006	1,039,413,980	249,263,960	1,288,677,940	11,293,390,938	77.84	11.41%
2005	1,051,282,371	239,661,039	1,290,943,410	11,361,552,884	74.59	11.36%
2004	825,090,372	224,343,887	1,049,434,259	9,237,034,865	87.10	11.36%
2003	765,553,876	215,754,926	981,308,802	8,619,853,365	87.10	11.38%
2002	721,944,949	203,625,498	925,570,447	8,043,876,643	87.10	11.51%
2001	677,730,005	193,753,558	871,483,563	7,872,082,277	87.10	11.07%
2000	615,274,982	178,671,405	793,946,387	7,159,968,947	87.10	11.09%

*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.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 6

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

Taxpayer	Type of Business	June 30, 2009			June 30, 2000		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Central La. Electric Co.	Utility	\$ 37,398,500	1	2.56 %	\$ 27,645,980	1	5.86 %
BellSouth Telecommunications	Telephone	19,731,930	2	1.35	20,144,380	2	4.27
Capital One Bank	Bank	11,111,010	3	0.76	-		
J.P. Morgan Chase Bank	Bank	7,343,260	4	0.50	-		
Verizon Wireless	Telephone	5,919,020	5	0.40	-		
Whitney National Bank	Bank	5,909,554	6	0.40	2,935,810	9	0.62
AT&T Mobility	Telephone	5,746,945	7	0.39	-		
Washington St Tammany Electric	Utility	5,359,600	8	0.37	3,496,470	8	0.74
Stirling Mandeville	Real Estate	5,057,275	9	0.35	-		
Central Progressive Bank	Bank	4,994,620	10	0.34	-		
Bank One Management	Bank	-			8,681,170	4	1.90
Hibernia National Bank	Bank	-			8,956,070	3	1.84
I.A. Gas Service Co.	Utility	-			3,920,600	5	0.83
Southern Natural Gas	Utility	-			2,832,160	10	0.60
Epic Development	Real Estate	-			3,574,130	7	0.76
McKesson Corp.	Healthcare	-			3,708,080	6	0.79
		\$ 108,571,714		7.42 %	\$ 85,894,850		18.21 %

(1) Source: St. Tammany Parish Assessor's Office

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 7

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

Year	School Board Millage	Parish Millage	Other Governments (Parishwide)		City of Abita Springs Millage
			Law Enforcement Millage	Assessor Millage	
<u>RATE PER \$1,000 OF ASSESSED VALUE</u>					
2009	69.45	20.74	11.73	2.73	16.86
2008	77.84	19.54	12.10	3.21	16.86
2007	77.84	23.05	10.72	2.66	16.86
2006	77.84	23.05	10.72	2.66	16.86
2005	74.59	19.74	10.72	2.66	17.86
2004	87.10	15.74	12.94	3.21	17.86
2003	87.10	19.05	12.94	3.21	17.86
2002	87.10	19.05	12.94	3.21	17.86
2001	87.10	19.05	12.94	3.00	15.72
2000	87.10	18.66	12.94	3.05	15.72

(continued)

Table 7

Other Governments (Parishwide)				
City of Covington Millage	City of Madisonville Millage	City of Mandeville Millage	City of Pearl River Millage	City of Slidell Millage
<u>RATE PER \$1,000 OF ASSESSED VALUE</u>				
23.04	8.59	16.07	9.67	27.82
24.27	11.63	17.29	10.00	30.98
24.27	10.51	17.39	10.00	30.21
20.18	10.51	17.59	10.00	30.21
20.18	11.63	17.64	10.00	31.59
24.15	11.63	19.75	10.00	34.15
24.15	11.63	20.25	10.00	34.58
24.15	11.63	16.30	10.00	34.64
24.15	11.63	16.40	5.83	34.79
24.55	11.52	16.80	5.83	36.25

Source: St. Tammany Parish Assessor's Office.

(Concluded)

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 8

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Collections For Prior Years</u>	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
2009	\$ 101,529,080	\$ 95,833,849	94.4	\$ 1,851,519	\$ 97,685,368	96.2
2008	85,059,132	82,325,377	96.8	1,317,822	83,643,199	98.3
2007	75,718,411	73,292,028	96.8	325,200	73,617,228	97.2
2006	68,770,656	66,288,648	96.4	1,618,838	67,907,486	98.7
2005	64,835,951	62,465,018	96.3	337,184	62,802,202	96.9
2004	57,680,678	55,662,237	96.5	1,171,755	56,833,992	98.5
2003	53,110,286	51,074,450	96.2	1,266,600	52,341,050	98.6
2002	49,560,110	47,180,514	95.2	1,163,793	48,344,307	97.5
2001	46,310,731	44,240,854	95.5	337,184	44,578,038	96.3
2000	41,120,255	39,759,869	96.7	1,532,486	41,292,355	100.4

Sources: St. Tammany Parish Sheriff's Office and the St. Tammany Parish School Board Business Affairs Department.

Note: The St. Tammany Parish Tax Collector, which is the St. Tammany Parish Sheriff's Office, is unable to provide information on which year the prior year taxes are for.

ST TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 9

SALES TAX REVENUE
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>1% Sales Tax 1966</u>	<u>1% Sales Tax 1977</u>	<u>Total Sales Tax</u>
2009	\$ 38,661,896	\$ 38,697,941	77,359,837
2008	46,640,906	46,640,906	93,281,812
2007	44,835,686	44,835,686	89,671,372
2006	44,871,882	44,871,882	89,743,764
2005	32,848,133	32,848,133	65,696,266
2004	30,324,419	30,324,419	60,648,838
2003	27,693,092	27,693,093	55,386,185
2002	26,423,883	26,423,883	52,847,766
2001	24,397,800	24,397,800	48,795,600
2000	23,775,657	23,775,657	47,551,314

Source: Audited Comprehensive Annual Financial Reports.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 10

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	General Obligation Bonds	Revenue Bonds and Notes	Federal Disaster Loans	Certificates of Indebtedness	Total Debt	(1)	(1)
						Percentage of Personal Income	Debt Per Capita
2009	\$ 236,920,000	\$ -	\$ 67,843,971	\$ -	\$ 304,763,971	(2)	\$ 1,305
2008	163,185,000	-	67,843,971	-	231,028,971	2.32%	1,001
2007	174,320,771	-	67,843,971	-	242,164,742	3.11%	1,069
2006	195,840,000	1,855,000	52,287,875	-	249,982,875	4.02%	1,135
2005	179,495,000	3,605,000	-	-	183,100,000	2.61%	871
2004	127,035,000	5,255,000	-	-	132,290,000	2.01%	654
2003	135,610,000	6,820,000	-	-	142,430,000	2.28%	707
2002	143,820,000	8,885,000	-	835,000	153,540,000	2.60%	794
2001	106,550,000	10,335,000	-	1,625,000	118,510,000	2.21%	620
2000	113,520,000	11,690,000	-	2,365,000	127,575,000	2.52%	689

Note: Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.

(1) See the Schedule of Demographic Statistics, Table 14, for personal income and population data.

(2) Information not available.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 11

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	General Obligation Bonds	Revenue Bonds and Notes	Federal Disaster Loans	Certificates of Indebtedness	Total Debt	(1) Debt Per Capita	(1) Debt Per Student	(2) Percentage of Total Debt to Assessed value	(2) Percentage of Total Debt to Estimated Actual Value
2009	\$ 236,920,000	\$ -	\$ 67,843,971	\$ -	\$ 304,763,971	\$ 1,305	\$ 8,494	15.55%	1.71%
2008	163,185,000	-	67,843,971	-	231,028,971	1,001	6,504	15.10%	1.54%
2007	174,320,771	-	67,843,971	-	242,164,742	1,069	6,861	17.39%	1.85%
2006	195,840,000	1,855,000	52,287,875	-	249,982,875	1,135	7,130	19.40%	2.21%
2005	179,495,000	3,605,000	-	-	183,100,000	871	4,987	14.18%	1.61%
2004	127,035,000	5,255,000	-	-	132,290,000	654	3,757	12.61%	1.43%
2003	135,610,000	6,820,000	-	-	142,430,000	707	4,133	14.51%	1.65%
2002	143,820,000	8,885,000	-	835,000	153,540,000	794	4,671	16.59%	1.91%
2001	106,550,000	10,335,000	-	1,625,000	118,510,000	620	3,626	13.60%	1.51%
2000	113,520,000	11,690,000	-	2,365,000	127,575,000	689	3,926	16.07%	1.78%

Note: Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.

(1) See the Schedule of Demographic Statistics, Table 14, for personal income and population and student data.

(2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property, Table 5, for assessed value data and actual value.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 12

COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN TAX YEARS
(2000 through 2009)
(Unaudited)

<u>Year</u>	<u>Assessed Value (2)</u>	<u>Debt Limit of Thirty-Five Percent (35%) of Assessed Value (1)</u>	<u>Less: Total Bonded Debt (3)</u>	<u>Add: Amount available for repayment of debt (3)</u>	<u>Legal Debt Margin</u>	<u>Legal Debt Limit as a % of the Debt Limit</u>
<u>Parish of St. Tammany</u>						
2009	\$ 1,960,289,749	\$ 686,101,412	\$ 236,920,000	\$ 19,619,889	\$ 468,801,301	68.33%
2008	1,529,956,991	535,484,947	163,185,000	11,906,700	384,206,647	71.75%
2007	1,392,725,691	487,453,992	174,320,771	8,571,906	321,705,127	66.00%
2006	1,288,677,940	451,037,279	195,840,000	18,927,228	274,124,507	60.78%
2005	1,290,943,410	451,830,194	179,495,000	16,053,860	288,389,054	63.83%
2004	1,049,434,259	367,301,991	127,035,000	9,986,456	250,253,447	68.13%
2003	981,479,328	343,517,765	135,610,000	8,923,505	216,831,270	63.12%
2002	925,592,937	323,957,528	143,820,000	9,302,207	189,439,735	58.48%
2001	871,483,563	305,019,247	106,550,000	7,629,613	206,098,860	67.57%
2000	793,946,387	277,881,235	113,520,000	7,230,791	171,592,026	61.75%

Sources:

- (1) Legal debt limit of 35% is established by Louisiana Revised Statute Title 39, Section 562.
- (2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property, Table 5, for assessed value data.
- (3) Comprehensive Annual Financial Reports.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 13

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2009
(Unaudited)

	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable</u>	<u>Share of Overlapping Debt</u>
<u>Direct</u>			
St. Tammany Parish School Board	\$ 304,763,971	100.00%	\$ 163,185,000
<u>Overlapping Debt:</u>			
City of Abita Springs	1,109,310	100.00%	1,109,310
City of Covington	13,290,900	100.00%	6,646,000
City of Mandeville	6,015,000	100.00%	6,015,000
City of Slidell	18,240,975	100.00%	18,240,975
Fire Protection Districts	14,858,529	100.00%	14,858,529
Gravity Drainage District No. 5	2,090,000	100.00%	2,090,000
Sub-drainage Districts	620,000	100.00%	620,000
Communication District No. 1	480,000	100.00%	480,000
Recreation Districts	25,092,000	100.00%	25,092,000
Sewage Districts	824,880	100.00%	824,880
Water District No. 2	1,240,000	100.00%	1,240,000
Parish Council	110,355,219	100.00%	110,355,219
	<u>194,216,813</u>		<u>187,571,913</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u>\$ 498,980,784</u>		<u>\$ 350,756,913</u>

Source: Comprehensive Annual Report and most current financial statements for each governmental entity.

Overlapping governments are those that coincide at least in part, with the geographic boundaries of the parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**ST. TAMMANY PARISH SCHOOL BOARD
 PLEDGED - REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Table 14

Fiscal Year	Sales Tax Bonds			
	Sales Taxes	Debt Service		Coverage
		Principal	Interest	
2000	\$ 47,551,314	\$ 1,270,000	\$ 712,800	23.98
2001	48,795,600	1,355,000	642,950	24.42
2002	52,847,766	8,885,000	568,425	5.59
2003	55,386,185	6,065,000	488,675	8.45
2004	60,648,838	1,565,000	375,100	31.26
2005	65,696,266	1,650,000	289,025	33.88
2006	89,743,764	1,750,000	198,275	46.06
2007	89,671,372	1,855,000	76,105	46.44
2008	93,281,812	-	-	0.00
2009	77,359,837	-	-	0.00

NOTE: Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 15

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Total Personal Income (1)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Age (3)</u>	<u>Public School Enrollment (4)</u>	<u>Unemployment Rate (5)</u>
2000	185,273	\$ 5,063,841,000	\$ 26,245	36	32,495	2.5
2001	191,268	5,358,891,000	27,859	36	32,680	3.5
2002	193,466	5,898,786,000	30,097	36	32,870	4.5
2003	201,462	6,234,985,000	30,899	35	34,463	4.4
2004	202,203	6,565,576,000	31,639	35	35,214	4.5
2005	210,296	7,027,647,000	32,886	35	36,718	3.9
2006	220,295	6,214,212,000	28,270	35	35,061	4.2
2007	226,625	7,794,222,000	34,760	37	35,294	4.0
2008	230,846	9,973,932,276	43,206	37	35,523	2.9
2009	233,475	(2)	(2)	37	35,878	3.5

Note: All information is parishwide.

Sources:

- (1) St. Tammany Parish Economic Development Foundation.
- (2) Information is not available at this time.
- (3) Estimates - Louisiana Tech University for the U.S. Bureau of Census.
- (4) St. Tammany Parish School System - May 1, 2008 enrollment.
- (5) Louisiana Department of Labor.

**ST. TAMMANY PARISH SCHOOL BOARD
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

Table 16

Employer	Location	2009			2000		
		Employees	Rank	% of Total St. Tammany Parish Employment	Employees	Rank	% of Total St. Tammany Parish Employment
St. Tammany Parish School Board	Slidell/Covington	7,716	1	6.66%	4,227	1	4.60%
St. Tammany Parish Hospital	Covington	1,684	2	1.45%	811	3	0.88%
Slidell Memorial Hospital	Slidell	1,008	3	0.87%	589	4	0.64%
Lakeview Regional Medical Center	Covington	745	4	0.64%	539	6	0.59%
St. Tammany Parish Sheriff's Office	Parishwide	734	5	0.63%	513	7	0.56%
Textron Marine & Land Systems	Slidell	621	6	0.54%	-	-	-
Southeast Louisiana Hospital	Mandeville	480	7	0.41%	-	-	-
Northshore Regional Medical Medical Ce	Covington	448	8	0.39%	-	-	-
City of Slidell	Slidell	394	9	0.34%	-	-	-
Louisiana Medical Center & Heart	Lacombe	213	10	0.18%	-	-	-
Slidell Memorial Hospital	Slidell	-	-	-	957	2	1.04%
Southeast Louisiana Hospital	Mandeville	-	-	-	578	5	0.63%
City of Slidell	Slidell	-	-	-	337	8	0.37%
Goux Enterprises/Goux Health Care	Mandeville	-	-	-	299	9	0.33%
St. Tammany Parish Government	Parish wide	-	-	-	297	10	0.32%
TOTAL - 10 LARGEST EMPLOYERS		<u>14,043</u>		<u>12.12%</u>	<u>9,147</u>		<u>9.96%</u>
TOTAL - ALL EMPLOYERS				<u>115,856</u>			<u>91,839</u>

NOTE: Information listed is for St. Tammany Parish.

Sources:

2009 information: Book of Lists 2008-2009, New Orleans City Business

2000 information: Book of Lists 1999-2000, New Orleans City Business



“Marsh Beauty”
Claire Roberts - Grade 6
Robin Kennedy - Teacher
Mandeville Middle School

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 17

GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2009	2008	2007	2006	2005
EXPENDITURES					
Current					
Instruction:					
Regular education programs	\$ 130,207,662 38.5%	\$ 125,334,360 38.5%	\$ 116,533,437 39.9%	\$ 107,681,928 40.1%	\$ 104,174,091 39.7%
Special education programs	63,837,725 18.9%	60,639,649 18.6%	55,207,855 18.9%	52,170,569 19.4%	51,107,095 19.5%
Other education programs	19,483,249 5.8%	19,534,808 6.0%	18,059,434 6.2%	15,503,672 5.8%	16,645,679 6.3%
Support services:					
Pupil support	13,034,102 3.9%	12,517,677 3.8%	11,341,485 3.9%	10,761,158 4.0%	10,497,568 4.0%
Instructional staff support	11,454,831 3.4%	11,172,252 3.4%	9,966,612 3.4%	8,605,218 3.2%	9,483,692 3.6%
General administration	5,310,519 1.6%	5,468,199 1.7%	4,481,066 1.5%	3,941,547 1.5%	3,919,232 1.5%
School administration	20,700,136 6.1%	18,860,194 5.8%	16,391,966 5.6%	15,635,798 5.8%	14,873,424 5.7%
Business administration	2,439,653 0.7%	2,394,116 0.7%	2,209,097 0.8%	2,051,238 0.8%	1,988,667 0.8%
Operation and maintenance of plant	31,501,168 9.3%	32,005,941 9.8%	27,668,889 9.5%	24,166,782 9.0%	23,348,511 8.9%
Pupil transportation	29,398,044 8.7%	27,577,394 8.5%	22,643,116 7.7%	21,381,303 8.0%	19,637,903 7.5%
Central services	7,685,796 2.3%	6,751,697 2.1%	4,395,586 1.5%	3,551,372 1.3%	4,046,080 1.5%
Food Service	2,824,364 0.8%	3,000,253 0.9%	2,887,032 1.0%	2,890,212 1.1%	2,414,169 0.9%
Community Service Programs	42,226 0.0%	44,254 0.0%	43,817 0.0%	41,598 0.0%	45,091 0.0%
Facility acquisition and construction	498,371 0.1%	550,755 0.2%	569,187 0.2%	429,498 0.2%	383,153 0.1%
Total	\$ 338,417,846	\$ 325,851,549	\$ 292,398,579	\$ 268,811,893	\$ 262,564,355
Pupil count - October 1* (1)	35,878	35,523	35,294	35,061	36,718
Average expenditures per pupil	\$ 9,432	\$ 9,173	\$ 8,285	\$ 7,667	\$ 7,151

* The enrollment date for fiscal year 2006 is May 1st. Due to the Hurricanes Katrina and Rita, the State changed the official count date for those years.

Source: Audited financial statements.

(continued)

(1) Source: Table 13

Table 17

Fiscal Year Ended June 30.				
2004	2003	2002	2001	2000
\$ 93,858,083	\$ 90,394,429	\$ 81,623,426	\$ 80,263,966	\$ 73,785,154
39.6%	40.6%	40.6%	42.3%	41.6%
46,795,764	42,786,317	39,304,082	35,661,404	34,445,565
19.7%	19.2%	19.5%	18.8%	19.4%
14,908,851	13,749,879	12,082,853	10,992,005	9,878,663
6.3%	6.2%	6.0%	5.8%	5.6%
9,661,638	9,041,397	8,431,597	7,665,798	7,352,035
4.1%	4.1%	4.2%	4.0%	4.1%
8,484,073	7,608,052	7,463,799	6,560,117	6,703,377
3.6%	3.4%	3.7%	3.5%	3.8%
3,580,826	2,625,116	3,027,343	2,772,849	2,650,489
1.5%	1.2%	1.5%	1.5%	1.5%
13,364,291	12,727,501	11,896,939	10,901,678	10,890,055
5.6%	5.7%	5.9%	5.7%	6.1%
1,910,530	1,630,206	1,582,030	1,586,630	1,486,139
0.8%	0.7%	0.8%	0.8%	0.8%
21,078,588	19,049,667	17,333,312	16,917,530	14,789,523
8.9%	8.6%	8.6%	8.9%	8.3%
17,443,710	15,814,159	14,270,323	13,088,088	12,008,109
7.4%	7.1%	7.1%	6.9%	6.8%
3,210,861	5,143,488	2,208,452	1,813,426	1,942,967
1.4%	2.3%	1.1%	1.0%	1.1%
2,114,503	1,885,929	1,641,058	1,441,995	1,102,879
0.9%	0.8%	0.8%	0.8%	0.6%
43,717	42,436	42,604	40,758	43,751
0.0%	0.0%	0.0%	0.0%	0.0%
492,262	205,627	197,401	223,103	385,336
0.2%	0.1%	0.1%	0.1%	0.2%
<u>\$ 236,947,697</u>	<u>\$ 222,704,203</u>	<u>\$ 201,105,219</u>	<u>\$ 189,929,347</u>	<u>\$ 177,464,042</u>
35,214	34,463	32,870	32,680	32,495
\$ 6,729	\$ 6,462	\$ 6,118	\$ 5,812	\$ 5,461

(concluded)

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 18

GENERAL FUND EXPENDITURES BY FUNCTION PER PUPIL
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2009	2008	2007	2006	2005
EXPENDITURES					
Current:					
Instruction:					
Regular education programs	\$ 3,629 38.5%	\$ 3,528 38.5%	\$ 3,302 39.9%	\$ 3,071 40.1%	\$ 2,837 39.7%
Special education programs	1,779 18.9%	\$ 1,707 18.6%	1,564 18.9%	1,488 19.4%	1,392 19.5%
Other education programs	543 5.8%	550 6.0%	512 6.2%	442 5.8%	453 6.3%
Support services:					
Pupil support	363 3.9%	352 3.8%	321 3.9%	307 4.0%	286 4.0%
Instructional staff support	319 3.4%	315 3.4%	282 3.4%	245 3.2%	258 3.6%
General administration	148 1.6%	154 1.7%	127 1.5%	112 1.5%	107 1.5%
School administration	577 6.1%	531 5.8%	464 5.6%	446 5.8%	405 5.7%
Business administration	68 0.7%	67 0.7%	63 0.8%	59 0.8%	54 0.8%
Operation and maintenance of plant	878 9.3%	901 9.8%	784 9.5%	689 9.0%	636 8.9%
Pupil transportation	819 8.7%	776 8.5%	642 7.7%	610 8.0%	535 7.5%
Central services	214 2.3%	190 2.1%	125 1.5%	101 1.3%	110 1.5%
Food Service	79 0.8%	84 0.9%	82 1.0%	82 1.1%	66 0.9%
Community Service Programs	1 0.0%	1 0.0%	1 0.0%	1 0.0%	1 0.0%
Facility acquisition and construction	14 0.1%	16 0.2%	16 0.2%	12 0.2%	10 0.1%
Total	\$ 9,432	\$ 9,173	\$ 8,285	\$ 7,667	\$ 7,150
Pupil count - October 1* (1)	35,878	35,523	35,294	35,061	36,718

* The enrollment date for fiscal years for 2006 were May 1st. Due to Hurricanes Katrina and Rita, the State changed the official count date for this year.

Source: Audited financial statements.

(1) Source: Table 13

(continued)

Table 18

Fiscal Year Ended June 30,					
	2004	2003	2002	2001	2000
\$	2,665	\$ 2,623	\$ 2,483	\$ 2,456	\$ 2,271
	39.6%	40.6%	40.6%	42.3%	41.6%
	1,329	1,242	1,196	1,091	1,060
	19.8%	19.2%	19.5%	18.8%	19.4%
	423	399	368	336	304
	6.3%	6.2%	6.0%	5.8%	5.6%
	274	262	257	235	226
	4.1%	4.1%	4.2%	4.0%	4.1%
	241	221	227	201	206
	3.6%	3.4%	3.7%	3.5%	3.8%
	102	76	92	85	80
	1.5%	1.2%	1.5%	1.5%	1.5%
	380	369	362	334	335
	5.6%	5.7%	5.9%	5.7%	6.1%
	54	47	48	49	46
	0.8%	0.7%	0.8%	0.8%	0.8%
	599	553	527	518	455
	8.9%	8.6%	8.6%	8.9%	8.3%
	495	459	434	400	370
	7.4%	7.1%	7.1%	6.9%	6.8%
	91	149	67	55	60
	1.4%	2.3%	1.1%	1.0%	1.1%
	60	55	50	44	34
	0.9%	0.9%	0.8%	0.8%	0.6%
	1	1	1	1	1
	0.0%	0.0%	0.0%	0.0%	0.0%
	14	6	6	7	12
	0.2%	0.1%	0.1%	0.1%	0.2%
\$	6,728	\$ 6,462	\$ 6,118	\$ 5,812	5,462
	35,214	34,463	32,870	32,680	32,495

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 19

BOARD MEMBERS' COMPENSATION
JUNE 30, 2009
(Unaudited)

<u>Name</u>	<u>Compensation Base (1)</u>	<u>Additional Compensation</u>	<u>Total</u>
Ray A. Alfred	\$ 9,600	\$ -	\$ 9,600
Mary K. Bellisario	9,600	-	9,600
Ronald "Ron" Bettencourt	9,600	-	9,600
Michael J. Dirmann	9,600	-	9,600
Charles T. Harrell	9,600	-	9,600
Elizabeth B. Heintz	9,600	-	9,600
Neal Hennegan	10,200	-	10,200
Carmen H. Johnson	5,720	-	5,720
Michael J. Gambrell	3,880	-	3,880
John C. Lamarque	10,200	-	10,200
Stephen J. "Jack" Loup, III	9,600	-	4,800
Sorola "Jody" Palmer	9,600	-	9,600
James "Ronnie" Panks, Sr.	9,600	-	9,600
Donald J. Villere	9,600	-	9,600
Robert R. "Bob" Womack	9,600	-	4,800
Daniel G. Zechenelly	9,600	-	9,600
	<u>\$ 145,200</u>	<u>\$ -</u>	<u>\$ 135,600</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) Carmen Johnson resigned in February 2009 and was replaced by Michael Gambrell.



ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 20

FULL-TIME EQUIVALENTS (FTE) EMPLOYEES
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year				
	2009	2008	2007	2006	2005
<u>Regular Employees: CERTIFICATED</u>					
Instructional:					
Supervising Instructors	-	-	-	-	-
Classroom Teachers - Regular Programs	1,767	1,752	1,699	1,651	1,652
Classroom Teachers - Special Education	596	588	574	581	620
Classroom Teachers - Vocational Education	65	66	68	68	68
Classroom Teachers - Other Instructional Programs	111	114	152	150	154
Classroom Teachers - Special Programs	75	80	76	78	75
Classroom Teachers - Adult/Continuing Ed Programs	3	3	3	3	3
Classroom Teachers - Community College Programs	-	-	-	-	-
<i>Total Classroom Teachers</i>	<u>2,617</u>	<u>2,603</u>	<u>2,572</u>	<u>2,531</u>	<u>2,572</u>
Therapist/Specialist/Counselor - Instructional Programs	131	131	129	123	128
Sabbatical Leave - Instructional Programs	40	28	39	24	27
<i>Total Certificated - Instructional Programs</i>	<u>2,788</u>	<u>2,762</u>	<u>2,740</u>	<u>2,678</u>	<u>2,727</u>
Instructional Support:					
Supervisors - Instructional Support Functions	37	41	50	55	30
Librarians/Media-based Teachers/Staff Instructors - Instr Spt	67	67	67	55	58
Therapist/Specialist/Counselor - Instructional Support Functions	155	143	141	136	137
Sabbatical Leave - Instructional Support Functions	1	3	4	1	3
<i>Total Certificated - Instructional Support</i>	<u>260</u>	<u>254</u>	<u>262</u>	<u>247</u>	<u>228</u>
Support Services:					
Superintendents	1	1	1	1	1
Assistant/Associate/Deputy Superintendents	3	3	3	3	3
School Principals	55	53	53	52	53
School Assistant Principals	78	74	69	64	63
Other School Administrators	-	-	-	-	-
Non-Classroom Teachers - Support Services	-	-	-	-	-
Sabbatical Leave - Support Services	-	2	1	1	3
<i>Total Certificated - Support Services</i>	<u>137</u>	<u>133</u>	<u>127</u>	<u>121</u>	<u>123</u>
Total Certificated	<u>3,185</u>	<u>3,149</u>	<u>3,129</u>	<u>3,046</u>	<u>3,078</u>

(continued)

Table 20

Fiscal Year				
2004	2003	2002	2001	2000
-	-	-	-	-
1,706	1,643	1,579	1,568	1,556
601	567	523	459	508
67	67	73	74	76
69	70	67	64	54
57	58	39	37	37
3	3	3	3	3
-	-	-	-	-
2,503	2,408	2,284	2,205	2,234
125	125	122	184	125
27	35	38	44	66
2,655	2,568	2,444	2,433	2,425
24	25	24	22	23
57	56	54	56	56
139	131	126	123	122
4	4	5	4	6
224	216	209	205	207
1	1	1	1	1
2	3	2	2	2
52	53	52	51	51
59	57	56	53	50
-	-	-	-	-
-	-	-	-	-
2	1	1	-	3
116	115	112	107	107
2,995	2,899	2,765	2,745	2,739

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 20

FULL-TIME EQUIVALENTS (FTE) EMPLOYEES
LAST TEN FISCAL YEARS
(Unaudited)
(Continued)

	Fiscal Year				
	2009	2008	2007	2006	2005
<u>Regular Employees: NON-CERTIFICATED</u>					
Instructional:					
Aide - Instructional Programs	534	537	529	542	566
<i>Total Non-Certificated - Instructional Programs</i>	534	537	529	542	566
Instructional Support:					
Supervisors - Instructional Support Functions	-	-	-	-	-
Therapist/Specialist/Counselor - Instructional Support Functions	-	-	-	-	-
Clerical/Secretarial - Instructional Support Functions	55	56	51	49	49
Aide - Instructional Support Functions	34	37	36	36	34
Service Worker - Instructional Support Functions	-	-	-	-	-
Skilled Craftsman - Instructional Support Functions	-	-	1	1	1
Degreed Professional - Instructional Support Functions	19	20	19	20	21
Other Personnel - Instructional Support Functions	18	18	18	20	17
<i>Total Non-Certificated - Instructional Support</i>	126	131	125	126	122
Support Services:					
Supervisors/Managers/Administrators/Support Services	143	129	133	129	126
Clerical/Secretarial - Support Services	208	200	194	195	192
Aide - Support Services	111	104	96	101	166
Service Worker - Support Services	919	945	864	859	817
Skilled Craftsman - Support Services	93	89	84	87	92
Degreed Professional - Support Services	53	39	28	29	23
Other Personnel - Support Services	23	24	24	23	24
<i>Total Non-Certificated - Support Services</i>	1,550	1,530	1,423	1,423	1,440
Total Non-Certificated	2,210	2,198	2,077	2,091	2,128
Total Regular Employees (Certificated and Non-Certificated)	5,395	5,347	5,206	5,137	5,206
<u>Other Reported Personnel</u>					
School Board Member	15	15	15	15	15
<i>Total Other Reported Personnel</i>	15	15	15	15	15
Grand Total	5,410	5,362	5,221	5,152	5,221

Source: Louisiana Department of Education Planning, Analysis, and Information Resources website.

Table 20

Fiscal Year				
2004	2003	2002	2001	2000
553	539	491	469	460
553	539	491	469	460
-	-	-	-	-
-	-	-	-	-
49	47	44	48	48
31	33	32	32	28
-	-	-	1	1
1	1	4	4	3
21	21	20	23	20
15	14	11	1	1
117	116	111	109	101
124	123	78	76	76
197	189	186	185	183
154	147	75	75	72
801	786	852	855	838
93	96	110	106	99
23	13	13	11	12
22	20	10	3	3
1,414	1,374	1,324	1,311	1,283
2,084	2,029	1,926	1,889	1,844
5,079	4,928	4,691	4,634	4,583
15	15	15	15	15
15	15	15	15	15
5,094	4,943	4,706	4,649	4,598

(concluded)

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 21

CAPITAL ASSET INFORMATION
JUNE 30, 2009
(Unaudited)

Elementary Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Enrollment</u>	<u>Estimated Capacity</u>
Abita Springs Elementary	1978	80,699	771	755
Abney Elementary	1964	100,728	940	950
Alton Elementary	1957	41,604	201	400
Bayou Woods Elementary	1985	101,722	879	900
Bonne Ecole Elementary	1973	83,000	764	750
Brock Elementary	1930	48,170	294	500
Chahta-Ima Elementary	1952	52,454	311	500
Covington Elementary	1956	81,561	580	600
Cypress Cove Elementary	1994	101,061	676	800
Florida Avenue Elementary	1956	80,108	570	575
Folsom Elementary	1949	76,941	496	500
Honey Island Elementary	1987	79,100	623	675
Little Pearl Elementary	2008	42,124	151	-
Lyon Elementary	1963	79,882	602	700
Madisonville Elementary	1956	87,508	760	670
Magnolia Trace Elementary	1999	87,825	879	950
Mandeville Elementary	1966	72,693	525	625
Pontchartrain Elementary	1994	103,318	816	900
Riverside Elementary	1986	87,489	486	800
Sixth Ward Elementary	1949	103,792	398	450
Whispering Forest Elementary	1989	80,028	527	600
Woodlake Elementary	1962	71,810	651	750
Totals		<u>1,743,617</u>	<u>12,900</u>	<u>14,350</u>

Junior High/Middle Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Enrollment</u>	<u>Estimated Capacity</u>
Abita Springs Middle	1923	59,618	449	500
Bayou Lacombe Middle	1956	53,722	191	300
Boyet Junior High	1963	92,940	634	800
Carolyn Park Middle	1966	68,785	591	650
Clearwood Junior High	1978	93,561	568	650
Creekside Junior High	2002	93,790	527	600
Fifth Ward Junior High	1949	95,133	546	625
Folsom Junior High	1957	53,431	217	325
Fontainebleau Junior High	1996	133,306	801	950
Lake Harbor Middle School	2001	80,714	653	675

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 21

CAPITAL ASSET INFORMATION

JUNE 30, 2009

(Unaudited)

(Continued)

Junior High/Middle Schools

(Continued)

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Enrollment</u>	<u>Estimated Capacity</u>
Lee Road Junior High	1964	96,603	788	825
Little Oak Middle	1980	111,455	985	1,025
Madisonville Junior High	1949	79,414	698	625
Mandeville Junior High	1956	97,071	641	700
Mandeville Middle	1985	79,676	746	700
Monteleone Junior High	2005	92,406	419	500
Pine View Middle	1965	88,474	609	650
Pitcher Junior High	1964	97,500	344	350
St. Tammany Junior High	1966	89,956	476	475
Slidell Junior High	1956	114,734	788	1,000
Tchefuncte Middle	1994	95,667	861	875
Totals		<u>1,867,956</u>	<u>12,532</u>	<u>13,800</u>

High Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Enrollment</u>	<u>Estimated Capacity</u>
Covington High	1973	217,564	1,456	1,600
Fontainebleau High	1994	285,688	2,146	2,250
Mandeville High	1977	1,735,509	1,601	1,700
Northshore High	1982	203,924	1,497	1,500
Pearl River High	1967	128,393	695	750
Salmen High	2006	143,729	823	800
Slidell High	1949	214,433	1,594	1,900
Totals		<u>2,929,240</u>	<u>9,812</u>	<u>10,500</u>

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 21

CAPITAL ASSET INFORMATION

JUNE 30, 2009

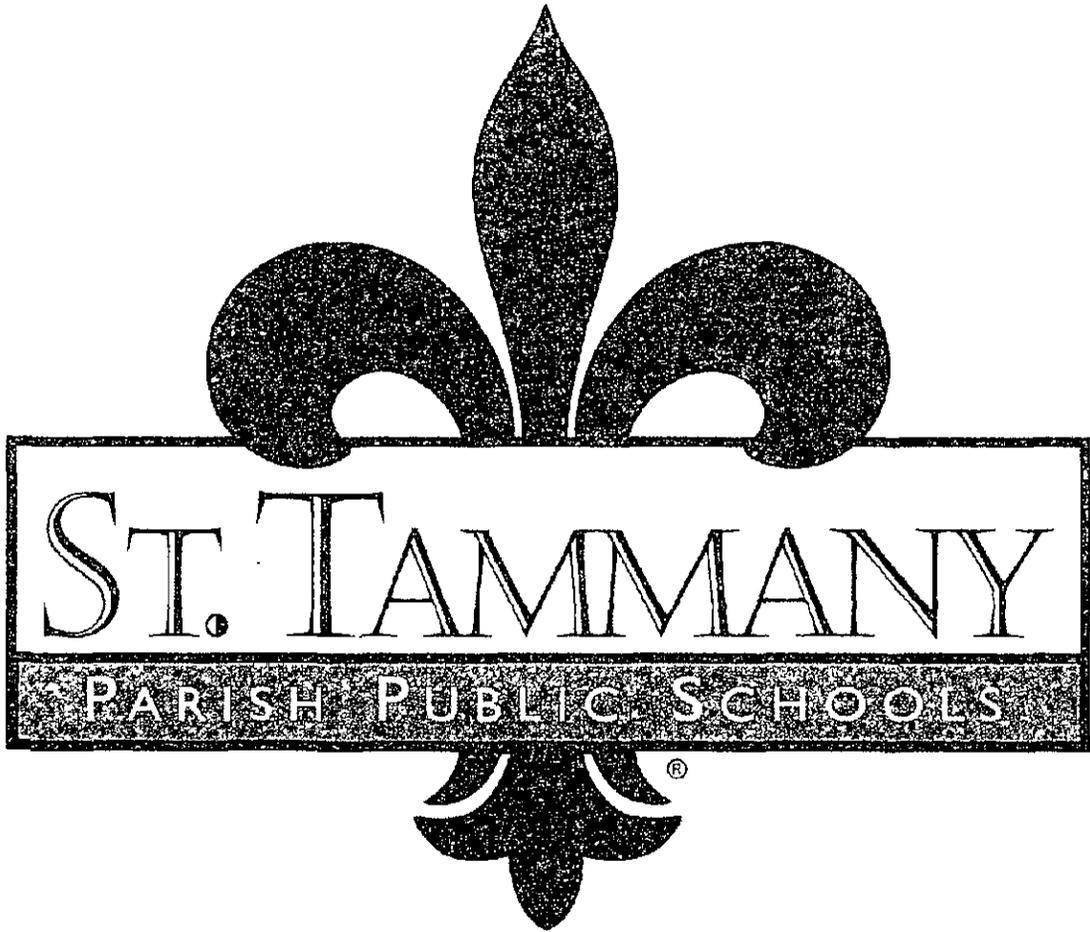
(Unaudited)

(Continued)

Special Education

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Enrollment</u>	<u>Estimated Capacity</u>
Covington Pathways	1953	50,886	28	40
St. Tammany Center	Leased	-	341	350
Operation Jumpstart	Leased	12,478	170	170
Slidell Pathways	1949	-	42	50
Totals		<u>63,364</u>	<u>581</u>	<u>610</u>

Source: St. Tammany Parish School Board Department of Business Affairs and Louisiana Department of Education website. Student enrollment is as of 06/30/2009



ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 22

PERCENTAGE OF FREE AND REDUCED STUDENTS IN LUNCH PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

<u>School Year</u>	<u>Free</u>	<u>Reduced</u>	<u>Total</u>
1999-2000	23.02%	5.26%	28.28%
2000-2001	22.10%	5.46%	27.56%
2001-2002	23.63%	6.03%	29.66%
2002-2003	24.70%	5.89%	30.59%
2003-2004	26.61%	6.74%	33.35%
2004-2005	28.95%	7.08%	36.03%
2005-2006	20.61%	5.07%	25.68%
2006-2007	34.41%	7.41%	41.82%
2007-2008	32.95%	7.68%	40.63%
2008-2009	35.01%	8.36%	43.37%

Source: Louisiana Department of Education website.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Table 23

HISTORY OF HIGH SCHOOL GRADUATES
LAST TEN FISCAL YEARS
(Unaudited)

<u>School Year</u>		<u>Total</u>
2000		1,841
2001		1,800
2002	* *	1,795
2003		1,896
2004		1,967
2005		1,960
2006		1,994
2007	* *	2,072
2008	* * *	2,199
2009		2,115

Source: St. Tammany Parish School Board Information Technology Department.

* * Preliminary information only does not include summer school graduates.

* * * Preliminary information only does not include the dropout count.



"Blue Bird of Happiness"
Katrina Rivers - Grade 2
Irit Sirkes - Teacher
Abney Elementary School

ST. TAMMANY PARISH SCHOOL BOARD

SINGLE AUDIT REPORTS

JUNE 30, 2009



ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

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

The Members of the
St. Tammany Parish School Board
Covington, Louisiana:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish School Board (the School Board), as of and for the year ended June 30, 2009, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated January 28, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies that adversely affects the School Board's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the School Board's financial statements that is

more than inconsequential will not be prevented or detected by the School Board's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting, indexed as 2009-1 through 2009-3.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 2009-2 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2009-4.

We noted certain other matters that we reported to the management of the School Board in a separate letter dated January 28, 2010.

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

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

PostKatharine + Nettville

Metairie, Louisiana
January 28, 2010

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
AND THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The Members of the
St. Tammany Parish School Board
Covington, Louisiana:

Compliance

We have audited the compliance of St. Tammany Parish School Board (the School Board), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

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

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations,

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish School Board (the School Board), as of and for the year ended June 30, 2009, and have issued our report thereon dated January 28, 2010. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board, the School Board's management and federal awarding agencies and pass-through entities, such as

the State of Louisiana and Legislative Auditor's Office, and is not intended to be and should not be used by anyone other than these specified parties.

Postlethwaite + Netterville

Metairie, Louisiana
January 28, 2010

ST. TAMMANY PARISH SCHOOL BOARD
 COVINGTON, LOUISIANA
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2009

Project#	Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number	Pass Through Grantor Award Number	Expenditures
	<u>UNITED STATES DEPARTMENT OF AGRICULTURE</u>			
	Passed Through Louisiana Department of Agriculture.(USDA)			
SL	Food Distribution Program	10.550	NONE	\$1,025,178
	Passed Through Louisiana Department of Education:			
SL	School Breakfast Program	10.553	NONE	1,704,378
SL	National School Lunch Program	10.555	NONE	5,568,004
	Total - United States Department of Agriculture			<u>8,297,560</u>
	<u>UNITED STATES DEPARTMENT OF EDUCATION</u>			
67105	Teaching American History	84.215	U215040231	709
62210	Teaching American History	84.215	NONE	4,210
62208	Teaching American History	84.215	NONE	14,530
	Total - Teaching American History			<u>19,449</u>
	Passed Through Louisiana Department of Education:			
	<u>Adult Education-State Administered Program</u>			
61709	Adult Education	84.002A	2809-44-52	198,636
617	Adult Education	84.002A	2809-44-52	23,558
61809	One Stop	84.002A	2809-13-52	3,674
	Total - Adult Education			<u>225,868</u>
	<u>21st Century Community Learning Centers</u>			
624	21st Century CLC	84.287	28-08-CC-52	453,295
	Total - 21st Century Community Learning Center			<u>453,295</u>
	<u>No Child Left Behind (NCLB)</u>			
30809	Title I: Helping Disadvantaged	84.010A	S010A080018	6,251,072
308ST	Title I: Stimulus	84.389	S389A090018	187
				<u>6,251,259</u>
36809	Title II: Dwight D. Eisenhower	84.367A	S367S080017	1,726,075
				<u>1,726,075</u>
42609	Title III Immigrant Set Aside	84.365A	09-S352	11,872
44809	Title III English Language Acquisition	84.365A	T365A080018	89,148
				<u>101,020</u>
38809	Title IV: Safe and Drug Free	84.186A	Q186A080019	172,671
				<u>172,671</u>
	Total - NCLB			<u>8,251,025</u>
	<u>Individuals with Disabilities Education Act (IDEA):</u>			
528ST	IDEA B - Stimulus	84.391A	H391A090033	42,359
52809	Part B-Regular Education	84.027A	H027A050033	7,823,769
				<u>7,866,128</u>

ST. TAMMANY PARISH SCHOOL BOARD
 COVINGTON, LOUISIANA
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2009

	Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number	Pass Through Grantor Award Number	Expenditures
508ST	IDEA Pre - Stimulus	84.392A	H392A090082	24,561
50809	Preschool Education	84.173A	H173A070082	191,148
				<u>215,709</u>
	Total - IDEA			<u>8,081,837</u>
 <u>Vocational Education Basic Grants to States</u>				
V8C	Carl Perkins c/o	84.048	28-08-02-52-C	25,782
VE9	Carl Perkins	84.048	28-09-02-52	333,816
	Total - Vocational Education			<u>359,598</u>
 <u>Education Technology State Grants</u>				
61609	TLTC '09	84.318x	28-09-14-52c/o	104,900
616	TLTC '08	84.318x	280814-52	71,097
62310	EETT '08	84.318x	28-10-49-50	19
62308	EETT '08	84.318x	28-08-49-52c/o	15,852
62309	EETT '09	84.318x	280949-52	55,632
	Total - Education Technology State Grants			<u>247,500</u>
 <u>La Serve Commission</u>				
60209	Learn & Serve (KISS)	94.004	NONE	4,564
	Total - CSRP Demonstration			<u>4,564</u>
 <u>Math and Science Partnerships</u>				
69706	Math and Science Partnerships	84.366B	06-MC-52	4,459
	Total - Math and Science Partnerships			<u>4,459</u>
 <u>Advanced Placement Program</u>				
201	Advanced Fee Placement Program	84.330B	28-07-26-52	424
	Total - Advanced Placement Program			<u>424</u>
 <u>Hurricane Education Recovery</u>				
69909	Homeless Ed. Disaster Assistance	84.938	S383A090033	19,305
				<u>19,305</u>
	TOTAL UNITED STATES DEPARTMENT OF EDUCATION			<u>17,667,324</u>
 <u>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN DEVELOPMENT</u>				
Passed Through the Louisiana Department of Education:				
60107	TANF LA4 '07 (35% Federal)	93.558	28-06-35-52	200,490
60309	TANF Jobs for American Graduates	93.558	28-09-JE-52	39,774
	Total United States Department of Health and Human Development			<u>240,264</u>
 DEPARTMENT OF HOMELAND SECURITY				
82906	Disaster Grants	97.036	NONE	35,370,034
	Public Assistance (Presidentially Declared Disasters)			<u>35,370,034</u>

ST. TAMMANY PARISH SCHOOL BOARD
 COVINGTON, LOUISIANA
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2009

	Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number	Pass Through Grantor Award Number	Expenditures
SAFE & DRUG FREE SCHOOLS AND COMMUNITIES-NATIONAL PROGRAMS				
619	Safer St. Tammany Schools	84.184E	NONE	343,414
				<u>343,414</u>
<u>UNITED STATES DEPARTMENT OF DEFENSE</u>				
GF	Air Force - JROTC	12 998	NONE	82,860
GF	Army - JROTC	12 998	NONE	125,806
GF	Marines - JROTC	12 998	NONE	52,385
GF	Navy - JROTC	12.998	NONE	202,067
	Total United States Department of Defense			<u>463,118</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$62,381,714</u>
See accompanying Notes to Schedule of Federal Awards				

St. Tammany Parish School Board
Covington, Louisiana
Notes to Schedule of Expenditures of Federal Awards
June 30, 2009

1. General

The accompanying Schedule of Federal Awards presents the activity of all federal awards programs of the St. Tammany Parish School Board (the School Board). The School Board reporting entity is defined in the notes to the financial statements for the year ended June 30, 2009. All federal awards received directly from federal agencies are included on the schedule as well as federal awards passed through other government agencies. The following programs are considered major federal programs for single audit purposes of the School Board:

- School Breakfast Program (CFDA No. 10.553)
- National School Lunch Program (CFDA No. 10.555)
- Food Distribution (CFDA No. 10.550)
- Individuals with Disabilities Education Act (CFDA No. 84.173A, 84.392A, 84.027A, and 84.391A)

2. Basis of Accounting

Schedule of Federal Awards is presented using the modified accrual basis of accounting, which is described in the notes to the School Board's financial statements for the year ended June 30, 2009. Commodities received, which are non-cash revenue are valued at prices provided by the U.S. Department of Agriculture. Any received but unused commodities are recorded as deferred revenue until used.

3. Relationship to General Purpose Financial Statements

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

Statement E, Federal Sources:	
General Fund	\$ 665,428
Katrina Funds	35,370,034
Special Revenue Funds	26,126,871
Sub- total Federal Sources	62,162,333
Carryover Expenditures	219,381
Total Reported on Schedule of Expenditures of Federal Awards	\$ 62,381,714

4. Loans Payable to Federal Agency

The School Board has Federal Community Disaster Loans (the "Loan") of \$67,843,971 as of June 30, 2009. The terms of the Loan call for interest to accrue at rates ranging from 2.67% to 3.12% annually to be repaid with the principal when the Loan becomes due in 2011.

St. Tammany Parish School Board
Covington, Louisiana
Notes to Schedule of Expenditures of Federal Awards
June 30, 2009

5. Relationship to Federal Financial Reports

Amounts reported in the Schedule of Federal Awards agree with the amounts reported in the related federal financial reports, except for the amounts in reports submitted as of a date subsequent to June 30, 2009, which will differ from the schedule by the amount of receivable as of June 30, 2009, liquidated to the dates of the reports.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Schedule of Findings and Questioned Costs

Year Ended June 30, 2009

(1) Summary of Auditors' Results

- (a) The type of report issued on the financial statements: unqualified opinion
- (b) Reportable conditions in internal control were disclosed by the audit of the financial statements: yes Material weaknesses: yes
- (c) Noncompliance which is material to the financial statements: no
- (d) Reportable conditions in internal control over major programs: none reported
Material weaknesses: no
- (e) The type of report issued on compliance for major programs: unqualified opinion
- (f) Any audit findings which are required to be reported under Section 510(a) of OMB Circular A-133: no
- (g) Major programs:
 - Louisiana Department of Education:
 - School Breakfast Program – CFDA No. 10.553
 - National School Lunch Program – CFDA No. 10.555
 - Individuals with Disabilities Education Act - CFDA Nos. 84.391A and 84.027A
 - Preschool Program – CFDA Nos. 84.393A and 84.173A
 - Louisiana Department of Agriculture:
 - Food Distribution Program – CFDA No. 10.550
- (h) Dollar threshold used to distinguish between Type A and Type B programs: \$1,871,451
- (i) Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133: yes

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*:

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Schedule of Findings and Questioned Costs

Year Ended June 30, 2009

Finding 2009-01

MUNIS Conversion

Condition: The School Board underwent a system conversion in 2009. We noted conditions that indicated weaknesses in the School Board's information technology change management and access general controls which also impacted its financial controls.

Criteria: The School Board has general controls over information technology. General controls are policies and procedures that relate to many applications and support the effective functioning of application controls by helping to ensure the continued proper operation of information systems. General controls commonly include controls over data center and network operations; system software acquisition and maintenance; access security; and application system acquisition, development, and maintenance. General controls as well as financial reporting controls should be adequate to provide for timely processing of information and prevention and/or identification of any issues.

Effect: As a result of the impact of the above, delays occurred in the timely completion of bank account reconciliations.

Cause: The School Board does not have a formalized change management process whereby all tasks impacting all steps to be performed was not outlined and/or staffed accordingly, key functions are tested prior to implementation and/or timelines are managed /met to achieve financial control objectives.

Recommendation: The School Board needs to establish a change management process for future system conversions and provide for adequate staffing. Specifically related to the above items, the bank reconciliation process was resolved subsequent to year end.

Agency Response: The School Board is in the process of resolving the software issue with the preparation of bank reconciliations. All bank reconciliation issues will be corrected by March 31, 2010 and all future bank reconciliations will be prepared in a timely manner.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Schedule of Findings and Questioned Costs

Year Ended June 30, 2009

Finding 2009-02

Property Conversion Impact

Condition: As previously described, the School Board underwent a system conversion in 2009. We noted conditions that indicated weaknesses in the School Board's information technology change management processes. As part of the system conversion, the School Board uploaded the data file for fixed assets which was inadvertently incorrect. In addition, depreciation was not properly recorded in prior years.

Criteria: The School Board has general controls over information technology. General controls are policies and procedures that relate to many applications and support the effective functioning of application controls by helping to ensure the continued proper operation of information systems. General controls commonly include controls over data center and network operations; system software acquisition and maintenance; access security; and application system acquisition, development, and maintenance. General controls as well as financial reporting controls should be adequate to provide for timely processing of information and prevention and/or identification of any issues. The School Board should have a system of internal accounting control, which provide for the proper accounting and financial reporting for capital assets.

Effect: The School Board recorded significant adjustments to correct the data upload file related conversion of the system, as well as adjust accumulated depreciation from prior years.

Cause: The School Board's policies and procedures did not provide for adequate oversight of depreciation calculation and system conversion to ensure the data was converted accurately.

Recommendation: The School Board should develop policies and procedures to adequately ascertain that information related to system conversions is accurate and complete.

Agency Response: The School Board was able to correct the fixed asset errors before the issuance of the audit report. The net effect of the fixed asset error was immaterial to the financial statements as it was less than one percent of total net assets. All fixed assets information is reported correctly in the financial statements for the year ended June 30, 2009.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Schedule of Findings and Questioned Costs

Year Ended June 30, 2009

Finding 2009-03

Payroll

Condition: We noted conditions that indicated weaknesses in the School Board's information technology general controls relating to access security.

Criteria: The School Board has general controls over information technology. General controls are policies and procedures that relate to many applications and support the effective functioning of application controls by helping to ensure the continued proper operation of information systems. General controls commonly include controls over data center and network operations; system software acquisition and maintenance; access security; and application system acquisition, development, and maintenance.

Effect: A School Board employee inadvertently changed a setting on the employee benefits deduction changing the deduction from pre tax to post tax resulting in a substantial overpayment of withholdings.

Cause: The School Board did not have adequate policies and procedures in place to ensure access was properly restricted within the payroll module and changes were properly reviewed.

Recommendation: The School Board should consider developing exception reports that are periodically generated to show changes made and document the review performed by the Executive Management team and/or the Board.

Agency Response: The School Board has implemented new software effective April 1, 2009. This error occurred prior to the implementation of the new software. The new software has audit trails and exception reports that prevent these types of errors from occurring. New procedures have been established in the accounting department relating to review and documentation, so that this type of error does not occur in the future.

ST. TAMMANY PARISH SCHOOL BOARD
Covington, Louisiana

Schedule of Findings and Questioned Costs

Year Ended June 30, 2009

Finding 2009-04

Timely Issuance of the Comprehensive Annual Financial Report

Condition: The School Board underwent a system conversion in 2009 coupled with the departure of the Director of Business Affairs in the middle of the audit engagement led to the delay of issuing the report on time.

Criteria: The School Board and the Accounting Department should have adequate support and help to prepare the necessary information to timely issue the Comprehensive Annual Financial Report.

Effect: The delay in providing adequate support resulted in requesting an extension for completing the Comprehensive Annual Financial Report.

Cause: The School Board lost key personnel during the audit engagement along with the system conversion delayed the issuing of the Financial Statements.

Recommendation: The School Board should consider obtaining adequate support and help for preparation of the Financial Statements. Also with growth in School Board over past few years, re-assessment of skill sets and level of personnel needed in the Accounting department needs to be re-assessed.

Agency Response: The main cause of the delay in the financial statements was the sudden departure of the Director. The duties of the Director were assumed by the Chief Accountant who is mainly responsible for the preparation of the financial statements. The School Board is in the process of replacing the Director and has hired an additional supervisor to assist with the accounting duties for the School Board. The School Board will be able to issue the financial statements in a timely manner in the future.

(3) Findings and Questioned Costs relating to Federal Awards: none





January 28, 2010

The Members of the
St. Tammany Parish School Board
Covington, Louisiana:

In planning and performing our audit of the basic financial statements of St. Tammany Parish School Board (the Organization) as of June 30, 2009, we considered the Organization's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

However, during our audit, we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. We previously reported on the Organization's internal control in our report dated January 28, 2010. This letter does not affect our report dated January 28, 2010 on the financial statements of the Organization.

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with Organization personnel and we will be pleased to discuss these comments in further detail at your convenience to perform any additional study of these matters, or to assist you in implementing the recommendations. Our comments are summarized as follows:

Current Year Findings:

Compliance with Internal Control Policies

Observation:

Over the course of testing, we identified inconsistencies with following procedures as implemented by the Board. We noted missing appropriate approval on one repairs invoice. We also noted that approved employee hire recommendation forms and/or contracts could not be located in employee personnel files. We noted approval was not properly documented over all journal entries prior to their posting to the general ledger.

Recommendation:

We recommend that management reinforce policies and procedures to document all appropriate approvals and keep appropriate documentation in personnel files.

Executive Department Activity

Observation:

Generally, in most governments, the expenditures incurred by those in the Executive Department are generally sensitive in nature due to the public accountability of that office to tax payers. In addition, personnel in the Executive Department generally set policy, monitor policy and enforce policy which can conflict with the role of subordinates in the processing of transactions.

The School Board should implement a policy regarding nature of expenses and/or define approval levels for the nature of certain expenditures.

Recommendation:

We recommend that procedures be established to define approval and nature of allowable non routine expenditures.

Timely Reporting of Fraud

Observation:

The School Board experienced two instances of theft by employees in 2009 and did not report the instances of fraud identified internally to the appropriate parties. The School Board as a governmental entity follows certain state statutes including R.S. 24:523. An agency head of an auditee who has actual knowledge of any misappropriation of the public funds or assets of his agency shall immediately notify, in writing, the legislative auditor and the district attorney of the parish in which the agency is domiciled of such misappropriation. The district attorney, or other prosecutorial agency, notified of such misappropriation may request audit assistance from the legislative auditor with respect to the misappropriation. In June 2009, an investigation was held in which the school bookkeeper at Magnolia Elementary School was found taking funds. The bookkeeper admitted to taking the funds in the amount of \$2,816.67. The employee repaid the stolen funds and was terminated from the School System. The security officers in charge of investigations have been instructed to give copies of investigation reports to the Superintendent and the Director of Business Affairs when instances of theft occur. The proper authorities will be notified when these reports are received for all future frauds committed by employees.

The School Board should review their own policies and procedures in accordance with State Statutes and to provide training to ensure compliance.

Prior Year Findings Still Applicable:

Journal Entries

Observation:

We noted that during walkthroughs and testing of internal controls that not all journal entries have evidence of the review approval.

Recommendation:

We recommend that management establish procedures whereby all journal entries, including year end government-wide journal entries, have evidence of the approval of the reviewer. Journal entries should be reviewed by someone other than the preparer.

Status: Not resolved

The attached Schedule reflects that status of prior year comments. We wish to thank the Chief Accountant and the Accounting Department personnel for their support and assistance during our audit.

This report is intended solely for the information and use of the School Board, the School Board's management, and federal awarding agencies and pass-through entities, such as the State of Louisiana and the Legislative Auditor's Office, 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.

Very truly yours,

Postlethwaite & Nettville

Status of Prior Year Comments

Bank Reconciliations

Bank reconciliations are prepared monthly on all accounts and utilized as a management tool for financial accountability. The account and balances in question are immaterial but were recognized as part of the reconciliation process. The School Board's payroll account is a zero balance account whereas all funds are transferred to the account on the day that the payroll is run and thus once all checks are cleared should have no balance remaining. Therefore, any remaining balances are most likely the result of payroll checks that were issued and subsequently discovered to be lost by payee and voided. In July 2008, the School Board began implementation of a new software system that includes a reconciliation module as well as other cash management tools. The payroll modules are anticipated to go live on or about the first of the year in 2009. It is also anticipated at that time that we would research any reconciling items and if necessary, remove any items such as the stale checks noted.

Status: Repeated in A-133 reports

Journal Entries

The School Board has in place procedures for preparing, review, approval, and posting of journal entries and we agree that all journal entries should have evidence of approval by an independent approver. The general ledgers are the primary charge of the accounting department and specifically the Chief Accountant. Journal entries are prepared by the accounting staff as necessary at the request of supervisors and the chief accountant as she deems necessary in the normal course of conducting School Board business transactions. The journal entries mentioned here are the result of year-end type closing entries and/or entries necessary for preparing the government-wide financial reports. Government-wide reports are prepared on a different basis of accounting than the fund accounting utilized for the general ledgers. Due to the complexity of these types of journal entries, they are prepared by the Chief Accountant instead of her staff. The Chief Accountant's duties are separated from the day-to-day transactions. The government-wide financial statements along with the corresponding reconciling schedules are subject to review of the Chief Accountant's immediate supervisor, and we feel additional approval should not be necessary. However, as an abundance of caution, in subsequent transactions, we will have the journal entries prepared by staff and the Chief Accountant will approve them as a "normal" type journal entry and all journal entries will thus be independently approved.

Status: Repeated

Executive Department Activity

All expenditures of the executive office are performed in the normal course of conducting official business of the School Board. These expenditures are subject to the constraints of the Board authorized budgets, state law pertaining to purchasing requirements, and in accordance with OMB Circular A-87 for allowable expenditures. All expenditures of the executive office are reviewed by the School Board Secretary before submission to the Department of Business Affairs for recording. The Board Secretary prepares a summary of these expenditures and this summary is subject to review by members of the Board if it feels necessary. In future months, we will begin including a copy of this summary in the monthly packet of information sent to the Board President for his review.

Status: Repeated

Status of Prior Year Comments

Grants

The initial draft of schedule of federal expenditures was prepared based upon the most currently available information in the general ledger system and this report was prepared in the midst of a conversion to a new financial reporting package. In addition, a "summary update" of all grants is prepared and sent to supervisors for monitoring purposes of grants and corresponding budgets and expenditures at least two times during the year. Subsequent to the report in question being prepared, adjustments were needed based upon more current information and particularly additional receipts of Federal Emergency Management Agency project work orders. We regret that this occurred and hope that with the completion of the new software implementation this will not reoccur.

Status: Resolved.

Budget Monitoring

Budgets are prepared annually on all legally required funds of the School Board and adopted in accordance with State of Louisiana budget laws. Construction funds and special revenue funds are subject to these and other provisions as well as the General fund and Debt Service funds. Amendments to the budgets are prepared and approved as needed to meet the 5% provision of the States budget requirements and a final amendment was prepared and approved in the May 2008 Board Meeting. Subsequent to the May meeting, but prior to close out of the year end, it became apparent that certain Federal grants related to FEMA and other State grants would not meet expected budget projections. These grants are expenditure driven and receipts are determined by reimbursement approvals from those expenditures. Thus, any unexpected shortfall in revenue is the result of an offsetting unexpected reduction in expenditure. In the future we will attempt to monitor these projects more closely to ensure any amendments needed could be reviewed and approved prior to year end closeout.

Status: Resolved.

Management's Responses

Compliance with Internal Control Policies

The School Board has in place policies and procedures for the approval of invoices. All purchase orders and invoices are approved by appropriate School Board supervisors and administrators. The one invoice selected that was not approved was an isolated incident. The School Board will obtain approvals on all invoices before payment in the future.

The School Board also has in place procedures for preparing, review, approval, and posting of journal entries. The journal entries mentioned here are a result of year-end type closing entries and/or entries necessary for the preparation of the government-wide financial statements. These entries are prepared by the Chief Accountant and reviewed by the Director of Business Affairs. The Director of Business Affairs resigned before the completion of these entries and was not replaced until after the financial statements were complete. The Chief Accountant assumed the duties of the Director during the interim; as a result no Director approval was available for these journal entries. In the future, the School Board will have the Director of Business Affairs approve all entries prepared by the Chief Accountant.

The School Board has policies and procedures in place relating to hiring of employees. All employee files should contain the necessary documentation as required by School Board policy including recommendation forms and contracts when applicable. In the future, the School Board will continue to make sure all employee files are complete and accurate.

Executive Department Activity

All expenditures of the executive office are performed in the normal course of conducting official business of the School Board. These expenditures are subject to the constraints of the Board authorized budgets, state law pertaining to purchasing requirements, and in accordance with OMB Circular A-87 for allowable expenditures. All expenditures of the executive office are reviewed by the School Board Secretary before submission to the Department of Business Affairs for payment. Revised policies and procedures will be implemented in the near future for the monitoring and approval of executive expenditures.

Timely Reporting of Fraud

The School Board did report the two instances of fraud to the appropriate local officials when the incidents occurred and notified the Louisiana Legislative Auditor of the fraud by letter in December 2009 before the issuance of the report. The School Board will make every effort to timely comply with the requirements of R.S. 24:523 in the future.

ST. TAMMANY PARISH SCHOOL BOARD
PERFORMANCE AND STATISTICAL DATA
FOR THE YEAR ENDED JUNE 30, 2009



A Professional Accounting Corporation

www.pncpa.com



Independent Accountants' Report On Applying Agreed-Upon Procedures

To the Members of the
St. Tammany Parish School Board
Covington, Louisiana:

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the St. Tammany Parish School Board (the 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 the School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. 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)

- 1) We selected a random sample of 25 cash receipts and 25 disbursement transactions and reviewed supporting documentation to determine if the sampled receipts/disbursements 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.

We noted no exceptions

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1, 2008 respectively.

Number of teachers per Schedule 4	3,046
Number of teachers per Schedule 2	<u>2,666</u>
Difference	380

The differences relate to the timing the School Board's IT department prints the report to support the schedules. The Department of Education obtains the information as of October 1. By the time the testing is performed, the IT department cannot go back to that certain point in time and print the support that agrees to the schedules reported to the Department of Education. Management's response is to ensure reports are printed out on October 1 that agree to the schedules provided to the Department of Education and maintain the records for the following agreed upon procedures testing.

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.

Number of principals and assistant principals per Schedule 2	129
Number of principals and assistant principals per Schedule 4	<u>125</u>
Difference	4

The differences relate to the timing the School Board's IT department prints the report to support the schedules. The Department of Education obtains the information as of October 1. By the time the testing is performed, the IT department cannot go back to that certain point in time and print the support that agrees to the schedules reported to the Department of Education. Management's response is to ensure reports are printed out on October 1 that agree to the schedules provided to the Department of Education and maintain the records for the following agreed upon procedures testing.

4. We obtained a list of full-time teachers for four schools, principals, and assistant principals by classification as of October 1, 2008 and as reported on the schedule. We were traced a random sample of 25 teachers to the "Data Verification Report" and determine if the individual's education level was properly classified on the schedule. We obtained a listing of principals and assistant principals as of October 1, 2008 and as reported on the schedule.

We noted no exceptions.

Number and Type of Public Schools (Schedule 3)

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

We noted no exceptions.

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

6. We obtained a list of full-time teachers by classification as of October 1, 2008 and as reported on the schedule and traced the same sample used in procedure 4 to the "Data Verification Report" to determine if the individual's experience was properly classified on the schedule. We obtained a listing of principals and assistant principals as of October 1, 2008 and as reported on the schedule.

We noted no exceptions.

Public School Staff Data (Schedule 5)

7. We did obtain 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 trace a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

We noted no exceptions.

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

We did recalculate the average salaries as reported on the schedule; however, the amounts recalculated did not total the amount on Schedule 5. The average salaries recalculated based on the support provided did not agree to the amounts provided to the Department of Education. The Department of Education obtains the information as of October 1. By the time the testing is performed, the IT department cannot go back to that certain point in time and print the support that agrees to the schedules reported to the Department of Education. Management's response is to ensure reports are printed out on October 1 that agree to the schedules provided to the Department of Education and maintain the records for the following agreed upon procedures testing.

Class Size Characteristics (Schedule 6)

9. We did obtain a list of classes by school, school type, and class size as reported on the schedule and were unable to reconcile school type classifications to Schedule 3 data as obtained in procedure 5. We were able to trace a random sample of 10 classes to the October 1, 2008 roll books for those classes and determined if the class was properly classified on the schedule.

We noted no exceptions.

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

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

We noted no exceptions.

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

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

We noted no exceptions.

The iLEAP Tests (Schedules 9a and 9b)

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

We noted no exceptions.

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

This report is intended solely for the use of management of the 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.

Postlethwaite - Netherville

January 28, 2010

ST. TAMMANY PARISH SCHOOL BOARD
COVINGTON, LOUISIANA

Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2009

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.

Schedules 9a and 9b - The iLEAP 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 one year of data.

St. Tammany Parish School Board
General Fund Instructional and Support Expenditures and
Certain Local Revenue Sources
For the Year Ended June 30, 2008-2009

Schedule 1

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	130,213,231	
Other Instructional Staff Activities	21,082,003	
Employee Benefits	56,283,258	
Purchased Professional and Technical Services	492,404	
Instructional Materials and Supplies	3,917,501	
Instructional Equipment	1,022,768	
Total Teacher and Student Interaction Activities		213,011,165

Other Instructional Activities	404,776	404,776
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Pupil Support Activities	13,066,630	
Less: Equipment for Pupil Support Activities	(13,680)	
Net Support Activities		13,052,950

Instructional Staff Services	11,479,004	
Less: Equipment for Instructional Staff Services	(7,292)	
Net Instructional Staff Services		11,471,712

School Administration	20,747,572	
Less: Equipment for School Administration	(566,862)	
Net School Administration		20,180,710

Total General Fund Instructional Expenditures		237,940,603
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Total General Fund Equipment Expenditures		3,367,329
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Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	5,222,340	
Renewable Ad Valorem Taxes	60,241,561	
Debt Service Ad Valorem Taxes	30,091,690	
Up to 1% Collections by the Sheriff on Taxes Other Than School Taxes	2,129,777	
Sales and Uses Taxes	77,359,837	
Total Local Taxation Revenue		175,045,205

Local Earnings on Investments in Real Property:

Earnings from 16th Section Property	0	
Earnings from Other Real Property	0	
Total Local Earnings on Investments in Real Property		0

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Taxes	160,618	
Revenue Sharing - Other Taxes	1,810,758	
Revenue Sharing - Excess Portion	0	
Other Revenue in Lieu of Taxes	0	
Total State Revenue in Lieu of Taxes		1,971,376

Non Public Textbook Revenue		181,148
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Non Public Transportation Revenue		472,383
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Schedule 2

St. Tammany Parish School Board
 Educational Levels of Public School Staff
 As of October 1, 2008

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	6	0.23%	0	0.00%	0	0.00%	0	0.00%
Bachelor's Degree	1569	58.85%	0	0.00%	0	0.00%	0	0.00%
Master's Degree	818	30.68%	0	0.00%	53	41.09%	0	0.00%
Master's Degree +30	236	8.85%	0	0.00%	57	44.19%	0	0.00%
Specialist in Education	19	0.71%	0	0.00%	9	6.98%	0	0.00%
Ph. D. or Ed. D.	18	0.68%	0	0.00%	10	7.75%	0	0.00%
Total	2666	100.00%	0	0.00%	129	100.00%	0	0.00%

Schedule 3

**St. Tammany Parish School Board
Number and Type of Public Schools
For the Year Ended June 30, 2009**

Type	Number
Elementary	35
Middle/Jr. High	9
Secondary	8
Combination	3
Total	55

Note: Schools opened or closed during the fiscal year are included in this schedule
Combination schools: Covington Pathways, Slidell Pathways and Operation Jumpstart

St. Tammany Parish School Board
 Experience of Public Principals and Full Time Classroom Teachers
 As of October 1, 2008

Schedule 4

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	3	14	10	16	27	70
Principals	0	0	1	6	7	12	29	55
Classroom Teachers	179	191	812	406	478	333	647	3,046
Total	179	191	816	426	495	361	703	3,171

**St. Tammany Parish School Board
Public School Staff Data
For the Year Ended June 30, 2009**

Schedule 5

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers Salary Including Extra Compensation	\$51,778	\$51,744
Average Classroom Teachers Salary Excluding Extra Compensation	\$51,123	\$51,091
Number of Teacher Full-time Equivalents (FTE's) used in Computation of Average Salaries	2,609	2,594

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 federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

Schedule 6

**St. Tammany Parish School Board
Class Size Characteristics, 2008-2009
As of October 1, 2008**

School Type	Class Size Range											
	1-20			21-26			27-33			34+		
	Percent	Number		Percent	Number		Percent	Number		Percent	Number	
Elementary	73.40	1018		22.78	316		3.68	51		0.14	2	
Elementary Activity Classes	54.02	47		27.59	24		14.94	13		3.45	3	
Middle/Jr. High	52.87	2676		31.53	1601		15.31	775		0.18	9	
Middle/Jr. High Activity Classes	40.70	291		24.20	173		26.71	191		8.39	60	
High	52.88	3865		26.47	1935		20.15	1473		0.49	36	
High Activity Classes	60.78	437		11.27	81		12.66	91		15.30	110	
Combination	97.85	273		2.15	6		0.00	0		0.00	0	
Combination Activity Classes	91.30	21		0.00	0		8.70	2		0.00	0	

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

St. Tammany Parish School Board
 Louisiana Educational Assessment Program (LEAP) for the 21st Century
 Fiscal Year Ended June 30, 2009

District Achievement Level Results	ENGLISH LANGUAGE ARTS											
	2009		2008		2007		2006		2005			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 4												
Advanced	215	7.9%	186	6.9%	178	7.1%	225	8.9%	185	6.7%		
Mastery/Proficient	863	31.6%	846	31.5%	760	30.1%	652	25.7%	847	30.6%		
Basic	1208	44.4%	1136	42.4%	1099	43.6%	1085	42.8%	1168	42.3%		
Approaching Basic	305	11.3%	343	12.8%	303	12.0%	332	13.1%	364	13.2%		
Unsatisfactory	131	4.8%	171	6.4%	183	7.3%	241	9.5%	200	7.2%		
Total	2722	100.0%	2682	100.0%	2523	100.0%	2535	100.0%	2764	100.0%		

District Achievement Level Results	SCIENCE											
	2009		2008		2007		2006		2005			
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
Grade 8												
Advanced	164	6.3%	63	2.5%	70	2.7%	86	3.3%	101	3.6%		
Mastery/Proficient	613	23.7%	704	28.0%	610	23.6%	546	20.9%	768	27.5%		
Basic	1090	42.2%	1058	42.1%	1190	45.9%	1160	44.5%	1135	40.7%		
Approaching Basic	582	22.5%	512	20.4%	529	20.4%	586	22.5%	566	20.3%		
Unsatisfactory	136	5.3%	175	7.0%	191	7.4%	228	8.7%	221	7.9%		
Total	2585	100.0%	2512	100.0%	2590	100.0%	2609	100.0%	2791	100.0%		

Schedule 7

St. Tammany Parish School Board
 Louisiana Educational Assessment Program (LEAP) for the 21st Century
 Fiscal Year Ended June 30, 2009

MATHEMATICS											
2009		2008		2007		2006		2005			
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
250	9.2%	265	9.9%	186	7.4%	196	7.7%	139	5.0%		
634	23.2%	712	26.6%	522	20.7%	656	25.9%	676	24.5%		
1298	47.6%	1206	45.0%	1231	48.8%	1014	40.0%	1260	45.6%		
361	13.4%	335	12.5%	355	14.1%	388	15.3%	403	14.6%		
179	6.6%	164	6.1%	229	9.1%	282	11.1%	286	10.3%		
2722	100.0%	2682	100.0%	2523	100.0%	2536	100.0%	2764	100.0%		

SOCIAL STUDIES											
2009		2008		2007		2006		2005			
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent		
105	4.1%	52	2.1%	55	2.1%	40	1.5%	54	1.9%		
501	19.4%	465	18.5%	431	16.7%	387	14.9%	609	21.8%		
1341	52.0%	1268	50.4%	1353	52.3%	1343	51.6%	1377	49.4%		
441	17.1%	510	20.3%	479	18.5%	528	20.3%	446	16.0%		
191	7.4%	219	8.7%	268	10.4%	307	11.8%	302	10.8%		
2579	100.0%	2514	100.0%	2586	100.0%	2605	100.0%	2788	100.0%		

St. Tammany Parish School Board
The Graduate Exit Exam for the 21st Century
Fiscal Year Ended June 30, 2009
Schedule 8

District Achievement Level Results	ENGLISH LANGUAGE ARTS									
	2009		2008		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10										
Advanced	57	2.44%	54	2.25%	59	2.45%	82	3.34%	70	2.83%
Mastery/Proficient	395	16.89%	387	16.14%	383	15.90%	550	22.41%	697	28.20%
Basic	1234	52.78%	1259	52.50%	1219	50.60%	1288	52.40%	1210	48.95%
Approaching Basic	482	20.62%	457	19.06%	492	20.42%	387	15.77%	358	14.48%
Unsatisfactory	170	7.27%	241	10.05%	256	10.63%	149	6.07%	137	5.54%
Total	2338	100.00%	2398	100.00%	2409	100.00%	2454	100.00%	2472	100.00%

District Achievement Level Results	SCIENCE									
	2009		2008		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11										
Advanced	180	7.98%	122	5.49%	178	7.58%	119	5.36%	156	7.26%
Mastery/Proficient	561	24.86%	413	18.59%	566	24.38%	461	20.76%	563	26.21%
Basic	1011	44.79%	1034	46.53%	993	42.76%	1014	45.66%	916	42.64%
Approaching Basic	331	190.23%	467	21.02%	404	17.40%	457	20.58%	378	17.60%
Unsatisfactory	174	7.71%	186	8.37%	183	7.88%	170	7.65%	135	6.29%
Total	2257	100.00%	2222	100.00%	2322	100.00%	2221	100.00%	2148	100.00%

St. Tammany Parish School Board
The Graduate Exit Exam for the 21st Century
Fiscal Year Ended June 30, 2009
Schedule 8

District Achievement Level Results	MATHEMATICS									
	2009		2008		2007		2006		2005	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10										
Advanced	382	16.35%	377	15.73%	297	12.15%	341	13.88%	301	12.23%
Mastery/Proficient	449	19.22%	422	17.61%	505	20.65%	552	22.48%	610	24.78%
Basic	1080	46.23%	995	41.53%	1001	40.94%	1000	40.72%	1043	42.36%
Approaching Basic	276	11.82%	309	12.90%	332	13.58%	319	12.99%	245	9.95%
Unsatisfactory	149	6.38%	293	12.23%	310	12.68%	244	9.93%	263	10.68%
Total	2336	100.00%	2396	100.00%	2445	100.00%	2456	100.00%	2462	100.00%

District Achievement Level Results	SOCIAL STUDIES									
	2009		2008		2007		2006		2005	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11										
Advanced	51	2.26%	32	1.44%	69	2.98%	27	1.22%	47	2.19%
Mastery/Proficient	368	16.30%	358	16.10%	359	15.48%	308	13.87%	405	18.88%
Basic	1311	58.06%	1347	60.59%	1287	55.50%	1426	64.21%	1266	59.02%
Approaching Basic	325	14.39%	350	15.74%	428	18.46%	325	14.63%	308	14.36%
Unsatisfactory	203	8.99%	136	6.12%	176	7.59%	135	6.08%	119	5.55%
Total	2258	100.00%	2223	100.00%	2319	100.00%	2221	100.00%	2145	100.00%

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District Achievement Level Results	English Language Arts						Mathematics					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3												
Advanced	221	8.3%	211	8.0%	220	8.6%	450	16.9%	393	14.9%	342	13.4%
Mastery/Proficient	864	32.4%	701	26.6%	773	30.2%	787	29.5%	608	23.1%	726	28.4%
Basic	1114	41.7%	1141	43.3%	1086	42.5%	1019	38.2%	1110	42.1%	1020	39.9%
Approaching Basic	312	11.7%	376	14.3%	323	12.6%	253	9.5%	297	11.3%	308	12.0%
Unsatisfactory	158	5.9%	205	7.8%	154	6.0%	161	6.0%	226	8.6%	161	6.3%
Total	2669	100.0%	2634	100.0%	2556	100.0%	2670	100.0%	2634	100.0%	2557	100.0%

District Achievement Level Results	Science						Social Studies					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3												
Advanced	211	7.9%	183	7.0%	171	6.7%	59	2.2%	135	5.1%	88	3.4%
Mastery/Proficient	820	30.8%	615	23.4%	657	25.7%	907	34.1%	642	24.4%	672	26.3%
Basic	1134	42.6%	1197	45.5%	1141	44.7%	1216	45.8%	1309	49.7%	1251	49.0%
Approaching Basic	389	14.6%	481	18.3%	463	18.1%	337	12.7%	392	14.9%	383	15.0%
Unsatisfactory	108	4.1%	157	6.0%	122	4.8%	138	5.2%	154	5.9%	159	6.2%
Total	2662	100.0%	2633	100.0%	2554	100.0%	2657	100.0%	2632	100.0%	2553	100.0%

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District Achievement Level Results	English Language Arts						Mathematics						
	2009		2008		2007		2009		2008		2007		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Students													
Grade 5													
Advanced	110	4.3%	150	6.3%	153	5.9%	279	10.8%	314	13.2%	294	11.4%	
Mastery/Proficient	607	23.5%	564	23.8%	569	22.0%	483	18.7%	436	18.4%	457	17.7%	
Basic	1197	46.4%	1115	47.0%	1102	42.5%	1262	48.8%	1148	48.4%	1124	43.4%	
Approaching Basic	469	18.2%	380	16.0%	446	17.2%	324	12.5%	266	11.2%	330	12.7%	
Unsatisfactory	196	7.6%	161	6.8%	320	12.4%	231	9.2%	206	8.7%	384	14.8%	
Total	2578	100.0%	2370	100.0%	2590	100.0%	2579	100.0%	2370	100.0%	2589	100.0%	

District Achievement Level Results	Science						Social Studies						
	2009		2008		2007		2009		2008		2007		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Students													
Grade 35													
Advanced	151	5.9%	102	4.3%	114	4.4%	122	4.7%	133	5.6%	161	6.2%	
Mastery/Proficient	560	21.8%	481	20.3%	519	20.1%	502	19.5%	480	20.3%	446	17.2%	
Basic	1137	44.2%	1147	48.4%	1104	42.7%	1304	50.8%	1234	52.2%	1232	47.6%	
Approaching Basic	527	20.5%	505	21.3%	603	23.3%	423	16.5%	364	15.4%	432	16.7%	
Unsatisfactory	199	7.7%	133	5.6%	248	9.6%	218	8.5%	155	6.6%	317	12.2%	
Total	2574	100.0%	2368	100.0%	2588	100.0%	2569	100.0%	2366	100.0%	2588	100.0%	

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District Achievement Level Results	English Language Arts						Mathematics					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students Grade 6												
Advanced	139	5.7%	135	5.2%	142	5.5%	308	12.7%	292	11.3%	247	9.6%
Mastery/Proficient	537	22.2%	621	23.9%	597	23.1%	443	18.3%	365	14.1%	415	16.1%
Basic	1328	54.9%	1183	45.6%	1259	48.7%	1246	51.5%	1227	47.3%	1318	51.0%
Approaching Basic	314	13.0%	450	17.3%	425	16.5%	247	10.2%	353	13.6%	331	12.8%
Unsatisfactory	102	4.2%	207	8.0%	160	6.2%	177	7.3%	358	13.8%	272	10.5%
Total	2420	100.0%	2596	100.0%	2583	100.0%	2421	100.0%	2595	100.0%	2583	100.0%

District Achievement Level Results	Science						Social Studies					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students Grade 6												
Advanced	156	6.5%	142	5.5%	115	4.5%	235	9.8%	205	7.9%	184	7.1%
Mastery/Proficient	520	21.5%	509	19.6%	539	20.9%	382	15.9%	475	18.3%	362	14.0%
Basic	1142	47.3%	1260	48.5%	1165	45.9%	1269	52.7%	1251	48.2%	1288	49.9%
Approaching Basic	473	19.6%	501	19.3%	560	21.7%	378	15.7%	371	14.3%	533	20.7%
Unsatisfactory	123	5.1%	184	7.1%	182	7.1%	146	6.1%	294	11.3%	214	8.3%
Total	2414	100.0%	2596	100.0%	2581	100.0%	2410	100.0%	2596	100.0%	2581	100.0%

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District Achievement Level Results	English Language Arts						Mathematics					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	202	7.7%	256	9.6%	195	7.8%	233	8.8%	149	5.6%	167	6.6%
Mastery/Proficient	561	21.3%	536	20.2%	510	20.3%	385	14.6%	293	11.0%	311	12.4%
Basic	1177	44.7%	1161	43.7%	1165	46.4%	1331	50.5%	1340	50.4%	1330	52.9%
Approaching Basic	502	19.1%	561	21.1%	484	19.3%	411	15.6%	548	20.6%	435	17.3%
Unsatisfactory	191	7.3%	143	5.4%	158	6.3%	274	10.4%	327	12.3%	269	10.7%
Total	2633	100.0%	2657	100.0%	2512	100.0%	2634	100.0%	2657	100.0%	2512	100.0%

District Achievement Level Results	Science						Social Studies					
	2009		2008		2007		2009		2008		2007	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	129	4.9%	91	3.4%	79	3.1%	112	4.3%	81	3.1%	54	2.2%
Mastery/Proficient	642	24.4%	479	18.0%	508	20.2%	615	23.5%	439	16.5%	458	18.3%
Basic	1099	41.9%	1270	47.8%	1147	45.7%	1260	48.1%	1417	53.4%	1322	52.7%
Approaching Basic	540	20.6%	582	21.9%	583	23.2%	425	16.2%	443	16.7%	445	17.7%
Unsatisfactory	216	8.2%	233	8.8%	194	7.7%	209	8.0%	274	10.3%	230	9.2%
Total	2626	100.0%	2655	100.0%	2511	100.0%	2621	100.0%	2654	100.0%	2509	100.0%

