

**LIVINGSTON PARISH SCHOOL BOARD**

**REPORT ON AUDIT OF BASIC  
FINANCIAL STATEMENTS**

**JUNE 30, 2007**

**LIVINGSTON, LOUISIANA**

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

Release Date 1/16/08

LIVINGSTON PARISH SCHOOL BOARD

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December 5, 2007

### INDEPENDENT AUDITOR'S REPORT

Livingston Parish School Board  
Livingston, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Livingston Parish School Board as of and for the year ended June 30, 2007, which collectively comprise the Livingston Parish School Board's basic financial statements, as listed in the table of contents. We have also audited the financial statements of each of the School Board's nonmajor governmental funds presented in the accompanying combining and individual fund financing statements and schedules as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of the management of the Livingston Parish School Board. 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, and the provisions of Office of Management and Budget 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 the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information as well as the aggregate nonmajor governmental funds of the Livingston Parish School Board as of June 30, 2007, and the respective changes in financial position thereof for the general fund and the capital projects fund and the budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Livingston Parish School Board as of June 30, 2007, and the respective changes in financial position thereof and the budgetary comparison for the special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 5, 2007, on our consideration of the Livingston Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis on pages 3 through 13 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements taken as a whole. The accompanying supplemental information schedules listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the Livingston Parish School Board. In addition, the accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and is 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.

Respectfully submitted,

*Harold J. Bourgeois, CPA*

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2007

The Management's Discussion and Analysis (MD&A) of the Livingston Parish School Board provides an overview and overall review of the School System's financial activities for the fiscal year ended June 30, 2007. The intent of the MD&A is to look in layman's terms at the School System's financial performance as a whole. It should, therefore, be read in conjunction with the School System's Annual Financial Statements and the notes thereto.

The MD&A is a new element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the 2006-2007 fiscal year include the following:

- ❖ Net assets increased by \$10,833,287 for the year ended June 30, 2007. As discussed below, the increase in net assets was the result of an increase in total assets of \$11,250,016 coupled with an increase in total liabilities of \$416,729.
- ❖ Total assets increased by \$11,250,016 attributed to the following elements:

	<u>June 30, 2007</u>	<u>June 30, 2006</u>	<u>Amount Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Cash and Cash Equivalents	\$ 54,442,565	\$ 45,812,711	\$ 8,629,854	18.84 %
Receivables	9,208,961	10,457,690	(1,248,729)	(11.94) %
Inventory	887,231	888,553	(1,322)	(0.15) %
Deferred Bond Issuance Costs	701,260	664,351	36,909	5.56 %
Capital Assets, Net of Accumulated Depreciation	<u>119,682,450</u>	<u>115,849,146</u>	<u>3,833,304</u>	3.31 %
Total Assets	<u>\$184,922,467</u>	<u>\$173,672,451</u>	<u>\$ 11,250,016</u>	6.48 %

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

The main reason for the increase in cash was due to approximately \$15.1 million in additional MFP and sales and use tax revenue collections combined. Receivables decreased due to a decrease in amount due for federal and state grants/programs reimbursements. The inventory decrease reflects normal fluctuation of commodity items used by the School Food Service Program, School Supply, Textbooks/Workbooks, Computer Repair Parts and Maintenance Materials. Capital assets increased because of the continued capital outlay and construction within the Districts. Total capital outlay recorded in all funds in the current year amounted to \$9.4 million. At June 30, 2007, major incomplete construction projects in the Districts were as follows:

District #4:		
North Corbin Elementary – Six Classroom Addition	\$ 1,067,454	
Walker High – Athletic Facilities	689,803	
District #22:		
Live Oak High – Renovations (On Hold)	88,630	
Live Oak High – Athletic Facilities	392,742	
South Live Oak Elementary – Basketball Pavilion	<u>164,454</u>	
	<u>\$ 2,403,083</u>	

During the current fiscal year, the School System purchased 35 buses/vehicles at a cost of \$543,032 and purchased other large equipment for a total of \$1,934,226. In addition, the School Board District #22 purchased 20.538 acres of land for future school construction at a cost of \$1,338,720.

❖ Total Liabilities increased \$416,729 due to the following items:

	<u>June 30, 2007</u>	<u>June 30, 2006</u>	<u>Amount Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Accounts, Salaries, and Other				
Payables	\$ 23,320,263	\$ 21,230,862	\$ 2,089,401	9.84 %
Interest Payable	359,354	398,161	(38,807)	(9.75) %
Long-Term Liabilities	<u>48,084,118</u>	<u>49,717,983</u>	<u>(1,633,865)</u>	(3.29) %
Total Liabilities	<u>\$ 71,763,735</u>	<u>\$ 71,347,006</u>	<u>\$ 416,729</u>	0.58 %

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

General payables increased primarily due to a large increase of salaries payable because of an increase in wages, benefits and number of employees. While the decrease in Interest Payable and Long-term Liabilities is directly related to the payment schedules of the various bond issues.

- ❖ General revenues increased by \$16,445,862 from fiscal year 2006 to fiscal year 2007. Primary increases and decreases are discussed below.
  - Property tax revenue levied increased by \$987,009 (11.35%) due to increased property value assessment and growth within the parish.
  - Sales and use tax revenue increased \$2,775,856 (9.79%) due to increased businesses and population in the Parish.
  - Earnings on Investments increased \$688,185 (36.93%) due to an increase in the Federal Interest Discount rate.
  - Other Local Revenue decreased \$150,665 (23.77%) due to a decrease in miscellaneous revenues.
  - The largest revenue source continues to be the Minimum Foundation Program (MFP) distribution from the State, amounting to \$112,397,919. This is an increase of \$12,688,445 (12.73%) from the prior year, caused by an increase in enrollment of approximately 930 students. The School Board is one of several in Louisiana considered to be "POOR" in terms of its ability to generate revenues on its own. Therefore, since 1992-93, when a new MFP formula was implemented, Livingston Parish has seen its MFP funding increasing; (70% of general fund expenditures must be spent on instructional activities), and (50% of all new MFP money received must go to increase teacher salaries).
  - Other state revenue and grants decreased \$542,968 (42.90%) from the prior year caused primarily from several one time state grants.
- ❖ Expenditures continue to increase due to the huge influx of students into the parish. The largest expenditure of the School System continues to be payroll. The next largest expenditure was construction costs which include construction of new facilities and major additions to several other facilities. Other large increases were in the bus fleet, equipping new facilities, adding staff and increased benefit cost, primarily health insurance and retirement contributions.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The School Board's Report on the Audit of Basic Financial Statements consists of a series of financial statements and the associated notes to those statements. These statements are organized so the reader can understand the operations of the School Board as a whole, i.e., an entire operating entity. Beginning on page 14, the "Basic Financial Statements" Section, consisting of the Statement of Net Assets and the Statement of Activities, provide consolidated financial information, and render a government-wide perspective of the School Board's financial condition. They present an aggregate view of the School Board's finances. These statements seek to answer the question, "How did the School Board do financially during the 2006/2007 fiscal year?" These statements include *all assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

By showing the change in net assets for the year, the reader may ascertain whether the School Board's financial condition has improved or deteriorated. The changes, which are discussed in this MD&A, may be financial or non-financial in nature. Non-financial factors which may have an impact on the School Board's financial condition include increases in or erosion of the property or sales tax base within the Parish, student enrollment, facilities maintenance and condition, mandated educational programs for which little or no funding is provided, or other external factors.

To provide more in-depth reporting of the School Board's financial position and the results of operations, fund basis financial information is presented in the "Fund Financial Statements" section beginning on page 16. The Fund Financial Statements, which should be familiar to those who have read previous governmental financial statements, report governmental activities on more of a current rather than long-term basis, indicating sources and uses of funding, as well as resources available for spending in future periods.

Fund Financial Statements also provide more in-depth data on the School Board's most significant fund, its General Fund. This fund is considered a "major fund" under GASB Statement No. 34. The relationship between governmental *activities* reported in the Basic Financial Statements and the governmental *funds* reported in the Fund Financial Statements are reconciled in the financial statements (See Statements D and F).

The Statement of Fiduciary Net Assets - presents financial information relative to assets held by the School Board on behalf of students and others in a position of trust, and accounted for in the School Activity Fund and Sales Tax Collection Fund. See Schedule 18-1 for school-by-school information on the School Activity Fund and Schedule 18-2 for the receipts and disbursements of sales tax collections for the year ended June 30, 2007.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

**GOVERNMENTAL ACTIVITIES**

As reported in the *Statement of Activities* on page 15, the cost of the School Board's *governmental* activities for the year ended June 30, 2007 was \$170,267,887. However, not all of this cost was borne by the taxpayers of Livingston Parish. Of this amount, \$4,243,712 was paid by those who used or benefited from the services rendered (e.g., charges for school lunches and summer school tuition) and \$19,890,126 was paid through various federal and state grants. Consequently, the net cost of \$146,134,049, a 13.50% increase over the prior year, after taking into consideration these fees and subsidies, was paid by the taxpayers of the Parish through ad valorem taxes, sales and use taxes, the Minimum Foundation Program (MFP) from the State of Louisiana, and other general revenues.

Table I below shows the total cost of services and the net cost of these services (after charges for services and grants received) for the largest categories of expenses of the School Board for the year ended June 30, 2007. The "net cost" presentation allows Parish taxpayers to determine the remaining cost of the various categories which were borne by them, and allows them the opportunity to assess the cost of each of these functions in comparison to the perceived benefits received.

TABLE I

Total and Net Cost of Governmental Activities  
Year Ended June 30, 2007 and 2006

	<u>2007</u>		<u>2006</u>	
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
<b>Instruction:</b>				
Regular Education Programs	\$ 70,967,954	\$ 68,222,728	\$ 64,983,716	\$ 57,845,206
Special Education Programs	25,871,861	19,154,616	22,341,889	16,988,485
Other Instructional Programs	7,782,919	5,485,860	7,467,352	5,277,458
<b>Support Services:</b>				
Student Services	6,095,764	5,406,083	5,408,336	4,871,655
Instructional Staff Support	6,104,924	4,175,823	5,842,584	3,903,194
General and School Administration	13,706,912	13,071,390	13,207,166	12,616,233
Business and Central Services	3,165,166	2,488,535	2,993,314	2,408,596
Plant Services	13,249,721	13,179,511	11,740,304	11,089,884
Student Transportation	8,716,370	8,601,843	7,534,672	7,399,320
School Food Services	11,997,338	3,791,252	10,913,895	3,091,307
Community Service Programs	67,551	15,001	34,101	15,001
Small Equipment	699,546	699,546	1,214,952	1,214,952
Interest on Long-Term Debt	1,841,861	1,841,861	2,036,603	2,036,603
<b>Totals</b>	<u>\$170,267,887</u>	<u>\$146,134,049</u>	<u>\$155,718,884</u>	<u>\$128,757,894</u>

## **LIVINGSTON PARISH SCHOOL BOARD**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

#### **THE SCHOOL BOARD'S FUNDS**

The School Board uses funds to control and manage money for particular purposes, some parish-wide, some by individual districts, and some by site, (e.g., dedicated taxes and grant programs). The Fund basis financial statements allow the School Board to demonstrate its stewardship over and accountability for resources provided by taxpayers and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2007, its combined fund balance was \$41,218,494, as compared to its combined fund balance of \$35,928,092 as of June 30, 2006, a difference of \$5,290,402. The General Fund, the main operational arm of the School Board, saw its total fund balance (designated as well as undesignated) increase by \$8,314,635. While General Fund Revenues increased by \$15,048,918, General Fund Expenditures increased by \$7,718,220 and Other Financing Sources (Uses) (Transfers to Other Funds) increased by \$6,394,947, thereby increasing current year Excess of Revenues and Other Sources over Expenditures and Other Uses from \$7,378,884 to \$8,314,635 a total increase of \$935,751.

#### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the School Board revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less than, and/or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The Original Budget for the School Board was adopted on September 7, 2006, and the Final Budget was adopted June 21, 2007. The budget amendments increased total anticipated revenues by 7.44% and increased projected expenditures by 6.13%.

A schedule showing the School Board's General Fund's Original and Final Budget compared with Actual operating results is provided in this report, Statement G. The School Board generally did better than had been budgeted in its major fund since it practices conservative budgeting in which revenues are forecasted very conservatively and expenditures are budgeted with worst case scenarios in mind. The General Fund finished the fiscal year about \$4,430,110 more than had been budgeted.

The fiscal year 2008 General Fund budget, adopted on August 23, 2007, showed anticipated revenues of \$172,121,162, projected expenditures of \$158,791,481, and net transfers out of \$5,510,000 resulting in a projected increase of \$7,819,681 for the year. Transfers out include \$1,245,000 to the Capital Projects Fund, \$1,230,000 to Maintenance Fund, \$35,000 to the Sinking Fund (Debt Service) and \$3,000,000 to School Food Service Fund.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

**CAPITAL ASSET AND DEBT ADMINISTRATION**

***CAPITAL ASSETS***

At June 30, 2007, the School Board had \$119,682,450 invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirements of assets during the year, and depreciation of depreciable assets for the year. Table II below shows the net book value of capital assets at June 30, 2007 and 2006.

TABLE II  
 Net Capital Assets  
 at June 30, 2007 and 2006

	2007	2006
Land	\$ 7,609,782	\$ 6,271,062
Construction in Progress	831,910	7,604,738
Buildings and Improvements	102,578,150	93,514,125
Furniture and Equipment	2,277,276	1,603,398
Library Books and Textbooks	4,074,856	4,705,118
Vehicles	2,310,476	2,150,705
Total	\$119,682,450	\$115,849,146

During the current fiscal year, \$9,692,158 of assets were capitalized as additions while \$586,333 were deleted, consisting of obsolete items. Depreciation for the year ended June 30, 2007 amounted to a net of \$3,506,541 on buildings and improvements and \$2,270,269 on movables such as furniture, vehicles, and equipment.

During the fiscal year ended June 30, 2007, the following land purchases were made:

Live Oak District #22 – 20.54 Acres	\$ 1,338,720
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**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

During the fiscal year ended June 30, 2007, the following major construction projects were completed:

North Corbin Jr High – New Construction	\$ 9,296,529
Walker Elementary – Phase I New Technology Building	439,156
Doyle High – Cafeteria Alterations & Additions	329,823
Doyle High – Baseball Field Addition	436,735
Maurepas High – Additions & Renovations	<u>2,183,170</u>
TOTAL	<u>\$ 12,685,413</u>

At June 30, 2007 the following major projects were included in incomplete construction:

<u>Project</u>	<u>Project Cost to June 30, 2007</u>	<u>Total Estimated Project Cost</u>
North Corbin Elementary – 6 Classroom Addition	\$ 244,903	\$ 1,067,454
Walker High – Athletic Facilities	389,533	689,803
Live Oak High – Renovations (On Hold)	-	88,630
Live Oak High – Athletic Facilities	35,740	392,742
South Live Oak Elementary – Basketball Pavilion	<u>161,734</u>	<u>164,454</u>
Total	<u>\$ 831,910</u>	<u>\$ 2,403,083</u>

All funding is coming from the individual districts except for the Walker School District #4 and the Maurepas School District #33 in which \$12,000,000 and \$1,750,000, respectively, in bonds were sold to fund all projects.

The School Board has no significant infrastructure assets which would require capitalization and depreciation. All parking lots, sidewalks, etc. are considered to be part of the cost of buildings, and depreciated with the buildings.

All depreciation of capital assets is under the straight-line method. Useful lives for buildings are for 40 years, while those for furniture, fixtures, vehicles and equipment vary for 5 to 10 years.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

**DEBT**

At June 30, 2007, the School System had outstanding bonded indebtedness of \$37,738,290 as compared to \$40,135,322 at June 30, 2006.

The School System's bonds were last rated January 20, 2005, at which time they were given a rating of Aaa by Moody's Investors Service. The legal debt limit of the School System fixed by Louisiana Revised Statute 39:562(L) at 35% of the total assessed valuation of property in the Parish was approximately \$160,000,000 at June 30, 2007.

Other long-term obligations include a capital lease, compensated absences and claims and judgments. At June 30, 2007, these balances were \$743,921, \$8,836,198 and \$1,350,000, respectively.

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

Livingston Parish is located in the southeastern portion of Louisiana, approximately 30 miles east of the state capital of Baton Rouge. The parish consists of 642 square miles on 410,880 acres and is 32 miles long by 30 miles wide. The geographical landscape of the parish varies. The northern part of the parish consists of rolling terrain covered by slash pine and hardwood forests approximately 50 feet above sea level. In the southern end of the parish, the land submerges into rich cypress forests and marshes that border on Lake Maurepas and the Amite River. Between lie a variety of streams, bayous and swales. It is bordered by St. Helena Parish on the North, Tangipahoa Parish on the East, East Baton Rouge Parish on the West, and Lake Maurepas, St. John the Baptist Parish and Ascension Parish on the South.

The Livingston Parish School System is second in the State in student enrollment increases (approximately 500+ students in each of the past three years); present enrollment is approximately 23,350; 40 schools (pre-K through high school); two elementary and a junior high are on the drawing board for the following year. The Livingston Parish School System's District "Accountability Report Card" released by the State reflected a performance score of 99.5, ranking fifth in the State.

Livingston Parish is primarily described as a rural parish with a population of 112,794 based on a 2005 estimate. The main population areas compromise the following: one city (western edge of parish, Denham Springs – pop. 10,594), three towns (Walker – pop. 6,074, Livingston – pop. 1,577 and Springfield – pop. 406), and four villages (Albany – pop. 1,081, Killian – pop. 1,315, French Settlement - pop. 1,159, and Port Vincent – pop. 528). Livingston Parish has been among the two fastest growing parishes in the state for the past decade – increasing its population from 70,526 in 1990 to today's estimated population of 112,794 (an increase of approximately 60%). The year immediately after Hurricane Katrina, the parish took on nearly 6,000 new residents. The Census ranks Livingston Parish 100<sup>th</sup> amongst the fastest growing parishes (counties) in the nation.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

Correspondingly, the school population to be served has increased from 16,145 students in 1990 to approximately 23,350, students currently – an increase of approximately 7,205 students over 17 years or 45%. The 2007-08 school year is expected to be another record year for student growth with an estimated increase of 530+ students and approximately a 2,300 student increase over the past 3 years. This highlights that not only is our school population increasing, but also that this increase is on an escalating basis. The number of schools serving these students has increased from 30 sites in 1990 to 40 sites currently.

One of the fastest growing parishes in Louisiana, Livingston Parish is home to excellent schools, low crime rates and some of the Capital Region's most popular outdoor activities. In addition, the parish is a hotbed for current and planned retail and commercial growth, with major new developments under way for its Denham Springs, Walker and Satsuma interchanges on Interstate 12.

The parish's largest city, Denham Springs, includes a downtown antique district with 30 antique shops, restaurants and other retail stores. Located off Wax Road, south of I-12, is Greystone Golf and Country Club. Greystone is a 350-acre development, featuring a golf course, club house, pool, tennis courts, lake and trails along with some 400 upscale homes.

A Bass Pro Shop will be the anchor to a 75-acre development at I-12 and Range Avenue. The 163,000 square foot store will include an Islamorada Fish Company Restaurant which will be capable of seating 300 people. The outdoor store will feature a bayou theme and offer a uniquely designed aquarium, an expansive boat showroom featuring Gator Track boats built right here in the town of Springfield, and museum-quality wildlife mounts and dioramas. It is estimated the Bass Pro Shop and accompanying hotel and restaurants will achieve annual sales of \$62 million. Within three years, the full development of the 75-acre complex should produce \$135 million in sales and more than 2 million people are expected to visit the complex each year. Bass Pro will provide 300 permanent jobs and is scheduled to open in early 2008.

Currently underway are the plans for Juban Crossing. It will be a 500-acre development on Juban Road near I-12. A site plan shows the layout for more than 1.2 million square feet of retail space, 385,000 square feet of medical and office space, a state of the art movie theater, and more than 1,150 residences are proposed for the development near Denham Springs. It is estimated that up to 4,000 jobs may be available within the complex and projected annual sales are over \$500 million.

Our Lady of the Lake Regional Medical Center bought 192 acres on Walker South Road near Interstate 12 for a multimillion-dollar expansion in Livingston Parish. The site near Walker will be a health-care facility offering diagnostic services and outpatient treatment and could open by late 2009.

A planned 1,037 acre development on both sides of I-12 at Satsuma will feature a medical center, houses, condominiums, baseball diamonds, 11 restaurants, two hotels and 610,000 square feet of retail space. Suma Crossing will include a \$10 million, three-story, 36,359 square foot outpatient clinic with urgent care, family medicine and diagnostic services administered by North Oaks Health System. Suma Crossing Phase One is scheduled to open in the fall of 2008 and will cover 337 acres and Phase II will cover 700 acres.

**LIVINGSTON PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

JUNE 30, 2007

Also within the parish are French Settlement, which holds an annual Creole Festival and the Hungarian Settlement, a rural ethnic settlement which strives to preserve the Hungarian culture of the community's residents. The town of Springfield features the golf and residential community of Carter Plantation, a championship golf venue that has garnered national attention and the Tickfaw State Park, a 1,200-acre park located along three miles of the Tickfaw River. The park offers diverse recreational, nature and educational opportunities.

While retail, tourism and timber are all important to the local economy, there are also several major manufacturing operations, including Ferrara Fire Apparatus in Holden, the fourth largest manufacturer of fire trucks in the United States. The major employer of Livingston Parish is the Livingston Parish School Board with approximately 3,140 employees and a budget in excess of \$198 million. Most of our population finds employment within the Baton Rouge metropolitan area and along the Mississippi River, which is laced with companies in the high-tech oil and chemical industries.

Magnificent natural resources like Lake Maurepas, the Tickfaw River and the Amite River make boating, tubing and fishing in Livingston Parish major activities for residents of the entire Capital Region. But Livingston Parish isn't all down to earth. Perhaps its most unique asset is the Laser Interferometer Gravitational Wave Observatory (LIGO) federal research project, one of only two such sites in the world which is located near the town of Livingston.

The total assessed property value on the Livingston Parish 2007 tax roll is approximately \$459,323,920 and the taxable value is \$272,066,100 which is approximately an 11.23% increase over the prior year. Increased population and development of rural lands continues to elevate property values.

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

While this report is designed to provide full and complete disclosure of the financial conditions and operations of the Livingston Parish School Board, citizens' groups, taxpayers, parents, students, other parish officials, investors or creditors may need further details. To obtain such details, please contact Terry E. Hughes, Business Manager, at the Livingston Parish School Board Office, 13909 Florida Blvd, P. O. Box 1130, Livingston, LA 70754-1130, or by calling 225-686-4235, during regular business hours, Monday thru Friday, 8:00 a.m. to 4:00 p.m., central time. Ms. Hughes' e-mail address is Terry.Hughes@lpsb.org.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

## LIVINGSTON PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS

JUNE 30, 2007

(With Comparative Totals as of June 30, 2006)

## ASSETS

	Governmental Activities	
	2007	2006
Cash and Cash Equivalents	\$ 20,086,936	\$ 27,662,711
Investments	34,355,629	18,150,000
Receivables	9,208,961	10,457,690
Inventory	887,231	888,553
Deferred Bond Issuance Costs	701,260	664,351
Capital Assets:		
Land and Construction in Progress	8,441,692	13,875,800
Other Capital Assets (Net of Accumulated Depreciation)	111,240,758	101,973,346
Total Assets	\$ 184,922,467	\$ 173,672,451

## LIABILITIES

Accounts, Salaries, and Other Payables	\$ 23,320,263	\$ 21,230,862
Interest Payable	359,354	398,161
Long-Term Liabilities:		
Due Within One Year	4,971,229	4,723,113
Due in More than One Year	43,112,889	44,994,870
Total Liabilities	71,763,735	71,347,006

## NET ASSETS

Invested in Capital Assets, Net of Related Debt	81,200,239	73,503,704
Restricted for:		
Debt Service Fund	3,039,272	2,198,451
General Fund	23,407,241	19,317,729
Unrestricted	5,511,980	7,305,561
Total Net Assets	113,158,732	102,325,445
Total Liabilities and Net Assets	\$ 184,922,467	\$ 173,672,451

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

## LIVINGSTON PARISH SCHOOL BOARD

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2007

(With Comparative Totals For the Year Ended June 30, 2006)

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Total Governmental Activities - Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	2007	2006
<b>Governmental Activities:</b>						
<b>Instruction:</b>						
Regular Programs	\$ 70,967,954	\$ 162,325	\$ 2,582,901	\$ -	\$ (68,222,728)	\$ (57,845,206)
Special Programs	25,871,861	838	6,581,942	134,465	(19,154,616)	(16,988,485)
Vocational Programs	2,618,728	-	101,305	85,874	(2,431,549)	(2,393,360)
Adult Continuing Education Programs	158,556	2,306	161,418	-	5,168	2,322
All Other Programs	5,005,635	185,166	1,667,508	93,482	(3,059,479)	(2,886,420)
<b>Support Services:</b>						
Student Services	6,095,764	4,950	684,731	-	(5,406,083)	(4,871,655)
Instructional Staff Support	6,104,924	-	1,929,101	-	(4,175,823)	(3,903,194)
General Administration	6,060,570	571,836	-	-	(5,488,734)	(5,732,568)
School Administration	7,646,342	63,686	-	-	(7,582,656)	(6,883,665)
Business Services	1,853,810	218,617	458,014	-	(1,177,179)	(1,101,811)
Plant Services	13,249,721	66,770	3,440	-	(13,179,511)	(11,089,884)
Student Transportation Services	8,716,370	79,564	34,963	-	(8,601,843)	(7,399,320)
Central Services	1,311,356	-	-	-	(1,311,356)	(1,306,785)
Food Services	11,997,338	2,887,654	5,266,457	51,975	(3,791,252)	(3,091,307)
Community Service Programs	67,551	-	52,550	-	(15,001)	(15,001)
Small Equipment Below Capitalization Policy - Not Reported By Function	699,546	-	-	-	(699,546)	(1,214,952)
Interest on Long-Term Debt	1,841,861	-	-	-	(1,841,861)	(2,036,603)
<b>Total Governmental Activities</b>	<b>\$ 170,267,887</b>	<b>\$ 4,243,712</b>	<b>\$ 19,524,330</b>	<b>\$ 365,796</b>	<b>(146,134,049)</b>	<b>(128,757,894)</b>
<b>Taxes:</b>						
Property Taxes, Levied for General Purposes					5,330,266	4,849,406
Property Taxes, Levied for Debt Services					4,351,402	3,845,253
Sales and Use Taxes, Levied for General Purposes					30,625,567	27,956,485
Sales and Use Taxes, Levied for Debt Services					504,368	397,594
State Revenue Sharing					696,234	682,855
<b>Grants and Contributions not Restricted to Specific Purposes:</b>						
Minimum Foundation Program					112,397,919	99,709,474
Other					26,604	582,951
Interest and Investment Earnings					2,551,769	1,863,584
Net Gain (Loss) on Sale of Assets					(75,405)	(30,714)
Miscellaneous					558,612	664,586
<b>Total General Revenues and Special Items</b>					<b>156,967,336</b>	<b>140,521,474</b>
Change in Net Assets					10,833,287	11,763,580
Net Assets - Beginning of Year					102,325,445	90,561,865
Net Assets - End of Year					<b>\$ 113,158,732</b>	<b>\$ 102,325,445</b>

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

FUND FINANCIAL STATEMENTS

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## LIVINGSTON PARISH SCHOOL BOARD

BALANCE SHEET  
GOVERNMENTAL FUNDS

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

<u>ASSETS</u>	General Fund	Capital Projects Fund	Nonmajor Funds	Total Governmental Funds	
				2007	2006
Cash and Cash Equivalents	\$ 14,386,345	\$ 2,780,626	\$ 2,820,752	\$ 19,987,723	\$ 27,604,140
Cash with Fiscal Agent	99,213	-	-	99,213	58,571
Investments (Certificates of Deposit Maturities Greater Than 90 Days)	32,855,629	-	1,500,000	34,355,629	18,150,000
Receivables	4,476,009	6,471	4,726,481	9,208,961	10,457,690
Due from Other Funds	4,300,008	-	-	4,300,008	5,645,005
Inventory	709,854	-	177,377	887,231	888,553
<b>Total Assets</b>	<b>\$ 56,827,058</b>	<b>\$ 2,787,097</b>	<b>\$ 9,224,610</b>	<b>\$ 68,838,765</b>	<b>\$ 62,803,959</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>					
<b>Liabilities:</b>					
Accounts, Salaries and Other Payables	\$ 22,051,579	\$ 916,471	\$ 352,213	\$ 23,320,263	\$ 21,230,862
Due to Other Funds	-	-	4,300,008	4,300,008	5,645,005
<b>Total Liabilities</b>	<b>22,051,579</b>	<b>916,471</b>	<b>4,652,221</b>	<b>27,620,271</b>	<b>26,875,867</b>
<b>Fund Balances:</b>					
<b>Reserved for:</b>					
Incomplete Contracts	-	500,146	-	500,146	3,703,922
Debt Service	-	-	3,039,272	3,039,272	2,198,451
Inventory	709,854	-	177,377	887,231	888,553
Salaries	2,268,919	-	-	2,268,919	3,240,775
Construction, Utilities and Maintenance	19,195,040	-	-	19,195,040	13,811,466
Classroom Improvements	1,775,461	-	-	1,775,461	1,584,290
E-Rate	71,417	-	-	71,417	503,178
Other	96,404	-	-	96,404	178,020
<b>Unreserved:</b>					
<b>Designated for:</b>					
Property Damage Insurance	593,082	-	-	593,082	452,588
General Liability Insurance	1,988,888	-	-	1,988,888	1,767,179
Workers Compensation Insurance	389,877	-	-	389,877	195,223
Alternative School/Career Center	77,555	-	-	77,555	338,029
Undesignated	7,608,982	1,370,480	1,355,740	10,335,202	7,066,418
<b>Total Fund Balances</b>	<b>34,775,479</b>	<b>1,870,626</b>	<b>4,572,389</b>	<b>41,218,494</b>	<b>35,928,092</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 56,827,058</b>	<b>\$ 2,787,097</b>	<b>\$ 9,224,610</b>	<b>\$ 68,838,765</b>	<b>\$ 62,803,959</b>

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

## LIVINGSTON PARISH SCHOOL BOARD

RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET ASSETS

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

	<u>2007</u>	<u>2006</u>
Total Fund Balances - Governmental Funds	41,218,494	35,928,092
Cost of Capital Assets	198,843,087	189,737,262
Less: Accumulated Depreciation	<u>(79,160,637)</u>	<u>(73,888,116)</u>
	119,682,450	115,849,146
Deferred Bond Issuance Costs	701,260	664,351
Elimination of Interfund Assets and Liabilities:		
Due from Other Funds	4,300,008	5,645,005
Due to Other Funds	<u>(4,300,008)</u>	<u>(5,645,005)</u>
	-	-
Long-Term Liabilities:		
Compensated Absences	(8,836,198)	(8,020,420)
Claims and Judgments	(1,350,000)	(1,250,000)
Bonds Payable	(37,738,290)	(40,135,322)
Capital Lease Payable	(743,921)	(979,898)
Deferred Amount on Refunding	584,291	667,657
Accrued Interest Payable	<u>(359,354)</u>	<u>(398,161)</u>
	<u>(48,443,472)</u>	<u>(50,116,144)</u>
Net Assets	<u>\$ 113,158,732</u>	<u>\$ 102,325,445</u>

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

LIVINGSTON PARISH SCHOOL BOARD

STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2007  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	General Fund	Capital Projects Fund	Nonmajor Funds	Total Governmental Funds	
				2007	2006
<b>Revenues:</b>					
<b>Local Sources:</b>					
<b>Taxes:</b>					
Ad Valorem	\$ 2,483,655	\$ 1,186,085	\$ 6,011,928	\$ 9,681,668	\$ 8,694,659
Sales and Use	30,625,567	-	504,368	31,129,935	28,354,079
Other	319,374	-	-	319,374	289,370
Rentals, Leases and Royalties	108,164	-	-	108,164	152,594
Tuition	165,650	-	-	165,650	160,800
Interest Earnings	2,137,208	209,346	205,215	2,551,769	1,863,584
Food Services	-	-	2,886,928	2,886,928	2,492,705
Other	2,024,730	-	14,229	2,038,959	2,019,235
<b>State Sources:</b>					
Unrestricted Grants-in-Aid	112,379,588	171,936	569,233	113,120,757	100,423,860
Restricted Grants-in-Aid	3,181,263	-	-	3,181,263	4,086,478
<b>Federal Sources:</b>					
Unrestricted - Indirect Cost Recoveries	-	-	422,665	422,665	341,255
Restricted Grants-in-Aid - Subgrants	-	-	15,034,859	15,034,859	18,172,682
Other - Commodities	-	-	534,588	534,588	461,877
<b>Total Revenues</b>	<b>153,425,199</b>	<b>1,567,367</b>	<b>26,184,013</b>	<b>181,176,579</b>	<b>167,513,178</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Regular Programs	70,018,699	-	-	70,018,699	65,014,652
Special Programs	19,661,209	-	6,078,854	25,740,063	22,261,526
Vocational Programs	2,478,938	-	101,305	2,580,243	2,556,845
Adult and Continuing Education Programs	49,148	-	108,518	157,666	153,766
Other Programs	3,913,161	-	1,048,202	4,961,363	4,699,028
<b>Support Services:</b>					
Pupil Support	5,482,727	-	575,723	6,058,450	5,387,332
Instructional Staff Support	3,983,024	-	1,929,101	5,912,125	5,943,817

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**  
**STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2007**  
**(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)**

	General Fund	Capital Projects Fund	Nonmajor Funds	Total Governmental Funds	
				2007	2006
<b>Expenditures (Continued):</b>					
<b>Support Services (Continued):</b>					
General Administration	2,018,547	48,111	266,843	2,333,501	2,360,853
School Administration	7,598,175	-	-	7,598,175	6,935,692
Business Services	1,758,559	-	35,349	1,793,908	1,642,262
Plant Services	10,443,435	-	2,720,921	13,164,356	11,658,735
Transportation Services	8,339,152	-	4,152	8,343,304	7,226,833
Central Services	1,291,617	-	-	1,291,617	1,303,957
Food Services	-	-	11,937,622	11,937,622	10,870,016
Community Service Programs	15,001	-	52,550	67,551	34,101
Capital Outlay	1,770,501	7,330,656	365,796	9,466,953	15,543,017
<b>Debt Service:</b>					
Principal Retirement	235,977	-	2,512,032	2,748,009	3,537,900
Interest and Bank Charges	24,498	-	1,705,166	1,729,664	2,080,073
Cost of Issuance	-	-	104,547	104,547	-
<b>Total Expenditures</b>	<b>139,082,368</b>	<b>7,378,767</b>	<b>29,546,681</b>	<b>176,007,816</b>	<b>169,210,405</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>14,342,831</b>	<b>(5,811,400)</b>	<b>(3,362,668)</b>	<b>5,168,763</b>	<b>(1,697,227)</b>
<b>Other Financing Sources (Uses):</b>					
Sale of Capital Assets	6,639	-	-	6,639	145,021
Issuance of Bonds	-	-	5,075,000	5,075,000	217,000
Payment to Refund Bonds	-	-	(4,960,000)	(4,960,000)	-
Issuance of Capital Lease	-	-	-	-	2,210,120
Transfers In	422,665	2,257,500	4,219,000	6,899,165	10,731,610
Transfers Out	(6,457,500)	(19,000)	(422,665)	(6,899,165)	(10,731,610)
<b>Total Other Financing Sources (Uses)</b>	<b>(6,028,196)</b>	<b>2,238,500</b>	<b>3,911,335</b>	<b>121,639</b>	<b>2,572,141</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>8,314,635</b>	<b>(3,572,900)</b>	<b>548,667</b>	<b>5,290,402</b>	<b>874,914</b>
<b>Fund Balances at Beginning of Year</b>	<b>26,460,844</b>	<b>5,443,526</b>	<b>4,023,722</b>	<b>35,928,092</b>	<b>35,053,178</b>
<b>Fund Balances at End of Year</b>	<b>\$ 34,775,479</b>	<b>\$ 1,870,626</b>	<b>\$ 4,572,389</b>	<b>\$ 41,218,494</b>	<b>\$ 35,928,092</b>

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

**LIVINGSTON PARISH SCHOOL BOARD**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES OF**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED JUNE 30, 2007  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	<u>2007</u>	<u>2006</u>
Total Net Change in Fund Balances - Governmental Funds	\$ 5,290,402	\$ 874,914
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.		
Capital Outlays	8,767,407	14,328,065
Library Books and Textbooks Purchased	924,751	2,103,176
Depreciation Expense	(5,776,810)	(5,652,924)
Add accumulated depreciation on capital assets retired during the year	504,289	1,638,407
Less cost basis of capital assets retired during the year	(586,333)	(1,814,142)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		
Issuance of General Obligation Bonds	(5,075,000)	(217,000)
Issuance of Capital Lease Obligation	-	(2,210,120)
General Obligation Bond Principal Repayments	2,512,032	2,307,678
Capital Lease Principal Repayments	235,977	1,230,222
Payment to Refund Bonds	4,960,000	-
Cost of Issuance of General Obligation Bonds	104,547	4,179
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
(Increase) Decrease in Compensated Absences Payable	(815,778)	(468,166)
(Increase) Decrease in Claims and Judgments Payable	(100,000)	(400,000)
Amortization of Cost of Issuance	(67,638)	(60,914)
Amortization of Deferred Amounts on Refunding	(83,366)	(83,366)
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		
	<u>38,807</u>	<u>183,571</u>
Change in Net Assets of Governmental Activities	<u>\$ 10,833,287</u>	<u>\$ 11,763,580</u>

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

## LIVINGSTON PARISH SCHOOL BOARD

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL -  
GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Revenues:</b>				
<b>Local Sources:</b>				
<b>Taxes:</b>				
Ad Valorem	\$ 2,330,000	\$ 2,485,000	\$ 2,483,655	\$ (1,345)
Sales and Use	24,648,000	30,335,000	30,625,567	290,567
Other	300,000	320,000	319,374	(626)
Rentals, Leases and Royalties	155,500	106,500	108,164	1,664
Tuition	160,000	170,500	165,650	(4,850)
Interest Earnings	1,139,200	2,163,000	2,137,208	(25,792)
Other	1,679,600	1,854,200	2,024,730	170,530
<b>State Sources:</b>				
Unrestricted Grants-in-Aid	108,174,674	112,379,953	112,379,588	(365)
Restricted Grants-in-Aid	3,692,604	3,346,272	3,181,263	(165,009)
<b>Federal Sources:</b>				
Restricted Grants-in-Aid	<u>266,257</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Revenues</b>	<b>142,545,835</b>	<b>153,160,425</b>	<b>153,425,199</b>	<b>264,774</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Regular Programs	66,613,827	71,922,501	70,018,699	1,903,802
Special Programs	18,173,363	19,797,309	19,661,209	136,100
Vocational Programs	2,665,774	2,563,600	2,478,938	84,662
Other Programs	3,619,267	4,183,389	3,913,161	270,228
Adult and Continuing Education Programs	56,460	63,524	49,148	14,376
<b>Support Services:</b>				
Pupil Support	5,275,700	5,502,200	5,482,727	19,473
Instructional Staff Support	4,287,882	4,002,682	3,983,024	19,658
General Administration	2,006,250	2,065,065	2,018,547	46,518
School Administration	7,548,105	7,631,431	7,598,175	33,256
Business Services	1,826,680	1,780,750	1,758,559	22,191
Plant Services	10,599,141	10,723,599	10,443,435	280,164

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL -  
GENERAL FUND**

FOR THE YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance With Final Budget
<b>Expenditures (Continued):</b>				
Support Services (Continued):				
Transportation Services	7,393,377	8,482,086	8,339,152	142,934
Central Services	1,675,520	1,443,120	1,291,617	151,503
Community Service Programs	15,001	15,001	15,001	-
Capital Outlay	2,125,341	1,944,069	1,770,501	173,568
Debt Service:				
Principal Retirement	239,977	235,977	235,977	-
Interest	24,498	24,498	24,498	-
<b>Total Expenditures</b>	<b>134,146,163</b>	<b>142,380,801</b>	<b>139,082,368</b>	<b>3,298,433</b>
 Excess (Deficiency) of Revenues Over Expenditures	 8,399,672	 10,779,624	 14,342,831	 3,563,207
 <b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	-	7,400	6,639	(761)
Transfers In	325,000	350,000	422,665	72,665
Transfers Out	(5,223,064)	(7,252,499)	(6,457,500)	794,999
<b>Total Other Financing   Sources (Uses)</b>	<b>(4,898,064)</b>	<b>(6,895,099)</b>	<b>(6,028,196)</b>	<b>866,903</b>
 Excess (Deficiency) of Revenues and Other Sources Over Expendi- tures and Other Uses	 3,501,608	 3,884,525	 8,314,635	 4,430,110
 <b>Fund Balance at Beginning of Year</b>	<b>26,460,844</b>	<b>26,460,844</b>	<b>26,460,844</b>	<b>-</b>
 <b>Fund Balance at End of Year</b>	<b>\$ 29,962,452</b>	<b>\$ 30,345,369</b>	<b>\$ 34,775,479</b>	<b>\$ 4,430,110</b>

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

## LIVINGSTON PARISH SCHOOL BOARD

## FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

	<b>ASSETS</b>	
	<u>2007</u>	<u>2006</u>
Cash and Cash Equivalents	\$ <u>6,890,174</u>	\$ <u>6,003,996</u>
Total Assets	\$ <u><u>6,890,174</u></u>	\$ <u><u>6,003,996</u></u>
 <b>LIABILITIES</b>		
Amounts Held for School Activities	\$ 4,141,457	\$ 3,529,326
Deposits Due to Others	<u>2,748,717</u>	<u>2,474,670</u>
Total Liabilities	\$ <u><u>6,890,174</u></u>	\$ <u><u>6,003,996</u></u>

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

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2007

#### INTRODUCTION

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

The School Board operates thirty-eight schools and a special education center within the parish with a total enrollment of approximately 23,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

#### (1) Summary of Significant Accounting Policies -

##### A. Basis of Presentation

The accompanying financial statements of the Livingston 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.

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, issued in June 1999.

##### B. Reporting Entity

For financial reporting purposes, the School Board includes all funds, schools, and agencies that are within the oversight responsibility of the School Board. The oversight responsibility derived by the School Board is related to its scope of public service and gives it the authority to establish public schools as it deems necessary. This oversight responsibility also allows

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

the School Board to determine the number of teachers and employees to be employed, to establish the financial interdependency of the funds, to appoint management, and to significantly influence operations and accountability for fiscal matters.

Certain units of local government over which the School Board exercises no oversight responsibility, such as the Parish Council, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the Livingston Parish School Board.

The Governmental Accounting Standards Board (GASB) Statements No. 14 and No. 37, the Financial Reporting Entity, established criteria for determining which component units should be considered part of the Livingston Parish School Board for financial reporting purposes. The basic criteria are as follows:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the School Board to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the School Board.
2. Organizations for which the School Board does not appoint a voting majority but are fiscally dependent on the School Board.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the School Board's management has determined the following entity to be a discretely presented component unit in the financial reporting entity. At June 30, 2007, no financial transactions have occurred by the entity that would require it to be included in the current year financial statements.

The Livingston Parish Public Benefit Corporation was formed on May 20, 2002 as a private Louisiana nonprofit corporation and a public benefit corporation established for charitable, scientific and educational purposes for the benefit of the Livingston Parish School Board. Once created, the Corporation entered into a cooperative endeavor agreement with the School Board and the Southeastern Educational Foundation (the Foundation), a Louisiana nonprofit corporation and a wholly owned subsidiary of the Southeastern Development Foundation, a Louisiana nonprofit corporation organized for the benefit of Southeastern Louisiana University. Under the terms of the cooperative endeavor agreement, the Corporation entered into a lease for land from the School Board and the Corporation is authorized to sublease the

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

land to the Foundation. In addition, the Foundation is required to construct and operate the Livingston Parish Literacy and Technology Center in accordance with a court order issued in the matter of "*In Re Combustion, Inc.*" Civil Action 94-MDL-4000, United States District Court, Western District of Louisiana. Once the facility is completed, the cooperative endeavor agreement authorizes the Corporation to lease a portion of the completed facility from the Foundation. Due to the substance of the lease the School Board is handling this lease as a capital lease within these financial statements. The initial lease payment of \$1,000,000 was due by the School Board upon receipt of evidence of substantial completion of the facility which occurred during the year ended June 30, 2006. The School Board is required to make an additional five lease payments of \$260,475 annually due on January 1 each year. The School Board made a payment of \$260,475 during the current year (including interest of \$24,498). See note 11 for further details. At June 30, 2007, the Livingston Parish Public Benefit Corporation had no assets or liabilities to report.

#### C. Funds

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School Board functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Funds of the School Board are classified into two categories: Governmental and Fiduciary, as discussed below.

#### **Governmental Funds**

Governmental funds are used to account for all or most of the School Board's general activities. These funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the School Board. The following are the School Board's primary governmental funds:

#### **Governmental Fund Types:**

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

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

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

*Debt Service Fund* - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs for each district.

*Capital Projects Fund* - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities and for the major repairs thereto.

#### **Fiduciary Fund Type:**

*Agency Funds* - Agency funds account for assets held by the School Board as an agent for schools and school organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

#### **D. Measurement Focus/Basis of 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. These statements include all the financial activities of the school board, except for the fiduciary fund. The Fiduciary Fund is only reported in the Statement of Net Fiduciary Assets at the Fund Financial Statement level.

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

# LIVINGSTON PARISH SCHOOL BOARD

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

### **Program Revenues**

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

### **Allocation of Indirect Expenses**

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

### **Fund Financial Statements (FFS)**

#### **Governmental Funds**

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

Fund financial statements report detailed information about the School Board. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. The major funds of the School Board are the General Fund and the Capital Projects Fund.

The modified accrual basis of accounting is used by Governmental Funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter (generally 60 days) to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. The Governmental Funds use the following practices in recording revenues and expenditures:

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

#### **Revenues**

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year.

Federal and State entitlements (which include state equalization and state revenue sharing) are recorded when available and measurable. Federal and State grants are recorded when the reimbursable expenditures have been incurred.

Sales and use tax revenues are recorded in the month collected by the vendor even though not paid to the School Board until the subsequent month.

Substantially all other revenues are recorded when received.

#### **Expenditures**

Salaries are recorded as expenditures when earned. Nine-month employee salaries are earned over a 9-month period, but are paid over a 12-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. Principal and interest on general long-term obligations are recognized when due. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

#### **Other Financing Sources (Uses)**

Transfers between funds that are not expected to be repaid, sale of fixed assets, long-term debt proceeds, bank loan proceeds, etc., are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

E. Budget Practices

The School Board adopts budgets for the General Fund, each Special Revenue Fund, the Debt Service Fund and the Capital Projects Fund.

The proposed budgets for the fiscal year ended June 30, 2007, were made available for public inspection and comments from taxpayers. The budgets, which included proposed expenditures and the means of financing them, were published in the official journal fifteen days prior to the public hearing on the budgets for the year ended June 30, 2007. At this meeting, the proposed budgets were legally adopted by the School Board.

The budgets are prepared on a modified accrual basis of accounting. All appropriations lapse at year end. Encumbrances are not recognized within the accounting records for budgetary control purposes. Formal budget integration (within the accounting records) is employed as a management control device. The superintendent of parish schools is authorized to transfer between line items within any fund. However, when actual revenues within a fund fail to meet budgeted revenues by five percent or more, a budget amendment is adopted by the School Board in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

F. Encumbrances

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded.

G. Cash and Cash Equivalents

Cash and cash equivalents include interest bearing demand deposits and amounts in time deposits with maturities less than 90 days. Under state law, the School Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Cash and cash equivalents are stated at cost, which approximates market value.

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

Certificates of deposit with maturities greater than 90 days are classified as investments and are stated at cost, which also approximates market value.

#### H. Inventory

Inventory of the General Fund is valued at cost and consists of expendable materials and supplies, which are recorded as an expenditure when consumed, using the first-in, first-out method.

Inventory of the School Lunch 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 Agriculture and Forestry. The commodities are recorded as revenues when received; however, all inventory items are recorded as expenditures when consumed. All purchased inventory items are valued at the lower of cost (first-in, first-out basis) or market, and commodities are assigned values based on information provided by the United States Department of Agriculture.

#### I. Capital Assets

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The system for accumulation of fixed assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost.

Capital assets are recorded in the GWFS, but are not reported in the FFS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 40 to 50 years for buildings, and 6 to 20 years for equipment.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2003 were considered to be part of the cost of buildings or other immovable property such as stadiums. In the future, if such items are built or constructed, they will be capitalized and depreciated over their estimated useful lives.

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

#### J. Compensated Absences

All 12-month employees earn from 5 to 20 days of vacation leave each year, depending on their length of service with the School Board. Vacation leave can be accumulated without limitation, but must be used prior to retirement or termination.

All school board employees earn from 10 to 18 days of sick leave each year, depending upon the number of months employed. Sick leave may be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to twenty-five days is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers Retirement System, the total unused accumulated sick leave, including the twenty-five days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers Retirement System and for sick leave earned under the Louisiana School Employees Retirement System, all unpaid sick leave, which excludes the twenty-five days paid, is used in the retirement benefit computation as earned service.

Sabbatical leave may only be granted for medical leave and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid.

#### K. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, 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 are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**LIVINGSTON PARISH SCHOOL BOARD**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

L. Fund Balance Reserves

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

M. Net Assets

Net assets represent the difference between assets and liabilities in the GWFS. "Net assets invested in capital assets, net of related debt" consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net assets are reported as restricted in the GWFS when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

N. Sales and Use Taxes

The School Board receives a two and one-half percent sales and use tax. The sales and use tax is collected by the sales tax department of the School Board and is included in the revenues of the General Fund. The proceeds of the tax are dedicated to the payment of salaries of school teachers and other school employees; the payment of utilities; and constructing, maintaining or operating school buildings and other school related facilities, including the acquisition of sites.

In addition, on October 5, 2002, the voters in School Board District No. 22 approved a ½ percent sales and use tax for the purpose of constructing and acquiring a new elementary school and providing renovations and improvements to the existing buildings within the school district. Also, on September 18, 2004, the voters in School Board District No. 33 approved a one percent sales and use tax for the purpose of constructing and improving or renovating school buildings within the School District.

The School Board is also authorized to collect sales and use taxes levied by the following governmental entities:

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

Livingston Parish Council  
Law Enforcement Subdistrict A  
Gravity Drainage District No. 1  
Gravity Drainage District No. 2  
Gravity Drainage District No. 5  
City of Denham Springs  
City of Walker  
Town of Livingston  
Village of Albany  
Town of Springfield  
Livingston Parish Tourist Commission  
Denham Springs Economic Development District

The School Board receives a collection fee from each of these entities at a rate of 2% on the first \$1,000,000 collected and then 1.5% on the amounts collected in excess of \$1,000,000. The collection and distribution of the sales taxes are accounted for in the Sales Tax Agency Fund.

O. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

(2) Cash and Cash Equivalents -

The School Board maintains various deposit accounts for the current operations of certain individual funds of the School Board. In addition, it maintains a cash investment pool with the Board's paying agent for all remaining funds. Each fund's portion of the cash and investment pool is included in that fund's Cash and Cash Equivalent account.

The School Board also maintains certificates of deposits with maturities greater than 90 days. These certificates are classified as Investments.

Interest earned on pooled cash and investments is allocated to the participating funds based upon their combined participating balances.

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

At June 30, 2007, the carrying amount of the School Board's Cash and Cash Equivalents and Investments (checking accounts, savings accounts, and certificates of deposits) was \$61,332,739 and the confirmed bank balances were \$63,590,036. Cash and Cash Equivalents and Investments are stated at cost, which approximates market.

The following is a summary of Cash and Cash Equivalents and Investments at June 30, 2007, classified by credit risk:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Deposits in Bank Accounts per Balance Sheets:			
Cash and Cash Equivalents	\$20,086,936	\$6,890,174	\$26,977,110
Certificates of Deposits	<u>34,355,629</u>	<u>-</u>	<u>34,355,629</u>
Total	<u>\$54,442,565</u>	<u>\$6,890,174</u>	<u>\$61,332,739</u>

*Custodial Credit Risk - Deposits*

In the case of deposits, this is the risk that in the event of a bank failure, the School Board's deposits may not be returned to it. As of June 30, 2007, \$63,058,256 of the School Board's bank balances of \$63,590,036, was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's name.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement of the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

(3) Ad Valorem Taxes -

All taxable property in Louisiana is required by law to be assessed annually at a percentage of its fair market value by the Parish Assessor, except for public utility property which is assessed by the Louisiana Tax Commission.

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvements for residential purposes be 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. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which is valued by the Louisiana Tax Commission (LRS 47:1957). The correctness of assessments by the assessor is subject to review and certification by the Louisiana Tax Commission. The Assessor is required to reappraise all property subject to taxation at intervals of not more than four years.

Ad Valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Parish Assessor during the year and are billed to taxpayers in November. Billed taxes become delinquent on December 31. Revenues from Ad Valorem taxes are budgeted in the year billed and recognized as revenue when billed. The Parish Assessor bills and collects the property taxes using the assessed value determined by his office.

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

	<u>Authorized</u> <u>Millage</u>	<u>Levied</u> <u>Millage</u>		
Parishwide Taxes:				
Constitutional	3.29	3.29		
Additional Support	7.18	7.18		
Maintenance	7.00	7.00		
Construction	5.00	5.00		
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
District Taxes -				
Bond and Interest	-	72.28	-	72.28

**LIVINGSTON PARISH SCHOOL BOARD**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

Any differences between authorized and levied millages are the result of reassessment of the tax rolls required by Article 7, Section 23 of the Louisiana Constitution of 1974.

Total Ad Valorem Taxes Levied	\$9,989,495
Less: Amounts Deemed Uncollectible	<u>(344,225)</u>
	9,645,270
Add: Prior Year Taxes Collected in Current Year	<u>36,398</u>
Net Ad Valorem Taxes Collectible	<u>\$9,681,668</u>

Ad Valorem taxes receivable at June 30, 2007, totaled \$-0-.

(4) Receivables -

The receivables at June 30, 2007, are as follows:

	<u>Federal Grants</u>	<u>State Grants</u>	<u>Sales Taxes</u>	<u>Ad Valorem Taxes</u>	<u>Interest</u>	<u>Other</u>	<u>Total</u>
General Fund	\$ 53,812	\$1,321,777	\$2,894,008	\$ -	\$ 15,838	\$190,574	\$4,476,009
Capital Projects Fund	-	-	-	-	6,471	-	6,471
Nonmajor Funds	<u>4,645,424</u>	<u>-</u>	<u>46,874</u>	<u>-</u>	<u>32,835</u>	<u>1,348</u>	<u>4,726,481</u>
Totals	<u>\$4,699,236</u>	<u>\$1,321,777</u>	<u>\$2,940,882</u>	<u>\$ -</u>	<u>\$ 55,144</u>	<u>\$191,922</u>	<u>\$9,208,961</u>

(5) Interfund Receivables, Payables - Transfers In, Transfers Out -

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$4,300,008	\$ -
Special Revenue Funds:		
Elementary and Secondary Education Act:		
Chapter 1	-	1,783,891
Chapter 2	-	48,969
Special Education Fund	-	1,703,926
Special Federal Fund	-	422,094
Other Federal ESEA Fund	<u>-</u>	<u>341,128</u>
Total Special Revenue Funds	<u>-</u>	<u>4,300,008</u>
Total	<u>\$4,300,008</u>	<u>\$4,300,008</u>

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 422,665	\$6,457,500
Special Revenue Funds:		
Elementary and		
Secondary Education Act:		
Chapter 1	-	183,720
Special Education	-	173,699
Maintenance of Schools	834,000	-
School Lunch	3,150,000	-
Special Federal	-	22,912
Other Federal ESEA	-	<u>42,334</u>
Total Special Revenue Funds	3,984,000	422,665
Debt Service Funds:		
District No. 1	200,000	-
District No. 24	<u>35,000</u>	-
Total Debt Service Funds	235,000	-
Capital Projects Fund:		
District No. 4	250,000	-
District No. 22	1,332,500	-
District No. 26	500,000	-
District No. 33	175,000	-
District No. 90	-	<u>19,000</u>
Total Capital Projects Fund	2,257,500	19,000
Total	<u>\$ 6,899,165</u>	<u>\$ 6,899,165</u>

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

(6) Changes in Capital Assets -

Capital asset activity for the year ended June 30, 2007 is as follows:

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2007</u>
<b><u>Governmental Activities:</u></b>				
<b>Capital Assets not being Depreciated:</b>				
Land	\$ 6,271,062	\$ 1,338,720	\$ -	\$ 7,609,782
Construction in Progress	<u>7,604,738</u>	<u>5,912,585</u>	<u>(12,685,413)</u>	<u>831,910</u>
Total Capital Assets not being Depreciated	13,875,800	7,251,305	(12,685,413)	8,441,692
<b>Capital Assets being Depreciated:</b>				
Buildings and Improvements	154,979,327	12,570,566	-	167,549,893
Furniture and Equipment	3,680,778	1,087,917	(416,515)	4,352,180
Library Books and Textbooks	13,380,579	924,751	(136,581)	14,168,749
Vehicles	<u>3,820,778</u>	<u>543,032</u>	<u>(33,237)</u>	<u>4,330,573</u>
Total Capital Assets being Depreciated	175,861,462	15,126,266	(586,333)	190,401,395
<b>Less: Accumulated Depreciation for:</b>				
Buildings and Improvements	61,465,202	3,506,541	-	64,971,743
Furniture and Equipment	2,077,380	331,995	(334,471)	2,074,904
Library Books and Textbooks	8,675,461	1,555,013	(136,581)	10,093,893
Vehicles	<u>1,670,073</u>	<u>383,261</u>	<u>(33,237)</u>	<u>2,020,097</u>
Total Accumulated Depreciation	73,888,116	5,776,810	(504,289)	79,160,637
Total Capital Assets being Depreciated, Net	<u>101,973,346</u>	<u>9,349,456</u>	<u>(82,044)</u>	<u>111,240,758</u>
Total Governmental Activities Capital Assets, Net	<u>\$115,849,146</u>	<u>\$16,600,761</u>	<u>\$(12,767,457)</u>	<u>\$119,682,450</u>

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

Depreciation expense of \$5,776,810 for the year ended June 30, 2007 was charged to the following governmental functions:

**Instruction:**

Regular Education	\$1,240,917
Special Education	12,559
Vocational Education	23,711
Other Education Programs	5,823

**Support Services:**

Instructional Staff Support	389,428
General Administration (Including all Buildings)	3,621,020
School Administration	1,044
Business Services	51,884
Plant Services	49,263
Central Services	15,290
Student Transportation Services	340,755
School Food Services	<u>25,116</u>
Total	<u>\$5,776,810</u>

(7) Accounts, Salaries, and Other Payables -

The payables at June 30, 2007, are as follows:

	<u>Accounts</u>	<u>Salaries</u>	<u>Withholdings</u>	<u>Employee Benefits</u>	<u>Total</u>
General Fund	\$ 836,581	\$8,708,929	\$12,103,856	\$ 402,213	\$22,051,579
Capital Projects Fund	916,471	-	-	-	916,471
Nonmajor Funds	<u>352,213</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>352,213</u>
Total	<u>\$2,105,265</u>	<u>\$8,708,929</u>	<u>\$12,103,856</u>	<u>\$ 402,213</u>	<u>\$23,320,263</u>

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

(8) Defined Benefit Pension Plans -

A. Plan Descriptions, Contribution Information and Funding Policies -

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 Louisiana Teachers Retirement System (TRS); other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees Retirement Systems (LSERS).

The following is a summary of eligibility factors, contribution methods, and benefit provisions.

	<u>Teachers' Retirement System of Louisiana - Regular Plan</u>	<u>Teachers' Retirement System of Louisiana - Plan A</u>	<u>State of Louisiana School Employees' Retirement System</u>
Eligibility to Participate	Employees that meet the legal definition of a "teacher" in accordance with Louisiana Revised Statutes 11:701(23)(a).	Employees paid with school food service funds in which the parish has withdrawn from Social Security coverage.	Membership is mandatory for all employees under age 60 employed by a Louisiana Parish or City School Board who work more than 20 hours as a school bus driver, school janitor, school custodian, school maintenance employee, or school bus aide.
Authority Establishing Contribution Obligations and Benefits	State Statute	State Statute	State Statute

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

	<u>Teachers' Retirement System of Louisiana - Regular Plan</u>	<u>Teachers' Retirement System of Louisiana - Plan A</u>	<u>State of Louisiana School Employees' Retirement System</u>
Plan Members' Contribution Rate (Percent of Covered Payroll)	8.00%	9.10%	7.50%
School Board's Contribution Rate (Percent of Covered Payroll)	15.80%	15.80%	19.10%
Period Required to Vest	10 years	10 years	10 years
Benefits and Eligibility for Distribution (Full-time)	Benefit based on a percentage of the member's average salary for the 36 highest successive months using the following requirements:	Benefit based on a percentage of the member's average salary for the 36 highest successive months using the following requirements:	At least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, or 10 years of creditable service and is at least age 60, 2 1/2%

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

	<u>Teachers' Retirement System of Louisiana - Regular Plan</u>	<u>Teachers' Retirement System of Louisiana - Plan A</u>	<u>State of Louisiana School Employees' Retirement System</u>
	<u>Years Service</u> <u>Min. Age</u> <u>Formula Percentage</u>	<u>Years Service</u> <u>Min. Age</u> <u>Formula Percentage</u>	
	10   60   2.0%	10*   60   3.0%	of average compensation for the three highest consecutive years of service times the number of years of service, plus an additional 1/2% of average final compensation times the years of creditable service in excess of 20 years, plus a supplementary allowance of \$24 per annum or \$2 per month for each year of service, not to exceed average final compensation.
	Any	25   55   3.0%	
	20   Age   2.0%	Any	
	25   55   2.5%	30   Age   3.0%	
	Any		
	30   Age   2.5%		
	20   65   2.5%	*Less than 10 years at age 70 if member entered School Lunch Employees' Retirement System when Parish withdrew from Social Security.	
<b>Deferred Retirement Option</b>	Yes, same eligibility requirements as above regular retirement.	Yes, same eligibility requirements as above regular retirement.	Yes, 10 years at age 60, 25 years at 55, or any age with 30 years of creditable service.
<b>Provisions for: Cost of Living Adjustments (Normal Retirement)</b>	Yes	Yes	Yes
<b>Death (Duty, Non-Duty, Post Retirement)</b>	Yes	Yes	Yes
<b>Disability (Duty, Non-Duty)</b>	Yes	Yes	Yes
<b>Cost of Living Allowances</b>	Yes	Yes	Yes

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

B. Trend Information -

Contributions required by State statute:

Fiscal Year	Teachers' Retirement System of Louisiana - Regular Plan		Teachers' Retirement System of Louisiana - Plan A		State of Louisiana School Employees' Retirement System	
	<u>Required Contribution</u>	<u>Percentage Contributed</u>	<u>Required Contribution</u>	<u>Percentage Contributed</u>	<u>Required Contribution</u>	<u>Percentage Contributed</u>
1998	\$ 7,816,519	100%	\$ 92,247	100%	\$ 276,111	100%
1999	\$ 8,718,960	100%	\$ 88,797	100%	\$ 298,691	100%
2000	\$ 8,349,114	100%	\$ 77,961	100%	\$ -	N/A
2001	\$ 8,067,534	100%	\$ 62,298	100%	\$ -	N/A
2002	\$ 8,032,885	100%	\$ 45,635	100%	\$ -	N/A
2003	\$ 8,580,196	100%	\$ 41,839	100%	\$ -	N/A
2004	\$ 9,493,360	100%	\$ 36,851	100%	\$ -	N/A
2005	\$11,445,128	100%	\$ 37,077	100%	\$ 953,322	100%
2006	\$12,770,586	100%	\$ 29,355	100%	\$1,222,461	100%
2007	\$13,876,912	100%	\$ 33,310	100%	\$1,545,886	100%

Trend information showing the progress of the Systems in accumulating sufficient assets to pay benefits when due is presented in their annual financial reports. Copies of these reports may be obtained from the respective State retirement systems.

C. Deferred Compensation Plan -

In addition to the above mentioned retirement plans, on May 5, 1994, the School Board adopted a resolution establishing a deferred compensation plan pursuant to Section 457 of the Internal Revenue Code. All part-time, seasonal and temporary employees of the School Board are eligible to participate in this plan. Participation in this plan is at a rate of 7.5% of compensation with contributions to the plan funded 1.3% by the employer and 6.2% by the employee. During the current fiscal year, total contributions to the plan amounted to \$197,295 which consisted of \$34,102 from the School Board and \$163,193 from the employees.

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

The School Board has implemented GASB Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans". Under this statement governments who have no responsibility for the plan and are not formally considered the plan's trustee are not required to report the plan in its financial statements. Since the School Board's plan is held in a custodial account with a third party administrator, the assets and liabilities are not presented in the School Board's financial statements as of June 30, 2007.

(9) **Post-Retirement Health Care and Life Insurance Benefits -**

In addition to the pension benefits described in Note (8), the Livingston Parish School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee, the State Employees Group Benefits Program (the state), and the School Board (the parish). The School Board recognizes the cost of providing these benefits as an expenditure when the monthly premiums are due. For the fiscal year ended June 30, 2007, the cost of providing these benefits for 2,060 active employees is \$12,327,092 and for 607 retirees is \$4,084,560.

(10) **Changes in Agency Fund Deposits Due Others -**

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

	<u>School Activity Fund</u>	<u>Sales Tax Fund</u>	<u>Total</u>
Balance - June 30, 2006	\$ 3,529,326	\$ 2,474,670	\$ 6,003,996
Additions	11,679,961	62,432,850	74,112,811
Deductions	<u>(11,067,830)</u>	<u>(62,158,803)</u>	<u>(73,226,633)</u>
Balance - June 30, 2007	<u>\$ 4,141,457</u>	<u>\$ 2,748,717</u>	<u>\$ 6,890,174</u>

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

(11) Long-Term Debt -

The following is a summary of the long-term obligation transactions for the year ended June 30, 2007:

	<u>Bonded Debt</u>	<u>Capital Lease</u>	<u>Compensated Absences</u>	<u>Claims and Judgements</u>	<u>Total</u>
Long-Term Obligations - July 1, 2006	\$39,467,665	\$ 979,898	\$ 8,020,420	\$ 1,250,000	\$ 49,717,983
Additions	5,075,000	-	2,759,670	590,000	8,424,670
Amortization of Deferred Amounts on Refunding	83,366	-	-	-	83,366
Deductions	<u>(7,472,032)</u>	<u>(235,977)</u>	<u>(1,943,892)</u>	<u>(490,000)</u>	<u>(10,141,901)</u>
Long-Term Obligations - June 30, 2007	<u>\$37,153,999</u>	<u>\$ 743,921</u>	<u>\$ 8,836,198</u>	<u>\$ 1,350,000</u>	<u>\$ 48,084,118</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2007:

	<u>Bonded Debt</u>	<u>Capital Lease</u>	<u>Compensated Absences</u>	<u>Claims and Judgements</u>	<u>Total</u>
Current Portion	\$ 2,520,304	\$ 241,876	\$ 2,209,049	\$ -	\$ 4,971,229
Long Term Portion	<u>34,633,695</u>	<u>502,045</u>	<u>6,627,149</u>	<u>1,350,000</u>	<u>43,112,889</u>
Total	<u>\$37,153,999</u>	<u>\$ 743,921</u>	<u>\$ 8,836,198</u>	<u>\$ 1,350,000</u>	<u>\$ 48,084,118</u>

Bonded Debt

All school board bonds outstanding at June 30, 2007 in the amount of \$37,738,290 consist of general obligation bonds with final maturities from 2008 to 2024 and interest rates from 3.00 percent to 12.00 percent. Bond principal and interest payable in the next fiscal year is \$2,520,304 and \$1,586,067, respectively. Bonded debt is comprised of the following individual issues which are payable from the debt service funds:

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
<b>General Obligation</b>					
<b>Bonds - Secured</b>					
<b>by Ad Valorem Taxes:</b>					
<b>School District No. 1:</b>					
03/01/02	\$6,455,000	3.00-4.40%	2014	\$ 876,302	\$ 4,980,000
<b>School District No. 4:</b>					
03/01/02	\$2,840,000	3.00-4.40%	2014	386,157	2,190,000
01/01/05	\$12,000,000	3.06-5.00%	2024	5,370,862	11,565,000
<b>School District No. 22:</b>					
12/01/96	\$1,500,000	4.75-10.00%	2016	249,750	925,000
01/01/02	\$2,515,000	4.40%	2017	495,505	1,840,000
02/01/03	\$9,000,000	4.00-4.55%	2022	3,008,333	7,965,000
<b>School District No. 24:</b>					
11/22/05	\$ 217,000	3.60-5.00%	2013	30,579	179,290
07/11/06	\$1,525,000	3.75-4.13%	2014	216,475	1,390,000
<b>School District No. 25:</b>					
02/27/02	\$ 340,000	4.50%	2009	378	10,000
<b>School District No. 26:</b>					
02/27/02	\$ 411,000	3.90%	2008	72	4,000
<b>School District No. 27-A:</b>					
07/11/06	\$1,690,000	3.75-4.13%	2014	232,889	1,520,000
<b>School District No. 31:</b>					
04/01/96	\$ 725,000	5.30-12.00%	2016	123,660	445,000
08/01/01	\$ 450,000	.1%-6.50%	2016	87,005	325,000
<b>School District No. 32-A:</b>					
08/01/01	\$1,400,000	.1%-6.5%	2016	272,940	1,015,000
07/11/06	\$1,225,000	3.85-4.30%	2016	253,245	1,130,000
<b>School District No. 33:</b>					
01/01/05	\$1,750,000	3.75-5.00%	2024	723,678	1,680,000
07/11/06	\$ 635,000	3.75-4.13%	2014	<u>89,711</u>	<u>575,000</u>
Total General Obligation Bonds				<u>12,417,541</u>	<u>37,738,290</u>
Total Bonded Debt				<u>\$ 12,417,541</u>	<u>\$ 37,738,290</u>

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish and the avails of a ½% sales and use tax within School Board District No. 22 within Livingston Parish. At June 30, 2007 the School Board has accumulated \$3,039,272 in the Debt Service Funds for future debt requirements. The bonds are due, by years, as follows:

<u>Year Ending June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2008	\$ 2,520,304	\$ 1,586,067	\$ 4,106,371
2009	2,642,641	1,482,149	4,124,790
2010	2,774,046	1,371,012	4,145,058
2011	2,915,522	1,255,112	4,170,634
2012	3,052,073	1,131,035	4,183,108
2013-2017	12,578,704	3,748,053	16,326,757
2018-2022	8,730,000	1,681,421	10,411,421
2023-2024	<u>2,525,000</u>	<u>162,692</u>	<u>2,687,692</u>
	37,738,290	<u>\$12,417,541</u>	<u>\$50,155,831</u>
Unamortized Deferred Amount on Refunding	<u>(584,291)</u>		
	<u>\$37,153,999</u>		

Current Year Advance Refunding

On July 11, 2006, the School Board issued a total of \$5,075,000 in Series 2006 General Obligation School Refunding Bonds in four separate districts for a current refunding of \$4,960,000 of Series 1993 A, B, C, and D General Obligation School Improvement Bonds of each district. The following schedule lists the district and the Series 2006 General Obligation School Refunding Bond issued and the Series 1993 General Obligation School Improvement Bond balance refunded:

<u>District:</u>	<u>2006 Series Bonds Issued</u>	<u>1993 Series Bonds Refunded</u>
#24	\$ 1,525,000	\$ 1,495,000
#27-A	1,690,000	1,650,000
#32-A	1,225,000	1,200,000
#33	635,000	615,000
	<u>\$ 5,075,000</u>	<u>\$ 4,960,000</u>

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

The sources and uses of the refunding issue are summarized as follows:

**Sources and Uses of Funds:**

**Sources:**

Principal Proceeds	\$ 5,075,000
Sinking Fund Contribution	<u>53,858</u>
	<u>\$ 5,128,858</u>

**Uses:**

Deposits with Escrow Agent	\$ 5,024,311
Issuance Costs	<u>104,547</u>
	<u>\$ 5,128,858</u>

**Cash Flow Difference:**

Old Debt Service Cash Flows		\$ 6,189,580
New Debt Service Cash Flows	6,023,015	
Plus:		
Contribution from Sinking Funds	<u>53,858</u>	<u>6,076,873</u>
Cash Flow Difference		<u>\$ 112,707</u>

**Economic Gain on Refunding:**

Present Value of Old Debt Service Cash Flows		\$ 5,074,975
Present Value of New Debt Service Cash Flows	4,955,655	
Plus:		
Contribution from Sinking Funds	<u>53,858</u>	<u>5,009,513</u>
Economic Gain		<u>\$ 65,462</u>

The reacquisition price equaled the net carrying value of the old debt. This advance refunding was undertaken to reduce total debt service payments over the next 10 years by \$112,708 and resulted in an economic gain of \$65,462.

**LIVINGSTON PARISH SCHOOL BOARD**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

**Prior Years Advance Refundings**

On April 1, 1996, the School Board issued \$2,515,000 in General Obligation Bonds with an average interest rate of 5.3% to advance refund \$1,180,000 of outstanding General Obligation Bonds with an average interest rate of 8.0%. The net proceeds of \$1,430,562 (after payment of \$16,595 in underwriting fees, insurance and other issuance costs) plus an additional \$184,748 of the advance refunded bonds sinking fund monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. As a result, these bonds are considered to be defeased and the liability for these bonds has been removed from these financial statements. The School Board advance refunded these bonds which increased its total debt service payments over the next 20 years by approximately \$2,700,000. The School Board experienced an economic loss (difference between the present values of the debt service payments on the old and new debt) of approximately \$1,300,000. This loss was caused by the additional debt issued for the construction of new facilities in Districts #31 and #32.

During the 2002 fiscal year, the School Board issued \$11,810,000 of general obligation refunding bonds to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$10,810,000 of general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from these financial statements. The reacquisition price exceeded the net carrying amount of the old debt by \$1,029,722. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. At June 30, 2007, the unamortized balance is \$584,291. This advance refunding was undertaken to reduce total debt service payments over the next 15 years by \$957,672 and resulted in an economic gain of \$714,206

In addition during 2002, the School Board issued \$751,000 of general obligation bonds for a current refunding of \$730,000 of general obligation bonds. The refunding was undertaken to reduce total future debt service payments. The reacquisition price was approximately equal to the net carrying amount of the old debt. The transaction also resulted in an economic gain of \$41,649 and a reduction of \$51,401 in future debt service payments.

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt funded by ad valorem taxes, in excess of thirty-five percent of the assessed value of taxable property. At June 30, 2007, the statutory limit is approximately \$145,000,000 and outstanding general obligation bonded debt funded by ad valorem taxes totals \$37,738,290.

**Compensated Absences**

At June 30, 2007, employees of the School Board have accumulated and vested \$8,836,198 of employee leave benefits, which was computed in accordance with GASB Codification Section C60.

**LIVINGSTON PARISH SCHOOL BOARD**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

Capital Lease

As described in note 1, the School Board entered into a cooperative endeavor agreement with The Livingston Parish Public Benefit Corporation (the Corporation) and the Southeastern Educational Foundation (the Foundation), a Louisiana nonprofit corporation and wholly owned subsidiary of the Southeastern Development Foundation, a Louisiana nonprofit corporation organized for the benefit of Southeastern Louisiana University. The Livingston Parish Literacy and Technology Center was constructed by the Foundation. Under the terms of the agreement, the School Board is required to pay a \$1,000,000 lease payment and five lease payments of \$260,475 in January for the next five years upon final acceptance of the Center. The total lease payments net of interest equals \$2,210,120 which is approximately 47% of the total cost of construction for the Center. The School Board made a payment of \$260,475 during the current year. The following schedule lists the future lease payment requirements:

<u>Year Ending June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2008	\$ 241,876	\$ 18,599	\$ 260,475
2009	247,923	12,552	260,475
2010	<u>254,122</u>	<u>6,353</u>	<u>260,475</u>
	<u>\$ 743,921</u>	<u>\$ 37,504</u>	<u>\$ 781,425</u>

(12) Risk Management/Fund Balances Designated for Insurance -

Property Damage Insurance

The School Board continues to carry an excess coverage insurance policy to cover annual losses in excess of \$100,000 and has designated \$593,082 of fund balance of the General Fund at June 30, 2007, to cover the cost of future property damage not covered by insurance.

General Liability Insurance

The School Board is exposed to losses relating to any potential general liability claim it may face. Because of the prohibitive cost of carrying commercial insurance, the School Board established a limited risk management program for liability claims. The School Board has an excess coverage insurance policy to cover annual losses in excess of \$200,000.

The School Board made disbursements for liability claims of \$-0- in the fiscal year ended June 30, 2007. The General Fund reports the claims expenditures when paid. The estimated claims liability at June 30, 2007, amounted to \$584,843.

LIVINGSTON PARISH SCHOOL BOARD

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

Each year the School Board compares the claims paid and the designated fund balance for general liability insurance to determine the amount of funds to be set aside that year. The School Board has designated \$1,988,888 of the fund balance of the General Fund to cover future general liability damage claims.

Worker's Compensation Insurance

The School Board is exposed to losses relating to any potential worker's compensation claims it may face. Because of the prohibitive cost of carrying commercial insurance, the School Board established a limited risk management program for worker's compensation claims. The School Board has purchased an excess coverage insurance policy to cover worker's compensation claims in excess of \$400,000.

Each year the School Board compares the claims paid and the designated fund balance for worker's compensation insurance to determine the amount of funds to be set aside that year. The School Board has designated \$389,877 of the fund balance of the General Fund to cover future worker's compensation damage claims.

All worker's compensation claims are paid out of the General Fund resources. The School Board made disbursements for worker's compensation claims of \$384,661 in the fiscal year ended June 30, 2007. The General Fund reports the claims expenditures when paid. The estimated claims liability at June 30, 2007, amounted to \$765,157.

A certificate of deposit in the amount of \$150,000 purchased by the School Board in the name of the Office of Workers' Compensation through the Department of Employment and Training is held in trust for the School Board.

(13) Fund Balance - Other Designations - General Fund -

Alternative School/Career Center

During a prior fiscal year, the School Board passed a motion to set aside funds in the amount of \$1,000,000 in the General Fund to be used for a proposed alternative school/career center. In the current year and prior years, the board designated annual interest earnings and timber sale revenues for this purpose. During the current fiscal year, the School Board expended \$260,475 on the Livingston Parish Library and Technology Center located in Walker, Louisiana. At June 30, 2007, \$77,555 remains designated for the alternative school/career center.

**LIVINGSTON PARISH SCHOOL BOARD**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

JUNE 30, 2007

(14) Fund Equity - Capital Projects Fund -

The Capital Projects Fund shows a total fund equity of \$1,870,626. A summary of commitments under construction contracts for each individual school district at June 30, 2007, follows:

	<u>Project Authorization</u>	<u>Expended to June 30, 2007</u>	<u>Unexpended Commitment</u>
District #4	\$1,757,257	\$ 634,436	\$1,122,821
District #22	<u>645,826</u>	<u>197,474</u>	<u>448,352</u>
Total	<u>\$2,403,083</u>	<u>\$ 831,910</u>	<u>\$1,571,173</u>
	Actual District Fund Balance at June 30, 2007	Unexpended Commitment June 30, 2007	Fund Balances Less Commitments June 30, 2007
District #1	\$ 706,630	\$ -	\$ 706,630
District #4	412,249	1,122,821	(710,572)
District #22	87,897	448,352	(360,455)
District #24	173,600	-	173,600
District #25	98,599	-	98,599
District #26	66,723	-	66,723
District #27	149,680	-	149,680
District #31	92,368	-	92,368
District #32	72,540	-	72,540
District #33	9,582	-	9,582
District #90	<u>758</u>	<u>-</u>	<u>758</u>
	<u>\$1,870,626</u>	<u>\$1,571,173</u>	<u>\$ 299,453</u>

At June 30, 2007 the unexpended commitments are recorded in the Capital Projects Fund as fund balance reserved for incomplete contracts to the extent of available fund balances of \$500,146. The unavailable amount of \$1,071,027 will have to be resolved in future years by anticipated Sales Tax revenues and General Fund Transfers.

(15) Reservation of Fund Balance - General Fund -

Reservation for Salaries - In May 1967, the voters of Livingston Parish approved the levy of a 1% sales tax for the purpose of paying salaries of the employees of the School Board. In addition, in October 1987 the voters of Livingston Parish approved the levy of an additional 1/2 of 1% sales tax, 80% of which is dedicated for the purpose of paying salaries of the employees of the School Board. At June 30, 2007, a balance of \$2,268,919 is reserved for salaries as a result of these sales tax levies.

## LIVINGSTON PARISH SCHOOL BOARD

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007

Reservation for Construction, Utilities, and Maintenance - In May 1978, the voters of Livingston Parish approved the levy of a 1% sales tax for the purpose of construction, renovation, operation and maintenance of the public schools of Livingston Parish. Also, the remaining 20% of the 1/2 of 1% sales tax approved in 1987, is dedicated to pay the cost of utility services of the public schools of Livingston Parish. At June 30, 2007, a balance of \$19,195,040 is reserved for utilities and maintenance as a result of these sales tax levies.

Excellence in Education - Classroom Improvements - In the current year and prior years, the School Board received payments from the State of Louisiana in connection with the State's settlement of its lawsuit with the tobacco industry. These funds can only be spent on classroom improvements as required by the State. Accordingly, the unspent monies at June 30, 2007 of \$1,775,461 are reflected as a reservation of fund balance.

(16) Litigation and Claims -

At June 30, 2007, the School Board is involved in several lawsuits. It is the opinion of the legal adviser for the School Board that the ultimate resolution of these lawsuits will not involve any material liability to the School Board in excess of insurance coverage and amounts recorded in these financial statements.

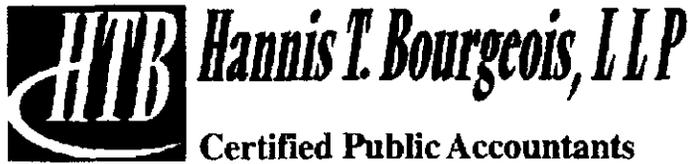
(17) Current Accounting Pronouncements -

In June 2004, the Government Accounting Standards Board issued GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Postretirement Benefits and Other Than Pensions." This Statement's objective is to establish uniform standards of financial reporting by state and local government entities for other postemployment benefits (OPEB) including post-employment healthcare benefits. This Statement provides standards for measurement, recognition, and display of the OPEB expenses and related liabilities, note disclosures, and required supplementary information. This statement will require an actuarial valuation of the OPEB liability on at least a biennial basis. This Statement will be required to be adopted by the School Board for the fiscal year ending June 30, 2008.

(18) Subsequent Event -

On May 5, 2007, the voters of Livingston Parish School Board District No. 1 approved the issuance of \$26,000,000 of twenty (20) year general obligation School Bonds. The proceeds of these bonds will be used to pay the cost of construction of new school sites, renovations, expansion and equipping of existing school buildings and other school related facilities within the District. These bonds will be payable from the annual levy and collection of unlimited ad valorem taxes on all the taxable property within the Districts. These bonds were issued on December 5, 2007 with scheduled maturities through 2027.

**SCHEDULES REQUIRED BY STATE LAW**  
**(R.S. 24:514 - PERFORMANCE AND STATISTICAL DATA)**



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December 5, 2007

Independent Accountant's Report  
on Applying Agreed-Upon Procedures  
to the Livingston Parish School Board

Livingston Parish School Board  
Livingston, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Livingston Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of Livingston Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the 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 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported at 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
- Nonpublic Transportation Revenue

(No Differences Noted)

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.

(No Differences Noted)

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

(No Differences Noted)

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and to determine if the individual's education level was properly classified on the schedule.

(No Differences Noted)

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 National School Lunch Program (CFDA 10.555) application.

(No Differences Noted)

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

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

(No Differences Noted)

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

(No Differences Noted)

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

(No Differences Noted)

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule.

(No Differences Noted)

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 Livingston Parish School Board.

(No Differences Noted)

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 Livingston Parish School Board.

(No Differences Noted)

The IOWA Tests (Schedule 9)

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

(No Differences Noted)

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

This report is intended solely for the use of management of Livingston Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,

*Hanna T. Bourgeois, CPA*

**SUPPLEMENTARY INFORMATION**

## LIVINGSTON PARISH SCHOOL BOARD

GENERAL FUND INSTRUCTIONAL AND SUPPORT EXPENDITURES  
AND CERTAIN LOCAL REVENUE SOURCES

FOR THE YEAR ENDED JUNE 30, 2007

General Fund Instructional and Equipment Expenditures

## General Fund Instructional Expenditures:

## Teacher and Student Interaction Activities:

Classroom Teacher Salaries	61,067,071	
Other Instructional Staff Activities	8,286,342	
Employee Benefits	22,685,823	
Purchased Professional and Technical Services	162,959	
Instructional Materials and Supplies	3,210,678	
Instructional Equipment	746,128	
Total Teacher and Student Interaction Activities		96,159,001

Other Instructional Activities		708,282
--------------------------------	--	---------

Pupil Support Activities	5,484,322	
Less: Equipment for Pupil Support Activities	(1,595)	
Net Pupil Support Activities		5,482,727

Instructional Staff Services	3,983,024	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		3,983,024

School Administration	7,598,175	
Less: Equipment for School Administration	-	
Net School Administration		7,598,175

Total General Fund Instructional Expenditures		\$ 113,931,209
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Total General Fund Equipment Expenditures		\$ 1,770,501
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(CONTINUED)

LIVINGSTON PARISH SCHOOL BOARD

GENERAL FUND INSTRUCTIONAL AND SUPPORT EXPENDITURES  
AND CERTAIN LOCAL REVENUE SOURCES (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2007

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 780,444
Renewable Ad Valorem Tax	4,549,822
Debt Service Ad Valorem Tax	4,351,402
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	319,374
Sales and Use Taxes	31,129,935
Total Local Taxation Revenue	<u>41,130,977</u>

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	\$ 7,587
Earnings from Other Real Property	78,886

Total Local Earnings on Investment in Real Property \$ 86,473

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 116,394
Revenue Sharing - Other Taxes	579,840

Total State Revenue in Lieu of Taxes \$ 696,234

Nonpublic Textbook Revenue \$ 2,319

Nonpublic Transportation Revenue \$ 30,811

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

EDUCATION LEVELS OF PUBLIC SCHOOL STAFF

AS OF OCTOBER 1, 2006

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0%	0	0%	0	0%	0	0%
Bachelor's Degree	1037	73%	0	0%	2	3%	0	0%
Master's Degree	262	19%	0	0%	35	52%	0	0%
Master's Degree + 30	96	7%	0	0%	23	34%	0	0%
Specialist in Education	11	1%	0	0%	7	11%	0	0%
Ph. D. or Ed. D.	3	0%	0	0%	0	0%	0	0%
<b>Total</b>	<b>1,409</b>	<b>100%</b>	<b>0</b>	<b>0%</b>	<b>67</b>	<b>100%</b>	<b>0</b>	<b>0%</b>

See auditor's report.

LIVINGSTON PARISH SCHOOL BOARD  
NUMBER AND TYPE OF PUBLIC SCHOOLS  
FOR THE YEAR ENDED JUNE 30, 2007

Type	Number
Elementary	21
Middle/Jr. High	8
Secondary	7
Combination	3
<b>Total</b>	<b>39</b>

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

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

EXPERIENCE OF PUBLIC PRINCIPALS AND FULL-TIME CLASSROOM TEACHERS

AS OF OCTOBER 1, 2006

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	-	-	5	2	3	5	10	25
Principals	-	-	2	1	7	10	22	42
Classroom Teachers	124	129	423	176	212	145	200	1,409
<b>Total</b>	124	129	430	179	222	160	232	1,476

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

PUBLIC SCHOOL STAFF DATA

FOR THE YEAR ENDED JUNE 30, 2007

	<u>All Classroom Teachers</u>	<u>Classroom Teachers Excluding ROTC and Rehired Retirees</u>
Average Classroom Teachers' Salary Including Extra Compensation	42,550	42,504
Average Classroom Teachers' Salary Excluding Extra Compensation	42,129	42,083
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	1,433	1,417

**Note:** Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

CLASS SIZE CHARACTERISTICS

AS OF OCTOBER 2, 2007

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	42.3%	1,281	52.9%	1,598	4.8%	146	0.0%	-
Elementary Activity Classes	37.3%	199	54.6%	292	7.5%	40	0.6%	3
Middle/Jr. High	33.9%	578	27.7%	472	36.2%	617	2.2%	37
Middle/Jr. High Activity Classes	44.4%	122	10.9%	30	25.8%	71	18.9%	52
High	61.9%	1,619	23.3%	607	14.6%	380	0.2%	4
High Activity Classes	74.8%	302	10.1%	41	9.9%	40	5.2%	21
Combination	77.3%	394	13.0%	66	7.3%	37	2.4%	12
Combination Activity Classes	79.0%	79	5.0%	5	11.0%	11	5.0%	5

**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.

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## LOUISIANA EDUCATIONAL ASSESSMENT PROGRAM (LEAP) FOR THE 21ST CENTURY

FOR THE YEAR ENDED JUNE 30, 2007

District Achievement Level Results	English Language Arts						Mathematics					
	2007		2006		2005		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	88	5%	61	3%	60	3%	81	5%	82	4%	78	4%
Mastery	471	27%	384	21%	473	26%	343	19%	418	23%	364	20%
Basic	852	48%	923	50%	822	46%	923	52%	821	44%	872	49%
Approaching Basic	238	13%	303	16%	304	17%	288	16%	354	19%	304	17%
Unsatisfactory	125	7%	186	10%	137	8%	139	8%	183	10%	176	10%
<b>Total</b>	<b>1,774</b>	<b>100%</b>	<b>1,857</b>	<b>100%</b>	<b>1,796</b>	<b>100%</b>	<b>1,774</b>	<b>100%</b>	<b>1,858</b>	<b>100%</b>	<b>1,794</b>	<b>100%</b>

District Achievement Level Results	Science						Social Studies					
	2007		2006		2005		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	44	2%	25	1%	20	1%	32	2%	23	1%	11	1%
Mastery	464	26%	329	19%	374	23%	333	18%	238	13%	245	15%
Basic	898	49%	876	49%	786	48%	975	54%	976	55%	943	57%
Approaching Basic	315	17%	427	24%	361	22%	323	18%	341	19%	280	17%
Unsatisfactory	100	6%	129	7%	98	6%	157	8%	205	12%	159	10%
<b>Total</b>	<b>1,821</b>	<b>100%</b>	<b>1,786</b>	<b>100%</b>	<b>1,639</b>	<b>100%</b>	<b>1,820</b>	<b>100%</b>	<b>1,783</b>	<b>100%</b>	<b>1,638</b>	<b>100%</b>

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## THE GRADUATION EXIT EXAM FOR THE 21ST CENTURY

FOR THE YEAR ENDED JUNE 30, 2007

District Achievement Level Results	English Language Arts						Mathematics					
	2007		2006		2005		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	9	1%	8	1%	9	1%	77	5%	94	7%	90	7%
Mastery	145	10%	166	11%	230	17%	254	18%	266	18%	278	21%
Basic	723	51%	768	54%	692	52%	667	47%	665	46%	615	46%
Approaching Basic	368	26%	320	22%	293	22%	240	17%	236	16%	166	12%
Unsatisfactory	173	12%	170	12%	102	8%	179	13%	193	13%	180	14%
<b>Total</b>	<b>1,418</b>	<b>100%</b>	<b>1,432</b>	<b>100%</b>	<b>1,326</b>	<b>100%</b>	<b>1,417</b>	<b>100%</b>	<b>1,454</b>	<b>100%</b>	<b>1,329</b>	<b>100%</b>

District Achievement Level Results	Science						Social Studies					
	2007		2006		2005		2007		2006		2005	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	43	3%	31	2%	38	3%	9	1%	1	0%	9	1%
Mastery	204	17%	180	14%	239	21%	110	9%	86	7%	115	10%
Basic	594	48%	591	48%	544	47%	709	57%	762	61%	677	59%
Approaching Basic	265	22%	348	28%	243	21%	263	21%	270	22%	234	20%
Unsatisfactory	128	10%	94	8%	93	8%	144	12%	124	10%	119	10%
<b>Total</b>	<b>1,234</b>	<b>100%</b>	<b>1,244</b>	<b>100%</b>	<b>1,157</b>	<b>100%</b>	<b>1,235</b>	<b>100%</b>	<b>1,243</b>	<b>100%</b>	<b>1,154</b>	<b>100%</b>

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## IOWA AND ILEAP TESTS

FOR THE YEAR ENDED JUNE 30, 2007

## Iowa Tests

	Composite	
	2005	2004
<b>Test of Basic Skills (TBS)</b>		
Grade 3	69	69
Grade 5	69	68
Grade 6	59	58
Grade 7	62	61
<b>Tests of Educational Development (TED)</b>		
Grade 9	58	59

Scores are reported by National Percentile Rank. A student's National Percentile Rank shows the student's relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. A student with a score of 72 indicates that the student scored the same or better than 72 percent of the students in the norm group.

## ILEAP Tests

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	79	5%	140	8%	82	5%	60	4%
Mastery	385	23%	489	29%	364	22%	339	20%
Basic	846	50%	755	45%	880	52%	963	57%
Approaching Basic	234	14%	199	12%	278	17%	228	14%
Unsatisfactory	132	8%	94	6%	69	4%	83	5%
<b>Total</b>	<b>1,676</b>	<b>100%</b>	<b>1,677</b>	<b>100%</b>	<b>1,673</b>	<b>100%</b>	<b>1,673</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	61	4%	135	8%	62	4%	62	4%
Mastery	416	25%	306	18%	363	22%	231	14%
Basic	787	48%	925	56%	809	49%	929	56%
Approaching Basic	274	16%	181	11%	346	21%	285	17%
Unsatisfactory	116	7%	108	7%	72	4%	144	9%
<b>Total</b>	<b>1,654</b>	<b>100%</b>	<b>1,655</b>	<b>100%</b>	<b>1,652</b>	<b>100%</b>	<b>1,651</b>	<b>100%</b>

(CONTINUED)

LIVINGSTON PARISH SCHOOL BOARD  
IOWA AND ILEAP TESTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2007

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	75	4%	70	3%	42	2%	148	8%
Mastery	405	23%	264	15%	333	19%	259	14%
Basic	952	53%	1,073	60%	886	49%	926	52%
Approaching Basic	268	15%	246	14%	412	23%	322	18%
Unsatisfactory	96	5%	144	8%	120	7%	138	8%
<b>Total</b>	<b>1,796</b>	<b>100%</b>	<b>1,797</b>	<b>100%</b>	<b>1,793</b>	<b>100%</b>	<b>1,793</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2006		2006		2006		2006	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	117	6%	78	4%	47	3%	22	1%
Mastery	352	19%	234	12%	349	19%	284	15%
Basic	962	51%	1,070	57%	909	48%	1,063	57%
Approaching Basic	361	19%	338	18%	436	23%	336	18%
Unsatisfactory	89	5%	161	9%	138	7%	174	9%
<b>Total</b>	<b>1,881</b>	<b>100%</b>	<b>1,881</b>	<b>100%</b>	<b>1,879</b>	<b>100%</b>	<b>1,879</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics	
	2006		2006	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	26	2%	68	5%
Mastery	228	14%	180	12%
Basic	855	54%	875	57%
Approaching Basic	366	23%	249	16%
Unsatisfactory	101	7%	170	10%
<b>Total</b>	<b>1,576</b>	<b>100%</b>	<b>1,542</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	83	5%	207	12%	73	4%	43	2%
Mastery	480	27%	467	26%	412	23%	445	25%
Basic	818	46%	764	43%	852	48%	884	50%
Approaching Basic	256	15%	221	13%	329	19%	256	15%
Unsatisfactory	126	7%	104	6%	97	6%	135	8%
<b>Total</b>	<b>1,763</b>	<b>100%</b>	<b>1,763</b>	<b>100%</b>	<b>1,763</b>	<b>100%</b>	<b>1,763</b>	<b>100%</b>

(CONTINUED)

LIVINGSTON PARISH SCHOOL BOARD  
IOWA AND LEAP TESTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2007

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	58	3%	128	7%	54	3%	97	5%
Mastery	382	21%	297	17%	333	19%	291	16%
Basic	875	49%	934	52%	926	52%	980	55%
Approaching Basic	313	17%	242	13%	384	21%	279	16%
Unsatisfactory	169	10%	196	11%	99	5%	150	8%
<b>Total</b>	<b>1,797</b>	<b>100%</b>	<b>1,797</b>	<b>100%</b>	<b>1,796</b>	<b>100%</b>	<b>1,797</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	49	3%	108	6%	52	3%	131	7%
Mastery	359	20%	265	15%	405	23%	273	15%
Basic	955	53%	1,026	57%	854	47%	890	50%
Approaching Basic	315	17%	246	14%	361	20%	338	19%
Unsatisfactory	119	7%	151	8%	125	7%	164	9%
<b>Total</b>	<b>1,797</b>	<b>100%</b>	<b>1,796</b>	<b>100%</b>	<b>1,797</b>	<b>100%</b>	<b>1,796</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2007		2007		2007		2007	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	85	5%	61	3%	47	3%	28	2%
Mastery	312	18%	226	13%	369	21%	318	18%
Basic	904	51%	1,011	57%	847	48%	992	56%
Approaching Basic	359	20%	315	18%	380	21%	311	17%
Unsatisfactory	112	6%	160	9%	127	7%	121	7%
<b>Total</b>	<b>1,772</b>	<b>100%</b>	<b>1,773</b>	<b>100%</b>	<b>1,770</b>	<b>100%</b>	<b>1,770</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics	
	2007		2007	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	17	1%	80	5%
Mastery	222	13%	207	12%
Basic	908	53%	915	54%
Approaching Basic	403	24%	275	16%
Unsatisfactory	147	9%	223	13%
<b>Total</b>	<b>1,697</b>	<b>100%</b>	<b>1,700</b>	<b>100%</b>

See auditor's report.

**MAJOR CAPITAL PROJECTS FUND - BY DISTRICT**

**The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities and for the major repairs thereto.**

LIVINGSTON PARISH SCHOOL BOARD

CAPITAL PROJECTS FUND

COMBINING BALANCE SHEET - BY DISTRICT

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

ASSETS	SCHOOL DISTRICTS					
	NO. 1	NO. 4	NO. 22	NO. 24	NO. 25	NO. 26
Cash and Cash Equivalents	\$ 704,404	\$ 1,235,724	\$ 122,456	\$ 173,070	\$ 98,403	\$ 68,180
Investments (Certificates of Deposit Maturities Greater Than 90 Days)	-	-	-	-	-	-
Receivables	<u>2,226</u>	<u>1,310</u>	<u>1,100</u>	<u>530</u>	<u>196</u>	<u>313</u>
<b>Total Assets</b>	<b>\$ <u>706,630</u></b>	<b>\$ <u>1,237,034</u></b>	<b>\$ <u>123,556</u></b>	<b>\$ <u>173,600</u></b>	<b>\$ <u>98,599</u></b>	<b>\$ <u>68,493</u></b>
<b>LIABILITIES AND FUND EQUITY</b>						
<b>Liabilities:</b>						
Accounts and Other Payables	\$ -	\$ 824,785	\$ 35,659	\$ -	\$ -	\$ 1,770
<b>Total Liabilities</b>	-	824,785	35,659	-	-	1,770
<b>Fund Equity:</b>						
<b>Fund Balances:</b>						
Reserved for Incomplete Contracts	-	412,249	87,897	-	-	-
Unreserved - Undesignated	<u>706,630</u>	<u>-</u>	<u>-</u>	<u>173,600</u>	<u>98,599</u>	<u>66,723</u>
<b>Total Fund Equity</b>	<u>706,630</u>	<u>412,249</u>	<u>87,897</u>	<u>173,600</u>	<u>98,599</u>	<u>66,723</u>
<b>Total Liabilities and Fund Equity</b>	<b>\$ <u>706,630</u></b>	<b>\$ <u>1,237,034</u></b>	<b>\$ <u>123,556</u></b>	<b>\$ <u>173,600</u></b>	<b>\$ <u>98,599</u></b>	<b>\$ <u>68,493</u></b>

See auditor's report.

SCHOOL DISTRICTS					TOTAL CAPITAL PROJECTS FUND	
NO. 27	NO. 31	NO. 32	NO. 33	NO. 90	2007	2006
\$ 149,353	\$ 92,275	\$ 72,289	\$ 63,721	\$ 751	\$ 2,780,626	\$ 2,022,452
-	-	-	-	-	-	4,400,000
327	93	251	118	7	6,471	18,263
<u>\$ 149,680</u>	<u>\$ 92,368</u>	<u>\$ 72,540</u>	<u>\$ 63,839</u>	<u>\$ 758</u>	<u>\$ 2,787,097</u>	<u>\$ 6,440,715</u>
\$ -	\$ -	\$ -	\$ 54,257	\$ -	\$ 916,471	\$ 997,189
-	-	-	54,257	-	916,471	997,189
-	-	-	-	-	500,146	3,703,922
<u>149,680</u>	<u>92,368</u>	<u>72,540</u>	<u>9,582</u>	<u>758</u>	<u>1,370,480</u>	<u>1,739,604</u>
<u>149,680</u>	<u>92,368</u>	<u>72,540</u>	<u>9,582</u>	<u>758</u>	<u>1,870,626</u>	<u>5,443,526</u>
<u>\$ 149,680</u>	<u>\$ 92,368</u>	<u>\$ 72,540</u>	<u>\$ 63,839</u>	<u>\$ 758</u>	<u>\$ 2,787,097</u>	<u>\$ 6,440,715</u>

**LIVINGSTON PARISH SCHOOL BOARD**

**CAPITAL PROJECTS FUND**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BY DISTRICT**

FOR THE YEAR ENDED JUNE 30, 2007

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	SCHOOL DISTRICTS					
	NO. 1	NO. 4	NO. 22	NO. 24	NO. 25	NO. 26
<b>Revenues:</b>						
Local Sources:						
Ad Valorem Taxes	\$ 408,674	\$ 239,328	\$ 201,223	\$ 97,941	\$ 35,917	\$ 57,125
Interest Earnings	18,017	153,050	8,852	4,332	1,581	2,509
State Sources:						
Unrestricted						
Grants-in-Aid	59,335	34,605	29,120	14,294	5,204	8,247
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>486,026</u>	<u>426,983</u>	<u>239,195</u>	<u>116,567</u>	<u>42,702</u>	<u>67,881</u>
<b>Expenditures:</b>						
Support Services:						
General Administration	16,545	9,737	8,179	3,940	1,458	2,329
Capital Outlay	945	4,338,502	1,534,411	225	83	729,507
Total Expenditures	<u>17,490</u>	<u>4,348,239</u>	<u>1,542,590</u>	<u>4,165</u>	<u>1,541</u>	<u>731,836</u>
Excess (Deficiency) of Revenues over Expenditures	468,536	(3,921,256)	(1,303,395)	112,402	41,161	(663,955)
<b>Other Financing Sources (Uses):</b>						
Issuance of Bonds	-	-	-	-	-	-
Transfers In	-	250,000	1,332,500	-	-	500,000
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>250,000</u>	<u>1,332,500</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	468,536	(3,671,256)	29,105	112,402	41,161	(163,955)
<b>Fund Balances at Beginning of Year</b>	<u>238,094</u>	<u>4,083,505</u>	<u>58,792</u>	<u>61,198</u>	<u>57,438</u>	<u>230,678</u>
<b>Fund Balances at End of Year</b>	<u>\$ 706,630</u>	<u>\$ 412,249</u>	<u>\$ 87,897</u>	<u>\$ 173,600</u>	<u>\$ 98,599</u>	<u>\$ 66,723</u>

See auditor's report.

Schedule 11

SCHOOL DISTRICTS					TOTAL CAPITAL PROJECTS FUND	
NO. 27	NO. 31	NO. 32	NO. 33	NO. 90	2007	2006
\$ 59,864	\$ 16,821	\$ 46,128	\$ 21,414	\$ 1,650	\$ 1,186,085	\$ 1,079,081
2,633	740	2,034	15,523	75	209,346	515,637
8,660	2,436	6,700	3,083	252	171,936	168,634
-	-	-	-	-	-	2,353
<u>71,157</u>	<u>19,997</u>	<u>54,862</u>	<u>40,020</u>	<u>1,977</u>	<u>1,567,367</u>	<u>1,765,705</u>
2,434	683	1,867	876	63	48,111	43,951
139	39	107	726,694	4	7,330,656	11,359,690
<u>2,573</u>	<u>722</u>	<u>1,974</u>	<u>727,570</u>	<u>67</u>	<u>7,378,767</u>	<u>11,403,641</u>
68,584	19,275	52,888	(687,550)	1,910	(5,811,400)	(9,637,936)
-	-	-	-	-	-	217,000
-	-	-	175,000	-	2,257,500	2,415,000
-	-	-	-	(19,000)	(19,000)	(70,000)
-	-	-	175,000	(19,000)	2,238,500	2,562,000
68,584	19,275	52,888	(512,550)	(17,090)	(3,572,900)	(7,075,936)
81,096	73,093	19,652	522,132	17,848	5,443,526	12,519,462
<u>\$ 149,680</u>	<u>\$ 92,368</u>	<u>\$ 72,540</u>	<u>\$ 9,582</u>	<u>\$ 758</u>	<u>\$ 1,870,626</u>	<u>\$ 5,443,526</u>

**LIVINGSTON PARISH SCHOOL BOARD**

**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**

JUNE 30, 2007  
(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

ASSETS	SPECIAL REVENUE FUNDS			
	Elementary and Secondary Education Act		Special Education	Maintenance of Schools
	Chapter 1	Chapter 2		
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 1,346,067
Receivables	1,787,648	50,562	1,714,811	9,059
Inventory	-	-	-	-
Investments (Certificate of Deposit Maturities Greater Than 90 Days)	-	-	-	-
<b>Total Assets</b>	<b>\$ 1,787,648</b>	<b>\$ 50,562</b>	<b>\$ 1,714,811</b>	<b>\$ 1,355,126</b>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>Liabilities:</b>				
Accounts, Salaries and Other Payables	\$ 3,757	\$ 1,593	\$ 10,885	\$ 251,750
Due to Other Funds	1,783,891	48,969	1,703,926	-
<b>Total Liabilities</b>	<b>1,787,648</b>	<b>50,562</b>	<b>1,714,811</b>	<b>251,750</b>
<b>Fund Equity:</b>				
Fund Balances -				
Reserved for Inventory	-	-	-	-
Reserved for Debt Service	-	-	-	-
Unreserved - Undesignated	-	-	-	1,103,376
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,103,376</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 1,787,648</b>	<b>\$ 50,562</b>	<b>\$ 1,714,811</b>	<b>\$ 1,355,126</b>

See auditor's report.

Schedule 12

SPECIAL REVENUE FUNDS

School Lunch	Special Federal Fund	Other Federal ESEA Fund	Debt Service Fund	Total Nonmajor Governmental Funds	
				2007	2006
\$ 5,626	\$ -	\$ -	\$ 1,469,059	\$ 2,820,752	\$ 2,416,983
305,837	442,769	345,145	70,650	4,726,481	5,934,807
177,377	-	-	-	177,377	166,081
-	-	-	1,500,000	1,500,000	1,500,000
<u>\$ 488,840</u>	<u>\$ 442,769</u>	<u>\$ 345,145</u>	<u>\$ 3,039,709</u>	<u>\$ 9,224,610</u>	<u>\$ 10,017,871</u>
\$ 59,099	\$ 20,675	\$ 4,017	\$ 437	\$ 352,213	\$ 349,144
-	422,094	341,128	-	4,300,008	5,645,005
59,099	442,769	345,145	437	4,652,221	5,994,149
177,377	-	-	-	177,377	166,081
-	-	-	3,039,272	3,039,272	2,198,451
252,364	-	-	-	1,355,740	1,659,190
429,741	-	-	3,039,272	4,572,389	4,023,722
<u>\$ 488,840</u>	<u>\$ 442,769</u>	<u>\$ 345,145</u>	<u>\$ 3,039,709</u>	<u>\$ 9,224,610</u>	<u>\$ 10,017,871</u>

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources (other than special assessment, expendable trusts, or for major capital projects) that are legally restricted to expenditures for specific purposes.

Elementary and Secondary Education Act (ESEA) Title I Funds - Chapter 1 of the ESEA Title I Program is a program for educationally deprived school children residing in areas having high concentrations of children from low-income families. The Chapter 1 services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and local mandated activities.

Chapter 2 of the ESEA Title VI Program is a program by which the federal government provides block grant funds to the school system based on a per pupil allocation for audio-visual material, equipment, and library resources.

Special Education Fund - The Special Education Fund accounts for a federally financed program of free education in the least restrictive environment for children with exceptionalities, as provided for under Public Law 94-142.

Maintenance of Schools Fund - The Maintenance of Schools Fund is funded by ad valorem taxes levied on all assessed property in the parish. The net proceeds of the taxes are dedicated to providing maintenance on all of the equipment and facilities owned by the School Board.

School Lunch Fund - The School Lunch Fund is a program that provides the students with balanced and nutritious meals. This program is federally financed, state-administered, and locally operated by the School Board.

Special Federal Fund - The Special Federal Fund is used to account for the Federal Funds and Grants previously reported in the General Fund. Some of the programs include vocational education, preschool program, job training partnership act, and the goals 2000 program.

Other Federal ESEA Fund - The Other Federal ESEA Fund is used to account for all other ESEA programs except for the Chapter I and Chapter II programs. Those programs include the Drug-Free Schools program, the Eisenhower Grant program and the Class-Size Reduction program as well as various other programs.

### DEBT SERVICE FUND

The debt service fund is used to accumulate monies for the payment of bond issues. The bonds were issued by the respective school districts to acquire and improve sites, erect and/or improve school buildings, and acquire the necessary equipment and furnishings. The bond issues are financed by a special property tax levy on property within the territorial limits of the respective school districts and by one percent of the two and one-half percent parish sales and use tax collected by the School Board.

LIVINGSTON PARISH SCHOOL BOARD

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2007

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	SPECIAL REVENUE FUNDS			
	Elementary and Secondary		Special Education	Maintenance of Schools
	Chapter 1	Chapter 2		
<b>Revenues:</b>				
<b>Local Sources:</b>				
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ 1,660,526
Sales Taxes	-	-	-	-
Interest Earnings	-	-	-	41,154
Food Services	-	-	-	-
Other	-	-	-	-
<b>State Sources - Unrestricted:</b>				
Grants-in-Aid	-	-	-	166,983
<b>Federal Sources:</b>				
Unrestricted - Indirect				
Cost Recoveries	183,720	-	173,699	-
Restricted Grants-in-Aid - Subgrants	4,241,866	50,562	4,025,903	-
Other - Commodities	-	-	-	-
<b>Total Revenues</b>	<b>4,425,586</b>	<b>50,562</b>	<b>4,199,602</b>	<b>1,868,663</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Regular Programs	-	-	-	-
Special Programs	3,684,977	-	2,359,984	-
Vocational Programs	-	-	-	-
Adult and Continuing Education Program	-	-	-	-
Other Programs	-	-	-	-
<b>Support Services:</b>				
Pupil Support	-	-	499,174	-
Instructional Staff Support	457,318	50,562	1,072,132	-
General Administration	-	-	-	67,354
Business Services	-	-	1,997	-
Plant Services	-	-	2,460	2,717,481
Transportation Services	-	-	2,712	-
Food Services	-	-	-	-

(CONTINUED)

## SPECIAL REVENUE FUNDS

School Lunch	Special Federal Fund	Other Federal ESEA Fund	Debt Service Fund	Total Nonmajor Governmental Funds	
				2007	2006
\$ -	\$ -	\$ -	\$ 4,351,402	\$ 6,011,928	\$ 5,355,975
-	-	-	504,368	504,368	397,594
7,776	-	-	156,285	205,215	156,737
2,886,928	-	-	-	2,886,928	2,492,705
14,229	-	-	-	14,229	8,068
402,250	-	-	-	569,233	566,023
-	22,912	42,334	-	422,665	341,255
4,783,844	907,807	1,024,877	-	15,034,859	17,590,958
534,588	-	-	-	534,588	461,877
<u>8,629,615</u>	<u>930,719</u>	<u>1,067,211</u>	<u>5,012,055</u>	<u>26,184,013</u>	<u>27,371,192</u>
-	-	-	-	-	1,490
-	33,893	-	-	6,078,854	4,691,892
-	101,305	-	-	101,305	92,695
-	108,518	-	-	108,518	97,596
-	247,693	800,509	-	1,048,202	1,102,141
-	32,990	43,559	-	575,723	442,995
-	200,754	148,335	-	1,929,101	1,939,390
-	-	-	199,489	266,843	240,132
-	878	32,474	-	35,349	77,711
-	980	-	-	2,720,921	2,188,057
-	1,440	-	-	4,152	1,487
11,937,622	-	-	-	11,937,622	10,870,016

LIVINGSTON PARISH SCHOOL BOARD

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2007  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	<u>SPECIAL REVENUE FUNDS</u>			
	<u>Elementary and Secondary</u>		<u>Special</u>	<u>Maintenance</u>
	<u>Education Act</u>			
	<u>Chapter 1</u>	<u>Chapter 2</u>	<u>Education</u>	<u>of Schools</u>
<b>Expenditures (Continued):</b>				
Community Service Programs	52,550	-	-	-
Capital Outlay	47,021	-	87,444	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Bank Charges	-	-	-	-
Cost of Issuance	-	-	-	-
<b>Total Expenditures</b>	<b>4,241,866</b>	<b>50,562</b>	<b>4,025,903</b>	<b>2,784,835</b>
Excess (Deficiency) of Revenues Over Expenditures	183,720	-	173,699	(916,172)
<b>Other Financing Sources (Uses):</b>				
Bond Proceeds	-	-	-	-
Transfers In	-	-	-	834,000
Transfers Out	(183,720)	-	(173,699)	-
Payment to Refund Bonds	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(183,720)</b>	<b>-</b>	<b>(173,699)</b>	<b>834,000</b>
Excess (Deficiency) of Expenditures and Other Uses Over Revenues and Other Sources	-	-	-	(82,172)
<b>Fund Balances at Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,185,548</b>
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,103,376</b>

See auditor's report.

Schedule 13  
(Continued)

SPECIAL REVENUE FUNDS					
School Lunch	Special Federal Fund	Other Federal ESEA Fund	Debt Service Fund	Total Nonmajor Governmental Funds	
				2007	2006
-	-	-	-	52,550	19,100
51,975	179,356	-	-	365,796	320,416
-	-	-	2,512,032	2,512,032	2,307,678
-	-	-	1,705,166	1,705,166	2,049,820
-	-	-	104,547	104,547	-
11,989,597	907,807	1,024,877	4,521,234	29,546,681	26,442,616
(3,359,982)	22,912	42,334	490,821	(3,362,668)	928,576
-	-	-	5,075,000	5,075,000	-
3,150,000	-	-	235,000	4,219,000	3,950,000
-	(22,912)	(42,334)	-	(422,665)	(4,306,610)
-	-	-	(4,960,000)	(4,960,000)	-
3,150,000	(22,912)	(42,334)	350,000	3,911,335	(356,610)
(209,982)	-	-	840,821	548,667	571,966
639,723	-	-	2,198,451	4,023,722	3,451,756
\$ 429,741	\$ -	\$ -	\$ 3,039,272	\$ 4,572,389	\$ 4,023,722

## LIVINGSTON PARISH SCHOOL BOARD

SPECIAL REVENUE FUND - ELEMENTARY AND SECONDARY  
EDUCATION ACT - CHAPTER 1STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Federal Sources:				
Federal Grants	\$ 4,738,613	\$ 5,146,584	\$ 4,425,586	\$ (720,998)
Total Revenues	4,738,613	5,146,584	4,425,586	(720,998)
<b>Expenditures:</b>				
Instruction - Special Programs	3,649,348	4,048,495	3,684,977	363,518
Support Services:				
Instructional Staff Support	798,650	759,941	457,318	302,623
Community Services Programs	59,549	63,626	52,550	11,076
Capital Outlay	33,649	61,140	47,021	14,119
Total Expenditures	4,541,196	4,933,202	4,241,866	691,336
Excess of Revenues Over Expenditures	197,417	213,382	183,720	(29,662)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(197,417)	(213,382)	(183,720)	29,662
Total Other Financing Sources (Uses)	(197,417)	(213,382)	(183,720)	29,662
Excess of Expenditures and Other Uses Over Revenues and Other Sources	-	-	-	-
<b>Fund Balance at Beginning of Year</b>	-	-	-	-
<b>Fund Balance at End of Year</b>	\$ -	\$ -	\$ -	\$ -

See auditor's report.

**LIVINGSTON PARISH SCHOOL BOARD**  
**SPECIAL REVENUE FUND - ELEMENTARY AND SECONDARY**  
**EDUCATION ACT - CHAPTER 2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Federal Sources:				
Federal Grants	\$ 108,339	\$ 50,562	\$ 50,562	\$ -
Total Revenues	108,339	50,562	50,562	-
<b>Expenditures:</b>				
Instructional Staff Support	104,031	48,440	50,562	(2,122)
Total Expenditures	104,031	48,440	50,562	(2,122)
Excess of Revenues Over Expenditures	4,308	2,122	-	(2,122)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(4,308)	(2,122)	-	2,122
Total Other Financing Sources (Uses)	(4,308)	(2,122)	-	2,122
Excess of Expenditures and Other Uses Over Revenues and Other Sources	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

SPECIAL REVENUE FUND - PUBLIC LAW 94-142 -  
SPECIAL EDUCATIONSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Federal Sources:				
Federal Grants	\$ 5,543,860	\$ 6,614,355	\$ 4,199,602	\$ (2,414,753)
Total Revenues	5,543,860	6,614,355	4,199,602	(2,414,753)
<b>Expenditures:</b>				
Instruction - Special Programs	4,713,385	4,755,671	2,359,984	2,395,687
Support Services:				
Pupil Support	71,809	-	499,174	(499,174)
Instructional Staff Support	170,094	54,663	1,072,132	(1,017,469)
Business Services	16,400	-	1,997	(1,997)
Plant Services	3,000	-	2,460	(2,460)
Transportation Services	-	-	2,712	(2,712)
Capital Outlay	363,185	1,593,343	87,444	1,505,899
Total Expenditures	5,337,873	6,403,677	4,025,903	2,377,774
Excess of Revenues Over Expenditures	205,987	210,678	173,699	(36,979)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(205,987)	(210,678)	(173,699)	36,979
Total Other Financing Sources (Uses)	(205,987)	(210,678)	(173,699)	36,979
Excess of Expenditures and Other Uses Over Revenues and Other Sources	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## SPECIAL REVENUE FUND - MAINTENANCE OF SCHOOLS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Local Sources:				
Ad Valorem Taxes	\$ 1,555,000	\$ 1,650,000	\$ 1,660,526	\$ 10,526
Interest Earnings	11,275	33,000	41,154	8,154
State Sources:				
Unrestricted:				
Grants-in-Aid	170,000	166,984	166,983	(1)
<b>Total Revenues</b>	<b>1,736,275</b>	<b>1,849,984</b>	<b>1,868,663</b>	<b>18,679</b>
<b>Expenditures:</b>				
Support Services:				
General Administration	68,672	67,358	67,354	4
Plant Services	2,904,000	3,798,900	2,717,481	1,081,419
<b>Total Expenditures</b>	<b>2,972,672</b>	<b>3,866,258</b>	<b>2,784,835</b>	<b>1,081,423</b>
Excess (Deficiency) of Revenues Over Expenditures	(1,236,397)	(2,016,274)	(916,172)	1,100,102
<b>Other Financing Sources (Uses):</b>				
Transfers In	1,435,000	1,704,000	834,000	(870,000)
<b>Total Other Financing Sources (Uses)</b>	<b>1,435,000</b>	<b>1,704,000</b>	<b>834,000</b>	<b>(870,000)</b>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	198,603	(312,274)	(82,172)	230,102
<b>Fund Balance at Beginning of Year</b>	<b>1,185,548</b>	<b>1,185,548</b>	<b>1,185,548</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ 1,384,151</b>	<b>\$ 873,274</b>	<b>\$ 1,103,376</b>	<b>\$ 230,102</b>

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## SPECIAL REVENUE FUND - SCHOOL LUNCH

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
<b>Local Sources:</b>				
Interest Earnings	\$ 7,500	\$ 7,500	\$ 7,776	\$ 276
Food Services	2,543,300	2,930,800	2,886,928	(43,872)
Other	2,000	2,000	14,229	12,229
<b>State Sources -</b>				
Unrestricted Grants-in-Aid	402,250	402,250	402,250	-
<b>Federal Sources:</b>				
Restricted Grants-in-Aid-Subgrants	5,151,500	5,261,656	4,783,844	(477,812)
Other - Commodities	450,000	450,000	534,588	84,588
<b>Total Revenues</b>	<b>8,556,550</b>	<b>9,054,206</b>	<b>8,629,615</b>	<b>(424,591)</b>
<b>Expenditures:</b>				
<b>Support Services:</b>				
Food Services	11,630,303	11,994,027	11,937,622	56,405
Capital Outlay	40,000	60,000	51,975	8,025
<b>Total Expenditures</b>	<b>11,670,303</b>	<b>12,054,027</b>	<b>11,989,597</b>	<b>64,430</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>(3,113,753)</b>	<b>(2,999,821)</b>	<b>(3,359,982)</b>	<b>(360,161)</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	3,000,000	3,000,000	3,150,000	150,000
<b>Excess (Deficiency) of Expenditures and Other Uses Over Revenues and Other Sources</b>	<b>(113,753)</b>	<b>179</b>	<b>(209,982)</b>	<b>(210,161)</b>
<b>Fund Balance at Beginning of Year</b>	<b>639,723</b>	<b>639,723</b>	<b>639,723</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ 525,970</b>	<b>\$ 639,902</b>	<b>\$ 429,741</b>	<b>\$ (210,161)</b>

See auditor's report.

**LIVINGSTON PARISH SCHOOL BOARD**  
**SPECIAL REVENUE FUND - SPECIAL FEDERAL FUND**  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Federal Sources:				
Federal Grants	\$ 1,006,190	\$ 975,466	\$ 930,719	\$ (44,747)
Total Revenues	1,006,190	975,466	930,719	(44,747)
<b>Expenditures:</b>				
Instruction:				
Special Programs	43,165	38,746	33,893	4,853
Vocational Programs	117,421	104,284	101,305	2,979
Adult and Continuing Education Program	114,678	118,139	108,518	9,621
Other Programs	347,051	304,341	247,693	56,648
Support Services:				
Pupil Support	33,840	24,218	32,990	(8,772)
Instructional Staff Support	234,724	184,131	200,754	(16,623)
Business Services	504	3,115	878	2,237
Plant Services	-	-	980	(980)
Transportation Services	-	286	1,440	(1,154)
Capital Outlay	88,228	175,081	179,356	(4,275)
Total Expenditures	979,611	952,341	907,807	44,534
Excess of Revenues Over Expenditures	26,579	23,125	22,912	(213)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(26,579)	(23,125)	(22,912)	213
Total Other Financing Sources (Uses)	(26,579)	(23,125)	(22,912)	213
Excess of Expenditures and Other Uses Over Revenues and Other Sources	-	-	-	-
<b>Fund Balance at Beginning of Year</b>	-	-	-	-
<b>Fund Balance at End of Year</b>	\$ -	\$ -	\$ -	\$ -

See auditor's report.

**LIVINGSTON PARISH SCHOOL BOARD**  
**SPECIAL REVENUE FUND - OTHER FEDERAL ESEA FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
<b>Federal Sources:</b>				
Federal Grants	\$ 1,187,825	\$ 1,296,778	\$ 1,067,211	\$ (229,567)
<b>Total Revenues</b>	<b>1,187,825</b>	<b>1,296,778</b>	<b>1,067,211</b>	<b>(229,567)</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Other Programs	853,109	906,052	800,509	105,543
<b>Support Services:</b>				
Pupil Support	65,973	102,215	43,559	58,656
Instructional Staff Support	186,457	196,667	148,335	48,332
Business Services	35,420	41,420	32,474	8,946
<b>Total Expenditures</b>	<b>1,140,959</b>	<b>1,246,354</b>	<b>1,024,877</b>	<b>221,477</b>
<b>Excess of Revenues   Over Expenditures</b>	<b>46,866</b>	<b>50,424</b>	<b>42,334</b>	<b>(8,090)</b>
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(46,866)	(50,424)	(42,334)	8,090
<b>Total Other Financing     Sources (Uses)</b>	<b>(46,866)</b>	<b>(50,424)</b>	<b>(42,334)</b>	<b>8,090</b>
<b>Excess of Expenditures   and Other Uses Over   Revenues and Other   Sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance at Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See auditor's report.

LIVINGSTON PARISH SCHOOL BOARD

DEBT SERVICE FUND

COMBINING BALANCE SHEET - BY DISTRICT

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

ASSETS	SCHOOL DISTRICTS					
	NO. 1	NO. 4	NO. 22	NO. 24	NO. 25	NO. 26
Cash and Cash Equivalents	\$ 141,267	\$ 501,360	\$ 208,562	\$ 177,892	\$ 18,741	\$ 8,776
Investments	141,248	496,100	252,461	175,143	18,184	8,911
Sales Tax Receivable	-	-	46,874	-	-	-
Due from Other Government	3,686	7,812	3,823	1,836	78	369
<b>Total Assets</b>	<b>\$ 286,201</b>	<b>\$ 1,005,272</b>	<b>\$ 511,720</b>	<b>\$ 354,871</b>	<b>\$ 37,003</b>	<b>\$ 18,056</b>
<b>LIABILITIES AND FUND EQUITY</b>						
Accounts, Salaries and Other Payables	\$ 6	\$ 84	\$ 188	\$ -	\$ 159	\$ -
<b>Total Liabilities</b>	<b>6</b>	<b>84</b>	<b>188</b>	<b>-</b>	<b>159</b>	<b>-</b>
Fund Equity - Fund Balances:						
Reserved for Debt Service	286,195	1,005,188	511,532	354,871	36,844	18,056
<b>Total Fund Equity</b>	<b>286,195</b>	<b>1,005,188</b>	<b>511,532</b>	<b>354,871</b>	<b>36,844</b>	<b>18,056</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 286,201</b>	<b>\$ 1,005,272</b>	<b>\$ 511,720</b>	<b>\$ 354,871</b>	<b>\$ 37,003</b>	<b>\$ 18,056</b>

See auditor's report.

Schedule 15

SCHOOL DISTRICTS				TOTAL DEBT SERVICE FUND	
NO. 27A	NO. 31	NO. 32A	NO. 33	2007	2006
\$ 184,880	\$ 13,227	\$ 96,696	\$ 117,658	\$ 1,469,059	\$ 591,664
181,659	13,696	96,083	116,515	1,500,000	1,500,000
-	-	-	-	46,874	44,874
<u>1,534</u>	<u>828</u>	<u>1,903</u>	<u>1,907</u>	<u>23,776</u>	<u>61,913</u>
<u>\$ 368,073</u>	<u>\$ 27,751</u>	<u>\$ 194,682</u>	<u>\$ 236,080</u>	<u>\$ 3,039,709</u>	<u>\$ 2,198,451</u>
\$ -	\$ -	\$ -	\$ -	\$ 437	\$ -
-	-	-	-	437	-
<u>368,073</u>	<u>27,751</u>	<u>194,682</u>	<u>236,080</u>	<u>3,039,272</u>	<u>2,198,451</u>
<u>368,073</u>	<u>27,751</u>	<u>194,682</u>	<u>236,080</u>	<u>3,039,272</u>	<u>2,198,451</u>
<u>\$ 368,073</u>	<u>\$ 27,751</u>	<u>\$ 194,682</u>	<u>\$ 236,080</u>	<u>\$ 3,039,709</u>	<u>\$ 2,198,451</u>

LIVINGSTON PARISH SCHOOL BOARD

DEBT SERVICE FUND

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BY DISTRICT

FOR THE YEAR ENDED JUNE 30, 2007

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	SCHOOL DISTRICTS					
	NO. 1	NO. 4	NO. 22	NO. 24	NO. 25	NO. 26
<b>Revenues:</b>						
Local Sources:						
Ad Valorem Taxes	\$ 678,242	\$ 1,447,368	\$ 706,371	\$ 327,542	\$ 14,011	\$ 64,744
Sales Taxes	-	-	504,368	-	-	-
Interest Earnings	45,119	34,230	24,657	12,276	3,562	5,987
Total Revenues	723,361	1,481,598	1,235,396	339,818	17,573	70,731
<b>Expenditures:</b>						
Support Service:						
General Administration	30,129	63,517	32,732	15,653	1,130	3,230
Debt Service:						
Principal Retirement	620,000	495,000	555,000	160,032	70,000	72,000
Interest and Bank Charges	232,722	596,405	472,177	76,042	1,701	1,448
Cost of Issuance	-	-	-	30,907	-	-
Total Expenditures	882,851	1,154,922	1,059,909	282,634	72,831	76,678
Excess (Deficiency) of Revenues over Expenditures	(159,490)	326,676	175,487	57,184	(55,258)	(5,947)
<b>Other Financing Sources (Uses):</b>						
Bond Proceeds	-	-	-	1,525,000	-	-
Transfers In	200,000	-	-	35,000	-	-
Payment to Refund Bonds	-	-	-	(1,495,000)	-	-
Total Other Financing Sources (Uses)	200,000	-	-	65,000	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	40,510	326,676	175,487	122,184	(55,258)	(5,947)
<b>Fund Balances at Beginning of Year</b>	245,685	678,512	336,045	232,687	92,102	24,003
<b>Fund Balances at End of Year</b>	\$ 286,195	\$ 1,005,188	\$ 511,532	\$ 354,871	\$ 36,844	\$ 18,056

See auditor's report

SCHOOL DISTRICTS				TOTAL DEBT SERVICE FUND	
NO. 27A	NO. 31	NO. 32A	NO. 33	2007	2006
\$ 285,792	\$ 128,554	\$ 351,685	\$ 347,093	\$ 4,351,402	\$ 3,845,253
-	-	-	-	504,368	397,594
<u>13,300</u>	<u>2,738</u>	<u>9,696</u>	<u>4,720</u>	<u>156,285</u>	<u>131,311</u>
299,092	131,292	361,381	351,813	5,012,055	4,374,158
12,879	7,975	16,888	15,356	199,489	178,598
170,000	65,000	180,000	125,000	2,512,032	2,307,678
71,971	42,140	109,492	101,068	1,705,166	2,049,820
<u>33,147</u>	<u>-</u>	<u>24,227</u>	<u>16,266</u>	<u>104,547</u>	<u>-</u>
<u>287,997</u>	<u>115,115</u>	<u>330,607</u>	<u>257,690</u>	<u>4,521,234</u>	<u>4,536,096</u>
11,095	16,177	30,774	94,123	490,821	(161,938)
1,690,000	-	1,225,000	635,000	5,075,000	-
-	-	-	-	235,000	50,000
<u>(1,650,000)</u>	<u>-</u>	<u>(1,200,000)</u>	<u>(615,000)</u>	<u>(4,960,000)</u>	<u>-</u>
<u>40,000</u>	<u>-</u>	<u>25,000</u>	<u>20,000</u>	<u>350,000</u>	<u>50,000</u>
51,095	16,177	55,774	114,123	840,821	(111,938)
<u>316,978</u>	<u>11,574</u>	<u>138,908</u>	<u>121,957</u>	<u>2,198,451</u>	<u>2,310,389</u>
\$ <u>368,073</u>	\$ <u>27,751</u>	\$ <u>194,682</u>	\$ <u>236,080</u>	\$ <u>3,039,272</u>	\$ <u>2,198,451</u>

## FIDUCIARY FUNDS

**School Activity Fund - The School Activity Fund accounts for monies generated by the individual schools and school organizations within the parish. While the school activity accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.**

**Sales Tax Fund - The Sales Tax Fund accounts for the collection and distribution of a two and one-half percent sales and use tax levied by the School Board, a one and one-half percent sales and use tax levied by the City of Denham Springs and the Village of Springfield, a one percent sales and use tax levied by the Village of Albany, the Town of Livingston, the Town of Walker, the Livingston Parish Council, and School Board Sales Tax District No 33, and a one-half percent sales and use tax levied by Law Enforcement Subdistrict A, Gravity Drainage District No. 1, Gravity Drainage District No. 2, Gravity Drainage District No. 5 and School Board Sales Tax District No. 22, and a hotel/motel tax levied by the Livingston Parish Tourist Commission.**

## LIVINGSTON PARISH SCHOOL BOARD

## FIDUCIARY FUNDS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS

JUNE 30, 2007

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006)

	School Activity	Sales Tax	Total Fiduciary Funds	
			2007	2006
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 4,141,457	\$ 2,748,717	\$ 6,890,174	\$ 6,003,996
Total Assets	<u>\$ 4,141,457</u>	<u>\$ 2,748,717</u>	<u>\$ 6,890,174</u>	<u>\$ 6,003,996</u>
<b>LIABILITIES</b>				
Amounts Held for School Activities	\$ 4,141,457	\$ -	\$ 4,141,457	\$ 3,529,326
Deposits Due to Others	<u>-</u>	<u>2,748,717</u>	<u>2,748,717</u>	<u>2,474,670</u>
Total Liabilities	<u>\$ 4,141,457</u>	<u>\$ 2,748,717</u>	<u>\$ 6,890,174</u>	<u>\$ 6,003,996</u>

See auditor's report.

**LIVINGSTON PARISH SCHOOL BOARD**  
**SCHOOL ACTIVITY FUND**

SCHEDULE OF CHANGES IN AMOUNTS HELD FOR SCHOOL ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2007

<u>School</u>	Balance July 1, 2006	Additions	Deductions	Balance June 30, 2007
Albany High	\$ 96,527	\$ 478,103	\$ 457,682	\$ 116,948
Albany Middle School	111,402	283,115	281,898	112,619
Albany Upper Elementary	52,524	174,213	169,318	57,419
Albany Lower Elementary	86,667	192,026	199,660	79,033
Denham Springs High	6,198	978,960	949,330	35,828
Denham Springs Junior High	71,886	408,563	436,213	44,236
Denham Springs Freshman High	135,131	152,276	140,147	147,260
Denham Springs Elementary	54,072	216,399	194,427	76,044
Doyle High	89,020	268,117	231,533	125,604
Doyle Elementary	98,816	240,394	221,349	117,861
Eastside Elementary	107,554	163,447	143,376	127,625
French Settlement High	125,782	283,149	290,181	118,750
French Settlement Elementary	104,555	126,040	111,527	119,068
Freshwater Elementary	79,166	229,243	210,236	98,173
Frost Elementary	43,565	168,002	170,186	41,381
Gray's Creek Elementary	64,524	216,787	223,127	58,184
Holden High	134,949	324,826	278,421	181,354
Levi Milton Elementary	47,359	217,674	204,427	60,606
Lewis Vincent Elementary	78,759	345,111	323,099	100,771
Live Oak High	129,893	702,707	630,272	202,328
Live Oak Middle School	170,176	740,771	706,466	204,481
Live Oak Elementary	162,397	390,403	384,871	167,929
Livingston Parish Literary & Tech Center	6,790	32,058	34,812	4,036
Maurepas High	78,751	265,524	256,583	87,692
North Corbin Elementary	106,905	288,805	256,210	139,500
North Live Oak Elementary	72,723	319,731	270,696	121,758
Northside Elementary	86,533	171,733	144,002	114,264
Option III	1,629	14,283	15,072	840
Pine Ridge School	8,297	33,403	32,289	9,411
Seventh Ward Elementary	56,090	194,766	183,972	66,884
South Live Oak Elementary	158,903	311,742	292,764	177,881
South Walker Elementary	127,248	219,147	198,114	148,281
Southside Junior High	157,670	373,938	362,737	168,871
Southside Elementary	86,793	113,466	101,928	98,331
Springfield High	63,199	316,488	294,817	84,870
Springfield Middle School	23,172	180,392	166,792	36,772
Springfield Elementary	52,651	163,053	155,955	59,749
Walker High	200,605	637,805	643,975	194,435
Walker Junior High	99,579	237,189	228,422	108,346
Walker Elementary School	36,175	177,915	166,838	47,252
Westside Junior High School	54,691	328,197	304,106	78,782
Total	<u>\$ 3,529,326</u>	<u>\$ 11,679,961</u>	<u>\$ 11,067,830</u>	<u>\$ 4,141,457</u>

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

## SALES TAX FUND

SCHEDULE OF CHANGES IN DEPOSITS DUE OTHERS

FOR THE YEAR ENDED JUNE 30, 2007  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006)

	<u>Sales Tax Fund</u>	
	<u>2007</u>	<u>2006</u>
Deposits Due Others at Beginning of Year	\$ 2,474,670	\$ 1,904,602
<b>Additions:</b>		
Sales Tax Collections	62,432,850	56,338,617
<b>Deductions:</b>		
Transfers to:		
General Fund:		
Sales Tax	30,377,780	27,223,339
District No. 33	66,362	49,127
Sales Tax Collection Fee	511,430	471,799
Debt Service - District No. 22	502,368	382,903
Livingston Parish Sheriff	6,027,699	5,394,499
Livingston Parish Council	12,062,741	10,794,827
Livingston Parish Tourist Commission	177,116	129,517
Livingston Parish Drainage Districts:		
No. 1	762,429	706,460
No. 2	515,294	387,535
No. 5	1,134,934	1,040,563
City of Denham Springs	6,392,784	5,970,701
Denham Springs Economic Development District	4,860	
Town of Walker	2,697,859	2,440,466
Town of Livingston	327,270	267,275
Town of Springfield	356,028	323,970
Village of Albany	207,951	153,337
Refunds to Vendors	33,898	32,231
Total Reductions	<u>62,158,803</u>	<u>55,768,549</u>
Deposits Due Others at End of Year	\$ <u>2,748,717</u>	\$ <u>2,474,670</u>

See auditor's report.

**LIVINGSTON PARISH SCHOOL BOARD**  
**SCHEDULE OF COMPENSATION PAID BOARD MEMBERS**

FOR THE YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Louis Carlisle	\$ 9,600	\$ 9,600
Claire Corburn (Term Expired 12/31/06)	4,800	9,600
Jeffrey Cox	9,600	9,600
Milton Hughes	9,600	9,600
Sidney L. Kinchen (Term Began 1/1/07)	4,800	-
Norman Alton Leggette (Term Expired 12/31/06)	4,800	9,600
Keith Martin	10,200	9,600
Albert C. Mincey, Jr. (Term Began 1/1/07)	4,800	-
Clinton D. Mitchell (Term Began 1/1/07)	4,800	-
Julius J. Prokop (Term Expired 12/31/06)	4,800	9,600
Malcolm Sibley (Term Expired 12/31/06)	5,400	10,800
David Tate	9,600	9,600
James V. Watson (Term Began 1/1/07)	<u>4,800</u>	<u>-</u>
Total	<u>\$ 87,600</u>	<u>\$ 87,600</u>

Term of Current Board Expires December 31, 2010.

See auditor's report.

## LIVINGSTON PARISH SCHOOL BOARD

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2007

<u>Federal Grantor/ Pass - Through Grantor/ Program Name</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-Through Number</u>	<u>Federal Expenditures</u>
<u>United States Department of Agriculture</u>			
Passed Through Louisiana Department of Agriculture and Forestry - Food Distribution Program	10.550	N/A	\$ 534,588
Passed Through Louisiana Department of Education:			
National Breakfast Program	10.553	N/A	1,047,047
National School Lunch Program	10.555	N/A	<u>3,736,797</u>
Total United States Department of Agriculture			5,318,432
<u>United States Department of Education</u>			
Passed Through Louisiana Department of Education:			
Adult Education - State Administered Program	84.002	N/A	113,868
Educationally Deprived Children - Local Educational Agencies: IASA Title I	84.010	05-IASA-32-1	4,425,586
Handicapped State Grants: Special Education IDEA	84.027	05-FT-32	4,199,602

(CONTINUED)

**LIVINGSTON PARISH SCHOOL BOARD**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

FOR THE YEAR ENDED JUNE 30, 2007

<u>Federal Grantor/ Pass - Through Grantor/ Program Name</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-Through Number</u>	<u>Federal Expenditures</u>
<u>United States Department of Education (Continued)</u>			
Vocational Education - Basic Grants to States	84.048	N/A	224,814
Learn and Serve - Outdoor Odyssey	84.298	N/A	25,000
Children with Disabilities	84.323A	N/A	52,294
Handicapped - Preschool Grants:			
Preschool Flow-thru	84.173	05-PI-32-S	95,544
Innovative Education Program	84.298	N/A	50,562
Drug-Free Schools and Communities - State Grants	84.186	05-7032	85,012
Title II - Improving Teacher Quality - State Grants	84.367	N/A	957,711
Math and Science Partnership - Math and Science	84.366B	N/A	182,972
Enhancing Education Through Technology	84.318X	N/A	71,140
Pre GED Options	84.027A	N/A	22,298
Other NCLB Programs	84.365A		<u>24,488</u>
Total Passed Through Louisiana Department of Education			10,530,891
Passed Through East Baton Rouge School Board:			
Tech - Prep Education	84.243	N/A	<u>9,171</u>
Total United States Department of Education			9,171
<u>James Madison Memorial Fellowship Foundation</u>			
Passed Through Tangipahoa School Board:			
Teaching American History	85.500	N/A	<u>6,907</u>
Total Scholarship Foundations			6,907
<u>United States Department of Health and Human Services</u>			
Passed Through Louisiana Department of Education:			
T.A.N.F. - Strategies to Empower People	93.558	N/A	2,033
Starting Points Pre-Kindergarten Programs	93.558	N/A	<u>124,678</u>
Total United States Department of Health and Human Services			126,711
Total Expenditures of Federal Awards			<u><u>\$15,992,112</u></u>

**LIVINGSTON PARISH SCHOOL BOARD**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE YEAR ENDED JUNE 30, 2007**

**Note A - Significant Accounting Policies -**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Livingston Parish School Board and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**Note B - Food Distribution Program -**

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2007, the Livingston Parish School Board had food commodities totaling \$52,730 in inventory.

See auditor's report.

**INDEPENDENT AUDITOR'S 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**



**Hannis T. Bourgeois, LLP**

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December 5, 2007

Livingston Parish School Board  
Livingston, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Livingston Parish School Board, Livingston, Louisiana, as of and for the year ended June 30, 2007, which collectively comprise the Livingston Parish School Board's basic financial statements, and have issued our report thereon dated December 5, 2007. We have also audited the financial statements of each of the School Board's nonmajor governmental funds presented in the accompanying combining and individual fund statements and schedules as of and for the year ended June 30, 2007 as listed in the table of contents. 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 opinion 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.

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 entity'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 entity's financial statements 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 misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of 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 or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### 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 no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

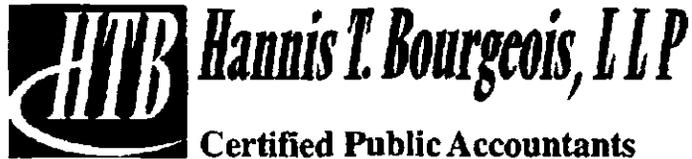
We noted certain matters that we reported to management of the School Board in a separate letter dated December 5, 2007.

This report is intended solely for the information of management, the Office of the Legislative Auditor, State of Louisiana, Louisiana Department of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,

*Hannon J. Bourgeois, CPA*

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



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December 5, 2007

Livingston Parish School Board  
Livingston, Louisiana

### Compliance

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

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

In our opinion, the Livingston Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2007.

#### Internal Control Over Compliance

The management of the Livingston Parish 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 Livingston Parish 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 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 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 that we consider to be material weaknesses, as defined above.

This report is intended solely for the information of management, the Office of the Legislative Auditor, State of Louisiana, Louisiana Department of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,

*Henri J. Bourgeois, CPA*

**LIVINGSTON PARISH SCHOOL BOARD**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE YEAR ENDED JUNE 30, 2007**

A. As required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, the following is a summary of the results of our audit:

- Type of report issued on financial statements - unqualified.
- Type of report issued on compliance for major programs - unqualified.
- The results of audit procedures disclosed no material noncompliance in major programs.
- The results of audit procedures disclosed no questioned costs.
- Our audit disclosed no findings which are required to be reported under Section 510(a).
- The following programs were tested as Type "A" major programs:

<u>Federal Grantor/ Pass - Through Grantor/ Program Name</u>	<u>CFDA Number</u>
<u>United States Department of Education</u> Passed Through Louisiana Department of Education: Educationally Deprived Children - Local Educational Agencies: IASA Title I	84.010
Passed Through Louisiana Department of Education: Handicapped State Grant: Special Education IDEA	84.027

- The threshold for distinguishing Types A and B programs was \$479,000.
- The School Board was determined to be a low-risk auditee.

**LIVINGSTON PARISH SCHOOL BOARD**

**SUMMARY SCHEDULE OF PRIOR FINDINGS AND AUDIT FINDINGS**

**FOR THE YEAR ENDED JUNE 30, 2007**

**2006-1 - Cash Misappropriation in School Activity Fund**

**Finding**

During our prior year audit, it was noted the School Board accounting department conducted an internal audit of a school activity fund where cash was replaced by an employee with personal checks of the employee payable to cash and not deposited to the school's account. These undeposited checks totaled \$1,524 and were dated between 1997 and 2005. Also, undeposited cash in the amount of \$222 was located in bank bags along with the personal checks of the employee. The employee resigned and was asked to repay the \$1,524 to the school. Another employee at the school noted these undeposited checks in a bank bag and reported this to the School Board's accounting department.

**Recommendation**

We recommended for the School Board to evaluate the overall procedures of collecting and depositing funds for all school activity funds at all schools and adopt procedures to segregate these duties between different employees to prevent the type of finding described above from happening in the future. One employee should have the responsibility of counting and listing all of the cash collections on a form and identify why the cash was collected. Another employee should prepare a deposit slip that reflects the total cash included on the form and see that all of the cash was deposited into the bank. This validated bank deposit slip should be attached to the form prepared by the first employee. In addition, both employees should sign the form indicating the transaction was completed noting the total amount of cash receipted was deposited. This form along with the validated deposit slip should be signed by both employees and be kept on file and available for review.

**Corrective Action Taken**

There were no such findings noted in the internal audits conducted by the School Board accounting department during the current year.

**LIVINGSTON PARISH SCHOOL BOARD**  
**LIVINGSTON, LOUISIANA**

**MANAGEMENT LETTER**

**JUNE 30, 2007**



# Hannis T. Bourgeois, LLP

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December 5, 2007

Livingston Parish School Board  
Livingston, Louisiana

In planning and performing our audit of the basic financial statements of the Livingston Parish School Board, Livingston, Louisiana, for the year ended June 30, 2007, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control. However, during our audit we became aware of matters that are opportunities for strengthening internal control and operating efficiency. The following summarizes our comments and suggestions regarding the matters. This letter does not affect our report dated December 5, 2007, on the basic financial statements of the Livingston Parish School Board, Livingston, Louisiana.

### CURRENT YEAR FINDINGS:

None

### PRIOR YEAR FINDINGS:

Implementation of Governmental Accounting Standards Board Statement No. 45 – “Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions

#### Finding:

As indicated in the Financial Statement footnote 17, in June 2004, the Government Accounting Standards Board issued GASB Statement No. 45 “Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions.” This Statements’ objective is to establish uniform standards of financial reporting by state and local government entities for other postemployment benefits (OPEB) including post-employment healthcare benefits. This Statement provides standards for measurement, recognition, and display of the OPEB expenses and related liabilities, note disclosures, and required supplementary information. This statement will require an actuarial valuation of the OPEB liability on at least a biennial basis. This Statement will be required to be adopted by the School Board for the fiscal year ending June 30, 2008.

Recommendation:

As noted in the prior year, the adoption of the above indicated GASB Statement No. 45 could have a material effect on the government wide financial statements of the School Board. The implementation of GASB 45 will require the services of a qualified actuary to perform the necessary calculations to determine the financial impact of GASB No. 45. We recommended for the School Board to select a qualified actuary to provide the necessary services to perform the necessary calculations to determine the impact of the implementation of GASB No. 45 on the School Boards June 30, 2008 financial statements.

Corrective Action:

Management contracted an actuary to perform the services recommended in the prior year. After contracting the actuary, the School Board was informed the State Office of Group Benefit's actuary will be providing the necessary calculations required by GASB 45; therefore, the contracted actuary has not provided any services under the contract pending receipt of information from the State Office of Group Benefits. Management expects the requirements of GASB 45 to be implemented in the June 30, 2008 financial statements.

Internal Auditor

Finding:

In our prior year audit and again in the current year audit we noted the Livingston Parish School Board is over a \$150 million operation. With operations of this size, many policies and procedures can be inadvertently and intentionally omitted and/or completed incorrectly. Some examples of this lack of following procedures were identified in the Louisiana Legislative Auditors compliance report issued on May 24, 2006. The issues in this report principally related to 1) altered leave records, 2) misappropriation of school activity funds at Live Oak High School, 3) improper travel reimbursements, 4) improper credit card usage, 5) controls over supplemental pay, and 6) other business practices. Another example of lack of following procedures was identified as finding 2006 – 1 in the current prior year schedule of findings and questioned costs in the "Independent Auditor's 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" dated November 17, 2006.

Recommendation:

We recommended for the School Board to hire an internal auditor whose responsibilities would be to test the Board's policies, procedures, income and expenses on a regular basis throughout the year and report any findings directly to the Board.

Additional Recommendation:

In the prior year the Board agreed to hire an internal auditor and the Business Manager was in the process of developing the positions responsibilities and advertising for that position; however, an internal auditor has not been hired. We again recommend for the School Board to hire an internal auditor whose responsibilities would be to test the Board's policies, procedures, income and expenses on a regular basis throughout the year and report any findings directly to the Board.

Management Response:

Management concurred with the recommendation and still plans to hire an internal auditor.

Independent Information Technology Review

Finding:

During the prior year audit and again in the current year audit, it was noted that an independent Information Technology (I.T.) review has not been conducted for the last several years.

Recommendation:

We again recommend for management to hire an independent I.T. consultant to perform a review of the School Board's computer systems. This is necessary due to the increasing size and complexity of the I.T. computer system of the School Board.

Management Response:

Management concurred with the recommendation and still plans to hire an independent information technology consultant to review the School Board's computer system. Management is in the process to begin requests for proposals and expects to hire a consultant before June 30, 2008.

*This report is intended for the use of management, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Livingston Parish School Board, Livingston, Louisiana, is a matter of public record.*

Respectfully submitted,

*Harold T. Longenecker, III*