



For the year ended June 30, 2018

EBR 2017-2018 Comprehensive Annual Financial Report

East Baton Rouge Parish School System * Baton Rouge, Louisiana

ARTWORK

The artwork contained in this Comprehensive Annual Financial Report has been created by students attending East Baton Rouge Parish Schools. The grade levels represented in this report range from fourth grade to twelfth grade.

“The East Baton Rouge Parish Schools Fine Arts Department provides students with unique outlets for expression. When students engage in the arts it builds confidence, empathy, problem solving and creativity. We will continue to make the arts a priority, so that we may educate the whole child and provide pathways for students of all academic interests. I am proud to support the arts rich heritage here in EBR. I anticipate great things to come as we move forward as one dynamic and multi-faceted unit.”

Warren Drake, Superintendent





East Baton Rouge Parish School System
Baton Rouge, Louisiana

For the Year Ended June 30, 2018

Prepared by the
Finance and Budget Management Staff

James P. Crochet, CPA
Chief Business Operations Officer

Kelly Lopez, MBA
Chief Financial Officer



2017-2018
Comprehensive
Annual Financial Report

Introductory Section

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

Comprehensive Annual Financial Report

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Board Members



Warren Drake
Superintendent



David Tatman
District 9
President



Connie Bernard
District 8
Vice President



Mark Bellue
District 1



Vereta Lee
District 2



Dr. Kenyetta Nelson-Smith
District 3



Dawn Chanet Collins
District 4



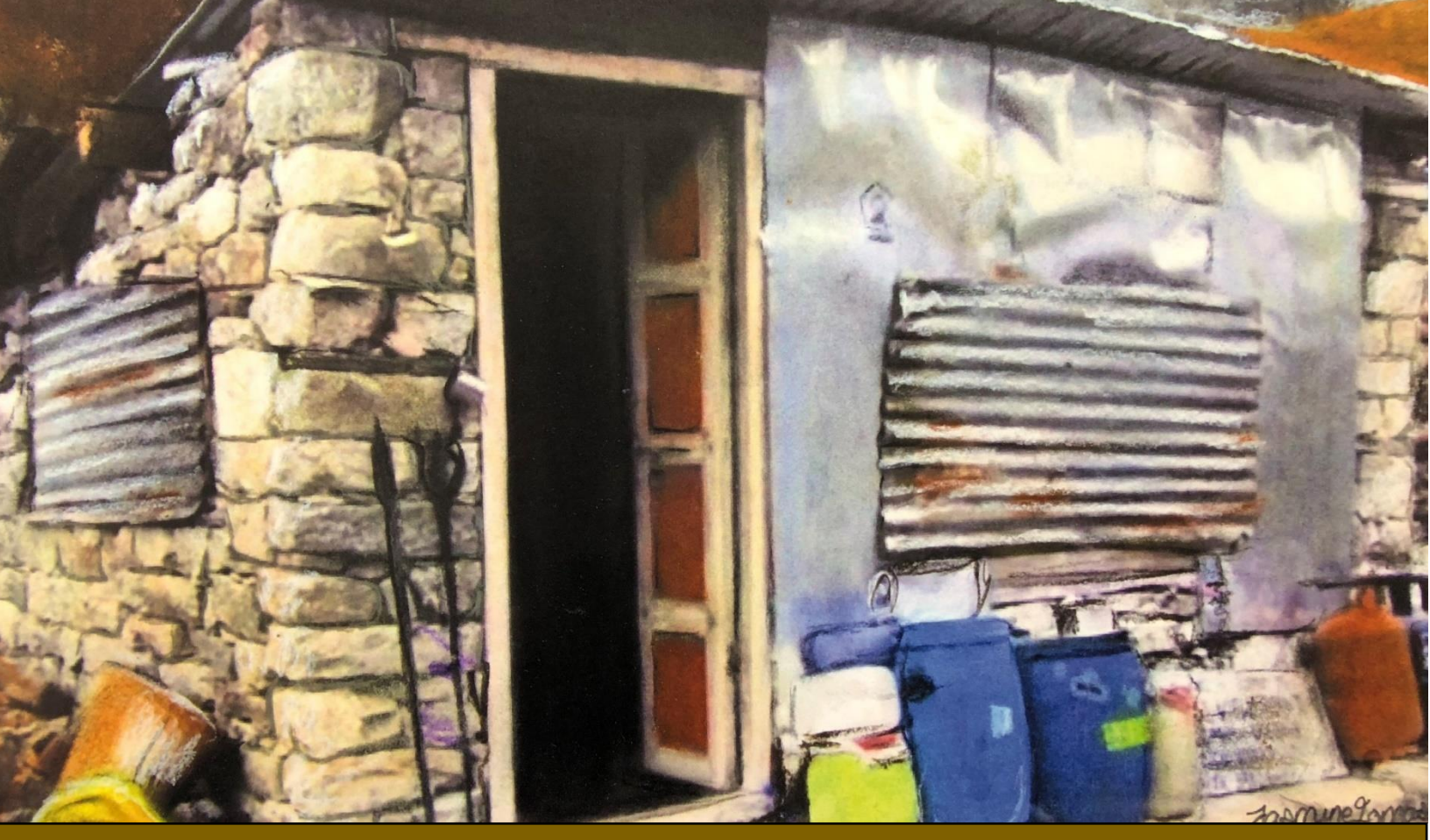
Evelyn Ware-Jackson
District 5



Jill C. Dyason
District 6



Michael Gaudet
District 7



Administrative Officers

Superintendent of Schools	Warren Drake
General Counsel	Domoine D. Rutledge
Associate Superintendent	Adam Smith
Assistant Superintendent for Instructional Services	Ben Necaise
Assistant Superintendent for Curriculum & Instruction	Dr. Quintina Timoll
Chief Officer for Accountability & Assessments	Andrea O’Konski
Chief Officer for Student Support Services	Gary Reese
Chief Officer for Human Resources	Millie Williams
Chief Officer for Business Operations	James P. Crochet
Chief Officer of Communications	Gwynn Shamlin
Chief Officer for Technology	Richard Ellis



EAST BATON ROUGE PARISH SCHOOL SYSTEM

Finance Department
1050 S Foster Dr
Baton Rouge, LA 70806-7221
Office 225-922-5440, Fax 225-923-3406

December 12, 2018

President and Members of the
East Baton Rouge Parish School Board

Dear Board Members:

The Comprehensive Annual Financial Report of the East Baton Rouge Parish School System for the fiscal year ended June 30, 2018, is presented herewith. This financial report represents a comprehensive portrait of the School System's financial condition. It is structured in such a manner as to make it a very useful management instrument as well as an informative public document.

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

This fiscal year 2017 Comprehensive Annual Financial Report received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials. This was the thirty-second consecutive year that the School Board received both of these prestigious awards.

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

Respectfully submitted,

A handwritten signature in blue ink, reading 'Warren Drake'.

Warren Drake
Superintendent of Schools

ONE TEAM, ONE MISSION

The East Baton Rouge Parish School System and all of its entities (including Career and Technical Education Programs) does not discriminate on the basis of age, race, religion, national origin, disability or gender in its educational programs and activities (including employment and application for employment), and it is prohibited from discriminating on the basis of gender by Title IX (20 USC 168) and on the basis of disability by Section 504 (42 USC 794). The Title IX Coordinator is Andrew Davis, Director of Risk Management (ADavis6@ebschools.org)- phone (225) 929-8705. The Section 504 Coordinator is Elizabeth Taylor Chapman, Director of Exceptional Student Services (ETaylor@ebschools.org) -phone (225) 929-8600.

A SACS/CASI Accredited School District

Building the Future of Baton Rouge

An Equal Opportunity Employer



December 12, 2018

President and Members of the East Baton Rouge Parish School Board and
Residents of East Baton Rouge Parish:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the East Baton Rouge Parish School System (District), for the fiscal year ended June 30, 2018, which provides full disclosure of the financial operations of the District. The basic financial statements within this CAFR, which have been audited by Postlethwaite & Netterville, APAC, a firm of licensed certified public accountants, conforms to Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management and with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

This letter of transmittal is designed to complement the Management Discussion and Analysis (MD&A) and should be read in conjunction with it. The MD&A is located immediately following the report of the independent auditors and provides an objective, easy to understand narrative overview and analysis of the basic financial statements. The MD&A explains the financial position and results of operations of the District for the past fiscal year.

REPORTING ENTITY

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

The elected Board is chosen from nine (9) single-member districts with each member serving a concurrent four-year term. The School Board is authorized to formulate policy, to establish public schools as it deems necessary, to provide adequate school facilities for the children of East Baton Rouge Parish, to determine the number of teachers to be employed and to determine their salaries. Additionally, the School Board selects the Superintendent of Schools to serve as the District's Chief Executive Officer.

The District provides a full range of public education services at all grade levels ranging from pre- kindergarten through grade twelve to approximately 40,000 students and employs approximately 5,800 persons. Total enrollment includes students participating in regular and enriched academic education, alternative education, exceptional student services education for the handicapped to age twenty-two, career and technical education and s i x (6) charter schools (four elementary, o n e middle, one high). Services provided to students include instructional staff, instructional materials, instructional facilities, administrative support, business services, food services, system operations, facility maintenance, student health services and bus transportation. In addition, the District serves approximately 2,700 adult education students annually.

The public is invited to attend regular meetings of the School Board which are held the third Thursday of each month at 5:00 p.m. in the Board Room of the District's Central Office, located at 1050 South Foster Drive. Meetings are also televised live on Cox Cable Channel 21 and replayed at various times during the following weeks.

ECONOMIC CONDITION AND OUTLOOK

The District is located in Baton Rouge, Louisiana, in the southeastern section of the State, along the Mississippi River. In addition to being the second largest city in the State, Baton Rouge is also the capital of Louisiana and the principal home of two major state universities: Southern University (SU) and Louisiana State University (LSU).

Baton Rouge is the home of one of the largest oil refining and petrochemical centers in the nation and is the hub of the industrial region that stretches eighty (80) miles to New Orleans. Located 230 river miles (434 kilometers) above the mouth of the Mississippi River, with a 45-foot channel, Baton Rouge is the furthest inland deep-water port on the Gulf of Mexico via the Mississippi River. The expanding Port of Greater Baton Rouge ranks ninth among the major ports of the nation. The Port of Greater Baton Rouge is a strategic gateway for the handling of international and domestic commerce. The Greater Baton Rouge area is designated as a U.S. Customs Port of Entry.



According to “The Louisiana Outlook: 2018-2019, prepared by Loren C. Scott, Professor Emeritus in Economics and Judy S. Collins Managing Editor, published by Division of Economic Development, Ourso College of Business, Louisiana State University, Baton Rouge, Louisiana:

Virtually all of the almost \$16 billion in industrial projects in the Baton Rouge MSA are completed or drawing to an end. Vanishing construction jobs will lower Baton Rouge's super-heated growth rates over 2014-2016 to a more modest 0.7% rate in 2018 and 0.9% in 2019. Offsetting the industrial construction job loss will be four major projects in the healthcare sector, the Baton Rouge Port, and the high-tech sector. Resolution of the “fiscal cliff” will likely add drag to this state-government-job-rich area.

Baton Rouge provides jobs for about 409,100 non-farm workers. The petro-chemical industry looms large in this MSA with the largest concentration of chemical employment in the state, the country's fourth largest refinery, and an unusually high concentration of industrial construction workers to support that base.

Baton Rouge is the home for several high-technology research facilities such as Louisiana State University's C. B. Pennington Biomedical Research Center and its Center for Advanced Microstructure and Devices. Opened in 1988, the Pennington Center now houses 40 research laboratories that span the Center's three programs – Basic Research, Clinical Research, and Population Science (thirteen core service laboratories). The center also includes inpatient and outpatient clinics, a research kitchen, and an administrative area. Seventy (70) faculty members, fifteen (15) postdoctoral researchers, and approximately 450 research associates, research technicians, and support personnel focus their research efforts on ten (10) research program areas: Epidemiology and Prevention, Physical Activity and Health, Cancer, Diabetes, Obesity, Neurodegeneration, Genomics and Molecular Genetics, Stem Cell and Developmental Biology, Neurobiology, and Nutrient Sensing and Signaling.

The Baton Rouge Community College (BRCC), a two-year institution of higher education, opened in the fall of 1998. When classes began at BRCC in 1998, enrollment was just under 1,900 students. Enrollment has steadily grown and more locations were founded. There are now eight (8) locations which cover six (6) parishes, East and West Baton Rouge, Iberville, Point Coupee, and West and East Feliciana. The community college system builds a system of higher education that is more affordable for young people and provides opportunities for training and certification in a number of skills. BRCC is jointly under the control, supervision, and management of the Board of Supervisors of Southern University and Louisiana State University.

BATON ROUGE DEVELOPMENTS

A \$170 million project to construct a modern streetcar line that will link downtown Baton Rouge to LSU is moving into the development and design phase. This encompasses a three-mile corridor. Construction will take approximately two years and then several months of testing to bring the streetcars into service. The goal is to have the line serviceable by mid-2021.

The IBM Technology Center has begun hiring now that construction is complete. IBM is on track of reaching a goal of eight hundred employees by the end of 2018. A new contract with Cleco will boost business for the next two years. General Informatics has recently acquired Teknarus. These ninety-six new jobs will be moving into the new \$20 million at Highland Building in 2018.

Tonnage at the Port of Baton Rouge has more than tripled since 2012. The Louis Dreyfus Grain Elevator Complex has increased grain exports from zero in 2012 to nearly 6.2 million tons in 2016. The Drax Biomass has two holding bins for wood pellets they produced in Pine Bluff, Arkansas and north Louisiana. Drax bought a plant out of bankruptcy in Urania, Louisiana, so its volume of shipments in and out of the Port will be growing even more. Ultimately, Drax should generate about 40 more vessels a year at the Port. Genesis Energy's new petroleum storage unit is now in operation and UP Railroad will be spending \$34 million on its infrastructure at the Port. SEACOR AMH has constructed a new container-on-barge service at the Inland River Marine Terminal to move containers of chemicals by barge to New Orleans for shipments overseas.

Two buildings of three scheduled have been completed for the Water Campus. The Water Campus is an independent research institute dedicated to confronting the problems of coastal land loss. Three tenants have moved into the two completed buildings of the facility. The third building, which should be completed in 6-12 months, will house the Water Institute of the Gulf. In 2018, work should begin on the \$20 million "6A" building and construction of a \$7 million, 20 unit residential building will start about the same time.

Our Lady of the Lake Hospital is constructing a \$230 million, 350,000 square foot, 130-bed Children's Hospital in the Healthcare Corridor. This is scheduled to open in the fall of 2018 and will also include a medical office building.

Provident Protoncare is planning an \$85 million proton radiation therapy center in Baton Rouge that will open in 2019 and hire ninety-five people at an average salary of \$105,000.

Ochsner is planning a \$100 million investment, including a new medical office building and 10-bed micro-hospital and surgical center near the Mall of Louisiana.

Baton Rouge General has announced a \$40 million expansion at its Bluebonnet site, which would add four floors, a helipad, and operating room space.

The River Center Library is under construction in Downtown Baton Rouge. The \$19 million, 50,000 square foot library branch will be completed in May 2019. Residential developments underway will have more than 300 additional units in the Central Business District alone. The Downtown Greenway Project will be a wonderful asset. This is a pedestrian and bicycling corridor linking the inner city to downtown Baton Rouge.

The Recreation and Park Commission for the Parish of East Baton Rouge (BREC) has opened three new parks in Baton Rouge. Spain Street Park will serve the neighborhood with a playground, picnic area, citrus trees, and a basketball court. Improvements were made to the botanical gardens at the Main Library and a regional park was opened. The third park, North Sherwood Forest Community Park, has a lake for fishing, playground and splash pad, walking loop, tennis courts, and four pavilions.

The Louisiana Department of Transportation and Development is funding a bike and pedestrian plan. This plan will align with other bike and pedestrian paths being constructed in Baton Rouge.

The Bikeshare Program should start by early 2019 with about fifty hubs and five hundred bikes. The first phase will place bikes where demand is expected to be strongest, which includes downtown, LSU, Southern University, City Park, and the Lakes. A second phase will add about three hundred more bikes to Mid-City, where the state is building bike lanes on Government Street.

The Knock Knock Children's Museum opened its doors in August 2017 and has had 200,000 visitors which makes it one of the most visited attractions in Baton Rouge. The museum has had 5,200 family memberships formed and 26,543 field trip visitors.

LOCAL SALES TAX AND MINIMUM FOUNDATION PROGRAM

Actual sales tax collections through June 2018 were finalized and received from the City Parish Government in August 2018. Actual collections decreased by 6.3% for the fiscal year ended June 30, 2018. This significant decrease is due to the Flood of 2016 increasing sales tax collections in the prior fiscal year. Sales tax collections were not expected to maintain the 2016-17 level in this current fiscal year. Sales tax collections represent a major component or 22% of general operating revenue for the District. In 2017, the East Baton Rouge Tax Assessor had placed a value of \$161.6 million on all taxable property located within the District's boundaries, up from \$154.9 million the previous year. Ad valorem tax collections represent a major component or 38% of general fund operating revenue for the District. The effect of the national recovery has impacted the local economy by an increase in available jobs.

The Minimum Foundation Program (MFP) provides funding from the State of Louisiana based on per-pupil allocations and additional funding for weighted areas including career and technical, at-risk, or special education. The base per-pupil allocation for 2017-2018 was \$3,961. A total of \$2,775,124 in additional funding was provided within the MFP formula to make the District whole due to the loss of students after the Flood of 2016.

Louisiana is expected to add 12,000 jobs in 2018 and 22,300 jobs in 2019. If projections are correct, the state should reach 2,013,600 jobs in 2019. This will be the first time it has exceeded 2,000,000 jobs on an annual basis in its history.

The eight metro areas job activity are as follows:

- 1) New Orleans up 4,400;
- 2) Alexandria up 300;
- 3) Lake Charles up 3,900;
- 4) Shreveport down 900;
- 5) Houma up 300;
- 6) Lafayette down 100;
- 7) Baton Rouge up 2,900;
- 8) Monroe up 300.

The June 2018 preliminary adjusted unemployment rate for Louisiana was 4.7%, a decrease from the June 2017 rate of 5.9%. The national unemployment rate for June 2018 was 3.9%.

Student enrollment had declined by approximately 21,000 since 1994; however, approximately 8,500 of this decrease is attributable to the Baker, Zachary, and Central separations and 8,000 is attributable to the increase in Type 1, Type 2, and Type 5 charters throughout the District. This decline in student enrollment has resulted in State funding to the District being reduced by millions of dollars. The October 1, 2017 enrollment approved for the purpose of funding by the State was 38,958 students, which was 285 students less than the October 1, 2016 State enrollment count. This count includes Type I charter schools.

At this time, the district maintains eighty-eight facilities which range in age from three to eighty-nine years old. These locations rest on 1,299 acres of land throughout East Baton Rouge Parish and have the capacity to accommodate 58,330 students. See pages 15-17 of the statistical section for further details.

East Baton Rouge Parish School System ranks fourth in the largest employee base with 6,129 personnel. The three higher ranking employee base establishments are State of Louisiana with 18,841, Turner Industries with 9,875, and LSU with 6,250 personnel.

MAJOR INITIATIVES

Current Year - During the 2017-2018 year, the District continued its efforts to improve student performance and community support through various programs.

Strategic Plan

The District's Strategic Plan is as follows:

Vision: All East Baton Rouge Parish School System students will graduate with the knowledge, skills, and values necessary to become active and successful members of a dynamic community.

Mission: The East Baton Rouge Parish School System, in partnership with our community, educates all students to their maximum potential in a caring, rigorous and safe environment.

Bold Goal: The East Baton Rouge Parish School System will be a top ten district by 2020, building an innovative and globally-competitive educational choice for all families.

The District's Objectives are as follows: 1) Early Childhood Education; 2) Academic Expectations; 3) Governance/Accountability/Efficiency; 4) Culture and Safety/School Climate and Human Capital; 5) Neighborhood Schooling and School Choice; and 6) Community and Parental Involvement.

Tax Plan – Phase I

All projects in the first five (5) year phase of the 1998 One-Cent Sales Tax Plan were completed in the 2004-2005 fiscal year at a total cost of \$168.5 million. All projects were completed on time and within budget constraints with this pay-as-you-go plan.

Tax Plan - Phase II

In May 2003, the community continued to support the District by voting to continue the five year one- cent sales tax. The continuation was again in the form of three propositions, mirroring the form it took in 1998 with collections to begin April 1, 2004 and continue through 2010. Proposition 1 called for the construction of six new schools (4 new, 2 rebuilt), major renovations at another four (3 high schools, 1 middle) and much needed repairs at another forty (7 high schools, 9 middle schools, 24 elementary schools). Both the new and renovated schools have provided appropriate educational spaces that are more conducive to teaching and learning, provided adequate special program and laboratory facilities; improved safety and security, and increased technology implementation and accessibility.

Tax Plan - Phase III

In March 2008, the community continued to support the District by voting to continue the one-cent sales tax for an additional ten years. The continuation was again in the form of three propositions, mirroring the form it took in 1998 with collections to begin April 1, 2009 and continue through 2019. Proposition 1 calls for the construction of eight new schools (3 new, 5 rebuilt), major renovations and additions at one high school, two middle schools, ten elementary schools, and much needed repairs at another forty-five schools. Both the new and renovated schools will provide appropriate educational spaces that are more conducive to teaching and learning, provide adequate special program and laboratory facilities; improve safety and security, and increase technology implementation and accessibility. Propositions 2 and 3 have continued to fund the continuation of discipline programs and employee compensation at current levels for each Tax Plan phase. A Community Oversight Committee continues to ensure that the money approved by the voters is spent appropriately.

TECHNOLOGY INITIATIVE AND ONLINE TESTING

The Louisiana Department of Education unrolled an online testing platform for grades 5-8 in its LEAP 2025 state mandated assessments. To support readiness efforts, the district implemented several technology related initiatives. 2016-2017 was the initial year for 1:1 district-wide implementation with 5th – 8th grade students. Scotlandville and Belaire High Schools were selected to pilot the 9th grade implementation. Over 44 elementary schools, 14 middle schools, and 2 high schools each received technology totaling approximately 14,000 devices. To support the 1:1 environment, the *1:1 Handbook and Administrative Guidelines, Strategic Plan for Technology Integration and Principal's Guide to Computer Based Testing (CBT)* were created. To further support the 1:1 learning environment, district wide technology integration Professional Development included the: Initial 1:1 Chromebook training, Digital Literacy Guidelines, LDOE Technology standards, EdTech Paloozas, Flip Flop Ed Tech Summit, EdTech Bootcamps, EdTech Twitter, EdTech YouTube channel, and the Q & A forum. In 2017-2018, all students in grades 4th-9th were in possession of individual Chromebooks to further implement the 1:1 learning environment.

PROFESSIONAL DEVELOPMENT FOR EDUCATORS THROUGHOUT THE DISTRICT

With support from our IT Department, Canvas was selected as the District's online Professional Learning Community (oPLC) and Learning Management System. With on-demand resources, courses professional learning communities, and professional development at our fingertips, Canvas has organized our work and centralized our online learning allowing educators to connect, communicate, collaborate and celebrate. The strategic plan for Canvas was created in 2016 to provide guidance to the implementation and use of the platform. Canvas is the platform used for MAPS, which is a course within

Canvas that enable educators from across the district to view footage of lessons taught by EBR's teachers to EBR's students, within EBR classrooms. During the 2017-2018 school term, over 200 lessons were videoed which were built into courses that provided meaningful lessons with resources for teachers across the district. Currently there are over 300 lessons available to District employees.

Overseen by 4 District administrators, Canvas has over 507 active courses designed for District users, and 8,023 employees enrolled in courses. Currently, 115 departments and schools in the District have created courses for District employees to use and we are expanding to include other departments daily.

NMSI Partnership, Dual Enrollment, GRADU8 Program and REACH

During the 2017-2018 school year, the District focused our support efforts on the Gradu8 Initiative, which focuses our efforts on the primary goal of college and career readiness for our high school students. The District launched the Gradu8 initiative in 2016-2017 and is built around eight pillars that include, but are not limited to, stakeholder partnerships, increased course choice, attendance, increased diploma pathways and increased job skill development. All high school teams focus on data driven decision making centered around each Gradu8 Pillar and complete data reviews with the District leadership team each semester to monitor their efforts to achieve student growth. To ensure that our middle schools teams have a clear vision on how they play a role in high school graduation rates, the REACH Higher initiative was developed to focus on pillars similar to the Gradu8 initiatives but with a more specific middle school focus. To support the goal of college and career readiness, the district has greatly expanded our dual enrollment and Advanced Placement (AP®) course offerings at all of our high schools. The District will offer almost 800 Dual Enrollment course seat opportunities and over 5,100 AP® course seats opportunities during the 2018-2019 school year. These opportunities were made possible by Supplemental Course Allocation (SCA) funds and our partnership with the National Math and Science Institute (NMSI) via an Exxon Grant to provide incentives and training to teachers and students around advanced placement courses. In addition to support the articulation of course credit to four year universities, the EBR - Career and Technical Education Center (EBR-CTEC) opened in August 2018 to provide students with credentials, certifications, and degrees for viable high-demand, high-wage job pathways in the Greater Baton Rouge area. This program offers students the opportunity to spend half of their school day on campus training in a career pathway in one of four critical areas (Medical, Technology, Manufacturing, or Skilled Crafts).

FACILITIES UPDATE 2017-2018 SCHOOL YEAR

- New Schools - Broadmoor Elementary and EBR Career and Technical Education Center will be completed for the beginning of the 2018-2019 school year.
- Park Elementary – Currently under construction and is set for completion in the summer of 2019.
- Jefferson Home Site – Design has begun with the school scheduled to open in 2020.
- Istrouma High School – Main Campus and Phase 1 of the annex building are complete. Phase 2 of the annex building will be completed in September 2018.
- Belfair – Modular buildings were purchased and installed.
- Scotlandville High School – Gym improvements are completed.
- Crestworth Elementary – Roof and HVAC replacement are completed.
- Broadmoor High – Stadium lighting has been completed.
- Audubon Elementary – Classroom additions were completed August 2018.
- Shenandoah Elementary – Classroom additions are to be completed November 2018.
- Park Forest Elementary – Exterior improvements were completed August 2017.
- Glen Oaks Park Elementary – Exterior improvements were completed August 2017.
- Brookstown Middle – Exterior improvements were completed August 2017.
- Glen Oaks High School – Exterior improvements were completed September 2017.
- Mayfair Lab – Modular buildings were purchased and installed. Completed August 2018.
- Belaire High School – Facility and athletic improvements are expected to be completed in October 2018.
- Greenbrier Elementary – reopened on its original site in August 2018 after extensive renovations due to the Flood of 2016.

TEACH BATON ROUGE

Teach Baton Rouge, the District's alternative certification program, in its seventeenth year of operation. The program aims to attract high-quality professionals to a career of teaching. Selection for the program is highly competitive. In the first year, only one out of ten applicants was selected. For the 2017-2018 school year, over seventy-five people applied to the program and seven began teaching. All participants must be deemed highly qualified according to the current ESSA (Every Student Succeeds Act) standards before participants enter the classrooms as teachers. The program has been responsible for bringing over three hundred ninety-seven new teachers into the District's classrooms. Program members teach in critical shortage areas. All program members participate in a certification program that leads to full certification within eighteen months.

Teach Baton Rouge recruiting efforts focus on building a more diverse teaching force. Teach Baton Rouge teachers work in the hardest-to-staff schools and enjoy success in the classroom. Teach Baton Rouge teachers have been named teacher of the year in their schools and at the District level. Several Teach Baton Rouge teachers have earned their National Board Certification, and many of them have moved into leadership roles within the District.

TEST SCORES AND AWARDS

LEAP 2025

Third through eighth graders in the District participate in the state mandated LEAP 2025 summative assessments in all four core content areas. High school students also participate in LEAP 2025 End of Course Testing. The District ranked 6th in the state for the percent of overall change in all LEAP 2025 tested grades and subjects for mastery and above. The District had a 3% one year increase in percent mastery and above for all subjects and all grades. ELA and social studies respectively obtained a 1% and 2% growth in mastery and above. There was no decline in the overall percent mastery in the mathematics content areas. District subgroups also closed the achievement gap. English Language Learners grew by 3% and students with disabilities grew by 1%. The African American subgroup for all grades and all content areas grew by 2% and outperformed the state average by 3 percentage points.

Elementary and Middle Schools

The District continues to close the achievement gap in other areas. Per the state's new progress measures, 45% of EBR students demonstrated "top growth" in grades 3-8, and English I & II LEAP 2025 assessments. On grades 3-5 Algebra and Geometry mathematics assessments, 40% of district students earned the two highest levels of growth.

High Schools

Strength of diploma is positively impacted by increases in dual enrollment and advanced placement seat counts. In one year, the District saw a 2,551 increase advanced placement and a 294 increase in dual enrollment seat counts. The District ranked first in the state for the number of advanced placement tests taken with qualifying scores of 3 or higher. The District also ranked second in the state for the total number of advanced placement tests taken. The District outperforms the state by 3.2% with 40.2% of students earning qualifying scores on Advanced Placement exams. The District outperforms the state by 8.2% with 47% of Advanced Placement exams earning a qualifying score of 3 or higher. The District was recognized by the Louisiana Department of Education with a first place ranking for increasing college access over time for the African American Subgroup. Since 2012, the percent change in the number of African American students earning qualifying scores is +741.9%.

The District demonstrates additional gains to promote college and career readiness. The percent of the District's graduates enrolling in college for the first time grew by 4 percentage points from the previous year. For the second consecutive year, the District average (59%) remains above the state average (58%) in first-time freshmen data according to Board of Regents annual college enrollment reports.

RECOGNITIONS FOR THE DISTRICT'S SCHOOLS DURING 2017-2018 INCLUDED:

In the fall of 2017, two District schools earned the National Blue Ribbon Award distinction. Baton Rouge Foreign Language Immersion Magnet School and Forest Heights Academy of Excellence, both elementary schools, were recognized for overall academic excellence and their progress in closing achievement gaps among student subgroups. This is the second time that Forest Heights Academy of Excellence has earned this national award in the last ten years.

The District has several high school students who have earned perfect ACT scores. Members of the graduating class of 2018 (6 students), 2019 (3 students thus far), and 2020 (two students thus far) have received perfect scores on the national ACT test.

Five EBR high school students were National Merit Scholarship Program (NMSC) winners.

An EBR graduating senior from the Class of 2018 also represents one of the two Presidential Scholarship winners from the state of Louisiana.

In the fall of 2017, the District was awarded a five year Magnet Schools Assistance Program (MSAP) grant to implement a Creative Sciences and Arts Magnet Program in a feeder pattern of five District schools. The multi-million dollar grant award, over a five year span, promotes academic achievement using innovative teaching strategies while addressing the goal of reducing racial isolation at identified sites. Additionally, 11

District schools have earned national recognitions and awards from Magnet Schools of America and ten District schools are Nationally Magnet Certified schools under the Magnet Schools of America national program.

WBRH-FM radio, broadcasted from Baton Rouge Magnet High School, celebrated its 41st anniversary. Baton Rouge Magnet High School is the only high school in the nation operating FM and AM stations 24 hours a day.

EDUCATIONAL PROGRAMS/AWARDS

Magnet programs are specialized, accelerated programs which offer students an opportunity to explore an enhanced curriculum in the visual and performing arts, the Montessori Method, Foreign Language Immersion, engineering, medical, and academic models with a strong focus on science, technology, and math. Gifted classes provide a high degree of complexity and extend beyond the prescribed curriculum offered in regular classes. Classes are taught by teachers certified in Gifted Education and have a reduced class size in order to individualize each student's educational program.

The Junior Reserve Officers' Training Corp (JROTC) is currently offered in nine (9) high schools. This program is federally funded. Three middle schools are taking part in the National Middle School Cadet Corp Program, which is 100% District funded. The focus of Army JROTC is reflected in the mission, "To motivate young people to be better citizens". JROTC accomplishes this mission by providing exceptional educational opportunities and lifelong skills to America's youth. The Character Education Partnership identifies programs that build character as those with less violence, higher self-esteem, less absenteeism, higher achievement scores and academic performance, more connected to school, engaged in lessons, and committed to success. The curriculum helps cadets develop life-long leadership and decision making skills. These skills are exhibited on a daily basis and set a model for the student body to emulate. The curriculum supports the school's mission and mandates by integrating technology, linking content to state standards, integrating reading and writing, and providing character and financial education. The benefits of this curriculum are not limited to JROTC cadets. In an evaluation that led to accreditation by the Southern Association of Colleges and Schools (SACS), the quality assurance review team noted, "JROTC serves to reinforce the competencies taught in the other academic subjects in which students are enrolled".

The District's enrollment in Career and Technical Education (formerly vocational education) includes 12,766 high school students and 2,560 middle school students. A variety of innovative programs prepare students for productive citizenship and life-long learning and are designed to assist all students in making a successful transition from school to the workplace or post-secondary education. A portion of funding for Career and Technical Education programs is obtained through the Carl Perkins IV Applied Technology Act of 2006. The Basic Grant and Tech Prep initiatives resulted in funding of approximately \$633,645 for the fiscal year 2017-2018. The goals of this department are accomplished by providing students with assistance in career development activities, selection of an area of concentration of courses with the development of a graduation plan,

purposeful course selection that develops both academic and technical skills, development of employable skills while providing opportunities for students to obtain an Industry Based Certification when in Career and Technical Education.

The District continues to expand opportunities in pre-school (Pre-K) programs. Pre-K students are provided transportation to a number of sites for six (6) hours of instruction daily along with before and after school care. The District's quality pre-school environments provide small pupil-teacher ratios, certified teachers and a curriculum based on the National Association for the Education of Young Children standards of developmentally appropriate practices.

A range of services are offered based on mentally and/or physically disabled children. Exceptional students can be placed in the following settings: the regular education classroom with extra support available, resource classrooms, or the self-contained and community-based classes.

High schools in the District are providing students with curriculum opportunities to pursue: 1) college degrees at the nation's colleges and universities; 2) college degrees after attending community colleges; 3) associate degrees at community and technical colleges; 4) employment opportunities; and 5) careers in the United States Military.

During the 2017-2018 school year, many high school students participated in dual enrollment courses in partnership with Baton Rouge Community College, Southern University, Southeastern Louisiana University, and Louisiana State University. Additionally, students took honors courses, advanced placement courses, and courses which were articulated with various colleges and universities. The District works with many educational institutions to offer its students rigorous and varied educational opportunities, allowing students the opportunity to earn industry-based certifications and other post-secondary credits.

Jump Start is a pathway for students preparing for graduation. With this program, students can attain industry credentials while still in high school. It also gives students the opportunity to complete career readiness courses, internships (either workplace or virtual workplace experiences), and develop financial literacy. With this program, students can continue their education after graduation through employer training, technical college, and eventually a four year university. This program is offered through East Baton Rouge Parish Schools at Arlington Preparatory Academy, Belaire High, Broadmoor High, EBR Readiness Superintendent's Academy, McKinley High, Northdale Superintendent's Academy, Northeast High, Scotlandville Magnet High, Tara High, and Woodlawn High Schools.

VOLUNTEERS IN PUBLIC SCHOOLS

Since 1981, Volunteers-In-Public Schools (VIPS) has recruited, trained, and screened citizens to serve underperforming students in the District. VIPS strives to foster student success and build support for public education. During the 2017-2018 school year, volunteers contributed 59,413 hours of support to schools. According to the Independent Sector of Washington D.C., volunteer services are valued at \$23.69 per hour which equates to an investment of \$1,399,800. Through its Partners in Education project, VIPS worked with District principals to enlist, engage, and retain active community partners.

CHILD NUTRITION PROGRAM

One goal of the District's Child Nutrition Program (CNP) is to serve nutritious, appetizing, wholesome, affordable meals to students and staff. The administration believes that good nutrition is a key to learning and that every child has the right to a nutritious breakfast and lunch at the lowest possible price. The Food Service Department provides approximately 55,000 meals daily, including breakfast, lunch and snacks. Through the U.S. Department of Agriculture (USDA) Community Eligibility Provision, the Child Nutrition Program offers students a breakfast, lunch and extended day snacks at no charge to students. Additionally, seventy schools will participate in the after school Supper Program monitored by the USDA Child and Adult Care Food Program which is free of charge. Fifteen schools participate in the Fresh Fruit and Vegetable Program allowing students to receive 1/2 cup fresh fruit or vegetables at no cost and at a time other than breakfast and lunch but within the school day. School meals are planned to comply with the District Wellness Policy and all federal and state regulations for nutritious meals. The USDA, through the Louisiana Department of Education, Division of Nutrition Support, provides regulatory guidance and monitoring of the District's Child Nutrition Program.

The Chief Financial Director of CNP is a registered dietitian and holds a doctorate degree in Food Systems Management from Texas Woman's University. Nine of the Child Nutrition Program administrative and office staff have a BS degree or an advanced degree with specific training in the field of Dietetics and Nutrition. Thirteen CNP school managers have a two or a four year degree from an accredited university with at least eighteen hours in food and nutrition course work.

TRANSPORTATION DEPARTMENT

During the 2017-2018 school year, the District transported 32,000 students for a total of 5.8 million miles. With a total of 540 buses, the Transportation Department travels about 32,694 miles daily. Free bus service is provided to all eligible students living more than one mile from their attendance zone schools.

FACILITIES MANAGEMENT PARTNERSHIP CONTRACT

Approximately sixteen years ago, following extensive investigation and research, the District developed a partnership arrangement with ServiceMaster to provide management services for some aspects of physical plant services, facilities, maintenance, and grounds. Subsequently, ServiceMaster was acquired by ARAMARK. The contract was amended slightly and the District continued a similar partnership with ARAMARK. On March 1, 2004, the School Board negotiated a five-year partnership arrangement with ARAMARK, with a five-year renewal option approved on March 1, 2009 to provide total Facilities Management Services. The contract was extended again on February 29, 2016 until June 30, 2017. On August 21, 2017, the School Board approved a new five-year partnership arrangement with ARAMARK, with the option to cancel after two years. The contract provides services in the following areas: maintenance, custodial, grounds, materials management/warehousing, and workforce management. The contract made a number of staffing, procedural, and work flow adjustments. Changes were also made to delivery and procurement systems aimed at improving service to the District, all while capitalizing on efficiencies gained through the application of ARAMARK's world-wide services and experience. The District will gain reduced operational costs, predictable labor costs, rapid staffing adjustments, and renewed focus on core business functions. Additionally, in 2007 the Board approved ARAMARK to provide management services for the implementation of an energy program aimed at reducing energy costs.

CHARTER SCHOOL DEMONSTRATION PROGRAMS

The Louisiana Legislature passed Senate Bill 1305 (Act 192 of 1995) which established a Charter School Demonstration (pilot) program and gave parents, teachers, and citizens an opportunity to create independent public schools. The School Board received the Board of Elementary and Secondary Education's (BESE) approval to be one of the eight demonstration Districts and in the fall of 1997 began operation of three charter schools each with approximately 54 students. Since that time three more charter schools have been created. Funding for enrollment increases have been approved by the School Board.

Presently, the Type 1 charter schools are:

Grade Level	School	Date of Operation	2017-2018 Enrollment Number
K-5	Children's Charter School	1997	235
6-8	Community School for Apprenticeship	1997	226
K-8	Inspire Charter Academy	2010	673
K-6	JK Haynes Charter, Inc.	1997	264
9-12	Mentorship STEAM	2010	517
K-6	South Baton Rouge Charter Academy	2014	575
	Total		2490

The total General Fund appropriation to the charter schools for the 2017-2018 fiscal year was \$29.9 million.

SEPARATION OF THE CITIES OF BAKER, ZACHARY AND CENTRAL COMMUNITY SCHOOL SYSTEMS

Effective with the 2003-2004 school year, the District began the year much smaller than it had in decades. The cities of Baker and Zachary began the school year as their own school districts, running nine schools with about 5,380 students that were previously a part of the District. The separation of Baker and Zachary required years of effort and litigation, and resulted in a need for expenditure reductions in the District as a result of the adverse financial impact of approximately \$10.7 million associated with the separation. Enrollment of approximately 51,000 students for the 2002-2003 school year reduced to about 45,000 students for the 2003-2004 school year. The parish payroll was reduced from about 7,115 employees to about 6,000 employees.

The 2006 legislative session contained legislation to allow the creation of a Central Community School System by way of a constitutional amendment, which was approved by voters in a November 2006 statewide election. The city of Central began the 2007 school year with four (4) schools and approximately 2,652 students that were previously a part of the District. The estimated adverse financial impact associated with this separation was approximately \$5.0 million to the District. Additionally, the District continues to incur significant long-term retiree health care costs associated with the exit of the Baker and Zachary School Systems because legacy costs were not allocated to the newly formed districts. The creation of the Central Community School System has further exacerbated this dilemma by this new district not assuming its portion of legacy costs as well as disproportionately increasing the number of retired health plan participants relative to the District's total group health plan participants. The impact of long-term retiree health care costs associated with the separation and subsequent creation of a school district will have a significant and long-term financial impact on the District.

Truancy Initiative

Through strong partnerships between the District, the East Baton Rouge District Attorney's Office, the local Sheriff's Office and the Office of the Mayor-President, the District is expanding the levels of care and concern for students and their families by taking specific steps in identifying and addressing truancy and all the familiar issues that may cause it. The truancy initiative was created to address problems associated with truancy systematically and create preventive measures involving parents. If a student receives five or more unexcused absences, parents or guardians are considered in violation of the truancy statute. This action is not meant to punish the parent but assist them and the students. The premise is that if parents and guardians work with law enforcement and the District on this matter as partners, then juvenile crime will decrease, learning will increase and students will have a better start in life and in their chosen careers.

The Truancy Assessment and Family Service Center is a community-based, one-stop site for truant students and their family members. The center provides assessable, blended and comprehensive services to meet their needs in a timely and effective manner. Its mission is to identify students who have exhibited truant tendencies, assess the causes and provide access to services for the identified students and their families. To meet this

mission, the center provides health, education and human services programs, as well as support for families in need and assist their progress toward self-sufficiency.

FOR THE FUTURE

PBIS Implementation

The District will implement a school-wide approach to a positive support system for providing students with clearly stated, uniformly defined expectations and rules for behaving throughout schools in the District. This plan conforms to the Positive Behavior Intervention Support (PBIS) Model.

Charter Schools

The 2018-2019 school year will add four new Type 1 charter schools to the District. These new schools are BASIS, IDEA Bridge, IDEA Innovation, and The Emerge School.

Believe and Succeed

Believe and Succeed is a three-year school improvement program. The schools eligible for this program are Claiborne, Howell Park, Merrydale, and Park Forest which are all elementary schools.

STEM Literacy

The District approved a professional service contract with Louisiana State University Gordon A. Cain Center for Science, Technology, Engineering & Math (STEM) Literacy to be placed at Lee High School and McKinley High School. This program “relates to a student’s ability to understand and apply concepts from science, technology, engineering and mathematics in order to solve complex problems”. This contract is renewable for five years. The Board will review this contract and consideration will be given to extending the program to other high schools.

Louisiana Department of Education School Improvement

A three year grant was awarded to Park Elementary that will provide professional development for teachers, summer enrichment programs for students, and incentive awards to retain teachers.

Manners of the Heart

The District renewed this program thru June 30, 2019. The curriculum is designed to strengthen morals, improve social and emotional skills, and increase respectfulness in K-5 elementary students.

Tax Plan - Phase IV

In April 2018, the community elected once again to support the District by voting for the one-cent sales tax that will sustain for ten years. The continuance will again be in the form of three propositions, mirroring the form it took in 2008 with collections to begin in 2019 and continue through 2029. The Community Oversight Committee will continue to ensure that the money approved by the voters is spent appropriately. The Superintendent of Schools and the Community Oversight Committee are currently determining which projects will be included in Proposition 1. Propositions 2 and 3 have continued to fund the continuation of discipline programs and employee compensation at current levels for each Tax Plan phase.

Internal Control

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

Single Audit

As a recipient of Federal and State financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the District. As a part of the District's single audit described earlier, tests are made to determine the extent of audit work to be performed, including that portion related to Federal financial assistance programs, and to determine that the District has complied with applicable laws and regulations.

Budgeting Controls and Policy

The District maintains budgetary controls. The objective of this system control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's governing body. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. The level of budgetary control (the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds.

The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Remaining encumbered amounts in the General Fund at year-end are re-appropriated as part of the next year's budget. The approved budget presents revenues by source and expenditures by function as defined by the Louisiana Board of Elementary and Secondary Education's Bulletin #1929. The Superintendent is authorized to transfer amounts between line items in accordance with budget policy established by the District's governing body. However, budget amendments are required when total revenues drop 5% or more below expectations, total expenditures exceed budget estimates by 5% or more, and when beginning fund balance is less than 5% or more of its projected amount. Budget to actual comparisons are provided in this report for the General Fund and each Special Revenue Fund.

Capital Projects Funds

Proposition 1 - Capital Projects Fund is funded by 51% of a one-cent sales tax in Proposition 1 for facilities and technology as approved by the voters in November 1998 as mentioned previously. The effective collection date for this proposition was July 1, 1999. The collection of this tax was for a five-year period and was for the purpose of funding repairs and renovations, enhancing technology, and constructing new schools and classrooms. On May 2, 2003, the voters approved the continuation of the Tax Plan for an additional five (5) years, on March 8, 2008, voters approved an additional continuation of the Tax Plan for ten (10) years, and on April 28, 2018 voters once again approved a continuation of the Tax Plan for an additional ten (10) years. Total sales tax revenues in Proposition 1 for the year ended June 30, 2018 amounted to \$45.7 million.

Financial Policies

The School Board adopted a Fund Balance policy for the General Fund in 2009-2010. A fund balance goal of 15% of total revenues was established. The primary reasons for this policy are to provide adequate resources for: 1) Cash Flow; 2) Unforeseen Events; 3) Financial Security; 4) Daily Operations; and 5) Compliance. For the years ended, June 30, 2016 and June 30, 2017 the total General Fund balance was approximately \$81.5 million or 19.1% and \$81.0 million or 18.7% of total revenues, respectively. For the year ending June 30, 2018, the total General Fund balance was approximately \$70.9 million or 16.2% of total revenues.

OTHER INFORMATION

Independent Audit

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

AWARDS

Government Finance Officers Association

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2017. This was the thirty-second consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, the District published an easily readable and efficiently organized CAFR. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes that the 2017-2018 CAFR continues to meet the Certificate of Achievement program's requirements and will submit it to the GFOA for review in determining eligibility for another certificate.

Association of School Business Officials

The District has received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2017. This was the thirty-second consecutive year that the District has received this prestigious award. This award certifies that the CAFR, for the fiscal year ended June 30, 2017, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO International. The award is granted only after an intensive technical review of financial reports by an expert panel of certified public accountants and practicing school business officials has been made. The Certificate of Excellence is the highest form of recognition in school financial reporting issued by the ASBO International.

A Certificate of Achievement is valid for a period of one year only. Management believes that the CAFR, for the fiscal year ended June 30, 2018, which will be submitted to ASBO for review, also conforms to its principles and standards.

ACKNOWLEDGEMENTS

It is desired that this report contains the necessary information and data that will provide a better understanding of the operations of the District. It is further hoped that this report has been designed in such a manner as to be used as an administrative tool and general source of information to enhance the District's accountability to the public.

The preparation of this report in a timely manner could not have been achieved without a dedicated and highly qualified staff. I would like to take this opportunity to express my sincere appreciation to the entire Budget Management and Finance Department staff, whose extraordinary efforts and dedication contributed significantly in the timely, accurate preparation of this report. The professional, thorough, and timely manner in which our independent auditors, Postlethwaite & Netterville, conducted the audit is also appreciated. The Graphic Arts Department is to be commended on its creative input in the design and timely reproduction of this document. Additionally, members of the School Board are to be thanked for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Sincerely,



Kelly Lopez, MBA
Chief Financial Officer

Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**East Baton Rouge Parish School System
Louisiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO



**ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**

**The Certificate of Excellence in Financial Reporting
is presented to**

East Baton Rouge Parish School System

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2017.**

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards.



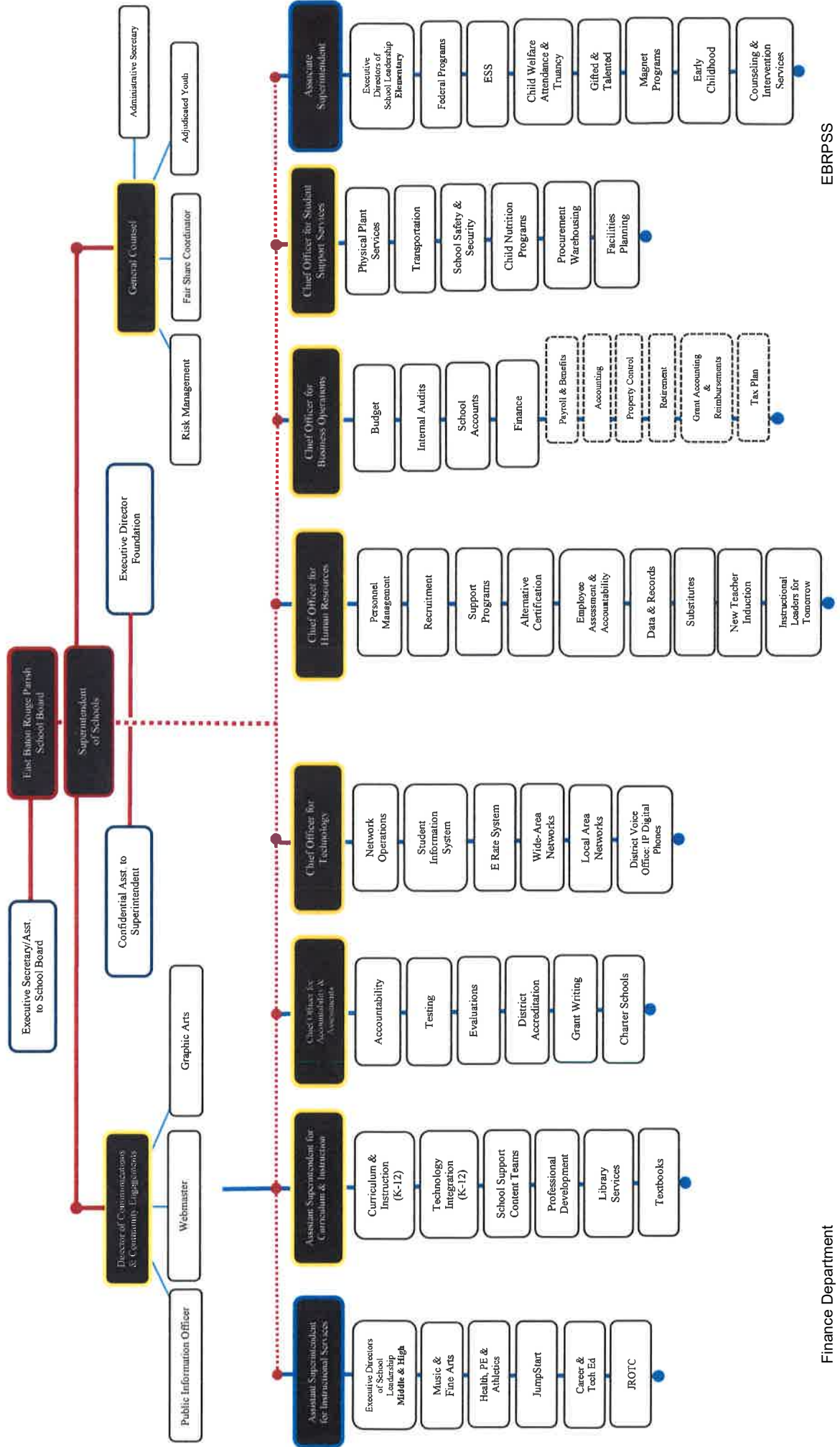
Charles E. Peterson, Jr., SFO, RSBA, MBA
President

John D. Musso, CAE
Executive Director



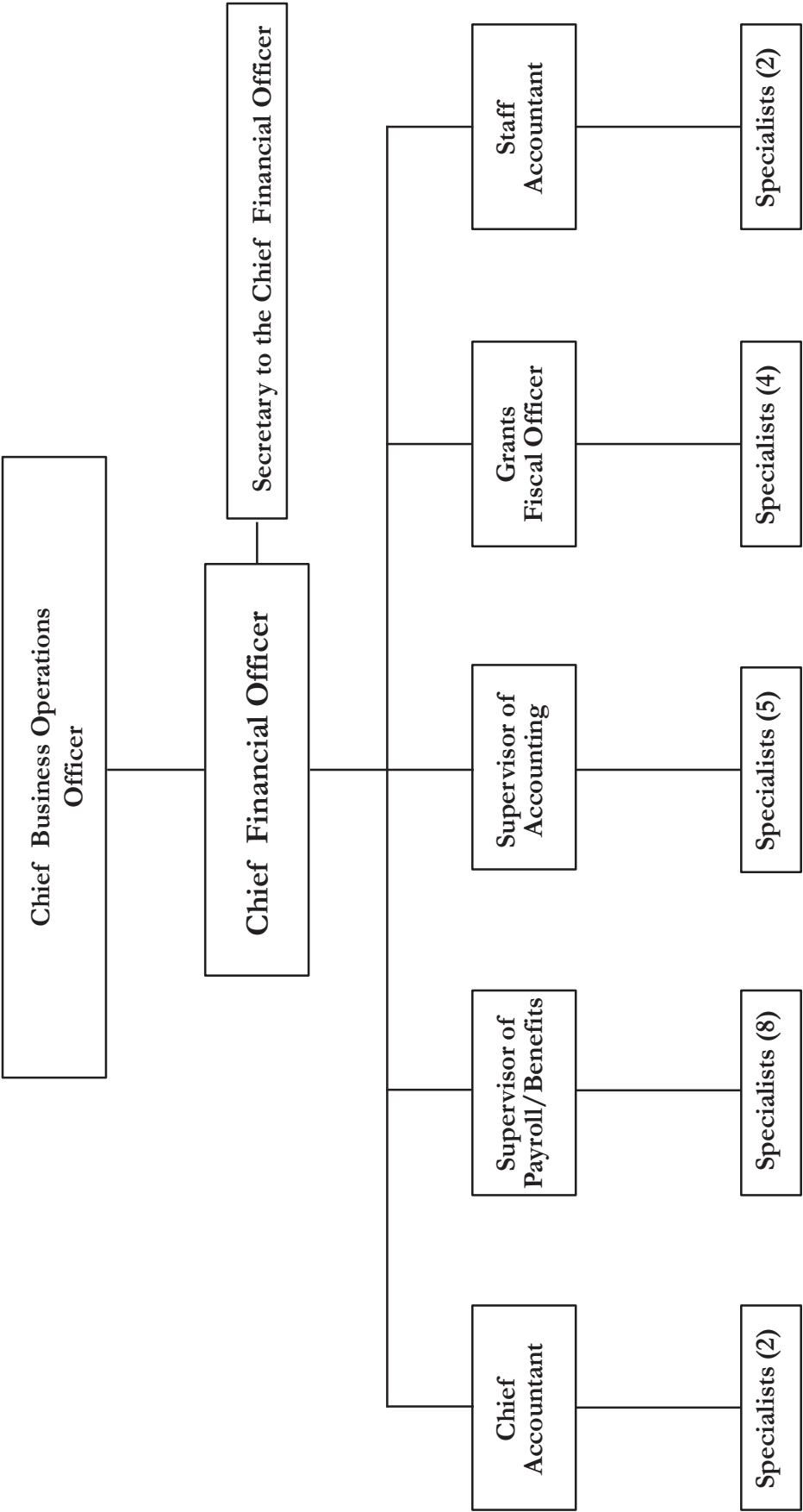
ONE TEAM, ONE MISSION

EAST BATON ROUGE PARISH SCHOOL SYSTEM CITIZENS



East Baton Rouge Parish School System

Finance Department Chart



Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason



2017-2018
Comprehensive
Annual Financial Report

Financial
Section

INDEPENDENT AUDITORS' REPORT

The East Baton Rouge Parish School System
Baton Rouge, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Parish School System (School System) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School System's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Parish School System as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As described in Note 1 to the financial statements, in 2018, the School System adopted Governmental Accounting Standards Board (GASB) Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the year ended June 30, 2018. This new standard requires the School System to recognize and report its total other post-employment benefit liability, measured according to actuarial methods and approaches prescribed within the standard along with certain disclosures. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages xl through liv, the schedule of changes in total other post-employment benefit plan liability and related ratios on page 49, the schedule of the School System's proportionate share of the net pension liability for the retirement systems on page 50, the schedule of employer contributions to the retirement systems on page 51, budgetary comparison information on pages 52 through 57, and the related notes to the required supplementary information on pages 58 through 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Baton Rouge Parish School System's basic financial statements. The accompanying supplementary information consisting of the introductory section, budgetary comparison schedules for non-major funds, combining and individual non-major fund financial statements, the schedule of compensation, benefits, and other payments to the superintendent, and the schedule of board members' compensation and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, budgetary comparison schedules, the schedule of compensation, benefits, and other payments to the superintendent and the schedule of board members' compensation are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2018 on our consideration of the East Baton Rouge Parish School System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not 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* in considering the East Baton Rouge Parish School System's internal control over financial reporting and compliance.

Postlethwaite & Netterville

Baton Rouge, Louisiana
December 12, 2018

Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason



2017-2018
Comprehensive
Annual Financial Report

Required
Supplemental
Information
Part I

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

The Management's Discussion and Analysis (MD&A) of the East Baton Rouge Parish School System's (District) financial performance provides an overall review, objective and easily readable analysis of the District's financial activities for the fiscal year-ended June 30, 2018. The intent of the MD&A is to look at the District's overall financial performance as a whole and to assist readers in assessing the financial position as a result of the year's operations in comparison to the prior year. Therefore, readers should read the MD&A in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal (page ix) of the Introductory Section, the District's Basic Financial Statements (Financial Section, page 1), and the Notes to the Basic Financial Statements.

FINANCIAL HIGHLIGHTS

- Total liabilities and deferred inflows of resources exceeded total assets and deferred outflows of resources at June 30, 2018 by \$(290.4) million (net position). The unrestricted portion of net position was \$(806.4) million. Negative net position is largely a result of the District's prior adoption of Government Accounting Standards Board (GASB) Statement Number 68, *"Accounting and Financial Reporting for Pensions,"* an amendment of GASB Statement No. 27 as well as Statement Number 71 *"Pension Transition for Contributions Made Subsequent to the Measurement Date,"* an amendment of GASB Statement No. 68, as well as the current year adoption of GASB Statement No. 75 *"Accounting and Financial Reporting for Postemployment Benefits other than Pensions"*.
- Although negative, net position increased \$35.2 million as of June 30, 2018. Net position investment in capital assets increased by \$37.6 million resulting from ongoing construction projects. The final phase of the one-cent sales tax, which was renewed by the voters in March 2008, continued with numerous construction projects in progress and the duration of the phase was increased from 5 to 10 years. Construction projects include Broadmoor Elementary and EBR Career and Technical Education center completed for the beginning of school year 2018-2019. Park Elementary is currently under construction and is set for completion in the summer of 2019. The Jefferson Home site design work has begun with a school completion date of August 2020. Istrouma High School's main campus and phase 1 of the annex buildings have been completed. Phase 2 of the annex building was completed in September 2018. Audubon Elementary and Shenandoah Elementary schools' classroom additions were completed in August 2018 and November 2018. Belaire High School received facility and athletic improvements that were completed in October 2018. Greenbrier Elementary reopened on its original site in August 2018 after extensive renovations due to the Flood of 2016. Mayfair Laboratory received modular buildings for the beginning of the 2018-2019 school year. Restricted net position decreased by a net amount of \$2.6 million primarily from a decrease in restricted net position for capital improvements at \$(5.6) million due to the completion of several projects at the end of the final phase of the tax plan. Restricted net position for compensation, discipline, federal and state grant programs, and child nutrition increased by \$0.1 million, \$0.1 million, \$0.6 million, and \$2.1 million, respectively. The decrease in restricted net position for capital improvements is mainly attributable to the Proposition 1, "Capital Projects Fund," and Fund 29, "Flood Relief Capital Projects Fund". The unrestricted net position deficit decreased from the previous year by \$0.2 million. A deficit position exists as a result of the District's retirement related liabilities required to be recorded under Government Accounting Standards Board (GASB) Statement Number 68, *"Accounting and Financial Reporting for Pensions,"* and GASB Statement Number 71 *"Pension Transition for Contributions Made Subsequent to the Measurement Date"* and GASB Statement No. 75 *"Accounting and Financial Reporting for Postemployment Benefits other than Pensions"*.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

- As the District completed the fiscal year-ended June 30, 2018, its major funds reported fund balances of \$128.5 million as compared to \$143.3 million as of June 30, 2017. The fund balances include the General Fund at \$70.9 million, Propositions 1, 2, and 3 at \$37.7 million, \$2.1 million and \$12.5 million, respectively, as of June 30, 2018. The Child Nutrition Fund reported a fund balance as of June 30, 2018 of \$10.2 million. The Flood Relief Capital Projects Fund reported a deficit fund balance as of June 30, 2018 of (\$4.8) million.
- At the close of the current fiscal year, the General Fund ended the year with a fund balance of \$70.9 million, a decrease of \$10.1 million when compared to the prior year. The decrease in fund balance is attributable to expenditures surpassing revenue. General Fund revenues increased \$3.1 million when compared to the prior year. Ad valorem tax revenue increased \$8.1 million over last year with a 2018 assessment roll increase of approximately 5.2% and an overall collection rate of 99%. This increase reflects the growth in both commercial and residential properties for the parish. Sales tax collections decreased as compared to prior year's collections by \$6.4 million. This significant decrease was due to the increase in taxable sales in the prior year, following the Flood of 2016. Sales tax collections returned to their 1.5% increase per year as in previous years. Unrestricted grants-in-aid funding reflect a net decrease of \$0.2 million when compared to the prior year. This decrease includes the removal of one time Act 14 monies provided by the Legislature. General Fund expenditures increased by \$11.2 million from the prior year. The most significant reasons for the increase in expenditures was in regular education costs which increased approximately \$6.5 million, a \$1.2 million increase in pupil support services, \$2.0 million increase in transportation services, and \$6.2 million increase in Type II charter school appropriations. The unassigned fund balance of \$53.3 million is approximately 12% of annual expenditures. This fund balance will be necessary to support increased retirement costs and other unforeseen emergencies.
- Non-major governmental fund balances were \$3.6 million for the fiscal year-ended June 30, 2018 as compared to \$3.0 million as of June 30, 2017. The increase in fund balance is a result of the increase in Alcohol and Drug Abuse funding due to ad valorem tax increases and the beginning of the Magnet School Assistance Program during the fiscal year.
- The Internal Service Funds ended the year with a net position at June 30, 2018 of \$75.7 million. The Worker's Compensation, Risk Management, and Medical Insurance Funds net position balances were \$5.1 million, \$13.4 million, and \$57.2 million, respectively.

USING THE BASIC FINANCIAL STATEMENTS

The District's basic financial statements consist of the government-wide financial statements, the fund financial statements, the associated notes to those statements, capital asset schedules, statistical schedules, and the required supplemental information of the MD&A and budgetary comparison schedules of the major funds. The statements are organized so the reader can understand the operations of the District as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The government-wide financial statements, consisting of the Comparative Statement of Net Position and the Statement of Activities (pages 1-3), provide highly consolidated financial information and render a government-wide perspective of the District's financial position and results of operations for the year. The Fund Financial Statements (pages 4-5, 7-10, and 12-14) provide the next level of detail and look at the District's most significant funds and a total of all other non-major funds.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

Reporting the District as a Whole

Comparative Statement of Net Position and Statement of Activities

The Statement of Net Position and the Statement of Activities present an aggregate view of the District's finances and a long-term view of those finances. These statements seek to answer the question, "How did the District as a whole do financially during the 2017-2018 fiscal year?" These statements include *all non-fiduciary assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the District's current year revenues when earned and expenses when incurred regardless of when they are received or paid. These two statements report the District's net position and changes in net position. By showing the change in net position for the year, the reader may ascertain whether the District's financial condition has improved or deteriorated. The causes of the change may be the result of many factors, both financial and non-financial in nature. Non-financial factors which may have an impact on the District's financial condition include the District's property and sales tax base, student enrollment, facility conditions, required educational programs for which little or no funding is provided or other external factors.

The following table reflects the condensed Statement of Net Position for 2018 and 2017:

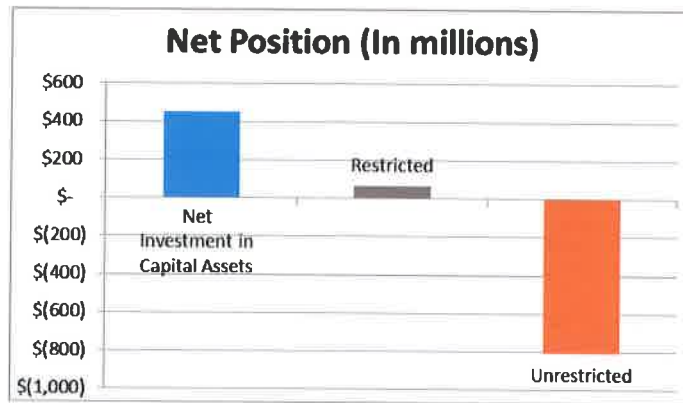
<u>Table I</u>			
Comparative Statement of Net Position			
Years-ended June 30, 2018 and June 30, 2017			
(In millions)			
	<u>2018</u>	<u>2017</u> <u>Restated</u>	<u>Increase</u> <u>(Decrease)</u>
<u>Assets</u>			
Current & Other Assets	\$ 243.1	\$ 278.0	\$ (34.9)
Capital Assets	<u>472.6</u>	<u>437.8</u>	<u>34.8</u>
Total Assets	\$ 715.7	\$ 715.8	\$ (0.1)
<u>Deferred Outflows of Resources</u>			
Deferred Outflow Amounts Related to Pension Liability	\$ 80.9	\$ 126.3	\$ (45.4)
Total Deferred Outflows of Resources	\$ 80.9	\$ 126.3	\$ (45.4)
<u>Liabilities</u>			
Current Liabilities	\$ 34.9	\$ 52.2	\$ (17.3)
Long-Term Liabilities	<u>1,004.4</u>	<u>1,098.8</u>	<u>(94.4)</u>
Total Liabilities	\$ 1,039.3	\$ 1,151.0	\$ (111.7)
<u>Deferred Inflows of Resources</u>			
Deferred Inflow Amounts Related to OPEB Liability	\$ 10.0	\$ -	\$ 10.0
Deferred Inflow Amounts Related to Pension Liability	<u>\$ 37.7</u>	<u>\$ 16.7</u>	<u>21.0</u>
Total Deferred Inflows of Resources	\$ 47.7	\$ 16.7	\$ 31.0
<u>Net Position</u>			
Net Investment in Capital Assets	\$ 450.3	\$ 412.7	\$ 37.6
Restricted	65.7	68.3	(2.6)
Unrestricted	<u>(806.4)</u>	<u>(806.6)</u>	<u>(.2)</u>
Total Net Position	<u>\$ (290.4)</u>	<u>\$ (325.6)</u>	<u>\$ 35.2</u>

For more detailed information, refer to pages 1-2.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

The following table reflects an overview of Net Position for the year-ended June 30, 2018:



For more detailed information, refer to pages 1-2.

Total assets and deferred outflows of resources decreased by \$45.5 million from the previous fiscal year with a \$34.8 million increase in the area of capital assets. Construction projects include Broadmoor Elementary and EBR Career and Technical Education center completed for the beginning of school year 2018-2109. Park Elementary is currently under construction and is set for completion in the summer of 2019. The Jefferson Home site design work has begun with a school completion date of August 2020. Istrouma High School's main campus and phase 1 of the annex buildings have been completed. Phase 2 of the annex building was completed in September 2018. Audubon Elementary and Shenandoah Elementary schools' classroom additions were completed in August 2018 and November 2018. Belaire High School received facility and athletic improvements that were completed in October 2018. Greenbrier Elementary reopened on its original site in August 2018 after extensive renovations due to the Flood of 2016. Mayfair Laboratory received modular buildings for the beginning of the 2018-2019 school year. Current and other assets decreased by \$34.9 million. Cash and cash equivalents decreased \$32.8 million, while receivables decreased \$2.0 million. Ad valorem tax receivable decreased \$0.3 million and sales tax receivable decreased by \$3.0 million. Accounts receivable increased by \$1.3 million. Due from governments decreased slightly by \$0.1 million mainly from fluctuations in outstanding grant reimbursement claims.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

Total liabilities and deferred inflows of resources decreased by a net amount of \$80.7 million from the previous fiscal year. The net pension liability decreased by \$84.3 million and deferred inflows of resources increased \$24.3 million. Additionally, the long-term obligation for retiree benefits other than pensions decreased by \$7.5 million from the restated liability of \$411 million in accordance with the District's implementation of Governmental Accounting Standards Board (GASB) Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The 2017-2018 condensed financials have been restated throughout Managements' Discussion and Analysis for comparative data purposes. As a result of debt service payments, a decrease of \$2.7 million in the long-term obligation of the Qualified School Construction Bonds (QSCB) debt reduced long-term liabilities. Current liabilities decreased by a net amount of \$17.3 million. An increase in accounts, salaries and other payables is primarily attributable to a \$6.7 million and \$7.0 million accounts payable balances in the Flood Relief Capital Projects Fund and Proposition 1. The Flood Relief Capital Projects Fund account maintains all costs to repair and remediate the affected District sites and resources due to the Flood of 2016. The accounts payable balance also increased in the Proposition 1 fund due to the increase in construction during the 2017-2018 fiscal year. The current portion of claims payable decreased \$1.0 million, which was a result of ordinary fluctuations in claims processing for the Medical Insurance Fund, Risk Management Fund, and Workers Compensation Fund. Fiduciary fund current liabilities increased \$0.6 million due to payments of payroll withholdings payable at year-end and the timing of the related payrolls.

Governmental Activities

The Condensed Statement of Changes in Net Position presented in Table II reflects the cost of the District's governmental activities for the year-ended June 30, 2018 of \$589.4 million which is a 5.5% decrease from the prior year. This statement portrays the activity in a traditional revenue over expense format and the numbers are derived from those presented in the Statement of Activities on page 3. The Statement of Activities shows the detailed cost of program services and the charges for services, grants, and contributions offsetting some of the costs of those program expenses. Operating grants and contributions totaling \$100.0 million subsidized certain programs of the District. The Child Nutrition Program is the largest federally funded program with \$27.9 million in federal revenue compared to Title I with \$20.7 million. In addition, Charges for Services - such as fees from other governmental agencies, school systems, and students, for transportation services, school lunches, extended day tuition, and summer school tuition totaling \$2.8 million – were collected to help cover the costs of certain programs of the District.

The net increase of \$10.9 million in operating grants and contributions is primarily attributable to federal grant reimbursements to the Plant Operations and Maintenance department in FEMA reimbursements and the Child Nutrition department. The District received FEMA funds for remediation and repair of District sites and resources. The Child Nutrition department received funding for the entire school year. In the 2016-2017 fiscal year, Child Nutrition lost a month of funding due to the Flood of 2016 closing schools for the month of August 2016. Despite the increase in program revenues, those revenues were not enough to cover program expenses. The remaining program expenses were funded by the taxpayers in East Baton Rouge Parish through ad-valorem and sales and use taxes totaling \$344.9 million and unrestricted intergovernmental revenues totaling \$4.0 million. The MFP from the State of Louisiana funded \$166.0 million, interest and investment earnings funded \$1.5 million. E-Rate, Medicaid reimbursement and other general revenues contributed \$6.9 million. Ad valorem taxes increased by approximately \$8.3 million or 5.3%, which reflects growth in both commercial and residential properties for the parish. Sales tax collections decreased as compared to prior year's collections by \$12.1 million or 6.3%. In 2016-2017 fiscal year, sales tax grew to unprecedented levels due to increased economic activity after the Flood of 2016. During the 2017-2018 fiscal year, sales tax revenues returned to typical levels. State revenue sources from unrestricted grants-in-aid MFP, reflect a decrease of \$0.2 million. This decrease is mainly a result of adjustments in levels 1 and 2 of the State MFP formula as well as mid-year student and audit adjustments. Earnings on investments increased \$0.4 million due to the increase in basis points earned by the District. Miscellaneous revenue increased slightly by approximately \$0.6 million.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

Expenses, or costs of services, experienced a decrease for 2018. Several factors contributed to the net decrease in the cost of services by \$34.6 million from the previous year. Total instructional expenses decreased by \$12.7 million in 2017-2018, while total support service and appropriations expenses decreased by a net of \$21.9 million. Instructional and support expense fluctuations were largely attributable to; 1) The District's implementation of GASB Statement No. 75, "*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*"; 2). The District's prior year adoption of Government Accounting Standards Board (GASB) Statement Number 68 "*Accounting and Financial Reporting for Pensions*," an amendment of GASB Statement No. 27, and Statement Number 71 "*Pension Transition for Contributions Made Subsequent to the Measurement Date*," an amendment of GASB Statement No. 68; 3) Decreased instructional costs due to no new schools opening during the fiscal year; 4) Decreased student population due to the growth of charter schools; 5) Decrease in plant operations and maintenance due to the renegotiated ARAMARK contract for custodial and maintenance services; and 6) Decreased plant operations and maintenance and transportation during the 2017-2018 fiscal year due to lower remediation and repair costs. During 2016-2017, there was a significant increase in both departments due to the costs of remediation and repair of the District sites and resources. The costs of these departments have returned to a more typical level.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

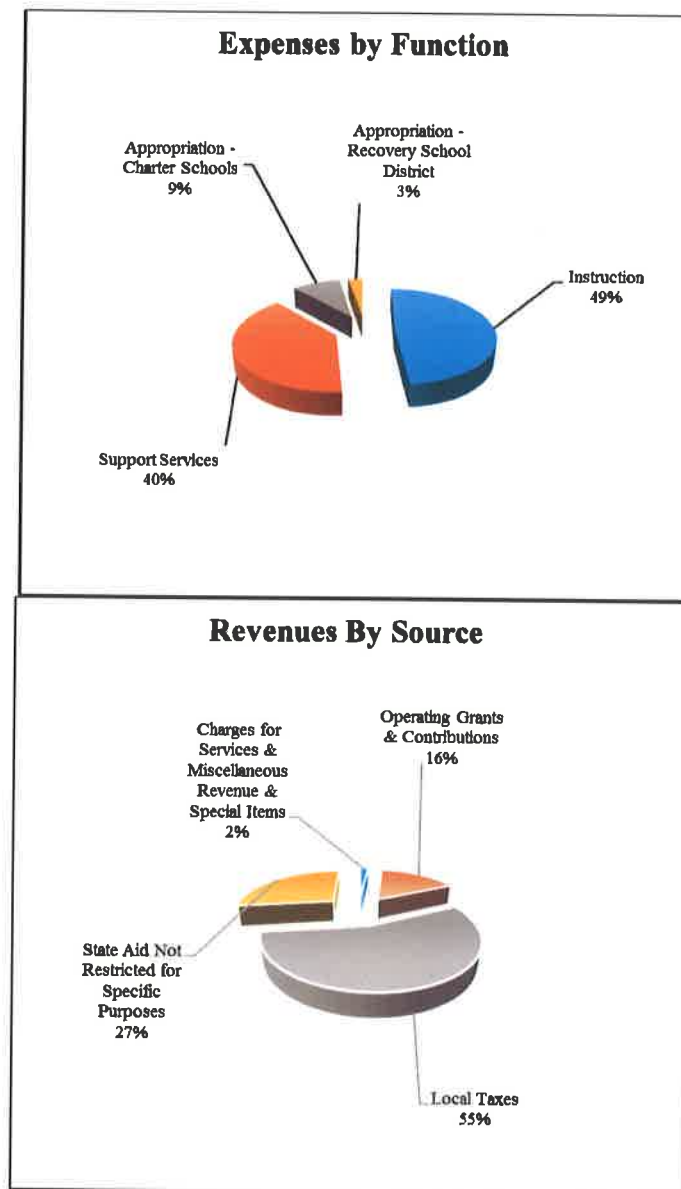
The key elements of the increase of the District's Net Position for the year-ended June 30, 2018 with comparative figures from 2017 are as follows:

Table II			
Condensed Statement of Changes in Net Position			
Years-ended June 30, 2018 and June 30, 2017			
	(In millions)		
Revenue	2018	2017	Increase (Decrease)
Program revenues:			
Charges for services	\$ 2.8	\$ 9.1	\$ (6.3)
Operating grants and contributions	100.0	89.1	10.9
Capital grants and contributions	-	2.0	(2.0)
General revenues:			
Ad Valorem taxes	165.5	157.2	8.3
Unrestricted intergovernmental revenues	4.0	4.0	-
Sales and use taxes	179.4	191.5	(12.1)
State aid not restricted (MFP)	166.0	166.2	(0.2)
Interest and investment earnings	1.5	1.1	0.4
Miscellaneous	5.4	4.8	0.6
Total revenues	<u>\$ 624.6</u>	<u>\$ 625.0</u>	<u>\$ (0.4)</u>
Expenses			
Instruction:			
Regular education programs	\$ 179.8	\$ 182.6	\$ (2.8)
Special education programs	58.7	64.4	(5.7)
Other education programs	47.7	51.9	(4.2)
Support Services:			
Pupil support services	38.6	40.0	(1.4)
Instructional staff services	28.1	29.0	(0.9)
General administration services	12.3	11.1	1.2
School administration services	26.8	29.0	(2.2)
Business and central services	14.5	14.3	0.2
Plant operating and maintenance	50.0	72.1	(22.1)
Transportation	33.3	34.7	(1.4)
Child nutrition	29.7	29.6	0.1
Debt service - interest and bank charges	0.4	0.4	-
Appropriations:			
Charter Schools - Type 1 (state/local)	30.1	30.4	(0.3)
Charter Schools - Type 2 (local)	23.2	17.0	6.2
Office of Juvenile Justice	0.1	0.2	(0.1)
Recovery School District	16.1	17.3	(1.2)
Total expenses	<u>\$ 589.4</u>	<u>\$ 624.0</u>	<u>\$ (34.6)</u>
Increase (Decrease) in net position	<u>\$ 35.2</u>	<u>\$ 1.0</u>	<u>\$ 34.2</u>
Net Position - beginning	(325.6)	(264.9)	(60.7)
Adoption of New Standard (Note 2)	-	(61.7)	61.7
Net Position - ending after Adoption of New Standard (Note 2)	<u>(290.4)</u>	<u>(325.6)</u>	<u>35.2</u>

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

The following reflects revenue and expense components in proportion to the respective totals included in the Statement of Activities:



For more detailed information, refer to page 3.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

Reporting the District's Most Significant Funds

Fund Financial Statements

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

Fund Financial Statements provide more in-depth data on the District's most significant funds, such as its General Fund, Title I Fund, Proposition 1 "Capital Projects Fund," Proposition 2 "Discipline Fund," Proposition 3 "Compensation Fund," Flood Relief Capital Projects Fund, and the Child Nutrition Fund. These funds are considered "major funds" under GASB Statement No. 34.

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

The relationship between governmental activities reported in the Basic Financial Statements and the governmental funds reported in the Fund Financial Statements are reconciled to provide a more comprehensive picture of the District's financial position.

Proprietary Funds – Proprietary funds use the accrual basis of accounting which is the same basis used by the private sector. Proprietary funds attempt to recover costs through charges to the user. The District uses the Internal Services Funds (proprietary funds) to account for activities for workers' compensation, risk management, and medical insurance.

Statement of Fiduciary Assets and Liabilities – This statement presents financial information relative to assets held by the District on behalf of students (student activity funds), employees (deferred pay), and others (payroll deductions).

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

THE DISTRICT'S FUNDS

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

The fund balances for all major and non-major funds in the aggregate for the fiscal year-ended June 30, 2018 are as follows:

- As the District completed the fiscal year-ended June 30, 2018, its major funds reported fund balances of \$128.5 million as compared to \$143.3 million as of June 30, 2017. The fund balances include the General Fund at \$70.9 million, Propositions 1, 2, and 3 at \$37.7 million, \$2.1 million and \$12.5 million, respectively, as of June 30, 2018. The Child Nutrition Fund reported a fund balance as of June 30, 2018 of \$10.1 million. The Flood Relief Capital Projects Fund reported a deficit fund balance as of June 30, 2018 of (\$4.8) million including all expenditures related to flood recovery, FEMA reimbursements, and insurance proceeds. The fund balance for the Proposition 1, "Capital Projects Fund," decreased by \$5.6 million when compared to the prior year, which is primarily a result of increased re-building expenditures from the Flood of 2016 in the prior year. The fund balance for the Child Nutrition Fund increased by \$0.7 million, which is a result of serving meals for an entire fiscal year. During the 2016-2017 fiscal year, the schools were closed during the month of August 2016 due to the Flood of 2016. The fund balance for the Proposition 3, "Compensation Fund," increased by \$0.1 million, and the fund balance for the Proposition 2, "Discipline Fund," increased by \$0.1 million due to both having better than expected operating results. The Title I Fund expenditures increased \$1.2 million as compared to the prior year, which is primarily attributable to increases in staffing.
- At the close of the current fiscal year, the General Fund ended the year with a fund balance of \$70.9 million, a decrease of \$10.1 million when compared to the prior year. The decrease in fund balance is attributable to expenditures surpassing revenue. General Fund revenues increased \$3.1 million when compared to the prior year. Ad valorem tax revenue increased \$8.1 million over last year with a 2018 assessment roll increase of approximately 5.2% and an overall collection rate of 99%. This increase reflects the growth in both commercial and residential properties for the parish. Sales tax collections decreased as compared to prior year's collections by \$6.4 million. This significant decrease was due to the increase in taxable sales in the prior year, following the Flood of 2016. Sales tax collections returned to their normal 1.5% increase per year as in previous years. Unrestricted grants-in-aid funding reflect a net decrease of \$0.2 million when compared to the prior year. This decrease includes the removal of one time Act 14 monies provided by the Legislature. General Fund expenditures increased by \$11.2 million from the prior year. The most significant reasons for the increase in expenditures was in regular education costs which increased approximately \$6.5 million, a \$1.2 million increase in pupil support services, \$2.0 million increase in transportation services, and \$6.2 million increase in Type II charter school appropriations. The unassigned fund balance of \$53.3 million is approximately 12% of annual expenditures. This fund balance will be necessary to support increased costs and other unforeseen emergencies.
- Non-major governmental fund balances were \$3.6 million, in total, as of the fiscal year-ended June 30, 2018 as compared to \$3.0 million as of June 30, 2017. The slight increase in fund balance is a result of the increase in Alcohol and Drug Abuse funding due to ad valorem tax increases and the beginning of the Magnet School Assistance Program during the fiscal year.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

- The Internal Service Funds ended the year with a net position at June 30, 2018 of \$75.7 million. The Worker's Compensation, Risk Management, and Medical Insurance Funds net position balances were \$5.1 million, \$13.4 million, and \$57.2 million, respectively.

General Fund Budgetary Highlights

The District's budget is prepared according to Louisiana law. During the course of the year, the District revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the District was adopted on June 15, 2017 and the final revised budget was adopted on May 17, 2018. A statement showing the District's original and final budget compared with actual operating results is provided in this CAFR beginning on page 54. The District's year-end actual results were improved when compared to the budget, as conservative budgetary practices are customary. Revenues are forecasted conservatively and expenditures are budgeted in anticipation of all possible costs and projects.

The General Fund's actual revenues exceeded projections by \$25,000 and increased \$3.1 million when compared to the prior year. Ad valorem tax revenue increased \$8.1 million over last year with a 2017 assessment roll increase of approximately 5.2% and an overall collection rate of 99%. Actual collections exceeded projections by \$1.0 million or 0.7%. This increase reflects the growth in both commercial and residential properties for the parish. The total millage levied by the District is 43.45 mills, which generates approximately \$3.7 million per mill.

Sales tax collections decreased as compared to prior year's collections by \$6.4 million or 6.3% and failed to meet projections by \$1.9 million or 1.9%. Sales and use tax collection decreases were significant due to the increase in taxable purchases following the Flood of 2016 in the prior year. As was expected, sales tax has fluctuated back to its typical growth. Medicaid reimbursement increased by \$0.4 million due to an increase of eligible students when compared to the prior year. Other local revenue increased by a net amount of approximately \$0.9 million when compared to the prior year, which mainly represents increases in earnings on investments, transportation fees, earnings from 16th section property, and other miscellaneous revenues.

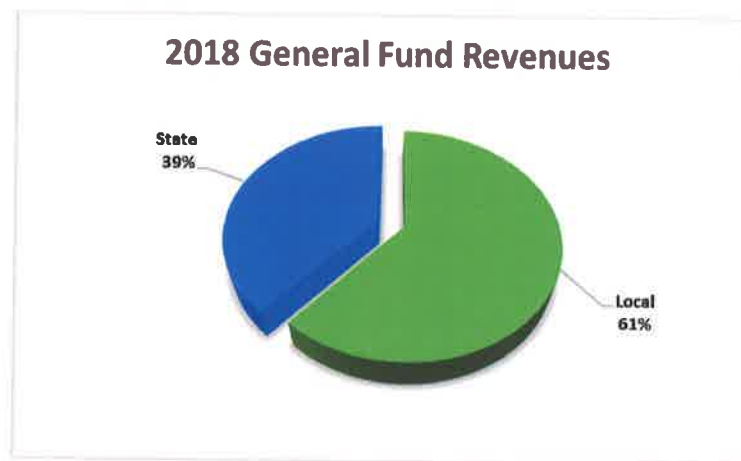
One of the more significant costs to the General Fund and to the School System as a whole is health benefits to current and retired employees. Health insurance benefits have been under constant review. Medical and pharmacy cost trends for the District's self-insured health plan for active and retired employees and their dependents continue to increase by approximately 8% annually. The District is constantly reviewing its health plan for cost avoidance and cost reduction measures, such as, the implementation of the Medicare Advantage Program effective January 1, 2014 for Medicare eligible retirees.

An analysis of the General Fund expenditures by function indicates actual expenditures exceeded prior year expenditures in instruction by \$11.2 million. Regular education instruction expenditures exceeded the prior year by \$6.5 million, and special education programs exceeded the prior expenditures by \$0.3 million. The continued expansion of magnet programs throughout the District, the increase in dual enrollment throughout the District, the increase in the Jumpstart vocational education program throughout the District, and the decrease in teacher/pupil ratio in the classrooms resulted in an increase in regular education expenditures. Special education programs staffing changed slightly due the continued expansion of gifted and talented programs for the District. General administration expenditures exceeded the prior year by \$0.6 million and school administration services exceeded prior year by \$0.1 million. These increases are largely due to the increase in the number of school administrative staff necessary to support instructional staff. Transportation services expenditures decreased \$2.0 million as result of equipment purchases made in the 2016-2017 fiscal year due to the Flood of 2016. Operations and Plant Maintenance expenditures decreased from the prior year \$3.7 million as a result of lower electricity and telecommunications costs; as well as, lower remediation and repair costs incurred in 2016-2017 due to the Flood of 2016.

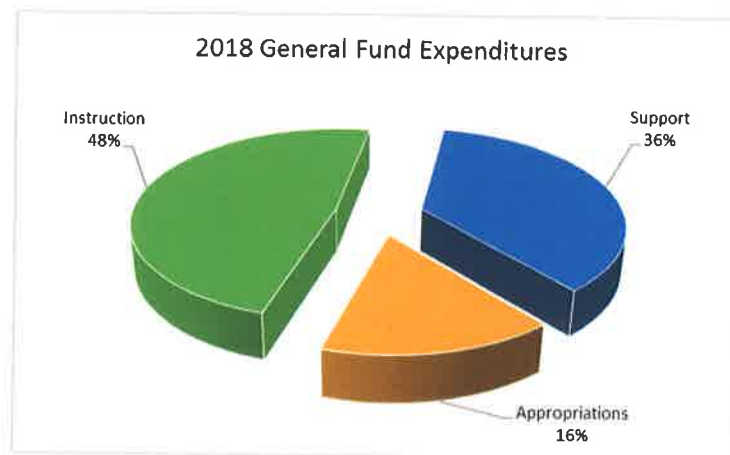
East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

The appropriation – Type I charter schools' expenditures decreased by \$0.4 million as compared to the prior year. This decrease is largely attributable to Thrive Type I charter school becoming a State school beginning in the 2017-2018 school year. The appropriation – Type II charter schools' expenditures increased by \$6.2 million. Several type II charter schools had enrollment increases totaling approximately 370. This increase is attributable to the transfer of sales and use tax and ad valorem tax revenues at these schools. Type II charter schools are created by the State Board of Elementary and Secondary Education and operate under its jurisdiction. The appropriation – Recovery School District expenditures decreased by \$1.2 million. Enrollment decreased by a net of approximately 60 students.



For more detailed information, refer to page 53



For more detailed information, refer to page 53

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2018, the District had approximately \$472.6 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additional purchases and capital outlays for construction, the effect of depreciable assets and retirements of assets. Increases in construction in progress represent construction of Broadmoor Elementary, EBR Career and Technical Education center, Park Elementary, Istrouma High School's phase 2 of the annex building, Audubon Elementary and Shenandoah Elementary schools' classroom additions, Belaire High School facility and athletic improvements, Greenbrier Elementary, and Mayfair Laboratory's modular buildings. Table III shows the net book value of capital assets at the end of the 2018 and 2017 fiscal years.

Table III

Capital Assets

Years ended June 30, 2018 and June 30, 2017

(In Millions)

	<u>2018</u>	<u>2017</u>	<u>Increase (Decrease)</u>
Land	\$ 12.3	\$ 12.3	\$ -
Buildings and Improvements	398.4	382.5	15.9
Furniture and Equipment	19.0	18.9	0.1
Construction in Progress	<u>42.9</u>	<u>24.1</u>	<u>18.8</u>
TOTALS	<u>\$ 472.6</u>	<u>\$ 437.8</u>	<u>\$ 34.8</u>

For more detailed information, refer to footnote 5 to the financial statements.

The District construction of Istrouma Middle, Broadmoor Elementary, and the EBR Career and Technical Center was completed, and the schools opened in August 2018. Park Elementary and Jefferson Home Site will continue and contributed to the increase in construction in progress. In addition, other major construction projects, renovations, and classroom additions were completed during the year, while others were still in progress at June 30, 2018. Depreciation for the year-ended June 30, 2018 was \$27 million for buildings and improvements and \$4.3 million for furniture and equipment. Major construction and renovation projects will continue for the 2018-2019 fiscal year and will be funded with both the Flood Relief Capital Projects Fund and the Proposition 1 "pay-as-you-go" sales tax initially approved by the voters in 1998 for a five-year period and renewed on May 2, 2003 for an additional five years, and on March 8, 2008 for an additional ten years. It was recently renewed for an additional ten years on April 28, 2018.

Debt Administration

As a part of the American Recovery and Reinvestment Act (ARRA), school boards were authorized to issue Qualified School Construction Bonds (QSCB). A direct allocation was made to the District for the authority to issue \$21.4 million in QSCBs that were issued in December 2009 and another \$21.7 million issued in August 2010. The QSCBs are scheduled for complete repayment in December 2025 with debt service payments of \$1.3 million and \$1.4 million due annually in December for both the 2009 QSCBs and the 2010 QSCBs, respectively. At June 30, 2018, the District had outstanding \$10.7 million and \$11.6 million for the 2009 QSCBs and the 2010 QSCBs, respectively.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2018

In accordance with LA-R.S.39: 554 (D), the District is legally restricted from incurring long-term bonded debt in excess of 35% of the assessed value of the taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2018, the statutory limit was \$ 1,846,110,945.

The District implemented Governmental Accounting Standards Board (GASB) Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* requiring the reversal of the previously reported net post-employment benefit obligation and recording of a total other post-employment benefit liability. This change resulted in a total OPEB liability of \$403.6 million as of the end of the fiscal year. More detailed information is available in footnote 7 to the financial statements.

Government Accounting Standards Board (GASB) Statement Number 68, *Accounting and Financial Reporting for Pensions*, an amendment of GASB Statement No. 27 and Statement Number 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, an amendment of GASB Statement No. 68 was adopted in previous fiscal years and continues to significantly impact the District's net position. The standards require recognition of the District's proportionate share of state-wide pension plan liabilities, which resulted in a net pension liability of \$558.3 million for the year. More detailed information is available in footnote 6 to the financial statements.

Other long-term obligations include accrued sick leave and annual leave. The balance at June 30, 2018 of both current and long-term portions of these accrued benefits was \$19.9 million. More detailed information is available on page 39.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The financial well-being of the District is tied in large measure to the State funding formula and the sales and property tax base, which represents the majority of general revenues. Actual ad valorem tax collections for the fiscal year-ended June 30, 2018, reflect an increase of 5.3% as a result of growth in the property assessment rolls. Sales tax collections decreased by 6.3% in comparison to the prior year due to the rebuilding after the Flood of 2016. Actual State MFP revenues decreased by 0.2% which is mainly a result of change in mid-year student count. Actual October 1, 2017, student enrollment approved for the purpose of funding by the State was 38,673 students as compared to February 1, 2017, enrollment of 39,014 or 341 students less than the prior year. Additionally, student funding adjustments were made for District schools that remain under the jurisdiction of the Recovery School District and charter schools – type 2. The initial unassigned fund balance projected for the General Fund for the fiscal year-ended June 30, 2019 is \$28.1 million. The 2018-2019 budgeted revenues are projected to increase by \$12.4 million as compared to the prior year. This is largely attributable to an \$8 million reimbursement of excess funds from the self-funded medical fund, and the Community Development Block Grant (CDBG) that is anticipated to reimburse the general fund \$1.8 million of the 10% nonreimbursable funds from the Disaster Relief Fund. The 2018-2019 budgeted expenditures are projected to increase by \$24.7 million as compared to the prior year, which is largely attributable to staffing increases, the Magnet program expansion approved by the Board; as well as, the growth of type 1 and type 2 charter schools.

The Teachers' Retirement System's rate increased from 26.6% to 26.7% effective July 1, 2018. The Louisiana School Employees' Retirement System provided notification that the employer contribution rate will increase from 27.6% to 28.0% for the 2018-2019 fiscal year. Increased retirement contribution rates effective July 1, 2018 will result in higher contributions.

The recently reported October 1, 2018, student enrollment figure of 38,991 students (excludes pre-kindergarten) was 318 students more than the State MFP funded student count of 38,673 reported October 1, 2017. Kindergarten through twelfth grade enrollment is still subject to student audit adjustments and current special education counts and weight adjustments.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2018

Health insurance benefits have been under constant review. Medical and pharmacy cost trends for the District's self-insured health plan for active and retired employees and their dependents continue to increase by approximately 8% annually; however, favorable plan performance has resulted in no increase for the 2019 plan year. EBRPSS is constantly reviewing its health plan for cost avoidance and cost reduction measures, such as, the implementation of the Medicare Advantage Program effective January 1, 2014 for Medicare eligible retirees.

All of the factors and conditions cited above are encompassed in the 2018-2019 budget, which projects an operating deficit (expenditures exceed revenue) of approximately 22 million. A portion of the unassigned general fund balance of \$53.3 million for fiscal year-ended 2017-2018 may therefore be utilized in the upcoming year to fund the deficit. Maintaining, and even restoring, unassigned fund balance will be imperative for future budgets to support increased retirement costs, health care premiums, and other unforeseen emergencies. *The overall financial position of the District has deteriorated, as compared to the prior year.*

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This CAFR is designed to provide full and complete disclosure of the financial condition and operations of the District. However, citizen groups, taxpayers, parents, students, other parish officials, investors or creditors may need further detail. To obtain such details, please contact Kelly Lopez, Chief Financial Officer, East Baton Rouge Parish School System, Post Office Box 2950, Baton Rouge, Louisiana, 70821. Feel free to also contact the Finance Department at (225) 922-5440 during regular office hours, Monday through Friday, 8:00 a.m. to 4:30 p.m., Central Standard Time, or e-mail at klopez@ebrrschools.org.





2017-2018
Comprehensive
Annual Financial Report

Basic
Financial
Statements

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

STATEMENT OF NET POSITION

JUNE 30, 2018

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

ASSETS

Cash and cash equivalents	\$	193,872,261
Receivables		
Accounts		1,708,020
Sales tax		22,432,398
Ad valorem tax		337,880
Miscellaneous		72,636
Loans receivable		194,876
Due from governments		23,076,351
Inventory		1,426,195
Capital Assets		
Land and construction in progress		55,192,333
Buildings and equipment, net of accumulated depreciation		417,433,096
		<hr/>
TOTAL ASSETS		715,746,046

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflow amounts related to pension liability		80,854,815
		<hr/>

**TOTAL ASSETS AND DEFERRED
OUTFLOWS OF RESOURCES**

\$ 796,600,861

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

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

LIABILITIES

Accounts, salaries and other payables	\$	22,624,965
Unearned revenues		114,863
Insurance claims payable		
Due within one year		6,928,066
Due in more than one year		5,615,200
Long-term liabilities		
Due within one year (bonds and compensated absences)		5,231,290
Due in more than one year		36,937,050
Net pension liability		558,258,448
Total other post-employment benefit liability		403,555,478
		<hr/>
TOTAL LIABILITIES		1,039,265,360

DEFERRED INFLOWS OF RESOURCES

Deferred inflow amounts related to OPEB liability		10,027,191
Deferred inflow amounts related to pension liability		37,662,774
		<hr/>
		47,689,965

NET POSITION

Net investment in capital assets		450,348,932
Restricted for		
Capital improvements		37,661,106
Compensation		12,470,623
Discipline		2,079,140
Federal and state grant programs		3,305,168
Child nutrition		10,159,548
Unrestricted		(806,378,981)
		<hr/>
TOTAL NET POSITION		(290,354,464)

**TOTAL LIABILITIES, DEFERRED INFLOWS
OF RESOURCES, AND NET POSITION**

\$ 796,600,861

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****STATEMENT OF ACTIVITIES****FOR THE YEAR ENDED JUNE 30, 2018**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Changes in Net</u>
			<u>Contributions</u>	<u>Position</u>
				<u>Governmental</u>
				<u>Unit</u>
Instruction:				
Regular education programs	\$ 179,783,397	\$ -	\$ 2,321,405	\$ (177,461,992)
Special education programs	58,706,613	-	1,144,381	(57,562,232)
Other education programs	47,708,329	1,402,643	23,070,562	(23,235,124)
Support Services:				
Pupil support services	38,592,886	-	5,857,081	(32,735,805)
Instructional staff services	28,114,461	-	14,963,528	(13,150,933)
General administration services	12,285,612	-	23,585	(12,262,027)
School administration services	26,770,383	-	650,731	(26,119,652)
Business and central services	14,575,491	-	151,018	(14,424,473)
Plant operations and maintenance	50,031,263	-	22,383,800	(27,647,463)
Transportation	33,264,647	853,974	1,428,120	(30,982,553)
Child nutrition	29,671,227	584,378	27,977,759	(1,109,090)
Interest on long term debt	376,897	-	-	(376,897)
Community service	12,350	-	-	(12,350)
Appropriations:				
Charter Schools- Type 1 (State/Local)	30,116,114	-	-	(30,116,114)
Charter Schools- Type 2 (Local)	23,216,329	-	-	(23,216,329)
Office of Juvenile Justice	145,811	-	-	(145,811)
Recovery School District	16,072,002	-	-	(16,072,002)
Total Governmental Activities	589,443,812	2,840,995	99,971,970	(486,630,847)
General Revenues				
Taxes:				
Ad valorem taxes				165,466,456
Sales and use taxes				179,415,809
State aid not restricted to specific programs (MFP)				166,033,183
Unrestricted intergovernmental revenues				4,028,980
Interest and investment earnings				1,527,684
Miscellaneous				5,354,842
Total general revenues				521,826,954
Change in Net Position				35,196,107
Net Position - July 1, 2017, as restated				(325,550,571)
Net Position - June 30, 2018				\$ (290,354,464)

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****GOVERNMENTAL FUNDS****BALANCE SHEET****JUNE 30, 2018**

	General	Title I	Proposition 1 Capital Projects	Proposition 2 Discipline
<u>ASSETS</u>				
Cash and cash equivalents	\$ 45,111,863	\$ -	\$ 39,166,785	\$ 1,224,700
Receivables:				
Accounts	314,922	3,090	-	-
Sales tax	11,870,131	-	5,459,003	864,382
Ad valorem tax	337,880	-	-	-
Miscellaneous	-	-	65,555	3,537
Due from other funds	16,765,955	-	-	-
Due from other governments	2,506,485	2,583,225	-	-
Inventory	141,261	-	-	-
TOTAL ASSETS	\$ 77,048,497	\$ 2,586,315	\$ 44,691,343	\$ 2,092,619
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 6,026,790	\$ 677,524	\$ 7,030,237	\$ 13,479
Salaries and benefits payable	-	-	-	-
Due to other funds	-	1,908,789	-	-
Unearned revenues	112,942	2	-	-
TOTAL LIABILITIES	6,139,732	2,586,315	7,030,237	13,479
Fund balances:				
Nonspendable				
Inventory	141,261	-	-	-
Restricted				
Grant programs and tax propositions	-	-	-	2,079,140
Capital projects	-	-	37,661,106	-
Child nutrition	-	-	-	-
Assigned				
Coverage of medical claims	6,250,000	-	-	-
Coverage of risk management claims	4,000,000	-	-	-
Facilities	1,250,000	-	-	-
Current operations	6,000,000	-	-	-
Debt service payments	-	-	-	-
Special revenue fund	-	-	-	-
Unassigned	53,267,504	-	-	-
TOTAL FUND BALANCES	70,908,765	-	37,661,106	2,079,140
TOTAL LIABILITIES AND FUND BALANCES	\$ 77,048,497	\$ 2,586,315	\$ 44,691,343	\$ 2,092,619

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

Proposition 3 Compensation	Child Nutrition	Flood Relief Capital Projects	Other Non-major Governmental	Total
\$ 8,286,964	\$ 8,378,837	\$ -	\$ 3,484,076	\$ 105,653,225
-	7,000	-	36,863	361,875
4,238,882	-	-	-	22,432,398
-	-	-	-	337,880
3,544	-	-	-	72,636
-	-	-	-	16,765,955
-	705,134	12,919,709	4,361,798	23,076,351
-	1,284,934	-	-	1,426,195
<u>\$ 12,529,390</u>	<u>\$ 10,375,905</u>	<u>\$ 12,919,709</u>	<u>\$ 7,882,737</u>	<u>\$ 170,126,515</u>
\$ 58,767	\$ 216,357	\$ 6,698,218	\$ 567,707	\$ 21,289,079
-	-	-	381	381
-	-	10,981,993	3,680,297	16,571,079
-	-	-	1,919	114,863
<u>58,767</u>	<u>216,357</u>	<u>17,680,211</u>	<u>4,250,304</u>	<u>37,975,402</u>
-	1,284,934	-	-	1,426,195
12,470,623	-	-	3,305,168	17,854,931
-	-	-	-	37,661,106
-	8,874,614	-	-	8,874,614
-	-	-	-	6,250,000
-	-	-	-	4,000,000
-	-	-	-	1,250,000
-	-	-	-	6,000,000
-	-	-	-	-
-	-	-	327,265	327,265
-	-	(4,760,502)	-	48,507,002
<u>12,470,623</u>	<u>10,159,548</u>	<u>(4,760,502)</u>	<u>3,632,433</u>	<u>132,151,113</u>
<u>\$ 12,529,390</u>	<u>\$ 10,375,905</u>	<u>\$ 12,919,709</u>	<u>\$ 7,882,737</u>	<u>\$ 170,126,515</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2018

Total Fund Balances at June 30, 2018 - Governmental Funds		\$ 132,151,113
Cost of capital assets at June 30, 2018	\$ 821,082,097	
Less: Accumulated depreciation as of June 30, 2018:		
Buildings	(301,652,959)	
Movable property	<u>(46,803,709)</u>	472,625,429
Consolidation of internal service funds		75,686,410
Elimination of interfund assets and liabilities		
Due from other funds	(16,571,079)	
Due to other funds	<u>16,571,079</u>	-
Long-term liabilities at June 30, 2018		
Compensated absences payable	(19,891,843)	
Bonds payable - QSCB	<u>(22,276,497)</u>	<u>(42,168,340)</u>
Total post-employment benefit liabilities and deferred inflows of resources		
Total other post-employment benefit liability	(403,555,478)	
Deferred inflows of resources related to OPEB liability	<u>(10,027,191)</u>	<u>(413,582,669)</u>
Pension liabilities, deferred inflows and deferred outflows of resources		
Net pension liability	(558,258,448)	
Deferred outflow amounts related to pension liability	80,854,815	
Deferred inflow amounts related to pension liability	<u>(37,662,774)</u>	<u>(515,066,407)</u>
Total net position at June 30, 2018 - Governmental Activities		<u><u>\$ (290,354,464)</u></u>

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



EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2018

	General	Title I	Proposition 1 Capital Projects	Proposition 2 Discipline
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ 162,790,497	\$ -	\$ -	\$ -
Sales and use taxes	95,735,935	-	42,676,675	6,694,378
Earnings on investments	1,248,384	-	214,268	7,532
Extended day program tuition	1,236,307	-	-	-
Other	5,565,249	-	-	-
State sources:				
Unrestricted state sources - other	163,533,183	-	-	-
Intergovernmental revenues	4,028,980	-	-	-
Restricted grants-in-aid	263,843	-	-	-
Federal grants	896,458	20,713,589	-	-
TOTAL REVENUES	435,298,836	20,713,589	42,890,943	6,701,910
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	137,364,607	-	1,942,173	-
Special education programs	52,888,149	-	-	-
Other education programs	21,744,648	13,080,743	-	3,862,121
Support:				
Pupil support services	29,049,518	1,171,627	-	1,853,408
Instructional staff services	12,198,369	4,107,108	-	348,265
General administration services	11,389,242	19,516	455,868	71,137
School administration services	24,231,100	123,510	-	386,663
Business and central services	12,631,588	22,624	1,447,419	-
Plant operations and maintenance	40,824,414	237,934	5,956,773	48,007
Transportation	30,090,447	157,654	-	1,755
Child nutrition	-	-	-	-
Appropriations:				
Charter Schools - Type 1 (State/Local)	29,605,456	-	-	-
Charter Schools - Type 2 (Local)	23,216,329	-	-	-
Office of Juvenile Justice	145,811	-	-	-
Facility Enhancements	-	-	-	-
Recovery School District	16,072,002	-	-	-
Facilities and acquisition	334,645	-	38,707,251	-
Community service operations	12,350	-	-	-
Debt service - Principal retirement	2,784,561	-	-	-
Debt service - Interest and bank charges	376,893	-	-	-
TOTAL EXPENDITURES	444,960,129	18,920,716	48,509,484	6,571,356
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(9,661,293)	1,792,873	(5,618,541)	130,554

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

Proposition 3 Compensation	Child Nutrition	Flood Relief Capital Projects	Other Non-major Governmental	Total
\$ -	\$ -	\$ -	\$ 2,675,959	\$ 165,466,456
34,308,821	-	-	-	179,415,809
48,178	-	-	-	1,518,362
-	-	-	-	1,236,307
34,967	710,450	50,000	657,800	7,018,466
-	2,500,000	-	-	166,033,183
-	-	-	-	4,028,980
-	-	-	4,455,282	4,719,125
-	27,927,702	23,699,662	22,015,434	95,252,845
<u>34,391,966</u>	<u>31,138,152</u>	<u>23,749,662</u>	<u>29,804,475</u>	<u>624,689,533</u>
15,652,614	-	1,138,260	1,293,399	157,391,053
6,429,626	-	-	1,161,687	60,479,462
2,338,855	-	36,859	8,193,798	49,257,024
3,001,460	-	-	4,751,138	39,827,151
1,345,968	-	-	10,967,156	28,966,866
479,950	-	2,566	-	12,418,279
2,423,175	-	19,100	492,140	27,675,688
853,579	-	-	129,232	15,084,442
40,454	-	15,071,985	36,864	62,216,431
1,723,078	-	610,236	764,026	33,347,196
-	29,917,349	56,127	1,589	29,975,065
-	510,658	-	-	30,116,114
-	-	-	-	23,216,329
-	-	-	-	145,811
-	-	-	-	16,072,002
-	-	10,466,177	-	49,508,073
-	-	-	-	12,350
-	-	-	-	2,784,561
-	-	-	-	376,893
<u>34,288,759</u>	<u>30,428,007</u>	<u>27,401,310</u>	<u>27,791,029</u>	<u>638,870,790</u>
<u>103,207</u>	<u>710,145</u>	<u>(3,651,648)</u>	<u>2,013,446</u>	<u>(14,181,257)</u>

(continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2018

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	\$ 3,435,173	\$ -	\$ -	\$ -
Transfers out	<u>(3,832,427)</u>	<u>(1,792,873)</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(397,254)</u>	<u>(1,792,873)</u>	<u>-</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	(10,058,547)	-	(5,618,541)	130,554
Fund balances, June 30, 2017	<u>80,967,312</u>	<u>-</u>	<u>43,279,647</u>	<u>1,948,586</u>
FUND BALANCES, JUNE 30, 2018	<u><u>\$ 70,908,765</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 37,661,106</u></u>	<u><u>\$ 2,079,140</u></u>

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

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Flood Relief Capital Projects</u>	<u>Other Non-Major Governmental</u>	<u>Total</u>
\$ -	\$ -	\$ 3,632,427	\$ 200,000	\$ 7,267,600
-	(38,924)	-	(1,603,376)	(7,267,600)
-	(38,924)	3,632,427	(1,403,376)	-
103,207	671,221	(19,221)	610,070	(14,181,257)
12,367,416	9,488,327	(4,741,281)	3,022,363	146,332,370
<u>\$ 12,470,623</u>	<u>\$ 10,159,548</u>	<u>\$ (4,760,502)</u>	<u>\$ 3,632,433</u>	<u>\$ 132,151,113</u> (concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2018

Net Change in Fund Balances - Total Governmental Funds		\$	(14,181,257)
Capital Assets:			
Capital outlay and other expenditures capitalized	66,195,900		
Depreciation expense for year ended June 30, 2018	<u>(31,371,556)</u>		34,824,344
Change in net position of internal service funds			(3,043,068)
Pension contributions in excess of pension expense			11,163,757
Benefit payments in excess of other post-employment benefit expense			4,162,032
Long Term Debt:			
Principal portion of debt service payments	2,784,561		
Excess of compensated absences earned over amounts used	<u>(514,262)</u>		<u>2,270,299</u>
Change in Net Position - Governmental Activities		\$	<u>35,196,107</u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
STATEMENT OF NET POSITION
JUNE 30, 2018

	Internal Service Funds
<u>ASSETS</u>	
Current:	
Cash and cash equivalents	\$ 88,219,036
Reimbursements receivable	<u>1,346,145</u>
 TOTAL ASSETS	 <u><u>\$ 89,565,181</u></u>
<u>LIABILITIES AND NET POSITION</u>	
Liabilities:	
Current:	
Accounts payable	\$ 1,335,505
Claims payable	<u>6,928,066</u>
Total current liabilities	8,263,571
Noncurrent:	
Claims payable	<u>5,615,200</u>
Total noncurrent liabilities	5,615,200
 TOTAL LIABILITIES	 <u>13,878,771</u>
Net Position:	
Unrestricted	<u>75,686,410</u>
 TOTAL LIABILITIES AND NET POSITION	 <u><u>\$ 89,565,181</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FISCAL YEAR ENDED JUNE 30, 2018

	Internal Service Funds
<u>OPERATING REVENUES</u>	
Premiums received	\$ 83,457,783
Refunds received	2,340,785
	<hr/>
TOTAL OPERATING REVENUES	85,798,568
	<hr/>
<u>OPERATING EXPENSES</u>	
Claims expense	83,878,958
Insurance premiums	1,840,183
Materials and supplies	22,611
Administrative fees	3,109,206
	<hr/>
TOTAL OPERATING EXPENSES	88,850,958
	<hr/>
NET OPERATING LOSS	(3,052,390)
	<hr/>
<u>NON-OPERATING REVENUES</u>	
Interest income	9,322
	<hr/>
TOTAL NON-OPERATING REVENUES	9,322
	<hr/>
Change in net position	(3,043,068)
	<hr/>
Net Position, at June 30, 2017	78,729,478
	<hr/>
NET POSITION, AT JUNE 30, 2018	\$ 75,686,410
	<hr/> <hr/>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
STATEMENT OF CASH FLOWS
FISCAL YEAR ENDED JUNE 30, 2018

	Internal Service Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Cash premiums received	\$ 82,143,839
Cash refunds received	2,340,785
Cash paid in claims and benefits	(87,007,089)
Cash paid for expenses	(3,000,972)
NET CASH USED IN OPERATING ACTIVITIES	(5,523,437)
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Interest income	9,322
NET CASH PROVIDED BY INVESTING ACTIVITIES	9,322
NET CHANGE IN CASH	(5,514,115)
Cash at beginning of year	93,733,151
Cash at end of year	\$ 88,219,036
<u>Reconciliation of operating loss to net cash used in operating activities</u>	
Operating loss	\$ (3,052,390)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Changes in:	
Reimbursement receivables	(1,313,944)
Accounts and claims payable	(1,157,103)
NET CASH USED IN OPERATING ACTIVITIES	\$ (5,523,437)

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2018

	Agency Funds
<u>ASSETS</u>	
Cash and cash equivalents	\$ 24,371,690
Accounts receivable	194,876
	<hr/>
TOTAL ASSETS	\$ 24,566,566
	<hr/> <hr/>
<u>LIABILITIES</u>	
Accounts payable	\$ 56,973
Benefits payable	5,918,119
Salaries payable	12,465,374
Payroll withholdings payable	51,938
Amounts held for other groups	5,879,286
Loans payable	194,876
	<hr/>
TOTAL LIABILITIES	\$ 24,566,566
	<hr/> <hr/>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The East Baton Rouge Parish School System (the School System) is a corporate body created under Louisiana Revised Statutes 17:51. A board consisting of 9 members (the Board) elected from legally established districts is charged with the management and operation of the School System.

The School System is composed of a central office, 87 schools, including Type I Charters in district buildings, and several support facilities. Student enrollment for the year ended June 30, 2018 was approximately 40,000 students in pre-kindergarten through Grade 12. The School System employs approximately 5,800 persons, approximately 3,500 of whom are directly involved in the instructional process. The remainder provides ancillary support such as general administration, repair and maintenance, bus transportation and food service. The regular school term normally begins during the first half of August and is completed by the end of May.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The School System's basic financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units and promulgated by the Governmental Accounting Standards Board (GASB) Codification of Accounting and Financial Reporting Standards. Both the government-wide financial statements and the proprietary fund financial statements follow the guidance included in GASB Statement No. 62 – *Codification of Accounting and Financial Reporting Guidance Contained In Pre-November 30, 1989 FASB and AICPA Pronouncements*.

A. Financial Reporting Entity

The basic criterion established by GASB for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a primary government unit's reporting entity for basic financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity. The financial statements present the East Baton Rouge Parish School System (the primary government). Based on the aforementioned criteria, there are no component units included in the School System's reporting entity.

B. Basis of Presentation

The School System's *Basic Financial Statements* consist of the government-wide statements on all of the non-fiduciary activities and the fund financial statements (individual major funds and combined non-major funds). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units.

Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities for all non-fiduciary activities. Interfund activity consists of interfund advances, transfers and charges from the internal service funds to the governmental funds. As a general rule, the effect of interfund activity has been eliminated from both the statement of net position and the statement of activities. Exceptions to the general rule are advances between fiduciary funds and the various functions of the School System and interfund services provided and used, which are not eliminated in the process of consolidation. Charges from the internal service funds to the governmental funds are eliminated in consolidation. The government-wide presentation focuses primarily on the long-term sustainability of the School System as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

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

Government-Wide Financial Statements (continued)

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Program revenues included in the Statement of Activities are derived from parties outside the School System's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School System's general revenues.

The School System 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. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Fund Financial Statements

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

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

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

Governmental Fund Types:

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

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

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

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

Fund Financial Statements (continued)

Governmental Fund Types: (continued)

Proposition 1 – Capital Projects Fund – The Proposition 1 Fund accounts for the proceeds of a \$0.51 cent sales tax approved as part of a plan to improve school facilities. The intent of the plan tax is to improve infrastructure in an effort to provide a "safe and dry" environment for the students, staff, and public in the school system.

Proposition 2 – Discipline Funds – The Proposition 2 Fund accounts for the proceeds of a \$0.08 cent sales tax approved as part of a plan to improve discipline in the schools. The intent of the plan is to remove disruptive and academically deficient students from the regular education classroom, reduce truancy, and provide more effective alternative education.

Proposition 3 – Compensation Fund – The Proposition 3 Fund accounts for the proceeds of a \$0.41 cent sales tax approved as part of a plan to improve compensation. The intent of the plan is to improve ability to recruit and retain certified and qualified teachers, assistant principals and principals; to have more productive support employees; and to have the ability to reward performance that meets and/or exceeds standards.

Child Nutrition Fund – The *Child Nutrition Fund* is used to account for the operations of the school food service program that operates during the regular school term and during the summer break. The majority of the child nutrition program is federally funded; state minimum foundation program (MFP) funding and local funding also support the program. The basic goals of the school food service program are to serve nutritionally adequate, attractive, and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's eating habits with the ultimate goal of physically fit adults.

Flood Relief Capital Projects Fund – The Flood Relief Capital Projects Fund accounts for the proceeds of funds received from FEMA and insurance as part of a plan to rebuild school facilities damaged in the Flood of 2016.

Proprietary Fund Type:

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

Fiduciary Fund Type:

Agency Funds – Agency Funds are used to account for assets held by the School System as an agent for individuals, private organizations or other governmental units. The School System employs three separate Agency Funds: one fund accounts for the transactions of the student activity accounts maintained at the schools, one accounts for voluntary and mandatory payroll withholdings, and another accounts for bridge funding for the Truancy Assessment and Service Center.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

C. Basis of Accounting/Measurement Focus

Government-Wide Financial Statements (GWFS)

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability has been incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales taxes are recognized when the underlying sales transactions occur. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements (FFS)

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

Agency Funds have no measurement focus, but follow the accrual basis of accounting.

Governmental Funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financial sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The following paragraphs describe the revenue recognition practices under the modified accrual basis of accounting:

Revenues

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

Non-exchange transactions in which the School System received value without directly giving value in return, includes sales tax, property tax, grants, entitlements, and donations. Property taxes are considered measurable in the calendar year of the tax levy and are recognized as revenue if collected soon enough to meet the availability criteria. Sales taxes are considered measurable when the underlying transaction occurs and are recognized as revenue if collected soon enough to meet the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied subject to the availability criteria. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

Internal Service Funds consist solely of those established to account for self-insurance programs. Premium revenues are considered operating revenues while all other revenues are non-operating.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

C. Basis of Accounting/Measurement Focus (continued)

Expenditures

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

D. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. These outstanding encumbrances are added to the budget in the subsequent year and are reported as expenditures when incurred.

E. Cash and Cash Equivalents

Cash and cash equivalents include interest-bearing demand deposits and short-term investments (usually time certificates of deposit with a maturity date within three (3) months of the date of acquisition).

State statutes authorize the School System to invest in United States bonds, treasury notes, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

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

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

F. Inventory

Government-Wide Level

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

Fund Level

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

F. Inventory (continued)

Fund Level (continued)

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

G. Capital Assets

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

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

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

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

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

H. Restricted Net Position

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

Externally imposed by creditors (such as debt covenants), grants, contributors, laws, or regulations of other governments; or

Imposed by law through constitutional provisions or enabling legislation.

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

I. **Fund Equity of Fund Financial Statements**

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below:

Non-spendable – Represents amounts that are not expected to be converted to cash because they are either not in spendable form or legally or contractually required to be maintained intact.

Restricted – Represents balances where constraints have been established by parties outside the School System or imposed by law through constitutional provisions or enabling legislation.

Committed – Represents balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the School System's highest level of decision-making authority (the School Board).

Assigned – Represents balances that are constrained by the School System's intent to be used for specific purposes, but are not restricted nor committed. The procedure within the School System is for the Chief Business Operations Officer to assign fund balance based on needs of the School System or approved budget line items.

Unassigned – Represents balances that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Minimum fund balance – The School System has a policy to maintain a minimum fund balance in the general fund of equal to fifteen percent of the current year's total revenues.

When expenditures are incurred for the purposes for which both restricted and unrestricted amounts are available, the School System reduces restricted amounts first, followed by unrestricted amounts. When expenditures are incurred for purposes for which committed, assigned, and unassigned amounts are available, the School System reduces committed amounts first, followed by assigned amounts and then unassigned amounts.

J. **Interfund Transactions**

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

K. **Compensated Absences**

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

K. **Compensated Absences** (continued)

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

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

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

L. **Estimates**

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

M. **Non-Operating and Operating Revenues – Proprietary Funds**

Premium revenues, claims expenses and administrative costs customarily associated with self-insurance programs are accounted for as operating revenues and expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. Interest income and grant income are reported as non-operating revenues.

N. **Pension Plans**

The East Baton Rouge Parish School System is a participating employer in three defined benefit pension plans (plans) as described in Note 6. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

O. **Current Year Adoption of New Accounting Standard and Restatement of Net Position**

The School System adopted Government Accounting Standards Board (GASB) Statement Number 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The net effect to the School System's Statement of Net Position for the prior year that resulted from the adoption of GASB 75 is as follows:

	<u>Governmental Activities</u>
Total Net Position, June 30, 2017 as previously reported	\$ (263,895,833)
Reverse post-employment benefit obligation June 30, 2017	349,420,857
Record total post-employment benefit liability June 30, 2017	<u>(411,075,595)</u>
Net effect	<u>(61,654,738)</u>
Total Net Position, June 30, 2017, Restated	<u><u>\$ (325,550,571)</u></u>

3. **CASH AND CASH EQUIVALENTS**

Under Louisiana R.S. 33:2955, as amended, the School System may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposit, and other investments as provided in the statute. However, the School System's only investments consist of bank demand deposits and certificates of deposit.

The carrying amount of the deposits at June 30, 2018 were as follows:

Governmental Funds:	
General Fund	\$ 45,111,863
Proposition 1 Fund	39,166,785
Proposition 2 Fund	1,224,700
Proposition 3 Fund	8,286,964
Child Nutrition Fund	8,378,837
Other Non-Major Governmental Funds	<u>3,484,076</u>
Subtotal – Governmental Funds	<u>105,653,225</u>
Fiduciary Fund Types:	
School Activity Fund	5,879,286
Consolidated Payroll Fund	<u>18,492,404</u>
Subtotal – Fiduciary Funds	24,371,690
Proprietary Fund Types:	
Workers' Compensation Fund	9,951,763
Group Health Fund	60,712,033
Risk Management Fund	<u>17,555,240</u>
Subtotal – Proprietary Funds	<u>88,219,036</u>
TOTAL	<u><u>\$ 218,243,951</u></u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

3. **CASH AND CASH EQUIVALENTS** (continued)

Deposits

Custodial credit risk for deposits is the risk that in the event of financial institution failure, the School System's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. The School System had no custodial credit risk as of June 30, 2018.

Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies, obligations of the State of Louisiana and its municipalities and school districts.

Interest Rate Risk – The School System's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Under Louisiana R.S. 33:2955, as amended, the School System may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposits, Louisiana Asset Management Pool (LAMP), and other investments as provided in the statute. The System's investment policy does not further limit its investment choices.

Concentration of Credit Risk – The School System's investment policy does not limit the amount the School System may invest in any one issuer.

4. **AD VALOREM TAXES**

Ad valorem taxes were levied by the School System on May 18, 2017, for the calendar year 2017, based on the assessed valuation of property as of January 1 of the calendar year. The taxes become due on December 1 of each year, and become delinquent on December 31. However, before the taxes can be collected, the assessment list (tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed in the parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the tax due on it. The taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the East Baton Rouge Parish Tax Collector Office, which is a division of the East Baton Rouge Parish Sheriff's Department. If taxes are not paid within the period stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School System's fiscal year.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

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

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expires</u>
Parishwide taxes:			
Constitutional tax	5.25	5.25	Not applicable
Special maintenance tax	1.04	1.04	2026
Special tax – additional aid to public schools	6.50	6.50	2023
Special tax – additional teachers	2.78	2.78	2024
Special tax – employee salaries and benefits	1.86	1.86	2024
Special tax – employee salaries and benefits	7.14	7.14	2028
Special tax – replacing reduced state and local receipts	4.98	4.98	2027
Special tax – employee salaries and benefits	5.99	5.99	2025
Special tax – employee salaries and benefits	7.19	7.19	2023
Special tax – support ADAPP	0.72	0.72	2026

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

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

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2018, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 12,319,612	\$ -	\$ -	\$ 12,319,612
Construction in progress	24,116,573	61,708,389	(42,952,241)	42,872,721
Total capital assets, not being depreciated	36,436,185	61,708,389	(42,952,241)	55,192,333
Capital assets, being depreciated:				
Buildings and improvements	657,723,294	42,952,241	(607,735)	700,067,800
Machinery and equipment	69,986,138	4,487,511	(8,651,685)	65,821,964
Total capital assets, being depreciated	727,709,432	47,439,752	(9,259,420)	765,889,764
Total capital assets	764,145,617	109,148,141	(52,211,661)	821,082,097
Less accumulated depreciation for:				
Buildings and improvements	(275,187,066)	(27,073,628)	607,735	(301,652,959)
Machinery and equipment	(51,157,466)	(4,297,928)	8,651,685	(46,803,709)
Total accumulated depreciation	(326,344,532)	(31,371,556)	9,259,420	(348,456,668)
Total capital assets, being depreciated, net	401,364,900	16,068,196	-	417,433,096
Governmental activities capital assets, net	<u>\$ 437,801,085</u>	<u>\$ 77,776,585</u>	<u>\$ (42,952,241)</u>	<u>\$ 472,625,429</u>

Net depreciation expense for the year ended June 30, 2018 was charged to the following governmental functions:

Instruction:

Regular education programs	\$ 27,505,417
Special education programs	63,090
Other educational programs	107,733

Support:

Instructional staff services	120,963
General administration services	9,110
Business and central services	212,783
Transportation	2,891,592
Child nutrition	460,868
	<u>\$ 31,371,556</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS

The East Baton Rouge Parish School System (the School System) is a participating employer in several cost-sharing defined benefit pension plans. These plans are administered by three public employee retirement systems, the Teachers' Retirement System of Louisiana (TRSL), the Louisiana School Employees' Retirement System (LSERS) and the Louisiana State Employees' Retirement System (LASERS). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of these plans to the State Legislature. Each system is administered by a separate board of trustees and all Systems are component units of the State of Louisiana.

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

TRSL:
8401 United Plaza Blvd.
P. O. Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446
www.trsl.org

LSERS:
8660 United Plaza Blvd.
Baton Rouge, LA 70804
(225) 925-6484
www.lasers.net

LASERS:
8401 United Plaza Blvd.
P. O. Box 44213
Baton Rouge, Louisiana 70804-4213
(225) 925-0185
www.lasersonline.org

Plan Descriptions:

Teachers' Retirement System of Louisiana (TRSL) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in LRS 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in LRS 11:761.

Louisiana State Employees' Retirement System (LASERS) administers a cost-sharing defined benefit pension plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in LRS 11:411-414. The age and years of creditable service required in order for a member to receive retirement benefits are established by LRS 11:441 and vary depending on the member's hire date, employer and job classification.

Louisiana School Employees' Retirement System (LSERS) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to school employees as defined in LRS 11:1002. Eligibility for retirement benefits and the computation of retirement benefits are provided for in LRS 11:1141.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. **DEFINED BENEFIT PENSION PLANS** (continued)

A brief summary of eligibility and benefits of the plans are provided in the following table:

	TRSL	LSERS	LASERS
Final average salary	Highest 36 or 60 months ¹	Highest 36 or 60 months ¹	Highest 36 or 60 months ¹
Years of service required and/or age eligible for benefits	30 years any age ⁵ 25 years age 55 20 years any age ² 5 years age 60 5 years age 62 ⁷	30 years any age 25 years age 55 20 years any age ² 5-10 years age 60 ⁶ 5 years age 62 ⁷	30 years any age 25 years age 55 20 years any age ² 5-10 years age 60 ⁶ 5 years age 62 ⁷
Benefit percent per years of service	2% to 3.0% ⁴	2.5% to 3.33% ⁴	2.5% to 3.5% ³

¹ Employees hired after a certain date use the revised benefit calculation based on the highest 60 months of service

² With actuarial reduced benefits

³ Members in regular plan 2.5%, hazardous duty plan 3.33%, and judges 3.5%

⁴ Benefit percent varies depending on when hired

⁵ For school food service workers, hired on or before 6-30-15, 30 years at age 55

⁶ Five to ten years of creditable service at age 60 depending upon the plan or when hired

⁷ Hired on or after 7/1/15, age eligibility is 5 years at age 62

Cost of Living Adjustments

The pension plans in which the School System participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to these systems, (TRSL LSERS, and LASERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to funded status and interest earnings.

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. In accordance with state statute, TRSL receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS (continued)

Contributions (continued)

Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2017, for the School System and covered employees were as follows:

	<u>School System</u>	<u>Employees</u>
Teachers' Retirement System:		
Regular Plan	26.60%	8.00%
Plan A	26.60%	9.10%
School Employees' Retirement System	27.60%	7.50%- 8.00%
State Employees' Retirement System	37.90%	7.50% - 8.00%

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Teachers' Retirement System:			
Regular Plan	\$ 62,400,932	\$ 58,855,196	\$ 61,794,947
Plan A	53,842	61,952	63,049
School Employees' Retirement System	3,477,245	3,694,116	3,984,923
State Employees' Retirement System	164,435	146,534	148,268

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The following schedule lists the School System's proportionate share of the Net Pension Liability allocated by each of the pension plans based on the June 30, 2017 measurement date. The School System uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2018 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2017 along with the change compared to the June 30, 2016 rate. The School System's proportion of the Net Pension Liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

	<u>Net Pension Liability at June 30, 2017</u>	<u>Allocation Rate at June 30, 2017</u>	<u>Increase (Decrease) to June 30, 2016 Rate</u>
Teachers' Retirement System	\$ 526,644,875	5.1370%	(0.0272)%
School Employees' Retirement System	30,163,574	4.7118%	0.4508%
State Employees' Retirement System	<u>1,449,999</u>	0.0206%	0.0010%
	<u><u>\$ 558,258,448</u></u>		

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The following schedule list each pension plan's proportionate share of recognized pension expense for the School System for the year ended June 30, 2018:

Teachers' Retirement System	\$ 44,767,843
School Employees' Retirement System	3,065,315
State Employees' Retirement System	<u>379,694</u>
	<u><u>\$ 48,212,852</u></u>

At June 30, 2018, the School System reported deferred outflows of resources and deferred inflows of resources related to each pension plan and total from the following sources:

Deferred Outflows:

	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>	<u>Total</u>
Changes of assumptions	\$ 5,553,482	\$ 632,469	\$ 5,728	\$ 6,191,679
Net difference between projected and actual earnings on pension plan investments	-	-	47,151	47,151
Changes in proportion	8,054,881	397,132	46,701	8,498,714
Differences between contributions and proportionate share of contributions	64,150	-	7,404	71,554
Employer contributions subsequent to the measurement date	62,454,774	3,477,245	113,698	66,045,717
Total	<u><u>\$ 76,127,287</u></u>	<u><u>\$ 4,506,846</u></u>	<u><u>\$ 220,682</u></u>	<u><u>\$ 80,854,815</u></u>

Deferred Inflows:

	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>	<u>Total</u>
Differences between expected and actual experience	\$ (17,311,665)	\$ (703,387)	\$ -	\$(18,015,052)
Changes of assumptions	-	(469,899)	-	(469,899)
Net difference between projected and actual earnings on pension plan investments	(13,602,286)	(471,658)	(26,606)	(14,100,550)
Changes in proportion	(4,263,018)	(108,090)	(983)	(4,372,091)
Differences between contributions and proportionate share of contributions	(688,450)	(16,732)	-	(705,182)
Total	<u><u>\$ (35,865,419)</u></u>	<u><u>\$ (1,769,766)</u></u>	<u><u>\$ (27,589)</u></u>	<u><u>\$(37,662,774)</u></u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. **DEFINED BENEFIT PENSION PLANS** (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The School System reported a total of \$66,045,717 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2017 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2019. The following schedule lists the pension contributions made subsequent to the measurement period for each pension plan:

	Subsequent Contributions
Teachers' Retirement System	\$ 62,454,774
School Employees' Retirement System (LSERS)	3,477,245
State Employees' Retirement System (LASERS)	113,698
	<u>\$ 66,045,717</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	TRSL	LSERS	LASERS	Total
2019	\$ (8,756,083)	\$ (939,466)	\$ 22,852	\$ (9,672,697)
2020	6,381,791	1,097,950	58,345	7,538,086
2021	(5,035,866)	198,817	14,475	(4,822,574)
2022	(14,782,739)	(1,091,357)	(22,395)	(15,896,491)
	<u>\$ (22,192,897)</u>	<u>\$ (734,056)</u>	<u>\$ 73,277</u>	<u>\$ (22,853,676)</u>

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2017 are as follows:

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

	TRSL	LSERS	LASERS																		
Valuation Date	June 30, 2017	June 30, 2017	June 30, 2017																		
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal																		
Actuarial Assumptions:																					
Expected Remaining Service Lives	5 years	3 years	3 years																		
Investment Rate of Return	7.70% net of investment expenses (decreased from 7.75% in 2016)	7.125% per annum	7.70% net of investment expenses (decreased from 7.75% in 2016)																		
Inflation Rate	2.5% per annum	2.625% per annum	2.75% per annum (decreased from 3.0% per annum in 2016)																		
Mortality	Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA	Mortality rates based on the RP-2000 Sex Distinct Mortality Table. RP-2000 Disabled Lives Mortality Table	Non-disabled members - Mortality rates based on the RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015. Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.																		
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System’s members.		Termination, disability, and retirement assumptions were projected based on a five-year (2009-2013) experience study of the System's members.																		
Salary Increases	3.50% - 10.0% varies depending on duration of service	Salary increases were projected based on the 2008-2012 experience study of the Plan's members ranging from 3.075% to 5.375%	Salary increases were projected based on a 2009-2013 experience study of the System's members. The salary increase ranges for specific types of members are:																		
			<table><tr><th>Member Type</th><th>Lower Range</th><th>Upper Range</th></tr><tr><td>Regular</td><td>3.80%</td><td>12.80%</td></tr><tr><td>Judges</td><td>2.80%</td><td>5.30%</td></tr><tr><td>Corrections</td><td>3.40%</td><td>14.30%</td></tr><tr><td>Hazardous Duty</td><td>3.40%</td><td>14.30%</td></tr><tr><td>Wildlife</td><td>3.40%</td><td>14.30%</td></tr></table>	Member Type	Lower Range	Upper Range	Regular	3.80%	12.80%	Judges	2.80%	5.30%	Corrections	3.40%	14.30%	Hazardous Duty	3.40%	14.30%	Wildlife	3.40%	14.30%
Member Type	Lower Range	Upper Range																			
Regular	3.80%	12.80%																			
Judges	2.80%	5.30%																			
Corrections	3.40%	14.30%																			
Hazardous Duty	3.40%	14.30%																			
Wildlife	3.40%	14.30%																			
Cost of Living Adjustments	None.	Not substantively automatic. The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.																		

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. **DEFINED BENEFIT PENSION PLANS** (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The following schedule list the methods used by each of the retirement systems in determining the long term rate of return on pension plan investments:

TRSL	LSERS	LASERS
The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return was 8.33% for 2017.	The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up), and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/ diversification. The resulting long-term arithmetic nominal expected return is 8.10%.	The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 3.25% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.69% for 2017.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2017:

Asset Class	Target Allocation			Long-Term Expected Real Rate of Return		
	TRSL	LSERS	LASERS	TRSL	LSERS	LASERS
Cash	-	-	-	-	-	-0.24%
Domestic equity	27.00%	-	25.00%	4.28%	-	4.31%
International equity	19.00%	-	32.00%	4.96%	-	5.35%
US equity	-	20.00%	-	-	6.44%	-
Developed equity	-	18.00%	-	-	7.40%	-
Emerging markets equity	-	10.00%	-	-	9.42%	-
Global REITs	-	3.00%	-	-	5.77%	-
Domestic fixed income	13.00%	-	8.00%	1.98%	-	1.73%
International fixed income	5.50%	-	6.00%	2.75%	-	2.49%
Core fixed income	-	8.00%	-	-	2.02%	-
High yield fixed income	-	5.00%	-	-	4.43%	-
Emerging markets debt fixed income	-	7.00%	-	-	4.71%	-
Global fixed income	-	10.00%	-	-	1.38%	-
Alternatives	-	-	22.00%	-	-	7.41%
Alternative - private equity	-	5.00%	-	-	10.47%	-
Alternative - hedge fund or funds	-	3.00%	-	-	3.75%	-
Alternative - real estate	-	5.00%	-	-	5.00%	-
Private equity	25.50%	-	-	8.47%	-	-
Other private equity	10.00%	-	-	3.51%	-	-
Global asset allocation	-	-	7.00%	-	-	2.84%
Real assets - timber	-	2.00%	-	-	5.67%	-
Real assets - oil and gas	-	2.00%	-	-	10.57%	-
Real assets - infrastructure	-	2.00%	-	-	6.25%	-
Total	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>			

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net positions was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL, LSERS and LASERS was 7.70%, 7.125% and 7.70%, respectively for the year ended June 30, 2017. The discount rates for TRSL and LASERS decreased by 0.05% since the prior measurement date, and the discount rate of LSERS remained unchanged since the prior measurement date.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS (continued)

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the School System's proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the School System's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by each of the Retirement Systems:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
TRSL			
Rates	6.70%	7.70%	8.70%
EBRPSS Share of NPL	\$ 678,593,940	\$ 526,644,875	\$ 397,385,477
LSERS			
Rates	6.125%	7.125%	8.125%
EBRPSS Share of NPL	\$ 41,350,713	\$ 30,163,574	\$ 20,556,441
LASERS			
Rates	6.70%	7.70%	8.70%
EBRPSS Share of NPL	\$ 1,820,309	\$ 1,449,999	\$ 1,135,147

Payables to the Pension Plan

The East Baton Rouge School System recorded accrued liabilities to each of the Retirement Systems for the year ended June 30, 2018 mainly due to the accrual for payroll at the end of each of the fiscal years. The amounts due are included in liabilities under the amounts reported as accounts, salaries and other payables. The balance due to each for the retirement systems at June 30, 2018 is as follows:

	<u>June 30, 2018</u>
TRSL	\$ 5,835,448
LSERS	212,678
LASERS	17,128
	<u>\$ 6,065,254</u>

7. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

General Information about the OPEB Plan

Plan description – The East Baton Rouge Parish School System (the School System) provides certain continuing health care and life insurance benefits for its retirees, disabled retirees and their eligible beneficiaries. Current employees are eligible for these plan benefits if they retire as members of one of three School System sponsored retirement systems. These benefits are provided through an Other Post Employment Benefit Plan (the OPEB Plan) categorized as a single-employer defined benefit plan that the School System administers. The School System's board has the authority to establish and/or amend the obligation of the employer, employees and retirees as provided by Louisiana Revised Statute Title 17 Sections 1221 through 1224. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

7. **POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS** (continued)

General Information about the OPEB Plan (continued)

Benefits Provided – Medical and life insurance post-employment benefits are provided to employees who retire under one of the systems sponsored retirement systems. The benefits include premium subsidies and member contributions. The retirees or offered multiple plan options for pre-Medicare and additional Medicare options to eligible retirees.

Retire premiums were provided directly from the School System were used to determine retiree cost projections. The "value of benefits" has been assumed to be the portion of the premium after the retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The active employees and pre-Medicare and Medicare rates are offered multiples and were actuarially determined and were unblended.

Life insurance coverage is available to retirees in the same amount as before retirement up to a maximum of \$25,000. The premium is based on a blended rate (based on age specific rates) for active and a separate blended rate for retirees. The employer pays the cost of the retiree life insurance based on the blended rates. Since GASB 75 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Employees covered by benefit terms – The June 30, 2018 total OPEB liability was determined using the July 1, 2017 actuarial valuation that included the following employees covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	4,697
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>4,366</u>
Total	<u>9,063</u>

Total OPEB Liability

The School System's total OPEB liability of \$403,555,478 was measured as of June 30, 2018 and was determined by an actuarial valuation as of July 1, 2017.

Actuarial Assumptions and other inputs – The total OPEB liability as of June 30, 2018 was based on an actuarial valuation dated July 1, 2017 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4.0%, including inflation
Discount rate	3.62%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Flat 5.5% annually

The discount rate was based on the Fidelity AA 20 Year General Obligation municipal bond index on the applicable measurement dates.

Mortality rates were based on the 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates.

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2008 to June 30, 2018.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

7. **POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS** (continued)

Total OPEB Liability (continued)

The actuarial assumptions did not assume any sharing of benefits with inactive employees.

Changes in the Total OPEB Liability

Balance at June 30, 2017	\$ 411,075,595
Changes for the year:	
Service cost	6,798,646
Interest	15,127,048
Differences between expected and actual experience	(11,141,323)
Benefit payments	(18,304,488)
Net changes	<u>(7,520,117)</u>
Balance at June 30, 2018	<u><u>\$ 403,555,478</u></u>

The amount of total OPEB liability estimated to be due and payable within one year is \$18,700,000.

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the Entity, as well as what the School System’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.62%) or 1-percentage-point higher (4.62%) than the current discount rate:

	1.0% Decrease (2.62%)	Current Discount Rate (3.62%)	1.0% Increase (4.62%)
Total OPEB liability	<u>\$ 493,144,794</u>	<u>\$ 403,555,478</u>	<u>\$ 335,185,109</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Entity, as well as what the School System’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Healthcare Cost Trend Rate (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	<u>\$ 330,701,607</u>	<u>\$ 403,555,478</u>	<u>\$ 501,780,881</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2018, the School System recognized OPEB expense of \$20,811,562. At June 30, 2018, the School System reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	<u>\$ -</u>	<u>\$ (10,027,191)</u>
Total	<u><u>\$ -</u></u>	<u><u>\$ (10,027,191)</u></u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

7. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending June 30:	
2019	\$ (1,114,132)
2020	(1,114,132)
2021	(1,114,132)
2022	(1,114,132)
2023	(1,114,132)
Thereafter	<u>(4,456,531)</u>
	\$ <u>(10,027,191)</u>

8. LONG-TERM OBLIGATIONS

The following is a summary of the changes in general long-term obligations for the year ended June 30, 2018:

	Compensated Absences	Qualified School Construction Bonds 2009 Series	2010 Series	Total	Total Postemployment Benefits Obligation	Net Pension Liability
Balance at July 1, 2017, as restated	\$ 19,377,581	\$ 12,056,058	\$ 13,005,000	\$ 44,438,639	\$ 411,075,595	\$ 642,556,610
Additions	8,557,636	-	-	8,557,636	21,925,694	-
Deductions	(8,043,374)	(1,339,561)	(1,445,000)	(10,827,935)	(29,445,811)	(84,298,162)
Balance at June 30, 2018	<u>\$ 19,891,843</u>	<u>\$ 10,716,497</u>	<u>\$ 11,560,000</u>	<u>\$ 42,168,340</u>	<u>\$ 403,555,478</u>	<u>\$ 558,258,448</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, 2018:

	Compensated Absences	Qualified School Construction Bonds 2009 Series	2010 Series	Total	Total Postemployment Benefits Obligation	Net Pension Liability
Current	\$ 2,446,727	\$ 1,339,563	\$ 1,445,000	\$ 5,231,290	\$ -	\$ -
Long-Term	17,445,116	9,376,934	10,115,000	36,937,050	403,555,478	558,258,448
Total	<u>\$ 19,891,843</u>	<u>\$ 10,716,497</u>	<u>\$ 11,560,000</u>	<u>\$ 42,168,340</u>	<u>\$ 403,555,478</u>	<u>\$ 558,258,448</u>

The majority of the compensated absence liability is liquidated through the General Fund, Title I, Child Nutrition, Proposition 2 funds, and Proposition 3 funds, as these funds expend a majority of the payroll. The outstanding bonds payable and the OPEB will be liquidated mostly through the General Fund as current yearly amounts come due. The net pension liability will be liquidated through those funds which pay payroll and benefits, which consists primarily of the General Fund, Proposition 2 Fund, Child Nutrition Fund, Title I Fund, and various other non-major special revenue funds.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

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

For the purpose of construction, rehabilitation, and renovations, the School System issued \$21,675,000 and \$21,433,000 of bonds payable through the federally sponsored Qualified School Construction Bond Program during the year ended June 30, 2011 and 2010, respectively. The bonds are subject to mandatory sinking fund requirements prior to maturity, including interest accrued to the redemption date on an annual basis. The sinking fund deposits are held in an accounts outside of the School System's control with balances of \$10,115,000 and \$10,716,503, for the Series 2010 and 2009 bonds, respectively, as of June 30, 2018 that will be used to redeem the bonds in December 2025. In accordance with GASB Codification section D20, *Debt Extinguishments and Troubled Debt Restructurings*, the payments into the sinking fund are accounted for as principal reductions of the bonds.

The bond issues outstanding at June 30, 2018, are as follows:

Bond Issue	Original Issue	Interest Rates	Final Due Date	Interest to Maturity	Principal Outstanding
Qualified School Construction Bonds, Series 2009 dated December 17, 2009	\$ 21,433,000	1.00	Dec. 1, 2025	\$ 1,607,475	\$ 10,716,497
Qualified School Construction Bonds, Series 2010 dated August 1, 2010	21,675,000	0.75	Dec.16, 2025	1,225,992	11,560,000
	<u>\$ 43,108,000</u>			<u>\$ 2,833,467</u>	<u>\$ 22,276,497</u>

Principal and interest payments are due as:

Years Ending June 30	Principal	Interest	Total
2019	\$ 2,784,563	\$ 376,893	\$ 3,161,456
2020	2,784,563	376,893	3,161,456
2021	2,784,563	376,893	3,161,456
2022	2,784,563	376,893	3,161,456
2023	2,784,563	376,893	3,161,456
2024-2026	<u>8,353,682</u>	<u>949,002</u>	<u>9,302,684</u>
Total	<u>\$ 22,276,497</u>	<u>\$ 2,833,467</u>	<u>\$ 25,109,964</u>

In accordance with LSA-R.S. 39:562(L), the School System is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2018, the statutory limit is \$1,846,110,945.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

9. UNEARNED REVENUES

Unearned revenues at June 30, 2018, were as follows:

	Ad Valorem Taxes Paid in Protest	Miscellaneous Other	Total
Major Governmental Funds:			
General Fund	\$ 112,942	\$ -	\$ 112,942
Title I	<u>-</u>	<u>2</u>	<u>2</u>
Subtotal – Major Governmental Funds	<u>112,942</u>	<u>2</u>	<u>112,944</u>
Non-major Governmental			
Diplomas Now	-	18	18
Title II	-	1	1
Alcohol and Drug Abuse	<u>-</u>	<u>1,900</u>	<u>1,900</u>
Subtotal – Non-major Governmental Funds	<u>-</u>	<u>1,919</u>	<u>1,919</u>
Total	<u>\$ 112,942</u>	<u>\$ 1,921</u>	<u>\$ 114,863</u>

Under a revised state law, ad valorem tax collectors are required to remit all taxes collected in protest to the taxing authority. If a protest is settled in favor of the taxpayer, the funds must be refunded to the taxpayer. The School System defers all such collections until final settlement in favor of the School System occurs.

10. INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2018, were as follows:

	General Fund	Title I	Transfer from: Child Nutrition	Non-major Governmental	Total
Transfers to:					
General Fund	\$ -	\$ 1,792,873	\$ 38,924	\$ 1,603,376	\$ 3,435,173
Flood Relief Capital Projects	3,632,427	-	-	-	3,632,427
Non-major					
Governmental Funds	200,000	-	-	-	200,000
Total	<u>\$ 3,832,427</u>	<u>\$ 1,792,873</u>	<u>\$ 38,924</u>	<u>\$ 1,603,376</u>	<u>\$ 7,267,600</u>

The purposes of interfund transfers generally are: (1) to transfer indirect cost reimbursements to the general fund from the special revenue funds, and (2) to transfer supplemental local funds for program operations from the general fund to other programs.

11. DUE TO/FROM OTHER FUNDS

The School System's consolidated cash account holds the cash of all funds. As a result, negative cash balances occur in certain funds and are in essence "financed" by the General Fund. Positive book cash balances are displayed on the Governmental Funds balance sheet as "cash and cash equivalents," while negative cash balances are included in "Due to other Funds" on the Governmental Funds balance sheet. Individual balances due to/from other funds at June 30, 2018, which represent short-term loans, are as follows:

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

11. DUE TO/FROM OTHER FUNDS (continued)

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Governmental Funds:		
General Fund	\$ 16,765,955	\$ -
Title I Fund	-	(1,908,789)
Flood Relief Capital Projects Funds	-	(10,981,993)
Subtotal – Major Governmental Funds	<u>16,765,955</u>	<u>(12,890,782)</u>
Non-Major Governmental Funds:		
Baton Rouge Performance Partnership	-	(4,875)
Gear Up Baton Rouge	-	(138,506)
Career and Technical Education	-	(148,617)
Continuing Education	-	(77,046)
Special Education (Exceptional Education Program)	-	(1,191,702)
State Programs	-	(426,704)
Temporary Assistance for Needy Families	-	(688,068)
Magnet Schools Assistance Programs	-	(235,268)
Title II	-	(599,156)
Title III	-	(46,176)
Title IV	-	(46,501)
Title X	-	(77,678)
Subtotal – Non-Major Governmental Funds	<u>-</u>	<u>(3,680,297)</u>
Fiduciary Fund Types:		
TASC Fund (reported as loans payable)	<u>-</u>	<u>(194,876)</u>
 TOTAL	 <u><u>\$ 16,765,955</u></u>	 <u><u>\$ (16,765,955)</u></u>

12. LITIGATION AND CONTINGENCIES

The School System is a defendant in several workers' compensation, personal injury and certain personnel action lawsuits. Management and legal counsel for the School System believe that the potential claims against the School System not covered by insurance would not materially affect the System's financial position. In the normal course of operations, the School System receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under the terms of the grants.

13. COMMITMENTS

At June 30, 2018, the School System had construction commitments of approximately \$33.7 million. The majority of these commitments will ultimately be paid out of the General Fund, Proposition 1 Capital Projects Fund, and Flood Relief Capital Projects Fund.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

14. RISK MANAGEMENT

The School System is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; workers' compensation and health insurance for its employees. The School System uses excess insurance to reduce its exposure to large losses on insured events. The School System does not report risks covered by excess insurance as liabilities unless it is probable that those risks will not be covered by excess insurance carriers. Settlements did not exceed excess insurance coverage for each of the past three fiscal years. Additionally, there were no significant reductions in insurance coverage for any of the categories of risk.

The School System has established the following internal service funds to account for and finance these uninsured risks of loss:

a. **Workers' Compensation Fund**

The Workers' Compensation Fund accounts for the School System's workers' compensation claims. The workers' compensation limit for each accident is the statutory amount. The School System's self-insured retention is \$1,000,000 per accident.

b. **Risk Management Fund**

The Risk Management Fund accounts for the School System's property, general liability and automobile liability. The School System has self-insured retention of \$250,000 per property occurrence and self-insured retention of \$500,000 per general liability and automobile occurrence. Currently, the maximum cumulative amount of self-retention which could be paid by the School System in any one year is unlimited. The School System has purchased commercial insurance for claims in excess of the self-insured retention levels from commercial insurance carriers with a \$1,000,000 per occurrence limit.

c. **Medical Insurance Fund**

The Medical Insurance Fund accounts for the School System's group health insurance program for its active and retired employees.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

14. **RISK MANAGEMENT** (continued)

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

	2018			
	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total
Unpaid claims as of July 1, 2017	\$ 5,388,323	\$ 4,038,315	\$ 4,404,576	\$ 13,831,214
Current year claims incurred and changes in estimates	4,118,319	2,656,471	78,944,351	85,719,141
Claims paid	(4,612,714)	(2,558,271)	(79,836,104)	(87,007,089)
	(494,395)	98,200	(891,753)	(1,287,948)
Unpaid claims as of June 30, 2018	<u>\$ 4,893,928</u>	<u>\$ 4,136,515</u>	<u>\$ 3,512,823</u>	<u>\$ 12,543,266</u>

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

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 the unpaid claims liabilities:

	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total
<u>June 30, 2018</u>				
Current	\$ 2,074,898	\$ 1,340,345	\$ 3,512,823	\$ 6,928,066
Long - Term	2,819,030	2,796,170	-	5,615,200
Total	<u>\$ 4,893,928</u>	<u>\$ 4,136,515</u>	<u>\$ 3,512,823</u>	<u>\$ 12,543,266</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

15. NET POSITION AND FUND BALANCE CONSTRAINTS

Restricted net position consists primarily of amounts held or unexpended whose revenue source was approved by the electorate for capital improvements, compensation, and school discipline initiatives. Details of restricted, committed, and assigned fund balances at year-end are as follows:

	General	Proposition 1 Capital Projects	Proposition 2 Discipline	Proposition 3 Compensation	Child Nutrition	Flood Relief Capital Projects	Other Non-major Governmental	Total
Fund balances:								
Nonspendable								
Inventory	\$ 141,261	\$ -	\$ -	\$ -	\$ 1,284,934	\$ -	\$ -	\$ 1,426,195
Restricted								
Special Revenue Fund								
Tax Propositions	-	-	2,079,140	12,470,623	-	-	-	14,549,763
State Grants	-	-	-	-	-	-	154,171	154,171
Alcohol and Drug Abuse	-	-	-	-	-	-	2,981,369	2,981,369
School Safety	-	-	-	-	-	-	57,600	57,600
Local Grants	-	-	-	-	-	-	112,028	112,028
Capital Projects	-	37,661,106	-	-	-	-	-	37,661,106
Child Nutrition	-	-	-	-	8,874,614	-	-	8,874,614
Total Restricted	-	37,661,106	2,079,140	12,470,623	8,874,614	-	3,305,168	64,390,651
Assigned								
Coverage of medical claims	6,250,000	-	-	-	-	-	-	6,250,000
Coverage of risk management claims	4,000,000	-	-	-	-	-	-	4,000,000
Facilities	1,250,000	-	-	-	-	-	-	1,250,000
Current operations	6,000,000	-	-	-	-	-	-	6,000,000
Special Revenue Fund								
Summer School	-	-	-	-	-	-	204,073	204,073
WBRH Radio Station	-	-	-	-	-	-	123,192	123,192
Total Assigned	17,500,000	-	-	-	-	-	327,265	17,827,265
Unassigned	53,267,504	-	-	-	-	(4,760,502)	-	48,507,002
Total fund balances	\$ 70,908,765	\$ 37,661,106	\$ 2,079,140	\$ 12,470,623	\$ 10,159,548	\$ (4,760,502)	\$ 3,632,433	\$ 132,151,113

The Flood Relief Capital Projects Fund had a deficit in unassigned fund balance \$4,760,502 for the year ended June 30, 2018. This deficit in fund balance should be covered by future receipts from FEMA under the Public Assistance Program. If amounts recovered from FEMA are insufficient to cover the deficit (as well as any future deficits as a result of disallowed costs), then amounts will need to be transferred from the general fund in order to cover the deficits or shortfalls.

Governmental Fund existing resources will be used to satisfy encumbrances, therefore, the following amounts are included in restricted, committed, or assigned fund balances at June 30, 2018:

General Fund	\$ 3,927,852
Title I	6,419
Proposition 1 Capital Projects	32,100,144
Proposition 2 Discipline	23,417
Child Nutrition	545,529
Flood Relief Capital Projects	9,839,938
Other Non-major Governmental	228,481
Total governmental fund encumbrances	<u>\$ 46,671,780</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

16. EDUCATION EXCELLENCE FUND

Pursuant to Act #161 of the 2002 First Extraordinary Session of the Legislature, the State of Louisiana established the Education Excellence Fund (EEF) for the oversight, appropriation, and disposition of proceeds from the tobacco settlements. These funds are dedicated for use in educational programs, and are available to local school districts, subject to the approval of an expenditure plan by the Louisiana Department of Education. The funds are held and invested by the Treasurer of the State of Louisiana on behalf of local school districts and are disbursed in accordance with approved expenditure plans. At June 30, 2018, the School System's EEF funds invested through the Treasurer totaled approximately \$111,700. These funds are recognized as revenue to the School System upon submission and subsequent approval of an annual expenditure plan. The School System expended approximately \$662,500 during the 2017-2018 fiscal year in accordance with its respective expenditure plan.

17. RECOVERY SCHOOL DISTRICT

The Board of Elementary and Secondary Education (BESE) previously placed eight (8) School System schools under the jurisdiction of the Recovery School District (RSD) as provided by law. The schools are as follows: (1) Prescott Middle School, (2) Glen Oaks Middle School, (3) Capitol High School, (4) Dalton Elementary, (5) Lanier Elementary, (6) Crestworth Middle, (7) Kenilworth Middle, and (8) Istrouma High School. However, it should be noted that BESE placed Istrouma High back under the jurisdiction of the School System in 2015-2016. On May 19, 2016, the School System approved a \$21.4 million budget to renovate Istrouma High, which was opened in August 2017. This project was funded by the Proposition 1, Capital Projects Fund.

The RSD, pursuant to La. R.S. 17:1990(B)(3), is empowered to require the School System to provide school support services and student support services for a school transferred from its jurisdiction to the jurisdiction of the RSD, including but not limited to student transportation, school food services and student assessment for special education eligibility. The RSD reimburses the School System for the actual cost of services, which affects various expenditure line items.

During the year ended June 30, 2018, the School System was reimbursed \$456,569 for services provided to these schools. An appropriation of \$16,072,002 has been recorded for the RSD schools at June 30, 2018 to record the transfer of sales and ad valorem taxes.

18. TAX REVENUES ABATED

The Louisiana Industrial Ad Valorem Tax Exemption program (Louisiana Administrative Code, Title 13, Chapter 5) is a state incentive program which abates, up to ten years, local ad valorem taxes on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. Applications to exempt qualified property for five years are approved by the Board of Commerce and Industry. The exemption may be renewed for an additional five years. For the fiscal year ending June 30, 2018, \$16,900,000 in East Baton Rouge Parish School System ad valorem tax revenues were abated by the state of Louisiana through the Louisiana Industrial Ad Valorem Tax Exemption program.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

19. DISAGGREGATION OF ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts, salaries and other payables as of June 30, 2018, were as follows:

<u>Governmental Funds</u>	
Vendors	\$ 19,246,289
Retainage payable	1,353,296
Sales tax payable	307,097
Other payables	<u>1,718,283</u>
Total governmental fund liabilities	<u>\$ 21,289,460</u>
 <u>Internal Service Funds</u>	
Vendors	\$ 1,335,505

20. APPROPRIATIONS TO CHARTER SCHOOLS

Appropriations to Type 1 and Type 2 Charter Schools during the year ended June 30, 2018 were as

	<u>General Fund</u>	<u>Child Nutrition</u>	<u>Total</u>
Type I Charter Schools - state local			
Community School for Apprenticeship	\$ 2,836,837	\$ 118,840	\$ 2,955,677
Helix Network of Educational Choices	6,271,021	37,963	6,308,984
Inspire Charter Academy, Inc.	7,954,938	44,338	7,999,276
J.K. Haynes Charter School	2,936,735	254,411	3,191,146
School for a New Millennium	2,556,096	15,777	2,571,873
South Louisiana Charter Foundation	<u>7,049,829</u>	<u>39,329</u>	<u>7,089,158</u>
Subtotal - Type I Charter Schools	<u>29,605,456</u>	<u>510,658</u>	<u>30,116,114</u>
Type 2 Charter Schools - local			
Madison Prep	4,167,330	-	4,167,330
Lycee Francais	7,721	-	7,721
Louisiana Key Academy	1,721,783	-	1,721,783
Baton Rouge Charter Academy	5,250,280	-	5,250,280
Delta Charter School	11,582	-	11,582
Impact Charter	1,588,398	-	1,588,398
Advantage Charter Academy	1,736,009	-	1,736,009
Iberville Charter Academy	11,582	-	11,582
Lafayette Renaissance	3,861	-	3,861
Willow Charter Academy	23,163	-	23,163
GEO Academies EBR	2,019,042	-	2,019,042
Laurel Oaks	548,191	-	548,191
Apex Collegiate Academy	853,171	-	853,171
Collegiate	926,520	-	926,520
Baton Rouge University Prep	2,081,637	-	2,081,637
Louisiana Virtual Charter Academy	778,650	-	778,650
University View Academy	<u>1,487,409</u>	<u>-</u>	<u>1,487,409</u>
Subtotal - Type 2 Charter Schools	<u>23,216,329</u>	<u>-</u>	<u>23,216,329</u>
Grand Total	<u>\$ 52,821,785</u>	<u>\$ 510,658</u>	<u>\$ 53,332,443</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

21. **AGENCY FUNDS**

A summary of the changes in agency funds (amounts due to others) is as follows:

	<u>Consolidated Payroll Fund</u>	<u>School Activity Fund</u>	<u>Truancy Assessment and Service Center Fund</u>	<u>Agency Fund Total</u>
Balance at June 30, 2017	\$ 18,470,208	\$ 5,391,987	\$ 109,876	\$ 23,972,071
Additions	560,071,768	11,837,769	320,713	572,230,250
Deductions	<u>(560,049,572)</u>	<u>(11,350,470)</u>	<u>(235,713)</u>	<u>(571,635,755)</u>
Balance at June 30, 2018	\$ <u>18,492,404</u>	\$ <u>5,879,286</u>	\$ <u>194,876</u>	\$ <u>24,566,566</u>

During the year ended June 30, 2018, a certain number of the school activity funds and accounts experienced losses due to fraud, misuse, or mismanagement on the part of school administrators. Estimates of the losses range from \$75,000 to \$115,000. The School System is seeking avenues for restitution of these losses; however, if such restitution efforts are unsuccessful, the general fund may need to cover at least a portion of the losses.



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EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2018

Financial statement reporting date	6/30/2018
Measurement date	6/30/2018
Service cost	\$ 6,798,646
Interest	15,127,048
Differences between expected and actual experience	(11,141,323)
Benefit payments	<u>(18,304,488)</u>
Net change in total OPEB liability	(7,520,117)
Total OPEB liability - beginning	<u>411,075,595</u>
Total OPEB liability - ending	<u><u>\$ 403,555,478</u></u>
Covered payroll	\$ 189,487,389
Total OPEB liability as a percentage of covered payroll	212.97%

This schedule is intended to report information for 10 years. Additional years will be displayed as they become available.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB 75 for this OPEB plan.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF THE SCHOOL SYSTEM'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY FOR THE RETIREMENT SYSTEMS

<u>Proportion of net pension liability (asset)</u>		<u>Proportionate share of net pension liability (asset)</u>	<u>Employer's Covered payroll</u>	<u>Proportionate share of the net pension liability as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
<u>TRSL</u>					
2018	5.1370%	\$ 526,644,875	\$ 230,836,173	228.1466%	65.60%
2017	5.1642%	606,120,770	234,597,693	258.3660%	59.90%
2016	5.1919%	558,252,109	231,314,955	241.3885%	62.50%
2015	5.0802%	519,267,765	226,547,533	229.2092%	63.70%
<u>LSERS</u>					
2018	4.7118%	30,163,594	13,531,562	222.9127%	75.03%
2017	4.2610%	34,897,447	13,195,110	264.4726%	70.09%
2016	4.6742%	29,640,675	13,124,380	225.8444%	74.49%
2015	4.5931%	26,625,308	12,914,936	206.1590%	76.18%
<u>LASERS</u>					
2018	0.0206%	1,449,999	409,969	353.6850%	62.50%
2017	0.0196%	1,538,393	398,569	385.9791%	57.70%
2016	0.0196%	1,335,408	367,312	363.5623%	62.70%
2015	0.0103%	646,674	238,887	270.7029%	65.00%

(*) The amounts presented have a measurement date of the previous fiscal year end.

This schedule is intended to report information for 10 years. Additional years will be displayed as they become available.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF EMPLOYER CONTRIBUTIONS TO THE RETIREMENT SYSTEMS

	Contractually Required Contribution ¹	Contributions in relation to the actuarially determined Contribution ²	Contribution deficiency/ (excess)	Covered payroll ³	Contributions as a percentage of Covered Payroll
<u>TRSL</u>					
2018	\$ 62,454,773	\$ 62,454,773	\$ -	\$ 234,325,503	26.6530%
2017	58,917,148	58,917,148	-	230,836,173	25.5234%
2016	61,857,996	61,857,996	-	234,597,693	26.3677%
2015	64,884,522	64,884,522	-	231,314,955	28.0503%
<u>LSERS</u>					
2018	3,477,245	3,477,245	-	12,877,335	27.0028%
2017	3,694,117	3,694,117	-	13,531,562	27.3000%
2016	3,984,923	3,984,923	-	13,195,110	30.2000%
2015	4,331,045	4,331,045	-	13,124,380	33.0000%
<u>LASERS</u>					
2018	164,435	164,435	-	433,864	37.9001%
2017	146,534	146,533	-	409,969	37.7427%
2016	148,268	148,268	-	398,569	37.2001%
2015	136,883	136,883	-	367,312	37.2661%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

For reference only:

¹ Employer contribution rate multiplied by employer's covered payroll

² Actual employer contributions remitted to LASERS

³ Employer's covered payroll amount for the fiscal year ended June 30 of each year

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

BUDGETARY COMPARISON SCHEDULES
MAJOR FUND DESCRIPTIONS

Budgetary comparison schedules are reported for the following General and Special Revenue Funds:

GENERAL FUND

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

TITLE I FUND

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

PROPOSITION 2 - DISCIPLINE FUND

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

PROPOSITION 3 - COMPENSATION FUND

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

CHILD NUTRITION FUND

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

FLOOD RELIEF CAPITAL PROJECTS FUND

Flood Capital Projects Fund accounts for the proceeds of funds received from FEMA and insurance as part of a plan to rebuild school facilities damaged in the Flood of 2016.

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****GENERAL FUND****BUDGETARY COMPARISON SCHEDULE****FISCAL YEAR ENDED JUNE 30, 2018**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ 158,800,000	\$ 161,700,000	\$ 162,790,497	\$ 1,090,497
Sales and use taxes	95,375,000	97,650,000	95,735,935	(1,914,065)
Earnings on investments	925,000	1,200,000	1,248,384	48,384
Extended day program tuition	800,000	800,000	1,236,307	436,307
Other	3,987,000	4,943,749	5,565,249	621,500
State sources:				
Unrestricted state sources - other	162,386,255	163,889,753	163,533,183	(356,570)
Revenue sharing	4,005,000	4,000,000	4,028,980	28,980
Restricted grants-in-aid	290,000	290,000	263,843	(26,157)
Federal grants	800,000	800,000	896,458	96,458
TOTAL REVENUES	427,368,255	435,273,502	435,298,836	25,334
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	138,072,519	137,381,991	137,364,607	17,384
Special education programs	53,849,025	53,081,594	52,888,149	193,445
Other education programs	20,984,334	21,136,097	21,744,648	(608,551)
Support:				
Pupil support services	27,984,985	28,975,044	29,049,518	(74,474)
Instructional staff services	11,534,137	12,567,897	12,198,369	369,528
General administration services	11,053,727	11,419,480	11,389,242	30,238
School administration services	23,854,611	23,500,537	24,231,100	(730,563)
Business and central services	14,203,323	12,791,634	12,631,588	160,046
Plant operations and maintenance	41,759,597	40,707,438	40,824,414	(116,976)
Transportation	31,502,758	32,195,669	30,090,447	2,105,222
Appropriations:				
Charter schools - Type 1 (State/Local)	31,281,098	29,862,593	29,605,456	257,137
Charter schools - Type 2 (Local)	19,970,465	23,559,205	23,216,329	342,876
Office of Juvenile Justice	163,059	145,789	145,811	(22)
Recovery School District	16,364,856	16,332,645	16,072,002	260,643
Community service operations and operations	12,350	12,350	12,350	-
Facilities acquisition	-	280,308	334,645	(54,337)
Debt service - Principal retirement	2,784,562	2,784,562	2,784,561	1
Debt service - Interest and bank charges	377,000	377,000	376,893	107
TOTAL EXPENDITURES	445,752,406	447,111,833	444,960,129	2,151,704
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(18,384,151)	(11,838,331)	(9,661,293)	2,177,038
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	3,600,000	3,000,000	3,435,173	435,173
Transfers out	(4,200,000)	(4,200,000)	(3,832,427)	367,573
TOTAL OTHER FINANCING SOURCES (USES)	(600,000)	(1,200,000)	(397,254)	802,746
NET CHANGE IN FUND BALANCE	(18,984,151)	(13,038,331)	(10,058,547)	2,979,784
Fund balance, June 30, 2017	72,077,607	80,967,312	80,967,312	-
FUND BALANCE, JUNE 30, 2018	\$ 53,093,456	\$ 67,928,981	\$ 70,908,765	\$ 2,979,784

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****TITLE I FUND****BUDGETARY COMPARISON SCHEDULE****FISCAL YEAR ENDED JUNE 30, 2018**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Federal grants	\$ 27,483,715	\$ 27,483,715	\$ 20,713,589	\$ (6,770,126)
TOTAL REVENUES	27,483,715	27,483,715	20,713,589	(6,770,126)
<u>EXPENDITURES</u>				
Instruction:				
Other education programs	17,251,195	17,251,195	13,080,743	4,170,452
Support:				
Pupil support services	1,113,950	1,113,950	1,171,627	(57,677)
Instructional staff services	5,334,576	5,334,576	4,107,108	1,227,468
General administrative services	11,000	11,000	19,516	(8,516)
School administration	173,583	173,583	123,510	50,073
Business and central services	80,202	80,202	22,624	57,578
Plant operations and maintenance	324,889	324,889	237,934	86,955
Transportation	811,750	811,750	157,654	654,096
TOTAL EXPENDITURES	25,101,145	25,101,145	18,920,716	6,180,429
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,382,570	2,382,570	1,792,873	(589,697)
<u>OTHER FINANCING USES</u>				
Transfers out	(2,382,570)	(2,382,570)	(1,792,873)	589,697
TOTAL OTHER FINANCING USES	(2,382,570)	(2,382,570)	(1,792,873)	589,697
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund balance, June 30, 2017	-	-	-	-
FUND BALANCE, JUNE 30, 2018	\$ -	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****PROPOSITION 2 - DISCIPLINE FUND****BUDGETARY COMPARISON SCHEDULE****FISCAL YEAR ENDED JUNE 30, 2018**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 6,700,209	\$ 6,660,450	\$ 6,694,378	\$ 33,928
Earnings on investments	4,791	5,904	7,532	1,628
TOTAL REVENUES	6,705,000	6,666,354	6,701,910	35,556
<u>EXPENDITURES</u>				
Instruction:				
Other education programs	4,921,300	3,941,534	3,862,121	79,413
Support:				
Pupil support services	1,910,000	1,861,223	1,853,408	7,815
Instructional staff services	81,120	317,669	348,265	(30,596)
General administration services	71,350	65,084	71,137	(6,053)
School administration services	387,500	393,751	386,663	7,088
Plant operations and maintenance	104,530	73,350	48,007	25,343
Transportation	-	-	1,755	(1,755)
TOTAL EXPENDITURES	7,475,800	6,652,611	6,571,356	81,255
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(770,800)	13,743	130,554	116,811
Fund balance, June 30, 2017	1,948,586	1,948,586	1,948,586	-
FUND BALANCE, JUNE 30, 2018	\$ 1,177,786	\$ 1,962,329	\$ 2,079,140	\$ 116,811

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****PROPOSITION 3 - COMPENSATION FUND****BUDGETARY COMPARISON SCHEDULE****FISCAL YEAR ENDED JUNE 30, 2018**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 34,500,000	\$ 34,135,083	\$ 34,308,821	\$ 173,738
Earnings on investments	62,000	62,056	48,178	(13,878)
Other	-	-	34,967	34,967
TOTAL REVENUES	34,562,000	34,197,139	34,391,966	194,827
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs	16,785,985	16,138,047	15,652,614	485,433
Special education programs	6,720,600	6,593,468	6,429,626	163,842
Other education programs	2,571,550	2,333,599	2,338,855	(5,256)
Support:				
Pupil support services	2,978,700	2,963,885	3,001,460	(37,575)
Instructional staff services	1,305,000	1,369,864	1,345,968	23,896
General administration services	834,400	448,574	479,950	(31,376)
School administration services	2,241,800	2,411,292	2,423,175	(11,883)
Business and central services	1,036,000	847,172	853,579	(6,407)
Plant operations and maintenance	46,570	40,455	40,454	1
Transportation	1,972,840	1,726,459	1,723,078	3,381
TOTAL EXPENDITURES	36,493,445	34,872,815	34,288,759	584,056
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,931,445)	(675,676)	103,207	778,883
Fund balance, June 30, 2017	12,367,416	12,367,416	12,367,416	-
FUND BALANCE, JUNE 30, 2018	\$ 10,435,971	\$ 11,691,740	\$ 12,470,623	\$ 778,883

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****CHILD NUTRITION FUND****BUDGETARY COMPARISON SCHEDULE****FISCAL YEAR ENDED JUNE 30, 2018**

	Original	Final	Actual	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Other	\$ 678,300	\$ 790,808	\$ 710,450	\$ (80,358)
State sources:				
Unrestricted grants-in-aid, MFP	2,500,000	2,500,000	2,500,000	-
Federal grants	25,900,000	26,400,000	27,927,702	1,527,702
TOTAL REVENUES	29,078,300	29,690,808	31,138,152	1,447,344
<u>EXPENDITURES</u>				
Salaries and wages	10,272,260	10,774,150	10,984,384	(210,234)
Employee benefits	6,804,521	6,521,867	6,636,231	(114,364)
Utilities	561,000	549,000	522,720	26,280
Professional fees	3,500	7,495	7,495	-
Food purchases	10,700,000	8,700,000	9,068,919	(368,919)
Equipment	1,480,000	1,502,000	1,055,293	446,707
Repairs and maintenance	375,253	376,000	481,238	(105,238)
Materials and supplies	1,492,000	1,375,000	881,554	493,446
Other	351,000	267,500	279,515	(12,015)
Appropriations-charter schools	400,000	425,000	510,658	(85,658)
TOTAL EXPENDITURES	32,439,534	30,498,012	30,428,007	70,005
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(3,361,234)	(807,204)	710,145	1,517,349
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	(38,924)	(38,900)	(38,924)	(24)
TOTAL OTHER FINANCING SOURCES (USES)	(38,924)	(38,900)	(38,924)	(24)
NET CHANGE IN FUND BALANCE	(3,400,158)	(846,104)	671,221	1,517,325
Fund balance, June 30, 2017	9,488,327	9,488,327	9,488,327	-
FUND BALANCE, JUNE 30, 2018	\$ 6,088,169	\$ 8,642,223	\$ 10,159,548	\$ 1,517,325

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

1. BUDGET AND BUDGETARY ACCOUNTING

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

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

The Capital Projects Fund's budget is adopted on a project basis, since such projects may be started and completed at any time during the year or may extend beyond one fiscal year and is not required to be presented as supplementary information and therefore not included in these statements.

Prior to September 15, the Superintendent submits to the Finance Committee a proposed annual appropriated budget for the General Fund for the fiscal year commencing the prior July 1. Public hearings are conducted to obtain taxpayer comments. Upon submission to the Board, the General Fund budget is legally enacted through adoption by the Board. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. For the Capital Projects Fund, the level of budget control is at the fund, department or project level, and expenditures/encumbrances by policy should not exceed appropriations. The School System approves budgets at the fund level, and the Superintendent is authorized to transfer amounts between line items within any fund.

Budgets are prepared on the modified accrual basis of accounting. Unencumbered appropriations in the General Fund lapse at the end of the fiscal year. Encumbered appropriations at year end that have been approved by the Board are generally expended during the next fiscal year's operations, assuming that the underlying liability is ultimately incurred. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the School System to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School System amended its General Fund budget once during the year, reflecting an increase of total budgeted revenues of approximately \$7.9 million and an increase of total budgeted expenditures of approximately \$1.4 million.

Special Revenue Funds' budgets that are not grant-oriented have annual appropriated budgets adopted prior to September 15 by the Board. Grant Funds are included in Special Revenue Funds, and their budgets are adopted at the time the grant applications are approved by the grantor. Unencumbered appropriations of grant-oriented Special Revenue Funds are reappropriated at the beginning of the following fiscal year. Unencumbered appropriations of certain nongrant-oriented Special Revenue Funds lapse at the end of the fiscal year. Special Revenue Funds' budgets were amended for insignificant amounts as necessary to comply with state law.

2. CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED PENSION PLANS

Changes of Benefit Terms include:

Following is a listing of changes in benefit terms, as applicable, for the three pension plans for the years presented.

Teachers Retirement System of Louisiana and Louisiana State Employees' Retirement System

2016 - Act 93 of the 2016 provides for a 1.5% permanent benefit increase on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16 for those retired on or before 6/30/15 who are at least the age of 60.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

2. **CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED PENSION PLANS** (continued)

Changes of Benefit Terms include: (continued)

Louisiana School Employees Retirement System

2016 - Act 93 of the 2016 provides for an up to 2.0% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16.

Louisiana State Employees' Retirement System

2016 - The Harbor Police Retirement System transferred into LASERS in 2016 that resulted in a change in benefit terms.

Changes of Assumptions

The following discount rate changes were made to the pension plans identified in the following table:

Discount Rate:

<u>Year (*)</u>	<u>Rate</u>	<u>Change</u>
TRSL		
2017	7.700%	-0.050%
2016	7.750%	-
2015	7.750%	
LSERS		
2017	7.125%	0.000%
2016	7.125%	0.125%
2015	7.000%	
LASERS		
2017	7.700%	-0.050%
2016	7.750%	-
2015	7.750%	

(*) The amounts presented have a measurement date of the previous fiscal year end.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

2. **CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO DEFINED PENSION PLANS** (continued)

Changes of Assumptions (continued)

The following inflation rate changes were made to the pension plans identified in the following table:

Inflation Rate:

<u>Year (*)</u>	<u>Rate</u>	<u>Change</u>
LSERS		
2016	2.625%	-0.125%
2015	2.750%	
LASERS		
2017	2.750%	-0.250%
2016	3.000%	

The following changes to projected salary increases were made to the pension plans identified in the following table:

Salary Increases:

<u>Year (*)</u>	<u>Range</u>
LASERS	
2017	2.80% to 14.30% for various member types
2016	3.00% to 14.50% for various member types
LSERS	
2017	3.075% to 5.375%
2016	3.200% to 5.500%

(*) The amounts presented have a measurement date of the previous fiscal year end.

3. **CHANGES IN BENEFIT TERMS AND ASSUMPTIONS RELATED TO HEALTH PLAN**

Benefit changes: There were no changes in benefit terms for the year ended June 30, 2018.

Changes in assumptions: There were no changes in assumptions for the year ended June 30, 2018.



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NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

TITLE II

Title II increases student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools. The program also holds local educational agencies and schools accountable for improvements in student academic achievement.

EXCEPTIONAL EDUCATION PROGRAM

The *Individuals with Disabilities Act (IDEA)* is a federally-financed program providing free appropriate education for all identified handicapped children from 3 to 21 years of age in the least restrictive environment. High Cost Services funding addresses concerns that costs for services for children with the most significant disabilities negatively impact the resources of districts, thus making it difficult to provide individualized support and services necessary for students to thrive in the education setting.

GEAR UP BATON ROUGE

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

STATE GRANTS

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

ALCOHOL AND DRUG ABUSE

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

CAREER AND TECHNICAL EDUCATION

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

TITLE X – HOMELESS

The *Homeless Fund* ensures that all homeless children and youth have equal access to the same free, appropriate public education available to other children. The *Education for Homeless Children and Youth* program provides assistance to States, Outlying Areas, and the Bureau of Indian Education (BIE) to: (1) establish or designate an Office of Coordinator of Education of Homeless Children and Youths; (2) develop and carry out a State plan for the education of homeless children; and (3) make subgrants to local educational agencies to support the education of those children.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

GEAUX CLEAN

Authority for Clean Diesel funding comes from the Diesel Emissions Reduction Act, part of the Energy Policy Act of 2005. As stipulated in the Act:

- Seventy percent of the DERA appropriation is to be used for national competitive grants and rebates to fund projects that use EPA or California Air Resources Board (CARB) verified or certified diesel emission reduction technologies.
- Thirty percent of the DERA appropriation is allocated to the states and territories to fund programs for clean diesel projects. Base funding is distributed to states and territories using a formula based on overall participation. Additional incentive funding is available to states and territories that provide matching funds.

Diesel Emissions Reduction Act Grants (DERA 2012-2016): The Diesel Emissions Reduction Act of 2010 (PDF)(7 pp, 133 K, January 2011, About PDF) reauthorized DERA grants to eligible entities for projects that reduce emissions from existing diesel engines. The bill authorizes up to \$100 million annually for FY2012 through FY2016 and allows for new funding mechanisms, including rebates.

The School System will use these funds to purchase clean-burning buses that produce less exhaust.

SCHOOL SAFETY

The *School Safety Fund* is a federal grant awarded by the National Institute of Justice to the School System to complete the research project entitled Assessing a school, justice, and behavioral health collaborative approach to improving school safety.

TEMPORARY ASSISTANCE FOR NEEDY FAMILIES

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

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

CONTINUING EDUCATION

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

MAGNET SCHOOL ASSISTANCE PROGRAM

The Magnet Schools Assistance program provides grants to eligible local educational agencies to establish and operate magnet schools that are operated under a court-ordered or federally approved voluntary desegregation plan. These grants assist in the desegregation of public schools by supporting the elimination, reduction, and prevention of minority group isolation in elementary and secondary schools with substantial numbers of minority group students. In order to meet the statutory purposes of the program, projects also must support the development and implementation of magnet schools that assist in the achievement of systemic reforms and provide all students with the opportunity to meet challenging academic content and student academic achievement standards. Projects support the development and design of innovative education methods and practices that promote diversity and increase choices in public education programs. The program supports capacity development, the ability of a school to help all its students meet more challenging standards, through professional development and other activities that will enable the continued operation of the magnet schools at a high performance level after funding ends. Finally, the program supports the implementation of courses of instruction in magnet schools that strengthen students' knowledge of academic subjects and their grasp of tangible and marketable vocational skills.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

LOCAL GRANTS

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

TITLE IV

The Every Student Succeeds Act (ESSA) was signed into law in December 2015. It reauthorized the Elementary and Secondary Education Act of 1965 (ESEA). Newly authorized under subpart 1 of Title IV, Part A of the ESEA is the Student Support and Academic Enrichment (SSAE) program. The SSAE program is intended to improve students' academic achievement by increasing the capacity of State educational agencies (SEAs), local educational agencies (LEAs), and local communities to provide all students with access to a well-rounded education; improve school conditions for student learning; and improve the use of technology to improve the academic achievement and digital literacy of all students.

SUMMER SCHOOL

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

DIPLOMAS NOW

The *Diplomas Now Fund* is used to account for federal funding to be used for the participation in the Diplomas Now Secondary School Turnaround Evaluation Project with MDRC, a Delaware not-for-profit corporation.

WBRH RADIO STATION TRAINING PROGRAM

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

TECHNOLOGY LITERACY CHALLENGE (Title III)

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

BATON ROUGE PERFORMANCE PARTNERSHIP

The *Baton Rouge Performance Partnership Pilot* is for Disconnected Youth offering a unique opportunity to test innovative, cost-effective, and outcome-focused strategies for improving results for disconnected youth.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

STRIVING READERS COMPREHENSIVE LITERACY

The *Striving Readers Fund* is used to increase literacy achievement for all students in federal systems, birth through grade 12. The funds are used to create sustainable systems that support implementation of Common Core State Standards and focus on: (1) School Leader and Teacher Learning Targets; (2) Assessment and Curriculum; (3) School and Teacher Collaboration; and (4) Compass Observation and Feedback.



Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****NON-MAJOR GOVERNMENTAL FUNDS-****COMBINING BALANCE SHEET****JUNE 30, 2018**

	Title II	Exceptional Education Program	Gear Up Baton Rouge	State Grants
<u>ASSETS</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Receivables:				
Accounts	-	-	-	674
Due from other governments	769,071	1,316,788	139,354	675,986
TOTAL ASSETS	<u>\$ 769,071</u>	<u>\$ 1,316,788</u>	<u>\$ 139,354</u>	<u>\$ 676,660</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 169,914	\$ 125,086	\$ 467	\$ 95,785
Salaries payable	-	-	381	-
Due to other funds	599,156	1,191,702	138,506	426,704
Unearned revenues	1	-	-	-
TOTAL LIABILITIES	<u>769,071</u>	<u>1,316,788</u>	<u>139,354</u>	<u>522,489</u>
Fund balances:				
Restricted	-	-	-	154,171
Assigned	-	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,171</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 769,071</u>	 <u>\$ 1,316,788</u>	 <u>\$ 139,354</u>	 <u>\$ 676,660</u>

Alcohol and Drug Abuse	Career and Technical Education	Title X	Geaux Clean	School Safety	Temporary Assistance For Needy Families	Continuing Education
\$ 2,988,216	\$ -	\$ -	\$ -	\$ 57,600	\$ -	\$ -
5,693	897	500	-	-	184	-
-	147,720	84,503	-	-	700,181	84,322
<u>\$ 2,993,909</u>	<u>\$ 148,617</u>	<u>\$ 85,003</u>	<u>\$ -</u>	<u>\$ 57,600</u>	<u>\$ 700,365</u>	<u>\$ 84,322</u>
\$ 10,640	\$ -	\$ 7,325	\$ -	\$ -	\$ 12,297	\$ 7,276
-	-	-	-	-	-	-
-	148,617	77,678	-	-	688,068	77,046
1,900	-	-	-	-	-	-
<u>12,540</u>	<u>148,617</u>	<u>85,003</u>	<u>-</u>	<u>-</u>	<u>700,365</u>	<u>84,322</u>
2,981,369	-	-	-	57,600	-	-
-	-	-	-	-	-	-
<u>2,981,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,600</u>	<u>-</u>	<u>-</u>
<u>\$ 2,993,909</u>	<u>\$ 148,617</u>	<u>\$ 85,003</u>	<u>\$ -</u>	<u>\$ 57,600</u>	<u>\$ 700,365</u>	<u>\$ 84,322</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****NON-MAJOR GOVERNMENTAL FUNDS-****COMBINING BALANCE SHEET****JUNE 30, 2018**

	Magnet Schools Assistance Program	Local Grants	Title IV	Summer School
<u>ASSETS</u>				
Cash	\$ -	\$ 89,199	\$ -	\$ 218,948
Receivables:				
Accounts	1,377	25,393	145	2,000
Due from other governments	300,851	-	90,493	-
TOTAL ASSETS	<u>\$ 302,228</u>	<u>\$ 114,592</u>	<u>\$ 90,638</u>	<u>\$ 220,948</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 66,960	\$ 2,564	\$ 44,137	\$ 16,875
Salaries payable	-	-	-	-
Due to other funds	235,268	-	46,501	-
Unearned revenues	-	-	-	-
TOTAL LIABILITIES	<u>302,228</u>	<u>2,564</u>	<u>90,638</u>	<u>16,875</u>
Fund balances:				
Restricted	-	112,028	-	-
Assigned	-	-	-	204,073
TOTAL FUND BALANCES	<u>-</u>	<u>112,028</u>	<u>-</u>	<u>204,073</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 302,228</u>	 <u>\$ 114,592</u>	 <u>\$ 90,638</u>	 <u>\$ 220,948</u>

Diplomas Now	WBRH Radio Station Training Program	Technology Literacy Challenge (Title III)	Baton Rouge Performance Partnership	Striving Readers Comprehensive Literacy	Total
\$ 18	\$ 130,095	\$ -	\$ -	\$ -	\$ 3,484,076
-	-	-	-	-	36,863
-	-	47,654	4,875	-	4,361,798
<u>\$ 18</u>	<u>\$ 130,095</u>	<u>\$ 47,654</u>	<u>\$ 4,875</u>	<u>\$ -</u>	<u>\$ 7,882,737</u>
\$ -	\$ 6,903	\$ 1,478	\$ -	\$ -	\$ 567,707
-	-	-	-	-	381
-	-	46,176	4,875	-	3,680,297
18	-	-	-	-	1,919
<u>18</u>	<u>6,903</u>	<u>47,654</u>	<u>4,875</u>	<u>-</u>	<u>4,250,304</u>
-	-	-	-	-	3,305,168
-	123,192	-	-	-	327,265
-	123,192	-	-	-	3,632,433
<u>\$ 18</u>	<u>\$ 130,095</u>	<u>\$ 47,654</u>	<u>\$ 4,875</u>	<u>\$ -</u>	<u>\$ 7,882,737</u>

(Concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****NON-MAJOR GOVERNMENTAL FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE****FISCAL YEAR ENDED JUNE 30, 2018**

	Title II	Exceptional Education Program	Gear Up Baton Rouge	State Grants
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
State and federal:				
Other state support	-	-	-	4,455,282
Federal grants	2,748,843	10,883,910	151,547	-
TOTAL REVENUES	<u>2,748,843</u>	<u>10,883,910</u>	<u>151,547</u>	<u>4,455,282</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular education programs	-	-	118,833	381,971
Special education programs	-	1,151,237	-	-
Other education programs	26,867	-	-	2,966,242
Support:				
Pupil support services	-	2,016,126	-	153,875
Instructional staff services	2,482,609	6,508,606	28,030	719,502
Administrative	5,825	9,958	-	-
Business and central services	-	7,265	-	92,318
Plant operations and maintenance	-	15,385	-	-
Transportation	-	238,667	3,095	22,346
Child nutrition	-	-	1,589	-
TOTAL EXPENDITURES	<u>2,515,301</u>	<u>9,947,244</u>	<u>151,547</u>	<u>4,336,254</u>
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>233,542</u>	<u>936,666</u>	<u>-</u>	<u>119,028</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	-	-	-
Transfers out	<u>(233,542)</u>	<u>(936,666)</u>	<u>-</u>	<u>(23,777)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(233,542)</u>	<u>(936,666)</u>	<u>-</u>	<u>(23,777)</u>
NET CHANGE IN FUND BALANCE	-	-	-	95,251
Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,920</u>
FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 154,171</u>

Alcohol and Drug Abuse	Career and Technical Education	Title X	Geaux Clean	School Safety	Temporary Assistance For Needy Families	Continuing Education
\$ 2,675,959	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
33,926	-	-	-	-	-	-
-	-	-	-	-	-	-
-	620,843	106,680	539,513	120,000	3,973,494	610,328
2,709,885	620,843	106,680	539,513	120,000	3,973,494	610,328
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	581,757	75,066	-	-	3,353,143	579,739
1,984,763	-	15,018	-	-	17,007	-
6,015	34,491	-	-	62,400	194,821	2,000
74,952	160	-	-	-	400,151	-
7,006	3,468	15	-	-	8,210	-
21,479	-	-	-	-	-	-
608	967	7,334	489,862	-	161	-
-	-	-	-	-	-	-
2,094,823	620,843	97,433	489,862	62,400	3,973,493	581,739
615,062	-	9,247	49,651	57,600	1	28,589
-	-	-	-	-	-	-
(147,274)	-	(9,247)	(49,651)	-	(1)	(28,589)
(147,274)	-	(9,247)	(49,651)	-	(1)	(28,589)
467,788	-	-	-	57,600	-	-
2,513,581	-	-	-	-	-	-
\$ 2,981,369	\$ -	\$ -	\$ -	\$ 57,600	\$ -	\$ -

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****NON-MAJOR GOVERNMENTAL FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE****FISCAL YEAR ENDED JUNE 30, 2018**

	Magnet Schools Assistance Program	Local Grants	Title IV	Summer School
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Other	-	231,246	-	166,336
State and federal:				
Other state support	-	-	-	-
Federal grants	1,069,866	-	367,632	-
TOTAL REVENUES	1,069,866	231,246	367,632	166,336
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular education programs	568,793	16,652	-	-
Special education programs	-	-	-	-
Other education programs	-	219,263	181,331	160,130
Support:				
Pupil support services	-	-	132,206	-
Instructional staff services	399,346	194,290	22,228	-
Administrative	-	1,094	-	-
Business and central services	8,990	1,355	-	605
Plant operations and maintenance	-	-	-	-
Transportation	-	411	-	-
Child nutrition	-	-	-	-
TOTAL EXPENDITURES	977,129	433,065	335,765	160,735
(DEFICIENCY) EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	92,737	(201,819)	31,867	5,601
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	200,000	-	-
Transfers out	(92,737)	-	(31,867)	-
TOTAL OTHER FINANCING SOURCES (USES)	(92,737)	200,000	(31,867)	-
NET CHANGE IN FUND BALANCE	-	(1,819)	-	5,601
Fund balance, June 30, 2017	-	113,847	-	198,472
FUND BALANCE, JUNE 30, 2018	\$ -	\$ 112,028	\$ -	\$ 204,073

Diplomas Now	WBRH Radio Station Training Program	Technology Literacy Challenge (Title III)	Baton Rouge Performance Partnership	Striving Readers Comprehensive Literacy	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,675,959
-	226,292	-	-	-	657,800
-	-	-	-	-	4,455,282
6,614	-	457,558	5,446	353,160	22,015,434
6,614	226,292	457,558	5,446	353,160	29,804,475
6,614	-	-	-	200,536	1,293,399
-	-	-	-	10,450	1,161,687
-	-	14,069	-	36,191	8,193,798
-	240,643	133,550	-	57,950	4,751,138
-	-	294,229	4,871	13,718	10,967,156
-	-	-	-	-	492,140
-	-	-	-	-	129,232
-	-	-	-	-	36,864
-	-	-	575	-	764,026
-	-	-	-	-	1,589
6,614	240,643	441,848	5,446	318,845	27,791,029
-	(14,351)	15,710	-	34,315	2,013,446
-	-	-	-	-	200,000
-	-	(15,710)	-	(34,315)	(1,603,376)
-	-	(15,710)	-	(34,315)	(1,403,376)
-	(14,351)	-	-	-	610,070
-	137,543	-	-	-	3,022,363
\$ -	\$ 123,192	\$ -	\$ -	\$ -	\$ 3,632,433

(Concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE II

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 6,010,002	\$ 2,748,843	\$ (3,261,159)
TOTAL REVENUES	<u>6,010,002</u>	<u>2,748,843</u>	<u>(3,261,159)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	3,000	26,867	(23,867)
Support:			
Instructional staff services	5,491,238	2,482,609	3,008,629
Administrative	10,000	5,825	4,175
Business and central services	-	-	-
Plant operations and maintenance	<u>1,000</u>	<u>-</u>	<u>1,000</u>
TOTAL EXPENDITURES	<u>5,505,238</u>	<u>2,515,301</u>	<u>2,989,937</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>504,764</u>	<u>233,542</u>	<u>(271,222)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(504,764)</u>	<u>(233,542)</u>	<u>271,222</u>
TOTAL OTHER FINANCING USES	<u>(504,764)</u>	<u>(233,542)</u>	<u>271,222</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund Balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - EXCEPTIONAL EDUCATION PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 15,098,102	\$ 10,883,910	\$ (4,214,192)
TOTAL REVENUES	<u>15,098,102</u>	<u>10,883,910</u>	<u>(4,214,192)</u>
<u>EXPENDITURES</u>			
Instruction:			
Special education programs	2,572,635	1,151,237	1,421,398
Support:			
Pupil support services	2,385,678	2,016,126	369,552
Instructional staff services	8,432,105	6,508,606	1,923,499
Administrative	12,000	9,958	2,042
Business and central services	80,000	7,265	72,735
Plant operations and maintenance	48,258	15,385	32,873
Transportation	270,220	238,667	31,553
TOTAL EXPENDITURES	<u>13,800,896</u>	<u>9,947,244</u>	<u>3,853,652</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u>1,297,206</u>	 <u>936,666</u>	 <u>(360,540)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	(1,297,206)	(936,666)	360,540
 TOTAL OTHER FINANCING USES	 <u>(1,297,206)</u>	 <u>(936,666)</u>	 <u>360,540</u>
 NET CHANGE IN FUND BALANCE	 -	 -	 -
 Fund Balance, June 30, 2017	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE, JUNE 30, 2018	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - GEAR UP BATON ROUGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 232,400	\$ 151,547	\$ (80,853)
TOTAL REVENUES	<u>232,400</u>	<u>151,547</u>	<u>(80,853)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	189,214	118,833	70,381
Support:			
Instructional staff services	37,092	28,030	9,062
Transportation	5,045	3,095	1,950
Child nutrition	1,049	1,589	(540)
TOTAL EXPENDITURES	<u>232,400</u>	<u>151,547</u>	<u>80,853</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund Balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - STATE GRANTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
State support	\$ 4,631,778	\$ 4,455,282	\$ (176,496)
TOTAL REVENUES	<u>4,631,778</u>	<u>4,455,282</u>	<u>(176,496)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	453,379	381,971	71,408
Other education programs	3,089,133	2,966,242	122,891
Support:			
Pupil support services	153,875	153,875	-
Instructional staff services	799,425	719,502	79,923
Administrative	-	-	-
Business and central services	92,554	92,318	236
Plant operations and maintenance	-	-	-
Transportation	17,892	22,346	(4,454)
TOTAL EXPENDITURES	<u>4,606,258</u>	<u>4,336,254</u>	<u>270,004</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>25,520</u>	<u>119,028</u>	<u>93,508</u>
<u>OTHER FINANCING SOURCES USES</u>			
Transfers out	<u>(25,520)</u>	<u>(23,777)</u>	<u>1,743</u>
TOTAL OTHER FINANCING USES	<u>(25,520)</u>	<u>(23,777)</u>	<u>1,743</u>
NET CHANGE IN FUND BALANCE	-	95,251	95,251
Fund balance, June 30, 2017	<u>-</u>	<u>58,920</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ 154,171</u>	<u>\$ 95,251</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - ALCOHOL AND DRUG ABUSE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
Local sources:			
Ad valorem taxes	\$ 2,500,000	\$ 2,675,959	\$ 175,959
Other	-	33,926	33,926
TOTAL REVENUES	<u>2,500,000</u>	<u>2,709,885</u>	<u>209,885</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	29,000	-	29,000
Support:			
Pupil support services	2,315,616	1,984,763	330,853
Instructional staff services	4,500	6,015	(1,515)
Administrative	113,000	74,952	38,048
Business and central services	10,400	7,006	3,394
Plant operations and maintenance	21,000	21,479	(479)
Transportation	2,620	608	2,012
TOTAL EXPENDITURES	<u>2,496,136</u>	<u>2,094,823</u>	<u>401,313</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u>3,864</u>	 <u>615,062</u>	 <u>611,198</u>
<u>OTHER FINANCING USES</u>			
Transfers out	-	(147,274)	(147,274)
 TOTAL OTHER FINANCING USES	 <u>-</u>	 <u>(147,274)</u>	 <u>(147,274)</u>
 NET CHANGE IN FUND BALANCE	 3,864	 467,788	 463,924
 Fund Balance, June 30, 2017	 <u>2,469,441</u>	 <u>2,513,581</u>	 <u>44,140</u>
 FUND BALANCE, JUNE 30, 2018	 <u>\$ 2,473,305</u>	 <u>\$ 2,981,369</u>	 <u>\$ 508,064</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CAREER AND TECHNICAL EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 633,645	\$ 620,843	\$ (12,802)
TOTAL REVENUES	<u>633,645</u>	<u>620,843</u>	<u>(12,802)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	587,424	581,757	5,667
Support:			
Instructional staff services	39,703	34,491	5,212
Administrative	160	160	-
Business and central services	4,400	3,468	932
Transportation	1,958	967	991
TOTAL EXPENDITURES	<u>633,645</u>	<u>620,843</u>	<u>12,802</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund Balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE X - HOMELESS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 207,628	\$ 106,680	\$ (100,948)
TOTAL REVENUES	<u>207,628</u>	<u>106,680</u>	<u>(100,948)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	137,341	75,066	62,275
Support			
Pupil Support Services	32,697	15,018	17,679
Business and central services	1,500	15	1,485
Transportation	18,093	7,334	10,759
TOTAL EXPENDITURES	<u>189,631</u>	<u>97,433</u>	<u>92,198</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>17,997</u>	<u>9,247</u>	<u>(8,750)</u>
 <u>OTHER FINANCING USES</u>			
Transfers out	<u>(17,997)</u>	<u>(9,247)</u>	<u>8,750</u>
 TOTAL OTHER FINANCING USES	<u>(17,997)</u>	<u>(9,247)</u>	<u>8,750</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - GEAUX CLEAN

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 772,558	\$ 539,513	\$ (233,045)
TOTAL REVENUES	<u>772,558</u>	<u>539,513</u>	<u>(233,045)</u>
<u>EXPENDITURES</u>			
Support:			
Transportation	697,500	489,862	207,638
TOTAL EXPENDITURES	<u>697,500</u>	<u>489,862</u>	<u>207,638</u>
 EXCESS OF REVENUES (UNDER) EXPENDITURES	 <u>75,058</u>	 <u>49,651</u>	 <u>(25,407)</u>
<u>OTHER FINANCING SOURCES USES</u>			
Transfers out	<u>(75,058)</u>	<u>(49,651)</u>	<u>25,407</u>
 TOTAL OTHER FINANCING USES	 <u>(75,058)</u>	 <u>(49,651)</u>	 <u>25,407</u>
 NET CHANGE IN FUND BALANCE	 -	 -	 -
 Fund balance, June 30, 2017	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE, JUNE 30, 2018	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SCHOOL SAFETY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 58,000	\$ 120,000	\$ 62,000
TOTAL REVENUES	58,000	120,000	62,000
<u>EXPENDITURES</u>			
Support:			
Instructional staff services	58,000	62,400	(4,400)
TOTAL EXPENDITURES	58,000	62,400	(4,400)
EXCESS OF REVENUES (UNDER) EXPENDITURES	-	57,600	57,600
NET CHANGE IN FUND BALANCE	-	57,600	57,600
Fund balance, June 30, 2017	-	-	-
FUND BALANCE, JUNE 30, 2018	\$ -	\$ 57,600	\$ 57,600

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TEMPORARY ASSISTANCE FOR NEEDY FAMILIES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 4,415,091	\$ 3,973,494	\$ (441,597)
TOTAL REVENUES	<u>4,415,091</u>	<u>3,973,494</u>	<u>(441,597)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	3,563,330	3,353,143	210,187
Support			
Pupil Support Services	71,334	17,007	-
Instructional staff services	237,041	194,821	42,220
Administrative	508,546	400,151	108,395
Business and central services	28,000	8,210	19,790
Plant operations and maintenance	6,340	-	6,340
Transportation	500	161	339
TOTAL EXPENDITURES	<u>4,415,091</u>	<u>3,973,493</u>	<u>441,598</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u>-</u>	 <u>1</u>	 <u>1</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>-</u>	<u>(1)</u>	<u>(1)</u>
 TOTAL OTHER FINANCING USES	 <u>-</u>	 <u>(1)</u>	 <u>(1)</u>
 NET CHANGE IN FUND BALANCE	 -	 -	 -
 Fund balance, June 30, 2017	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE, JUNE 30, 2018	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CONTINUING EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 667,751	\$ 610,328	\$ (57,423)
TOTAL REVENUES	<u>667,751</u>	<u>610,328</u>	<u>(57,423)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	632,211	579,739	52,472
Support:			
Instructional staff services	<u>3,000</u>	<u>2,000</u>	<u>1,000</u>
TOTAL EXPENDITURES	<u>635,211</u>	<u>581,739</u>	<u>53,472</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>32,540</u>	<u>28,589</u>	<u>(3,951)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(32,540)</u>	<u>(28,589)</u>	<u>3,951</u>
 TOTAL OTHER FINANCING USES	<u>(32,540)</u>	<u>(28,589)</u>	<u>3,951</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - MAGNET SCHOOL ASSISTANCE PROGRAM

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 2,831,930	\$ 1,069,866	\$ (1,762,064)
TOTAL REVENUES	<u>2,831,930</u>	<u>1,069,866</u>	<u>(1,762,064)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular Education Programs	1,568,386	568,793	999,593
Support:			
Instructional staff services	994,712	399,346	595,366
Administrative	2,880	-	2,880
Business and Central Services	43,718	8,990	34,728
TOTAL EXPENDITURES	<u>2,609,696</u>	<u>977,129</u>	<u>1,632,567</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>222,234</u>	<u>92,737</u>	<u>(129,497)</u>
 <u>OTHER FINANCING USES</u>			
Transfers out	<u>(222,234)</u>	<u>(92,737)</u>	<u>129,497</u>
 TOTAL OTHER FINANCING USES	<u>(222,234)</u>	<u>(92,737)</u>	<u>129,497</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - LOCAL GRANTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 241,482	\$ 231,246	\$ (10,236)
TOTAL REVENUES	<u>241,482</u>	<u>231,246</u>	<u>(10,236)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	52,689	16,652	36,037
Other education programs	226,941	219,263	7,678
Support:			
Instructional staff services	188,826	194,290	(5,464)
Administrative	1,072	1,094	(22)
Business and central services	1,691	1,355	336
Plant operations and maintenance	500	-	500
Transportation	597	411	186
TOTAL EXPENDITURES	<u>472,316</u>	<u>433,065</u>	<u>39,251</u>
 EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(230,834)</u>	<u>(201,819)</u>	<u>29,015</u>
 <u>OTHER FINANCING SOURCES</u>			
Transfers in	200,000	200,000	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL OTHER FINANCING SOURCES	<u>200,000</u>	<u>200,000</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	<u>(30,834)</u>	<u>(1,819)</u>	<u>29,015</u>
 Fund balance, June 30, 2017	<u>99,921</u>	<u>113,847</u>	<u>13,926</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ 69,087</u>	<u>\$ 112,028</u>	<u>\$ 42,941</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE IV

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 497,722	\$ 367,632	\$ (130,090)
TOTAL REVENUES	<u>497,722</u>	<u>367,632</u>	<u>(130,090)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	219,875	181,331	38,544
Support:			
Pupil support services	174,286	132,206	42,080
Instructional staff services	54,918	22,228	32,690
Administrative	5,500	-	5,500
TOTAL EXPENDITURES	<u>454,579</u>	<u>335,765</u>	<u>118,814</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>43,143</u>	<u>31,867</u>	<u>(11,276)</u>
 <u>OTHER FINANCING USES</u>			
Transfers out	<u>(43,143)</u>	<u>(31,867)</u>	<u>11,276</u>
 TOTAL OTHER FINANCING USES	<u>(43,143)</u>	<u>(31,867)</u>	<u>11,276</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SUMMER SCHOOL

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 135,100	\$ 166,336	\$ 31,236
TOTAL REVENUES	<u>135,100</u>	<u>166,336</u>	<u>31,236</u>
 <u>EXPENDITURES</u>			
Instruction:			
Other education programs	157,275	160,130	(2,855)
Support:			
Instructional Staff Services	4,300	-	4,300
Administrative	25	-	25
Business and central services	1,000	605	395
TOTAL EXPENDITURES	<u>162,600</u>	<u>160,735</u>	<u>1,865</u>
 NET CHANGE IN FUND BALANCE	<u>(27,500)</u>	<u>5,601</u>	<u>33,101</u>
 Fund balance, June 30, 2017	<u>196,050</u>	<u>198,472</u>	<u>2,422</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ 168,550</u>	<u>\$ 204,073</u>	<u>\$ 35,523</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - DIPLOMAS NOW

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 6,632	\$ 6,614	\$ (18)
TOTAL REVENUES	<u>6,632</u>	<u>6,614</u>	<u>(18)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	<u>6,632</u>	<u>6,614</u>	<u>18</u>
TOTAL EXPENDITURES	<u>6,632</u>	<u>6,614</u>	<u>18</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u>-</u>	 <u>-</u>	 <u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>-</u>
 Fund balance, June 30, 2017	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE, JUNE 30, 2018	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - WBRH RADIO STATION TRAINING PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 169,000	\$ 226,292	\$ 57,292
TOTAL REVENUES	<u>169,000</u>	<u>226,292</u>	<u>57,292</u>
 <u>EXPENDITURES</u>			
Support:			
Pupil support services	240,985	240,643	342
TOTAL EXPENDITURES	<u>240,985</u>	<u>240,643</u>	<u>342</u>
 NET CHANGE IN FUND BALANCE	(71,985)	(14,351)	57,634
 Fund balance, June 30, 2017	<u>137,543</u>	<u>137,543</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ 65,558</u>	<u>\$ 123,192</u>	<u>\$ 57,634</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TECHNOLOGY LITERACY CHALLENGE (TITLE III)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 521,918	\$ 457,558	\$ (64,360)
TOTAL REVENUES	<u>521,918</u>	<u>457,558</u>	<u>(64,360)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	42,027	14,069	27,958
Support:			
Pupil support services	139,411	133,550	5,861
Instructional staff services	322,555	294,229	28,326
TOTAL EXPENDITURES	<u>503,993</u>	<u>441,848</u>	<u>62,145</u>
 EXCESS OF REVENUES OVER EXPENDITURES	<u>17,925</u>	<u>15,710</u>	<u>(2,215)</u>
 <u>OTHER FINANCING USES</u>			
Transfers out	<u>(17,925)</u>	<u>(15,710)</u>	<u>2,215</u>
 TOTAL OTHER FINANCING USES	<u>(17,925)</u>	<u>(15,710)</u>	<u>2,215</u>
 NET CHANGE IN FUND BALANCE	-	-	-
 Fund balance, June 30, 2017	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCE, JUNE 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - BATON ROUGE PERFORMANCE PARTNERSHIP
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 5,446	\$ 5,446	\$ -
TOTAL REVENUES	<u>5,446</u>	<u>5,446</u>	<u>-</u>
<u>EXPENDITURES</u>			
Support:			
Instructional staff services	4,870	4,871	(1)
Transportation	<u>576</u>	<u>575</u>	<u>1</u>
TOTAL EXPENDITURES	<u>5,446</u>	<u>5,446</u>	<u>-</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u>-</u>	 <u>-</u>	 <u>-</u>
 NET CHANGE IN FUND BALANCE	 -	 -	 -
 Fund balance, June 30, 2017	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE, JUNE 30, 2018	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - STRIVING READERS COMPREHENSIVE LITERACY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2018

	Budget	Actual	Variance Positive (Negative)
<u>REVENUES</u>			
State and federal:			
Federal grants	\$ 389,394	\$ 353,160	\$ (36,234)
TOTAL REVENUES	389,394	353,160	(36,234)
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	173,798	200,536	(26,738)
Special education programs	14,416	10,450	3,966
Other education programs	18,343	36,191	(17,848)
Support:			
Pupil Support Services	62,609	57,950	4,659
Instructional staff services	82,395	13,718	68,677
TOTAL EXPENDITURES	351,561	318,845	32,716
EXCESS OF REVENUES (UNDER) EXPENDITURES	37,833	34,315	(3,518)
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers out	(37,833)	(34,315)	3,518
TOTAL OTHER FINANCING SOURCES (USES)	(37,833)	(34,315)	3,518
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2017	-	-	-
FUND BALANCE, JUNE 30, 2018	\$ -	\$ -	\$ -

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS DESCRIPTIONS

WORKERS' COMPENSATION FUND

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

RISK MANAGEMENT FUND

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

MEDICAL INSURANCE FUND

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****PROPRIETARY FUND TYPE****INTERNAL SERVICE FUNDS****COMBINING STATEMENT OF NET POSITION****JUNE 30, 2018**

	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total Internal Service Funds
<u>ASSETS</u>				
Current:				
Cash and cash equivalents	\$ 9,951,763	\$ 17,555,240	\$ 60,712,033	\$ 88,219,036
Reimbursement receivable	-	-	1,346,145	1,346,145
TOTAL ASSETS	\$ 9,951,763	\$ 17,555,240	\$ 62,058,178	\$ 89,565,181
<u>LIABILITIES AND NET POSITION</u>				
Liabilities:				
Current:				
Accounts payable	\$ -	\$ 53,858	\$ 1,281,647	\$ 1,335,505
Claims payable	2,074,898	1,340,345	3,512,823	6,928,066
Noncurrent:				
Claims payable	2,819,030	2,796,170	-	5,615,200
TOTAL LIABILITIES	4,893,928	4,190,373	4,794,470	13,878,771
 Net position - unrestricted	 5,057,835	 13,364,867	 57,263,708	 75,686,410
 TOTAL LIABILITIES AND NET POSITION	 \$ 9,951,763	 \$ 17,555,240	 \$ 62,058,178	 \$ 89,565,181

EAST BATON ROUGE PARISH SCHOOL SYSTEM**Baton Rouge, Louisiana****PROPRIETARY FUND TYPE****INTERNAL SERVICE FUNDS****COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION****FISCAL YEAR ENDED JUNE 30, 2018**

	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total Internal Service Funds
<u>OPERATING REVENUES</u>				
Premiums received	\$ 3,918,688	\$ 2,672,488	\$ 76,866,607	\$ 83,457,783
Refunds received	1,216,343	376,330	748,112	2,340,785
TOTAL OPERATING REVENUE	5,135,031	3,048,818	77,614,719	85,798,568
<u>OPERATING EXPENSES</u>				
Claims expense	3,733,972	2,656,471	77,488,515	83,878,958
Insurance premiums	384,347	-	1,455,836	1,840,183
Materials and supplies	-	-	22,611	22,611
Administrative fees	2,198	294,607	2,812,401	3,109,206
TOTAL OPERATING EXPENSES	4,120,517	2,951,078	81,779,363	88,850,958
NET OPERATING INCOME (LOSS)	1,014,514	97,740	(4,164,644)	(3,052,390)
<u>NON-OPERATING REVENUES</u>				
Interest income	9,322	-	-	9,322
TOTAL NON-OPERATING REVENUES	9,322	-	-	9,322
INCOME (LOSS) BEFORE TRANSFERS	1,023,836	97,740	(4,164,644)	(3,043,068)
<u>TRANSFERS IN</u>	-	-	-	-
CHANGE IN NET POSITION	1,023,836	97,740	(4,164,644)	(3,043,068)
NET POSITION at JUNE 30, 2017	\$ 4,033,999	\$ 13,267,127	\$ 61,428,352	\$ 78,729,478
NET POSITION at JUNE 30, 2018	\$ 5,057,835	\$ 13,364,867	\$ 57,263,708	\$ 75,686,410

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPRIETARY FUND TYPE
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FISCAL YEAR ENDED JUNE 30, 2018

	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total Internal Service Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>				
Cash premiums received	\$ 3,918,688	\$ 2,672,488	\$ 75,552,663	\$ 82,143,839
Cash refunds received	1,216,343	376,330	748,112	2,340,785
Cash paid in claims and benefits	(4,612,714)	(2,558,271)	(79,836,104)	(87,007,089)
Cash paid for expenses	(2,198)	(266,868)	(2,731,906)	(3,000,972)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>520,119</u>	<u>223,679</u>	<u>(6,267,235)</u>	<u>(5,523,437)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>				
Interest Income	9,322	-	-	9,322
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>9,322</u>	<u>-</u>	<u>-</u>	<u>9,322</u>
NET CHANGE IN CASH	529,441	223,679	(6,267,235)	(5,514,115)
Cash at beginning of year	<u>9,422,322</u>	<u>17,331,561</u>	<u>66,979,268</u>	<u>93,733,151</u>
CASH AT END OF YEAR	<u>\$ 9,951,763</u>	<u>\$ 17,555,240</u>	<u>\$ 60,712,033</u>	<u>\$ 88,219,036</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities				
Operating income (loss)	\$ 1,014,514	\$ 97,740	\$ (4,164,644)	\$ (3,052,390)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:				
Changes in:				
Reimbursement receivables	-	-	(1,313,944)	(1,313,944)
Accounts and claims payable	(494,395)	125,939	(788,647)	(1,157,103)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ 520,119</u>	<u>\$ 223,679</u>	<u>\$ (6,267,235)</u>	<u>\$ (5,523,437)</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

FIDUCIARY FUND TYPE - AGENCY FUNDS DESCRIPTIONS

CONSOLIDATED PAYROLL FUND

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

SCHOOL ACTIVITY FUND

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

TRUANCY ASSESSMENT AND SERVICE CENTER (TASC) FUND

The activities of the *Truancy Assessment and Service Center (TASC) Fund* reflect the cooperative endeavor agreement between the School System and TASC. The agreement provides that the School System will serve as fiscal agent and provide bridge funding.

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

FIDUCIARY FUNDS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2018

	Consolidated Payroll Fund	School Activity Fund	Truancy Assessment and Service Center Fund	Agency Total
<u>ASSETS</u>				
Cash and cash equivalents	\$ 18,492,404	\$ 5,879,286	\$ -	\$ 24,371,690
Accounts receivable	-	-	194,876	194,876
Due from other funds	-	-	-	-
TOTAL ASSETS	<u>\$ 18,492,404</u>	<u>\$ 5,879,286</u>	<u>\$ 194,876</u>	<u>\$ 24,566,566</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 56,973	\$ -	\$ -	\$ 56,973
Benefits payable	5,918,119	-	-	5,918,119
Salaries payable	12,465,374	-	-	12,465,374
Payroll withholdings payable	51,938	-	-	51,938
Amounts held for other groups	-	5,879,286	-	5,879,286
Loans payable	-	-	194,876	194,876
TOTAL LIABILITIES	<u>\$ 18,492,404</u>	<u>\$ 5,879,286</u>	<u>\$ 194,876</u>	<u>\$ 24,566,566</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FISCAL YEAR ENDED JUNE 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
<u>CONSOLIDATED PAYROLL FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 18,470,208	\$ 560,071,768	\$ 560,049,572	\$ 18,492,404
TOTAL ASSETS	\$ 18,470,208	\$ 560,071,768	\$ 560,049,572	\$ 18,492,404
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ 93,479,760	\$ 93,422,787	\$ 56,973
Benefits payable	6,128,685	103,539,257	103,749,823	5,918,119
Salaries payable	12,307,894	18,983,245	18,825,765	12,465,374
Payroll withholdings payable	33,629	73,322,221	73,303,912	51,938
TOTAL LIABILITIES	\$ 18,470,208	\$ 289,324,483	\$ 289,302,287	\$ 18,492,404
<u>SCHOOL ACTIVITY FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 5,391,987	\$ 11,837,769	\$ 11,350,470	\$ 5,879,286
TOTAL ASSETS	\$ 5,391,987	\$ 11,837,769	\$ 11,350,470	\$ 5,879,286
<u>LIABILITIES</u>				
Amounts held for other groups	\$ 5,391,987	\$ 11,837,769	\$ 11,350,470	\$ 5,879,286
TOTAL LIABILITIES	\$ 5,391,987	\$ 11,837,769	\$ 11,350,470	\$ 5,879,286
<u>TRUANCY ASSESSMENT AND SERVICE CENTER (TASC) FUND</u>				
<u>ASSETS</u>				
Accounts receivable	\$ 109,876	\$ 320,713	235,713	\$ 194,876
TOTAL ASSETS	\$ 109,876	\$ 320,713	\$ 235,713	\$ 194,876
<u>LIABILITIES</u>				
Loans payable	\$ 109,876	\$ 320,713	235,713	\$ 194,876
TOTAL LIABILITIES	\$ 109,876	\$ 320,713	\$ 235,713	\$ 194,876

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
<u>TOTAL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 23,862,195	\$ 571,909,537	\$ 571,400,042	\$ 24,371,690
Accounts receivable	109,876	320,713	235,713	194,876
TOTAL ASSETS	\$ 23,972,071	\$ 572,230,250	\$ 571,635,755	\$ 24,566,566
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ 93,479,760	\$ 93,422,787	\$ 56,973
Benefits payable	6,128,685	103,539,257	103,749,823	5,918,119
Salaries payable	12,307,894	18,983,245	18,825,765	12,465,374
Payroll withholdings payable	33,629	73,322,221	73,303,912	51,938
Amounts held for other groups	5,391,987	11,837,769	11,350,470	5,879,286
Loans payable	109,876	320,713	235,713	194,876
TOTAL LIABILITIES	\$ 23,972,071	\$ 301,482,965	\$ 300,888,470	\$ 24,566,566

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO THE SUPERINTENDENT

Superintendent: Howard W. Drake Jr.

Purpose	<u>Amount</u>
Salary	\$ 249,311
Performance Award	16,000
Benefits:	
Retirement – Employer Portion	86,262
Employee Benefits	11,399
Health Insurance Allowance	6,000
Additional Insurance Allowance	5,000
Car Allowance	18,000
Electronic Allowance	6,000
Travel/Registration	2,541
Dues	<u>1,725</u>
	<u><u>\$ 402,238</u></u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF BOARD MEMBERS' COMPENSATION
FISCAL YEAR ENDED JUNE 30, 2018

<u>Name</u>	<u>Compensation Base (1)</u>	<u>Additional Compensation (2)</u>	<u>Total</u>
Mark Bellue	\$ 9,600	\$ -	\$ 9,600
Vereta T. Lee	9,600	290	9,890
Kenyetta Nelson-Smith	9,600	-	9,600
Dawn Collins	9,600	185	9,785
Evelyn Ware-Jackson	10,200	-	10,200
Jill Dyason	9,600	1,560	11,160
Michael Gaudet	9,600	-	9,600
Connie Bernard	9,600	-	9,600
David Tatman	10,200	-	10,200
	<u>\$ 87,600</u>	<u>\$ 2,035</u>	<u>\$ 89,635</u>

Notes:

- (1) In addition each Board Member can be reimbursed for mileage @ 50 cents per mile if requested.

Source: Payroll system of East Baton Rouge Parish School System.





2017-2018
Comprehensive
Annual Financial Report

Statistical
Section

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS

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

FINANCIAL TRENDS

These schedules contain trend information to assist the reader in understanding how the School System's financial position and well-being have changed over time.

- Net Position By Component – Last Ten Fiscal Years
- Changes in Net Positions – Last Ten Fiscal Years
- Fund Balances of Governmental Funds – Last Ten Fiscal Years
- Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

REVENUE CAPACITY

These schedules contain information to help the reader assess the School System's ability to generate own-source revenues, namely the property tax.

- Assessed and Estimated Actual Value of Taxable Property – Last Ten Tax Years
- Principal Property Taxpayers – Current Year and Nine Years Ago
- Property Tax Millages – Direct and Overlapping Governments – Last Ten Tax Years
- Property Tax Levies and Collections – Last Ten Tax Years
- Sales Tax Revenues – Last Ten Calendar Years
- Taxable Sales by Category – General Sales and Use Tax – Last Ten Calendar Years

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the School System's current levels of outstanding debt and the School System's ability to issue additional debt in the future.

- Ratios of Outstanding Debt by Type – Last Ten Fiscal Years
- Computation of Legal Debt Margin – Last Ten Tax Years
- Computation of Direct and Overlapping Debt – December 31, 2017

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the School System's financial activities take place.

- Demographic Statistics – Last Ten Fiscal Years
- Principal Employers – Current Year and Nine Years Ago

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS (continued)

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the School System's financial report related to the services the School System provides and the activities it performs.

- General Fund Expenditures by Function – Last Ten Fiscal Years
- General Fund Expenditures by Function Per Pupil – Last Ten Fiscal Years
- Full-Time Equivalents (FTE) Employees – Last Ten Fiscal Years
- Percentage of Free and Reduced Students in Lunch Program – Last Ten Fiscal Years
- History of High School Graduates – Last Ten Fiscal Years
- Capital Asset Information – June 30, 2018

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(unaudited)

<u>Fiscal Year</u>	<u>Net Investment in Capital Assets</u>	<u>Restricted*</u>	<u>Unrestricted</u>	<u>Total</u>
2018	\$ 450,348,932	\$ 65,675,585	\$ (806,378,981)	\$ (290,354,464)
2017	412,740,027	68,333,468	(744,969,328)	(263,895,833)
2016	403,480,617	48,561,928	(716,940,070)	(264,897,525)
2015	396,856,443	29,106,862	(708,174,385)	(282,211,080)
2014	371,549,301	48,117,058	(162,376,039)	257,290,320
2013	361,809,173	46,195,170	(165,445,855)	242,558,488
2012	349,313,928	49,504,006	(187,209,428)	211,608,506
2011	379,759,677	96,662,363	(192,615,937)	283,806,103
2010	352,668,073	91,857,547	(66,559,604)	377,966,016
2009	281,132,961	84,410,575	65,062,729	430,606,265

Source: Comprehensive Annual Financial Reports

* In 2016, the fund balance amount restricted for Child Nutrition was reclassified from unrestricted to restricted net position on the Statement of Net Position.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(unaudited)

	Fiscal Year Ended June 30,				
	2018	2017	2016	2015	2014
Expenses:					
Instruction:					
Regular education programs	\$ 179,783,397	\$ 182,594,399	\$ 166,474,769	\$ 160,557,844	\$ 173,794,640
Special education programs	58,706,613	64,423,211	60,523,306	57,251,574	57,490,323
Other education programs	47,708,329	51,907,667	51,923,590	51,781,515	52,078,224
Support Services:					
Pupil support services	38,592,886	40,051,744	37,509,329	38,166,966	37,637,652
Instructional staff services	28,114,461	29,007,379	29,554,779	30,405,481	31,236,178
General administration services	12,285,612	11,120,869	11,912,209	12,672,588	12,101,634
School administration services	26,770,383	28,971,098	25,597,207	24,262,838	23,779,907
Business and central services	14,575,491	14,289,510	14,157,789	13,904,960	13,317,741
Plant operations and maintenance	50,031,263	72,131,816	46,840,301	54,024,412	48,721,834
Transportation	33,264,647	34,660,007	32,958,222	33,503,365	33,446,284
Child nutrition	29,671,227	29,596,017	28,975,759	26,533,073	25,166,216
Community service operations	12,350	12,350	12,350	265,327	12,350
Appropriations					
Charter schools - Type 1	30,116,114	30,388,376	29,861,338	32,442,790	23,267,445
Charter schools - Type 2	23,216,329	16,977,987	13,938,990	10,344,959	6,982,719
Office of Juvenile Justice	145,811	162,095	110,355	129,864	184,554
Autonomous schools	-	-	-	-	-
Magnet programs	-	-	7,265,633	6,026,400	5,905,611
Recovery School District	16,072,002	17,367,386	16,116,399	12,525,322	12,898,005
Interest on long-term debt	376,897	376,893	376,893	376,889	436,995
Total expenses	<u>589,443,812</u>	<u>624,038,804</u>	<u>574,109,218</u>	<u>565,176,167</u>	<u>558,458,312</u>
Program revenues:					
Charges for services:					
Instruction	1,402,643	974,409	957,698	923,633	913,741
Plant operation and maintenance	-	6,853,879	-	-	-
Transportation	853,974	607,908	709,262	778,329	495,273
Child nutrition	584,378	634,406	790,070	784,882	1,795,086
Appropriation - Recovery School District	-	-	-	-	-
Operating grants and contributions	99,971,970	89,097,705	78,832,769	79,728,511	79,340,738
Capital grants and contributions	-	2,027,043	-	-	-
Total program revenues	<u>102,812,965</u>	<u>100,195,350</u>	<u>81,289,799</u>	<u>82,215,355</u>	<u>82,544,838</u>
Net (expense) revenue	(486,630,847)	(523,843,454)	(492,819,419)	(482,960,812)	(475,913,474)
General revenues and other changes in net assets:					
Taxes:					
Ad valorem taxes	165,466,456	157,201,231	154,517,614	150,966,345	147,294,070
State revenue sharing	4,028,980	4,030,286	3,848,546	4,046,548	4,076,099
Sales and use taxes	179,415,809	191,494,294	174,082,945	172,402,667	165,634,180
State aid not restricted to specific programs (MFP)	166,033,183	166,220,581	170,598,098	169,562,586	166,898,493
Interest and investment earnings	1,527,684	1,152,045	1,127,134	1,063,035	891,003
Miscellaneous	5,354,842	4,746,709	5,506,452	6,236,064	5,851,461
Special items:					
Insurance proceeds from hurricane damage	-	-	-	-	-
Total general revenues and other changes in net position	<u>521,826,954</u>	<u>524,845,146</u>	<u>509,680,789</u>	<u>504,277,245</u>	<u>490,645,306</u>
Change in net position	<u>\$ 35,196,107</u>	<u>\$ 1,001,692</u>	<u>\$ 16,861,370</u>	<u>\$ 21,316,433</u>	<u>\$ 14,731,832</u>

Source: Comprehensive Annual Financial Reports

Fiscal Year Ended June 30,				
2013	2012	2011	2010	2009
\$ 166,761,292	\$ 199,480,235	\$ 214,794,838	\$ 197,330,683	\$ 193,256,967
57,305,312	73,714,250	92,045,305	83,744,138	84,207,341
48,716,438	64,211,155	60,042,894	56,136,836	52,820,122
37,476,046	44,525,856	34,477,380	30,982,621	32,055,789
28,821,107	41,101,013	39,091,876	37,438,125	29,918,654
11,566,092	9,706,926	10,064,362	11,257,093	15,146,599
22,635,270	26,963,241	28,448,781	26,058,480	25,249,342
13,201,479	15,509,911	16,195,230	16,874,276	15,647,847
45,737,662	54,345,764	55,569,259	50,109,266	49,298,527
32,711,351	42,387,607	42,131,846	37,931,834	28,826,910
25,129,227	30,859,672	31,334,103	31,809,215	29,380,944
12,350	12,350	-	-	-
20,334,144	16,846,160	13,056,227	6,159,590	5,569,811
2,415,638	1,909,350	1,054,344	495,088	-
178,789	183,996	134,816	-	-
-	-	-	3,472,933	2,664,909
5,077,260	5,197,073	5,389,646	5,498,870	4,908,800
13,418,315	13,164,716	12,337,740	15,497,211	6,855,629
273,860	339,077	273,764	97,639	-
<u>531,771,632</u>	<u>640,458,352</u>	<u>656,442,411</u>	<u>610,893,898</u>	<u>575,808,191</u>
787,634	724,526	677,405	577,177	716,350
-	-	-	-	-
602,043	251,955	180,487	310,128	295,553
1,983,312	3,464,186	3,860,288	3,804,313	3,373,217
-	17,735	-	-	-
72,252,287	92,145,141	103,128,266	101,660,316	89,998,650
-	-	-	-	93,700
<u>75,625,276</u>	<u>96,603,543</u>	<u>107,846,446</u>	<u>106,351,934</u>	<u>94,477,470</u>
(456,146,356)	(543,854,809)	(548,595,965)	(504,541,964)	(481,330,721)
140,657,409	134,574,676	132,400,271	130,529,260	123,898,731
4,077,884	4,068,306	4,091,169	4,120,396	4,191,022
164,449,406	157,956,316	148,089,339	148,522,401	160,847,779
170,020,862	167,201,434	156,931,390	160,178,060	170,986,921
971,217	1,232,320	1,754,948	1,859,214	3,455,361
6,937,560	6,624,160	11,168,935	6,692,384	8,040,028
-	-	-	-	6,549,917
<u>487,114,338</u>	<u>471,657,212</u>	<u>454,436,052</u>	<u>451,901,715</u>	<u>477,969,759</u>
<u>\$ 30,967,982</u>	<u>\$ (72,197,597)</u>	<u>\$ (94,159,913)</u>	<u>\$ (52,640,249)</u>	<u>\$ (3,360,962)</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

Fiscal Year Ended June 30,					
As required by GASB 54	2018	2017	2016	2015	2014
General Fund					
Nondisposable	\$ 141,261	\$ 46,171	\$ 46,171	\$ 125,090	\$ 119,607
Assigned	17,500,000	19,453,066	22,237,628	36,104,377	38,466,335
Unassigned	53,267,504	61,468,075	59,176,208	50,598,410	44,856,340
Total general fund	<u>70,908,765</u>	<u>80,967,312</u>	<u>81,460,007</u>	<u>86,827,877</u>	<u>83,442,282</u>
All Other Governmental Funds*					
Nondisposable	1,284,934	1,436,856	473,419	339,034	342,685
Restricted	64,390,651	68,333,468	47,636,324	36,398,630	54,444,199
Assigned	327,265	336,015	314,158	352,778	1,876,079
Unassigned	(4,760,502)	(4,741,281)	-	-	-
Total all other governmental funds	<u>\$ 61,242,348</u>	<u>\$ 65,365,058</u>	<u>\$ 48,423,901</u>	<u>\$ 37,090,442</u>	<u>\$ 56,662,963</u>

Prior to implementation of GASB 54

Fiscal Year	General Fund				All Other Governmental Funds		
	Reserved	Unreserved	Total	Unreserved/Reserved*	Reserved Reported in Special Revenue Funds	Reserved Reported in Capital Projects Funds	Total all other Governmental Funds
2010	\$ 4,098,888	\$ 97,670,647	\$ 101,769,535	\$ 13,220,759	\$ 20,630,145	\$ 81,509,852	\$ 115,360,756
2009	16,206,286	101,770,375	117,976,661	7,702,378	38,610,058	40,402,353	86,714,789

* Includes Child Nutrition and Other Non Major Funds.

Source: Comprehensive Annual Financial Reports

Fiscal Year Ended June 30,		
2013	2012	2011
\$ 118,775	\$ 116,832	\$ 139,127
41,232,504	43,922,457	47,014,488
36,203,772	16,830,641	25,446,776
<u>77,555,051</u>	<u>60,869,930</u>	<u>72,600,391</u>
384,224	279,266	200,206
51,934,101	54,661,644	89,167,849
8,564,622	10,956,930	10,919,512
-	-	-
<u>\$ 60,882,947</u>	<u>\$ 65,897,840</u>	<u>\$ 100,287,567</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

	Fiscal Year Ended June 30,				
	2018	2017	2016	2015	2014
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ 165,466,456	\$ 157,201,231	\$ 154,517,614	\$ 150,966,345	\$ 147,294,070
Sales and use taxes	179,415,809	191,494,294	174,082,945	172,402,667	165,634,180
Earnings on investments	1,518,362	1,148,878	1,116,995	1,052,896	880,781
Extended day program tuition	1,236,307	816,727	859,031	818,239	789,790
Other	7,018,466	6,146,705	7,107,130	7,937,818	8,334,939
State sources:					
Unrestricted state sources - other	166,033,183	166,220,581	170,598,098	169,562,586	166,898,493
Revenue sharing	4,028,980	4,030,286	3,848,546	4,046,548	4,076,099
Restricted grants-in-aid	4,719,125	4,575,250	4,966,985	4,948,851	7,065,243
Federal grants	95,252,845	84,522,455	73,865,784	74,779,659	72,275,495
TOTAL REVENUES	624,689,533	616,156,407	590,963,128	586,515,609	573,249,090
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	157,391,053	147,510,001	144,531,269	143,151,211	152,332,858
Special education programs	60,479,462	60,125,197	60,887,574	59,124,159	57,919,164
Other education programs	49,257,024	49,498,919	52,972,498	53,397,365	52,481,077
Support:					
Pupil support services	39,827,151	37,938,252	38,078,554	39,485,543	37,695,876
Instructional staff services	28,966,866	27,493,388	30,137,988	31,498,178	31,257,818
General administration services	12,418,279	11,843,168	12,271,177	12,318,953	12,480,269
School administration services	27,675,688	27,158,707	26,005,068	25,181,548	23,867,132
Business and central services	15,084,442	13,760,363	14,348,787	14,926,691	13,121,530
Plant operations and maintenance	62,216,431	70,073,645	46,712,415	51,669,023	55,175,198
Transportation	33,347,196	36,487,943	33,676,364	32,857,989	33,431,655
Child nutrition	29,975,065	28,279,683	28,477,362	26,713,395	25,427,893
Appropriations					
Charter schools Type 1	30,116,114	30,388,376	29,861,338	32,442,790	23,267,445
Charter schools Type 2	23,216,329	16,977,987	13,938,990	10,344,959	6,982,719
Office of Juvenile Justice	145,811	162,095	110,355	129,864	184,554
Autonomous schools	-	-	-	-	-
Magnet programs	-	-	7,265,633	6,026,400	5,905,611
Recovery School District	16,072,002	17,367,386	16,116,399	12,525,322	12,898,005
Settlement agreement	-	-	-	-	-
Facilities and Acquisition	49,508,073	32,005,308	26,350,144	47,321,559	22,400,061
Community Service Operations	12,350	12,350	12,350	265,327	12,350
Debt service - Principal	2,784,561	2,784,563	2,866,381	2,945,366	2,948,199
Debt service - Interest	376,893	376,893	376,893	376,893	292,429
TOTAL EXPENDITURES	638,870,790	610,244,224	584,997,539	602,702,535	570,081,843
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(14,181,257)	5,912,183	5,965,589	(16,186,926)	3,167,247
<u>OTHER FINANCING SOURCES (USES)</u>					
Issuance of long-term debt	-	-	-	-	-
Transfers in	7,267,600	5,395,536	7,678,950	5,130,284	5,427,753
Insurance proceeds	-	10,084,094	-	-	-
Transfers out	(7,267,600)	(5,395,536)	(7,678,950)	(5,130,284)	(6,927,753)
TOTAL OTHER FINANCING SOURCES (USES)	-	10,084,094	-	-	(1,500,000)
<u>NET CHANGE IN FUND BALANCES</u>	\$ (14,181,257)	\$ 15,996,277	\$ 5,965,589	\$ (16,186,926)	\$ 1,667,247
Debt service as a percentage of noncapital expenditures	0.54%	0.55%	0.58%	0.60%	0.59%

Source: Comprehensive Annual Financial Reports

Fiscal Year Ended June 30,				
2013	2012	2011	2010	2009
\$ 140,657,409	\$ 134,574,676	\$ 132,400,271	\$ 130,529,260	\$ 123,898,731
164,449,406	157,956,316	148,089,339	148,522,401	160,847,779
959,634	1,221,212	1,740,858	1,845,483	3,417,642
658,486	578,244	482,075	447,254	422,593
9,750,960	10,587,203	13,435,129	11,083,278	12,117,189
170,002,862	167,201,434	156,931,390	160,178,060	170,986,921
4,077,884	4,068,306	4,091,169	4,120,396	4,191,022
3,905,634	6,114,307	5,222,662	10,040,474	17,685,678
68,346,653	86,030,834	97,905,604	91,619,842	72,312,972
562,808,928	568,332,532	560,298,497	558,386,448	565,880,527
145,820,274	155,290,378	170,104,809	161,789,375	164,786,693
57,275,064	61,754,471	77,855,480	73,012,713	75,243,924
48,703,565	58,744,531	55,847,391	53,405,603	47,163,552
37,492,495	39,087,030	30,555,674	28,160,148	29,270,337
28,856,902	37,247,301	35,049,631	34,540,794	26,777,842
12,180,417	11,135,312	11,060,820	11,008,972	15,658,710
22,668,941	22,994,988	24,040,471	22,650,343	22,529,639
12,979,552	13,274,927	14,155,985	15,110,346	14,887,573
47,681,307	47,136,285	47,001,038	48,586,370	62,981,345
30,184,193	34,069,666	34,127,663	32,020,023	32,009,771
25,280,199	25,697,215	26,171,370	28,433,630	26,618,389
20,334,144	16,846,160	13,056,227	6,159,590	5,569,811
2,415,638	1,909,350	1,054,344	495,088	-
178,789	183,996	134,816	-	-
-	-	-	3,472,933	2,664,909
5,077,260	5,197,073	5,389,646	5,498,870	4,908,800
13,418,315	13,164,716	12,337,740	15,497,211	6,855,629
-	-	-	-	-
35,869,090	66,349,284	66,419,730	27,277,323	39,306,268
12,350	12,350	-	-	-
2,948,198	2,948,199	1,503,198	163,636	163,636
262,007	327,223	349,797	97,639	-
549,638,700	613,370,455	626,215,830	567,380,607	577,396,828
13,170,228	(45,037,923)	(65,917,333)	(8,994,159)	(11,516,301)
-	-	21,675,000	21,433,000	-
4,153,363	8,869,999	12,526,868	13,228,577	34,927,950
-	-	-	-	6,549,917
(5,653,363)	(9,952,264)	(12,526,868)	(13,228,577)	(38,927,950)
(1,500,000)	(1,082,265)	21,675,000	21,433,000	2,549,917
\$ 11,670,228	\$ (46,120,188)	\$ (44,242,333)	\$ 12,438,841	\$ (8,966,384)
0.62%	0.60%	0.33%	0.05%	0.03%

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS
(December 31, 2008 through 2017)
(unaudited)

Tax Year	Real Property	Personal Property	Industrial Property	Public Utilities	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate- Millages	Assessed Value	Estimated Actual Value	Ratio of Total Assessed Value to Total Estimated Actual Value*
Parish of East Baton Rouge										
2017	2,800,050,164	805,055,660	349,028,940	320,514,246	554,588,135	3,720,060,875	445.57	\$4,274,649,010	\$38,860,445,545	11
2016	2,630,760,321	794,017,270	162,905,730	521,723,990	546,763,121	3,562,644,190	445.57	\$4,109,407,311	\$37,358,248,282	11
2015	2,952,471,820	830,853,570	451,571,400	347,183,560	681,677,500	3,900,402,850	445.57	4,582,080,350	41,655,275,909	11
2014	2,886,279,250	809,782,750	463,488,250	343,803,540	678,870,550	3,824,483,240	445.57	4,503,353,790	40,939,579,909	11
2013	2,836,382,050	789,360,250	439,844,150	314,845,710	676,640,250	3,703,791,910	445.57	4,380,432,160	39,822,110,545	11
2012	2,787,552,830	731,195,550	426,769,750	310,516,200	677,473,150	3,578,561,180	445.57	4,256,034,330	38,691,221,182	11
2011	2,660,283,400	732,731,250	400,675,500	273,732,390	668,235,600	3,399,186,940	445.57	4,067,422,540	36,976,568,545	11
2010	2,621,967,600	740,156,400	378,515,200	264,777,090	666,279,500	3,339,136,790	445.57	4,005,416,290	36,412,875,364	11
2009	2,570,289,950	760,090,300	366,281,000	268,186,150	658,713,450	3,306,133,950	445.57	3,964,847,400	36,044,067,273	11
2008	2,455,453,450	742,090,000	354,530,750	258,929,590	656,849,150	3,154,154,640	445.57	3,811,008,790	34,645,534,455	11

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

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

Source: Comprehensive Annual Financial Report of City-Parish Government of Baton Rouge.
East Baton Rouge Parish Assessor's Grand Recapitulation of the
Assessment Roll for the Parish of East Baton Rouge.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

Taxpayer	Type of Business	December 31, 2017		Percentage of Total Assessed Valuation	December 31, 2008		Percentage of Total Assessed Valuation
		Assessed Valuation (1)	Rank		Assessed Valuation (1)	Rank	
ExxonMobil Corporation	Petroleum Products	\$ 332,225,840	1	6.83 %	\$ 283,188,860	1	7.43 %
Entergy, Inc.	Electric and Gas Utility	114,408,820	2	2.35	68,680,060	2	1.80
J P Morgan/Chase	Bank	53,912,180	3	1.11	45,747,700	4	1.20
Genesis Marine, LLC	Import/Export Terminal	23,938,350	4	0.49	-		0.00
Bellsouth Communications	Telephone Utility	16,911,980	5	0.36	46,545,760	3	1.22
State Farm Mutual	Insurance	16,547,810	6	0.34	19,017,750	6	0.50
Baton Rouge Water Company	Water Utility	16,567,420	7	0.34	15,987,310	10	0.42
Dixie Electric Membership	Electric and Gas Utility	13,886,180	8	0.29	-		0.00
Capital One/Hibernia	Bank	14,564,720	9	0.30	18,411,200	7	0.48
L'Auberge Casino & Hotel	Casino	1,633,909	10	0.26	-		0.00
Walmart	Retail Store	-		0.00	19,883,760	5	0.52
Regions Bank	Bank	-		0.00	17,804,150	8	0.47
Formosa Plastics	Plastics Manufacturer	-		0.00	16,689,950	9	0.44
		<u>\$ 604,597,209</u>		<u>12.67 %</u>	<u>\$ 551,956,500</u>		<u>14.48 %</u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPERTY TAX MILLAGES - DIRECT AND OVERLAPPING GOVERNMENTS⁽¹⁾
(PER \$1,000 OF ASSESSED VALUE)
LAST TEN CALENDAR YEARS
(unaudited)

Calendar Year	<u>Direct - East Baton Rouge Parish School System</u>			<u>Overlapping</u>		
	General Fund	Debt Service Funds (2)	Total	Parish	Law Enforcement	Road Lighting
2008	113,007,257	-	113,007,257	13,490,853	57,126,469	710,805
2009	123,898,731	-	123,898,731	14,035,463	59,432,583	752,632
2010	130,529,260	-	130,529,260	14,178,016	60,036,218	755,677
2011	132,400,271	-	132,400,271	14,398,676	60,970,664	764,224
2012	134,574,676	-	134,574,676	14,640,832	63,798,277	770,534
2013	140,657,409	-	140,657,409	15,068,687	65,662,678	785,329
2014	147,294,070	-	147,294,070	15,491,537	67,505,273	712,002
2015	150,966,345	-	150,966,345	15,762,356	68,685,384	722,075
2016	154,517,615	-	154,517,615	15,426,470	69,651,440	354,888
2017	161,593,602	-	161,593,602	16,156,091	72,945,725	383,791

(1) Information obtained from East Baton Rouge Parish Tax Assessor

(2) Represents aggregate millage of all debt service districts.

(3) Includes the cities of: Baker, Baton Rouge, Zachary

Note that overlapping rates are those of local governmental entities that apply to property owners within the school system's area. Not all overlapping rates apply to all property owners; for example, although the school system's general fund rates apply to all parish property owners, the debt service rates apply only to the property owners with property in the debt service district.

Source: Information obtained from East Baton Rouge Parish Tax Assessors' Office

Overlapping

Recreation and Community Centers	Fire Protection	Levee & Diversion Canal	Cities (3)	Other	Total
55,117,514	31,937,799	3,387,396	12,658,344	67,920,332	355,356,769
57,342,564	23,606,424	3,537,331	12,985,665	68,099,502	363,690,895
57,924,991	33,761,191	3,613,194	13,176,611	68,877,523	382,852,681
58,827,132	35,645,949	3,654,216	13,167,216	95,798,491	415,626,839
59,746,512	36,898,755	3,699,151	13,351,678	117,887,704	445,368,119
61,492,507	37,929,227	3,852,633	13,581,260	93,277,970	432,307,700
63,218,080	39,164,671	3,929,668	14,068,430	95,981,406	447,365,137
66,270,628	43,536,637	3,983,829	14,438,182	97,894,285	462,259,721
67,202,720	32,579,578	3,784,935	14,592,432	112,128,173	470,238,251
70,381,189	35,247,566	4,229,731	29,273,985	86,655,097	476,866,777

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX YEARS
(December 31, 2008 through 2017)
(unaudited)

<u>Tax Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Levy Collections (2)</u>	<u>Percent of Levy Collected</u>	<u>Prior Year Tax Collections (2)</u>	<u>Total Collections (2)</u>	<u>Ratio of Total Collections to Tax Levy</u>
2017	\$ 161,593,602	\$ 160,667,810	99.4	\$ 343,573	\$ 161,011,383	99.6
2016	154,796,890	152,011,494	99.2	1,486,757	153,498,251	99.2
2015	151,342,078	150,586,972	99.5	317,624	150,904,596	99.7
2014	148,674,295	147,095,340	98.9	354,984	147,450,324	99.2
2013	144,115,626	143,431,161	99.5	449,354	143,880,515	99.8
2012	139,146,486	137,160,425	98.6	242,156	137,402,581	98.7
2011	132,547,830	131,012,368	98.8	520,422	131,532,790	99.2
2010	130,451,086	128,628,970	98.6	782,997	129,411,967	99.2
2009	129,226,494	126,846,844	98.2	701,695	127,548,539	98.7
2008	123,517,514	120,790,290	97.8	262,870	121,053,160	98.0

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

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

- (2) Source: East Baton Rouge Parish Assessor's Office

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN CALENDAR YEARS
(modified accrual basis of accounting)
(unaudited)

<u>Fiscal Year</u>	<u>Ad Valorem Taxes</u>	<u>Sales Tax</u>	<u>Total Taxes</u>	<u>% Change P/Y</u>
2009	\$ 123,898,731	\$ 160,847,779	\$ 284,746,510	11.68%
2010	130,529,260	148,522,401	279,051,661	-2.00%
2011	132,400,271	148,089,339	280,489,610	0.52%
2012	134,574,676	157,956,316	292,530,992	4.29%
2013	140,657,409	164,449,406	305,106,815	4.30%
2014	147,294,070	165,634,180	312,928,250	2.56%
2015	150,966,345	172,402,667	323,369,012	3.34%
2016	154,517,614	174,082,945	328,600,559	1.62%
2017	157,201,230	191,494,294	348,695,524	6.12%
2018	165,466,456	179,415,809	344,882,265	-1.09%
Change 2009-2018	33.55%	11.54%	21.12%	

Source: Comprehensive Annual Financial Reports

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

TAXABLE SALES BY CATEGORY-GENERAL SALES AND USE TAX
LAST TEN CALENDAR YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)
(unaudited)

Standard Industrial Classification Code	Year ended December 31,				
	2017	2016	2015	2014	2013
Agriculture, Forestry, and Fishing	\$ 1,949	\$ 1,954	\$ 1,850	\$ 1,800	\$ 1,750
Mining	974	1,954	1,850	-	875
Construction	155,892	155,379	140,606	148,517	156,627
Manufacturing	855,457	843,345	843,637	830,797	866,260
Transportation and Public Utilities	52,614	46,907	49,027	36,004	38,500
Wholesale Trade	435,523	420,207	405,168	416,749	389,379
Other Retail Trade	4,555,944	4,483,508	4,237,608	4,105,379	4,003,171
Vehicle	826,228	1,008,496	555,024	542,763	500,506
Food Stores	562,186	563,859	796,459	760,589	725,383
Finance, Insurance, and Real Estate	278,657	281,441	299,713	298,835	252,003
Services	<u>2,017,826</u>	<u>1,965,200</u>	<u>1,919,458</u>	<u>1,859,617</u>	<u>1,815,646</u>
Total	<u>\$ 9,743,250</u>	<u>\$ 9,772,250</u>	<u>\$ 9,250,400</u>	<u>\$ 9,001,050</u>	<u>\$ 8,750,100</u>

Source: City-Parish Finance Revenue Division
Collector of EBR Parish-wide Sales & Use Taxes
Based on 2% general sales and use tax with no exceptions for food and drugs.

Year ended December 31,				
2012	2011	2010	2009	2008
\$ 1,729	\$ 1,613	\$ 1,565	\$ 2,182	\$ 2,466
-	806	3,129	818	822
154,729	153,995	133,783	133,890	151,265
934,427	798,192	724,461	941,631	876,348
42,356	51,600	43,030	51,560	64,945
366,510	348,302	332,501	348,700	411,867
3,969,371	3,840,999	3,599,615	3,865,624	4,102,229
482,341	440,215	836,337	533,427	374,051
644,850	575,666	483,495	514,500	420,088
267,967	223,333	218,277	254,056	282,799
1,779,820	1,627,829	1,447,357	1,450,666	1,534,020
<u>\$ 8,644,100</u>	<u>\$ 8,062,550</u>	<u>\$ 7,823,550</u>	<u>\$ 8,097,054</u>	<u>\$ 8,220,900</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

Fiscal Year	Qualified School Construction Bond Program	Qualified Zone Academy Bond Program	Capital Leases	Certificates of Indebtedness	Total Debt (1)	Percentage of Personal Income (2)	Debt Per Capita (2)	Debt Per Student (2)
2018	\$ 22,276,499	\$ -	\$ -	\$ -	\$ 22,276,499	0.12%	50	416
2017	25,061,058	-	-	-	25,061,058	0.12%	56	477
2016	27,845,621	-	-	-	27,845,621	0.15%	63	675
2015	30,630,184	84,650	-	-	30,714,834	0.15%	69	759
2014	33,414,747	245,457	-	-	33,660,204	0.15%	76	836
2013	36,199,312	409,091	-	-	36,608,403	0.29%	88	811
2012	38,983,875	572,729	-	-	39,556,604	0.31%	95	878
2011	41,768,438	736,363	-	-	42,504,801	0.23%	96	1,031
2010	21,433,000	900,001	-	-	22,333,001	0.12%	51	549
2009	-	1,063,636	-	-	1,063,636	0.01%	2	25

(1) Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.

(2) See Schedule of Demographic Statistics for personal income and population data.

(3) Source: East Baton Rouge Parish School System

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2017
(unaudited)

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Amount Applicable to Primary Government</u>
<u>Overlapping Debt:</u>			
Baton Rouge Recreation and Park Commission	\$ 32,795,000	100.00%	\$ 36,520,000
Central Community School System	36,075,000	5.00%	1,803,750
City of Zachary	17,808,632	1.00%	178,086
Hospital Service District No. 1 (Lane Memorial Hospital)	19,200,000	100.00%	19,200,000
Nineteenth Judicial District Court	95,790,000	100.00%	95,790,000
Zachary Community School Board	77,735,669	6.00%	4,664,140
City of Baton Rouge/Parish of EBR direct debt	305,789,505	100.00%	<u>325,688,450</u>
Total overlapping debt			483,844,426
East Baton Rouge Parish School System direct debt			<u>-</u>
Total direct and overlapping debt			<u><u>\$ 483,844,426</u></u>

Net Overlapping Debt is computed to demonstrate the total property tax burden on the taxpayers within the reporting government's geographic jurisdiction and the total debt that their property taxes will be expected to repay.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Municipalities taxable assessed value that is within the Parish's boundaries and dividing it by the Parish's total taxable assessed value.

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS
(December 31, 2008 through 2017)
(unaudited)

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age (1)</u>	<u>Public School Enrollment (3)</u>	<u>EBR Parish Unemployment Rate (4)</u>	<u>Labor Market Area Unemployment Rate (5)</u>
2008	433,723	\$ 17,456,948,000	\$ 40,249	32.8	53,849	4.2	4.3
2009	437,623	17,396,917,000	39,753	32.8	52,671	6.0	6.2
2010	440,856 (2)	17,660,971,000	40,061	32.6 (2)	53,790	7.1	7.4
2011	441,523	18,004,796,000	40,779	32.5	53,981	7.2	7.4
2012	444,275	19,047,316,000	42,873	32.7	54,439	6.3	6.4
2013	445,227	19,227,032,000 (6)	43,839 (6)	32.7	53,881	5.8	5.9
2014	446,042	19,227,032,000	43,106	32.9	54,055	5.8	5.8
2015	446,753	18,930,264,869	42,373	32.9	53,602	5.4	5.5
2016	447,037	21,756,396,716	48,668	32.8	52,540	5.1	5.2
2017	446,268	19,907,569,212 (7)	44,609 (7)	32.8 (7)	52,306	4.4	4.5

All information is parishwide.

- (1) Estimates – U.S. Census
- (2) Official U. S. Census
- (3) Estimates - Bureau of Economic Analysis
- (4) East Baton Rouge Parish School System – includes pre-kindergarten.
- (5) Louisiana Department of Labor - Benchmark rates for East Baton Rouge Parish only - These data are disaggregated using claims for unemployment compensation and population sharing ratios which are applied to present market area estimates and are valid only for the allocation of manpower revenue sharing funds.
- (6) Louisiana Department of Labor - Baton Rouge Metropolitan Statistical Area (MSA). Year 2004 and prior the MSA includes East Baton Rouge, Ascension, Livingston, and West Baton Rouge Parishes. In 2005 the MSA was expanded to include East Feliciana, Iberville, Pointe Coupee, St. Helena and West Feliciana Parishes. Baton Rouge serves as the focus of employment for many of the parishes that border it.
- (7) Finance Department Estimate

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
 (December 31, 2008 and 2017)
 (unaudited)

December 31, 2017 (1)			December 31, 2008		
Employer	Number of Employees	Rank	Percent of Total	Employer	Number of Employees
Louisiana State Government	18,841	1	7.39 %	Louisiana State Government	31,688
Turner Industries	9,875	2	3.87	Turner Industries	7,625
Louisiana State University	6,250	3	2.45	Louisiana State University	5,600
East Baton Rouge Parish School System	6,129	4	2.40	East Baton Rouge Parish School System	6,369
Performance Contractors	5,500	5	2.16	Performance Contractors	3,300
City-Parish Government	4,547	6	1.78	City-Parish Government	4,544
Our Lady of the Lake Regional Medical Center	4,500	7	1.76	Our Lady of the Lake Regional Medical Center	4,009
Exxon Mobil Corporation	4,214	8	1.65	Exxon Mobil Corporation	4,275
Baton Rouge General Medical Center	4,000	9	1.57	Baton Rouge General Medical Center	3,000
Parish Water Company	3,196	10	1.25	Parish Water Company	-
The Shaw Group	-		-	The Shaw Group	4,243
			26.28 %		74,653
					13.55 %
					3.26
					2.40
					2.72
					1.41
					1.94
					1.71
					1.83
					1.28
					-
					1.81
					31.91 %

(1) Source 2017:
 Baton Rouge Area Chamber estimates
 Louisiana Department of State Civil Service
 East Baton Rouge Parish School System
 Estimates - U.S. Bureau of Census (mid-year estimate)
 Estimates - U.S. Bureau of Labor Statistics (Annual average data)



Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

	Fiscal Year Ended June 30,				
	2018	2017	2016	2015	2014
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 137,364,607 30.9%	\$ 130,944,595 30.2%	\$ 124,256,604 28.7%	\$ 124,430,292 29.7%	\$ 128,467,847 31.5%
Special education programs	52,888,149 11.9%	52,627,737 12.1%	52,821,415 12.2%	51,168,380 12.2%	50,115,050 12.3%
Other education programs	21,744,648 4.9%	20,989,654 4.8%	22,020,478 5.1%	21,235,520 5.0%	21,161,380 5.2%
Support:					
Pupil support services	29,049,518 6.5%	27,925,408 6.4%	27,857,420 6.4%	28,284,749 6.7%	26,923,738 6.6%
Instructional staff services	12,198,369 2.7%	12,375,246 2.9%	13,754,788 3.2%	13,197,385 3.1%	11,618,118 2.9%
General administration services	11,389,242 2.6%	10,756,252 2.5%	11,402,883 2.6%	11,447,738 2.7%	11,609,299 2.9%
School administration services	24,231,100 5.4%	24,071,420 5.5%	23,296,802 5.4%	22,464,220 5.3%	21,399,400 5.3%
Business and central services	12,631,588 2.8%	11,700,600 2.7%	12,395,396 2.9%	12,916,540 3.1%	11,181,785 2.7%
Plant operations and maintenance	40,824,414 9.2%	44,536,706 10.3%	40,712,271 9.4%	40,406,275 9.6%	41,184,204 10.1%
Transportation	30,090,447 6.8%	28,102,493 6.5%	31,354,411 7.2%	30,348,299 7.2%	31,521,512 7.7%
Appropriations					
Charter schools Type 1	29,605,456 6.7%	29,951,784 6.9%	29,283,399 6.8%	32,074,417 7.6%	22,870,404 5.6%
Charter schools Type 2	23,216,329 5.2%	16,977,987 3.9%	13,938,990 3.2%	10,344,959 2.5%	6,982,719 1.7%
Autonomous schools	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Office of Juvenile Justice	145,811 0.0%	162,095 0.0%	110,355 0.0%	129,864 0.0%	184,554 0.0%
Magnet programs	- 0.0%	- 0.0%	7,265,633 1.7%	6,026,400 1.4%	5,905,611 1.5%
Recovery School District	16,072,002 3.6%	17,367,386 4.0%	16,116,399 3.7%	12,525,322 3.0%	12,898,005 3.2%
Settlement agreement	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Capital outlay	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Community Service Operations	12,350 0.0%	12,350 0.0%	12,350 0.0%	265,327 0.1%	12,350 0.0%
Facilities acquisition	334,645 0.1%	2,132,042 0.5%	2,653,667 0.6%	- 0.0%	- 0.0%
Debt service - Principal	2,784,561 0.6%	2,784,562 0.6%	2,866,381 0.7%	2,945,366 0.7%	2,948,199 0.7%
Debt service - Interest	376,893 0.1%	376,893 0.1%	376,893 0.1%	376,893 0.1%	292,429 0.1%
Total	<u>\$ 444,960,129</u>	<u>\$ 433,795,210</u>	<u>\$ 432,496,535</u>	<u>\$ 420,587,946</u>	<u>\$ 407,276,604</u>
Pupil count - October 1	38,673	38,960	39,828	40,471	40,241
Average expenditures per pupil	\$ 11,506	\$ 11,134	\$ 10,859	\$ 10,392	\$ 10,121

Source: Comprehensive Annual Financial Reports

Fiscal Year Ended June 30,				
2013	2012	2011	2010	2009
\$ 129,506,058	\$ 135,338,160	\$ 141,583,796	\$ 138,979,724	\$ 138,888,144
33.1%	33.3%	34.7%	35.0%	36.1%
50,585,205	51,593,688	62,758,041	59,294,042	57,969,355
12.9%	12.7%	15.4%	14.9%	15.1%
18,287,216	18,992,522	14,935,486	13,503,429	12,196,643
4.7%	4.7%	3.7%	3.4%	3.2%
27,933,138	29,467,667	22,192,916	19,356,041	19,283,867
7.1%	7.3%	5.4%	4.9%	5.0%
11,435,935	14,739,083	13,049,103	12,863,476	14,312,765
2.9%	3.6%	3.2%	3.2%	3.7%
11,288,440	10,338,436	10,245,203	10,268,091	10,246,435
2.9%	2.5%	2.5%	2.6%	2.7%
20,493,553	20,726,066	21,705,959	20,289,527	20,149,136
5.2%	5.1%	5.3%	5.1%	5.2%
11,053,143	11,771,113	12,207,881	13,124,866	12,689,952
2.8%	2.9%	3.0%	3.3%	3.3%
38,769,350	41,497,511	41,977,187	41,881,624	48,108,640
9.9%	10.2%	10.3%	10.5%	12.5%
27,883,583	31,722,653	31,616,491	29,199,644	28,079,346
7.1%	7.8%	7.7%	7.4%	7.3%
20,021,223	16,145,960	12,419,559	5,788,269	5,241,854
5.1%	4.0%	3.0%	1.5%	1.4%
2,415,638	1,909,350	1,054,344	495,088	-
0.6%	0.5%	0.3%	0.1%	0.0%
-	-	-	3,472,933	2,664,909
0.0%	0.0%	0.0%	0.9%	0.7%
178,789	183,996	134,816	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
5,077,260	5,197,073	5,389,646	5,498,870	4,908,800
1.3%	1.3%	1.3%	1.4%	1.3%
13,418,315	13,164,716	12,337,740	15,497,211	6,855,629
3.4%	3.2%	3.0%	3.9%	1.8%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
-	22,958	2,682,375	7,363,096	2,954,592
0.0%	0.0%	0.7%	1.9%	0.8%
12,350	12,350	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
2,948,198	2,948,199	1,503,198	163,636	163,636
0.8%	0.7%	0.4%	0.0%	0.0%
262,007	327,223	349,797	97,639	-
0.1%	0.1%	0.1%	0.0%	0.0%
<u>\$ 391,569,401</u>	<u>\$ 406,098,724</u>	<u>\$ 408,143,538</u>	<u>\$ 397,137,206</u>	<u>\$ 384,713,703</u>
41,292	41,233	41,040	40,674	41,667
\$ 9,483	\$ 9,849	\$ 9,945	\$ 9,764	\$ 9,233

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

	Fiscal Year Ended June 30,				
	2018	2017	2016	2015	2014
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 3,551 30.9%	\$ 3,360 30.2%	\$ 3,122 28.7%	\$ 3,081 29.6%	\$ 3,193 31.6%
Special education programs	1,368 11.9%	1,351 12.1%	1,326 12.2%	1,264 12.2%	1,245 12.3%
Other education programs	562 4.9%	539 4.8%	553 5.1%	525 5.0%	526 5.2%
Support:					
Pupil support services	751 6.5%	717 6.4%	699 6.4%	699 6.7%	669 6.6%
Instructional staff services	315 2.7%	318 2.9%	345 3.2%	326 3.1%	289 2.9%
General administration services	296 2.6%	277 2.5%	287 2.6%	284 2.7%	289 2.9%
School administration services	627 5.4%	618 5.5%	585 5.4%	555 5.3%	532 5.3%
Business and central services	327 2.8%	300 2.7%	311 2.9%	319 3.1%	278 2.7%
Plant operations and maintenance	1,055 9.2%	1,142 10.3%	1,021 9.4%	997 9.6%	1,022 10.1%
Transportation	778 6.8%	721 6.5%	787 7.2%	750 7.2%	783 7.7%
Appropriations					
Charter schools Type 1	766 6.7%	769 6.9%	735 6.8%	793 7.6%	568 5.6%
Charter schools Type 2	600 5.2%	436 3.9%	350 3.2%	256 2.5%	174 1.7%
Autonomous schools	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Office of Juvenile Justice	4 0.0%	4 0.0%	3 0.0%	3 0.0%	5 0.0%
Magnet programs	- 0.0%	- 0.0%	182 1.7%	149 1.4%	147 1.5%
Recovery School District	416 3.6%	446 4.0%	405 3.7%	309 3.0%	321 3.2%
Settlement agreement	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Capital outlay	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Facilities acquisition	9 0.1%	55 0.5%	67 0.6%	- 0.0%	- 0.0%
Debt service - Principal	72 0.6%	71 0.6%	72 0.7%	73 0.7%	73 0.7%
Debt service - Interest	10 0.1%	10 0.1%	9 0.1%	9 0.1%	7 0.1%
Total	<u>\$ 11,506</u>	<u>\$ 11,134</u>	<u>\$ 10,859</u>	<u>\$ 10,392</u>	<u>\$ 10,121</u>
Pupil count - October 1	38,673	38,960	39,828	40,471	40,241

Source: Comprehensive Annual Financial Reports

Fiscal Year Ended June 30,				
2013	2012	2011	2010	2009
\$ 3,138	\$ 3,283	\$ 3,449	\$ 3,417	\$ 3,330
33.1%	33.3%	34.7%	35.0%	36.1%
1,225	1,251	1,529	1,458	1,391
12.9%	12.7%	15.4%	14.9%	15.1%
443	461	364	332	293
4.7%	4.7%	3.7%	3.4%	3.2%
676	715	541	476	463
7.1%	7.3%	5.4%	4.9%	5.0%
277	357	318	316	344
2.9%	3.6%	3.2%	3.2%	3.7%
274	252	251	253	246
2.9%	2.6%	2.5%	2.6%	2.7%
496	503	529	499	484
5.2%	5.1%	5.3%	5.1%	5.2%
268	285	297	323	305
2.8%	2.9%	3.0%	3.3%	3.3%
938	1,005	1,022	1,030	1,155
9.9%	10.2%	10.3%	10.6%	12.5%
675	769	770	718	674
7.1%	7.8%	7.7%	7.4%	7.3%
485	392	303	142	126
5.1%	4.0%	3.0%	1.5%	1.4%
59	46	26	12	-
0.6%	0.5%	0.3%	0.1%	0.0%
-	-	-	85	64
0.0%	0.0%	0.0%	0.9%	0.7%
4	4	3	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
123	126	131	135	118
1.3%	1.3%	1.3%	1.4%	1.3%
325	319	301	381	165
3.4%	3.2%	3.0%	3.9%	1.8%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
-	1	65	181	71
0.0%	0.0%	0.7%	1.9%	0.8%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
71	72	37	4	4
0.8%	0.7%	0.4%	0.0%	0.0%
6	8	9	2	-
0.1%	0.1%	0.1%	0.0%	0.0%
<u>\$ 9,483</u>	<u>\$ 9,849</u>	<u>\$ 9,945</u>	<u>\$ 9,764</u>	<u>\$ 9,233</u>
41,292	41,233	41,040	41,667	42,907

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

	Fiscal Year				
	2018	2017	2016	2015	2014
<u>Regular Employees: CERTIFICATED</u>					
<u>Instructional:</u>					
Supervising Instructors	4.2	12.4	15.0	-	5.0
Classroom Teachers - Regular Programs	1,979.9	1,937.7	1,953.0	1,932.0	1,917.0
Classroom Teachers - Special Education	629.2	643.9	632.0	591.0	564.0
Classroom Teachers - Vocational Education	107.2	106.3	96.0	84.0	87.0
Classroom Teachers - Other Instructional Programs	102.5	112.5	129.0	140.0	76.0
Classroom Teachers - Special Programs	163.2	173.7	198.0	202.0	194.0
Classroom Teachers - Adult/Continuing Ed Programs	3.8	3.6	3.0	5.0	4.0
Classroom Teachers - Community College Programs	26.6	24.2	23.0	24.0	24.0
<i>Total Classroom Teachers</i>	<u>3,012.4</u>	<u>3,001.9</u>	<u>3,034.0</u>	<u>2,978.0</u>	<u>2,866.0</u>
Therapist/Specialist/Counselor - Instructional Programs	2.1	3.7	2.0	3.0	-
Sabbatical Leave - Instructional Programs	12.6	15.3	7.0	13.0	7.0
<i>Total Certificated - Instructional Programs</i>	<u>3,031.3</u>	<u>3,033.3</u>	<u>3,058.0</u>	<u>2,994.0</u>	<u>2,878.0</u>
<u>Instructional Support:</u>					
Supervisors - Instructional Support Functions	58.0	55.8	62.0	66.0	63.0
Librarians/Media-based Teachers/Staff Instructors - Instr Spt	71.0	79.5	65.0	71.0	85.0
Therapist/Specialist/Counselor - Instructional Support Functions	413.1	435.6	456.0	466.0	449.0
Sabbatical Leave - Instructional Support Functions	6.4	5.4	6.0	6.0	4.0
<i>Total Certificated - Instructional Support</i>	<u>548.5</u>	<u>576.3</u>	<u>589.0</u>	<u>609.0</u>	<u>601.0</u>
<u>Support Services:</u>					
Superintendents	1.0	1.0	1.0	1.0	1.0
Assistant/Associate/Deputy Superintendents	4.8	4.0	3.0	5.0	5.0
School Principals	81.5	85.3	88.0	83.0	79.0
School Assistant Principals	85.8	91.4	87.0	87.0	76.0
Other School Administrators	-	-	1.0	-	2.0
Non-Classroom Teachers - Support Services	1.0	1.0	1.0	2.0	-
Sabbatical Leave - Support Services	1.0	1.0	1.0	2.0	-
<i>Total Certificated - Support Services</i>	<u>174.1</u>	<u>182.7</u>	<u>181.0</u>	<u>178.0</u>	<u>163.0</u>
Total Certificated	<u>3,753.9</u>	<u>3,792.3</u>	<u>3,828.0</u>	<u>3,781.0</u>	<u>3,642.0</u>

Source : East Baton Rouge Parish School System

Fiscal Year				
2013	2012	2011	2010	2009
5.0	9.0	1.0	10.0	2.0
1,965.0	2,090.0	2,247.0	2,243.8	2,236.0
582.0	610.0	633.0	618.0	634.0
86.0	90.0	83.0	85.2	87.0
72.0	4.0	2.0	1.0	-
182.0	201.0	250.0	225.0	203.0
5.0	5.0	5.0	6.0	8.0
23.0	23.0	24.0	23.0	24.0
2,915.0	3,023.0	3,244.0	3,202.0	3,192.0
2.0	3.0	-	2.6	82.0
23.0	28.0	27.0	29.0	25.0
2,945.0	3,063.0	3,272.0	3,243.6	3,301.0
74.0	77.0	73.0	74.0	80.0
81.0	83.0	91.0	126.0	86.0
440.0	479.0	428.0	456.4	418.0
7.0	10.0	8.0	9.0	8.0
602.0	649.0	600.0	665.4	592.0
1.0	1.0	1.0	1.0	1.0
5.0	-	-	-	-
81.0	80.0	84.0	80.0	84.0
70.0	64.0	68.0	73.0	68.0
3.0	-	7.0	-	-
-	-	-	-	-
-	1.0	2.0	2.0	2.0
160.0	146.0	162.0	156.0	155.0
3,707.0	3,858.0	4,034.0	4,065.0	4,048.0

(continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

	Fiscal Year				
	2018	2017	2016	2015	2014
<u>Regular Employees: NON-CERTIFICATED</u>					
<u>Instructional:</u>					
Aide - Instructional Programs	691.3	724.3	725.0	716.0	628.0
<i>Total Non-Certificated - Instructional Programs</i>	691.3	724.3	725.0	716.0	628.0
<u>Instructional Support:</u>					
Supervisors - Instructional Support Functions					
Therapist/Specialist/Counselor - Instructional Support Functions					
Clerical/Secretarial - Instructional Support Functions	55.6	54.5	55.0	53.0	52.0
Aide - Instructional Support Functions	17.6	21.4	17.0	17.0	16.0
Degreed Professional - Instructional Support Functions	6.4	13.3	3.0	2.0	4.0
Other Personnel - Instructional Support Functions	38.7	49.2	44.0	69.0	48.0
<i>Total Non-Certificated - Instructional Support</i>	118.3	138.4	119.0	141.0	120.0
<u>Support Services:</u>					
Supervisors/Managers/Administrators/Support Services	164.3	116.3	106.0	108.0	104.0
Clerical/Secretarial - Support Services	258.7	267.8	268.0	254.0	244.0
Aide - Support Services	63.4	59.1	59.0	58.0	57.0
Service Worker - Support Services	920.8	940.2	891.0	890.0	876.0
Skilled Craftsman - Support Services	27.5	26.3	23.0	24.0	26.0
Degreed Professional - Support Services	21.0	21.1	22.0	21.0	22.0
Other Personnel - Support Services	33.3	35.4	39.0	38.0	38.0
<i>Total Non-Certificated - Support Services</i>	1,489.0	1,466.2	1,408.0	1,393.0	1,367.0
Total Non-Certificated	2,298.6	2,328.9	2,252.0	2,250.0	2,115.0
Total Regular Employees (Certificated and Non-Certificated)	6,052.5	6,121.2	6,080.0	6,031.0	5,757.0
<u>Other Reported Personnel</u>					
School Board Member	9.0	9.0	8.0	9.0	11.0
<i>Total Other Reported Personnel</i>	9.0	9.0	8.0	9.0	11.0
Grand Total	6,061.5	6,130.2	6,088.0	6,040.0	5,768.0

Source : East Baton Rouge Parish School System

Fiscal Year				
2013	2012	2011	2010	2009
626.0	666.0	659.0	687.0	682.0
626.0	666.0	659.0	687.0	682.0
59.0	72.0	67.0	68.8	74.0
16.0	9.0	2.0	10.0	3.0
11.0	3.0	1.0	1.0	1.0
41.0	95.0	164.0	105.2	59.0
127.0	179.0	234.0	185.0	137.0
114.0	111.0	109.0	117.0	123.0
246.0	248.0	285.0	279.2	292.0
57.0	58.0	81.0	57.0	55.0
871.0	926.0	960.0	980.0	1,042.0
28.0	28.0	31.0	30.0	27.0
20.0	14.0	17.0	16.0	18.0
42.0	46.0	49.0	47.8	50.0
1,378.0	1,431.0	1,532.0	1,527.0	1,607.0
2,131.0	2,276.0	2,425.0	2,399.0	2,426.0
5,838.0	6,134.0	6,459.0	6,464.0	6,474.0
11.0	12.0	13.0	13.0	13.0
11.0	12.0	13.0	13.0	13.0
5,849.0	6,146.0	6,472.0	6,477.0	6,487.0
(concluded)				

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PERCENTAGE OF FREE AND REDUCED STUDENTS IN LUNCH PROGRAM

LAST TEN FISCAL YEARS

(unaudited)

<u>School Year</u>	<u>Free</u>	<u>Reduced</u>	<u>Total</u>
2008-2009	73.59%	7.70%	81.29%
2009-2010	74.54%	7.27%	81.81%
2010-2011	75.97%	6.06%	82.03%
2011-2012	76.77%	6.56%	83.33%
2012-2013	76.64%	6.57%	83.21%
2013-2014	77.68%	6.03%	83.71%
2014-2015 (2)	94.40%	0.00%	94.40%
2015-2016 (3)	96.00%	0.00%	96.00%
2016-2017 (3)	100.00%	0.00%	100.00%
2017-2018 (3)	100.00%	0.00%	100.00%

(1) Source: East Baton Rouge Parish School System School Food Service Department.

(2) East Baton Rouge Parish School System enrolled in USDA Community Eligibility Provision for 2014-2015.

(3) 2015-2016, 2016-2017, and 2017-2018 CEP percentages of Free and Paid students were re-established based on the number of identified students directly certified to receive free meals.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

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

<u>School Year</u>	<u>Females</u>	<u>Males</u>	<u>Total</u>
2009	1,005	807	1,812
2010	1,163	838	2,001
2011	1,125	862	1,987
2012	1,118	870	1,988
2013	1,117	868	1,985
2014	1,130	886	2,016
2015	1,160	928	2,088
2016	1,097	927	2,024
2017	1,149	929	2,078
2018	1,368	1,248	2,616

(1) Source: East Baton Rouge Parish School System Technology Department.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION
JUNE 30, 2018
(unaudited)

Elementary Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Audubon	1967	38,917	45,826	8.0	25	531
Baton Rouge Center VPA	1954	36,830	46,088	16.0	24	510
Belfair Montessori	1951	30,449	56,354	5.0	20	425
Bernard Terrace	1927	37,195	45,735	8.0	20	425
Broadmoor ES	1956	86,160	89,850	20.0	30	700
Baton Rouge FLAIM @ Valley Park	1967	86,264	89,082	23.4	34	750
Brownfields	1956	35,372	51,176	12.0	25	531
Buchanan	1955	56,742	61,615	8.2	27	574
Capitol	2008	75,606	75,606	13.9	31	659
Cedarcrest Southmoor	1967	42,176	50,203	7.1	28	595
Claiborne	1954/2011	93,528	100,305	8.0	38	808
Crestworth	1968	35,936	40,492	15.0	21	446
Delmont Pre-K/K Center	1955	40,662	46,148	6.7	21	446
Forest Heights	1973	41,921	47,883	9.9	25	531
Glen Oaks Park	1973	46,325	53,305	9.2	25	531
Greenbrier	1960	45,522	51,592	8.8	27	574
Highland	1940	40,224	41,679	7.0	21	446
Howell Park	1955	36,074	50,683	12.9	22	468
Jefferson Terrace	1958	38,243	45,949	7.2	24	510
LaBelle Aire	1973	61,918	75,872	8.0	34	723
LaSalle	1955	43,164	48,272	8.0	25	531
Magnolia Woods	1963	41,411	62,675	8.1	27	574
Mayfair	1962	36,225	41,324	12.1	22	475
Melrose	1955	55,080	55,080	8.0	32	680
Merrydale	1968	44,747	47,099	15.4	27	574
Northeast	2002	99,584	100,000	23.0	41	871
Park	1955	42,148	44,807	27.0	25	531
Park Forest	1976	50,900	50,900	9.7	33	701
Parkview	1974	44,453	47,928	8.1	28	595
Polk	1960	37,526	42,713	2.9	18	383
Progress	1959/2013	86,456	86,456	12.5	31	659
Riveroaks	1968	37,900	41,968	10.4	23	489
Ryan	1969	45,776	51,306	10.2	27	574
Sharon Hills	1964	44,835	60,212	10.0	25	531
Shenandoah	1972	45,979	45,979	7.0	27	574
South Boulevard	1945	27,155	32,119	2.4	12	255
The Dufrocq School	1923/2009	78,930	78,930	10.0	33	701
Twin Oaks	1974	42,411	50,520	7.0	28	595
University Terrace	1956	44,838	58,044	9.0	26	553
Villa del Rey	1959	48,623	64,103	14.4	27	574
Wedgewood	1977	53,910	61,743	13.0	32	680
Westdale Heights	1959	40,912	47,502	11.2	21	446
Westminster	1967	32,921	44,360	14.1	21	446
White Hills	1960	34,719	37,501	11.0	21	446
Wildwood	1969	40,730	40,731	7.3	25	531
Winbourne	2007	74,340	75,000	11.7	31	659
Woodlawn	2009	83,625	83,625	22.0	35	744
Totals		<u>2,365,362</u>	<u>2,666,340</u>	<u>519.8</u>	<u>1,245</u>	<u>26,555</u>

Source : CSRS, Inc.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION

JUNE 30, 2018

(unaudited)

(Continued)

Junior High/Middle Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Broadmoor	1961	86,455	121,605	14.0	37	800
Brookstown	1948	45,208	53,052	10.0	25	531
Capitol	2004	115,460	115,460	11.4	43	950
Glasgow	1955	61,009	63,159	14.2	30	650
McKinley	2006	119,238	119,400	12.0	40	875
North Banks Middle School of Excellence	1951	30,062	44,001	10.0	22	475
Park Forest	1968	96,311	123,904	17.4	42	925
Scotlandville	1951	91,655	91,655	15.0	37	825
Sherwood	1967	91,661	98,370	41.7	43	950
Southeast	1974	105,349	105,721	12.4	42	925
Westdale	1956	102,623	114,226	24.2	44	975
Woodlawn	2006	119,524	119,524	30.0	47	1,025
Totals		<u>1,064,555</u>	<u>1,170,077</u>	<u>212.3</u>	<u>452</u>	<u>9,906</u>

High Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Baton Rouge	1928/2012	270,011	442,564	19.4	74	1,600
Belaire	1974	180,093	180,093	27.5	62	1,350
Broadmoor	1960	146,079	204,321	32.0	51	1,125
Glen Oaks	1960	179,179	258,925	40.5	47	1,039
Istrouma	1947	199,832	222,343	30.0	70	1,548
Lee	1959/2016	191,740	191,740	26.0	45	1,250
McKinley	1961	150,988	174,913	18.9	58	1,275
Northeast	2003	141,811	146,564	50.0	43	950
Scotlandville	1960	182,020	182,020	35.1	70	1,550
Tara	1970	166,599	186,967	23.6	57	1,250
Woodlawn	2005	197,098	215,708	57.0	65	1,425
Totals		<u>2,005,450</u>	<u>2,406,158</u>	<u>360.0</u>	<u>642</u>	<u>14,362</u>

Special Education

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Arlington Prep Academy	1950	20,356	22,519	5.0	13	275
Southdowns	1949	33,442	41,818	9.2	18	383
Totals		<u>53,798</u>	<u>64,337</u>	<u>14.2</u>	<u>31</u>	<u>658</u>

Source : CSRS, Inc.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION

JUNE 30, 2018

(unaudited)

(Continued)

Alternatives

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Christa McAuliffe - Discipline Center	1966	38,513	76,048	11.1	21	450
Northdale Superintendent Academy	1968	36,408	52,544	5.2	24	525
Rosenwald - Discipline Center	1927	14,628	14,628	2.0	7	140
Greenville Superintendent's Academy	1959	44,465	58,628	6.5	30	638
Keel Discipline Center	1967	9,163	9,163	1.0	8	175
Totals		<u>143,177</u>	<u>211,011</u>	<u>25.8</u>	<u>90</u>	<u>1,928</u>

Charter Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Children's Charter	1924	23,813	23,813	2.0	12	255
Community School	1961	21,737	23,398	5.0	7	150
J.K. Haynes Elem Charter School	1956	34,671	55,536	11.0	22	468
Totals		<u>80,221</u>	<u>102,747</u>	<u>18.0</u>	<u>41</u>	<u>873</u>

Recovery Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Capitol High	1960	140,246	140,246	40.0	60	1,325
Crestworth Middle	1968	84,107	92,741	15.4	33	725
Dalton Elementary	1955	37,168	52,636	9.1	21	446
Glen Oaks Middle	1955	96,214	129,464	19.1	43	950
Kenilworth Middle	1973	92,723	98,716	22.4	35	775
Lanier Elementary	1958	43,170	48,393	9.8	23	489
Prescott Middle	1955	90,438	104,618	22.8	45	1,000
Totals		<u>584,066</u>	<u>666,814</u>	<u>138.6</u>	<u>260</u>	<u>5,710</u>

Closed Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms (1)</u>	<u>Capacity (1)</u>
Banks Elementary	1951	34,323	44,001	10.0	22	475
Totals		<u>34,323</u>	<u>44,001</u>	<u>10.0</u>	<u>22</u>	<u>475</u>

Source : CSRS, Inc.

Quality & Equity:



EAST BATON ROUGE PARISH SCHOOL SYSTEM

The East Baton Rouge Parish School System
does not discriminate on
the basis of race, color, national
origin, sex, handicap
or disability

Our Children Are the Reason