

Sevier-Esslinger Parish Fire District No. 2
Elm Grove, Louisiana
Notes to Financial Statements
(Continued)
December 31, 2006

2. **Debt Service Fund** -- This fund accounts for transactions relating to resources retained and used for the payment of principal, interest, and other related costs on those long-term obligations recorded in the general long-term debt account group. Funding is provided by an ad valorem tax and interest earnings on investments.
3. **General Fixed Assets Account Group** -- This account group is used to account for fixed assets used in governmental fund type operations for control purposes.
4. **General Long-Term Debt Account Group** -- This account group is used to account for long-term liabilities to be financed from government funds.

B. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by the governmental funds. The district uses the following practices in recording revenues and expenditures:

Revenues

All ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis and of each as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1803 requires that the tax roll be filed on or before November 15 of each year. All ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December, January and February of the current year.

Other intergovernmental revenues are recorded when the district is entitled to the funds. Interest income on demand and time deposits are recorded when the interest has been earned and the amount is determinable.

Expenditures

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

South Beaver Parish Fire District No. 2
 Fire Service, Louisiana
 Balance Sheet - All Fund Types and Account Groups
 December 31, 1998

	Governmental Fund Types		Account Groups		Total (Memorandum Only)
	General	Debt Service	General Fund Assets	General Long-Term Debt	
Assets					
Cash	\$ 175,708	\$ 43,413	\$ --	\$ --	\$ 219,121
Due from other funds	--	33	--	--	33
Receivables - ad valorem taxes	166,712	764,326	--	--	931,038
Property and equipment	--	--	2,133,648	--	2,133,648
Amount available in debt service funds	--	--	--	160,069	160,069
Amount to be provided for retirement of general long-term debt	--	--	--	641,843	641,843
Total assets	<u>\$ 3,202,432</u>	<u>\$ 807,772</u>	<u>\$ 2,133,648</u>	<u>\$ 801,912</u>	<u>\$ 4,745,764</u>
Liabilities and Fund Equity					
Liabilities:					
Accounts payable and accrued expenses due to other funds	\$ 6,278	\$ 4,711	\$ --	\$ --	\$ 10,989
General obligation bonds payable	--	--	--	1,335,000	1,335,000
Total liabilities	<u>\$ 6,278</u>	<u>\$ 4,711</u>	<u>\$ --</u>	<u>\$ 1,335,000</u>	<u>\$ 1,345,989</u>
Fund equity:					
Investment in general fund assets	--	--	2,133,648	--	2,133,648
Fund balances -					
Reserved for debt service	--	160,069	--	--	160,069
Unreserved, undesignated	285,641	--	--	--	285,641
Total fund equity	<u>\$ 285,641</u>	<u>\$ 160,069</u>	<u>\$ 2,133,648</u>	<u>\$ --</u>	<u>\$ 2,579,368</u>
Total liabilities and fund equity	<u>\$ 3,202,451</u>	<u>\$ 807,772</u>	<u>\$ 2,133,648</u>	<u>\$ 801,912</u>	<u>\$ 4,745,783</u>

The accompanying notes are an integral part of this statement.

South Jersey Public Fire District No. 3
 Elm Grove, Louisiana
 Notes to Financial Statements
 (Continued)
 December 31, 1988

Budget comparison statements included in the accompanying financial statements include the original and adopted budgets and all subsequent amendments. The schedule below reconciles excess (deficiency) of revenues and other sources over expenditures and other uses on page 4 (budget basis) with the amounts shown on page 3 (GAAP basis):

	<u>General Fund</u>
Excess of revenues and other sources over (under) expenditures and other uses (budget basis)	\$ 15,723
Adjustments:	
Revenue accounts - net	0,000
Expenditure accounts - net	<u>1,278</u>
Excess of revenues and other sources over (under) expenditures and other uses (GAAP basis)	<u>\$ 14,445</u>

C. Encumbrances

Encumbrance accounting is employed as an extension of the formal budgetary process. Under this method, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation. Any encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities. There were no encumbrances outstanding at December 31, 1988.

D. Fixed Assets

Fixed assets are recorded as expenditures at the time purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available.

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PROPERTY OF
STATE OF MISSISSIPPI
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**South Bossier Parish Fire District No. 2
Etna Grove, Louisiana**

Component Unit Financial Statements

As of and for the Year Ended December 31, 1998

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

DATE: 05/28/99

STATE OF MISSISSIPPI

COOK & MCKENHART

Chartered Public Accountants

1147 NORTH WOODS • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200 • SUITE 200

MEMBERSHIP: CPA, CMA, AIA

MEMBER

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
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Independent Auditors' Report

Board of Commissioners

South Bossier Parish Fire District No. 2

We have audited the accompanying component unit financial statements of the South Bossier Parish Fire District No. 2, Dan Grove, Louisiana, a component unit of the Bossier Parish Police Jury, as of December 31, 1988 and for the year then ended. These component unit financial statements are the responsibility of the South Bossier Parish Fire District No. 2's management. Our responsibility is to express an opinion on these component unit financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the South Bossier Parish Fire District No. 2, a component unit of the Bossier Parish Police Jury, as of December 31, 1988, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated May 21, 1989 and shown on pages 15-16 on our consideration of South Bossier Parish Fire District No. 2's internal control structure and a report dated May 21, 1989 and shown on page 17 on its compliance with laws and regulations.



Cook & McKenhart
Chartered Public Accountants
May 21, 1989

South Bossier Parish Tax District No. 2
 Elie, Louisiana
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 All Governmental Fund Types
 For the Year Ended December 31, 1998

			Total
	General	State Service	(Miscellaneous) State
Revenues:			
Ad valorem taxes	\$ 118,085	\$ 161,940	\$ 280,025
Intergovernmental - Fire insurance rebates	8,582	-	8,582
Interest income	8,485	1,453	9,938
Total revenues	<u>135,152</u>	<u>163,393</u>	<u>298,545</u>
Expenditures:			
Current -			
General government	3,004	4,171	7,175
Public safety	80,698	-	80,698
Capital outlay	40,643	-	40,643
Debt service:			
Principal retirement	-	80,808	80,808
Interest and fiscal charges	-	33,826	33,826
Paying agent fee	-	608	608
Total expenditures	<u>140,693</u>	<u>139,148</u>	<u>280,148</u>
Excess of revenues over (under) expenditures	(5,541)	24,245	18,704
Fund balances at beginning of year	285,808	178,808	464,616
Fund balances at end of year	<u>\$ 280,267</u>	<u>\$ 203,053</u>	<u>\$ 483,320</u>

The accompanying notes are an integral part of this statement.

South Stennis Parish Fire District No. 2
 Elm Grove, Louisiana
 Statement of Revenues, Expenditures, and Changes in Fund Balances -
 Budget (Cash Basis) and Actual
 General Fund
 For the Year Ended December 31, 1995

	General Fund		
	Budget	Actual	Variance- Favorable (Unfavorable)
Revenues:			
Ad valorem taxes	\$ 104,000	\$ 108,048	\$ 3,148
Intergovernmental-			
fire insurance rebate	8,700	8,585	(115)
Interest income	2,900	8,485	5,585
Total revenues	<u>115,600</u>	<u>125,118</u>	<u>9,518</u>
Expenditures:			
General government	-	3,484	(3,484)
Public safety	107,595	60,747	46,848
Capital outlay	43,942	43,942	-
Total expenditures	<u>148,587</u>	<u>148,173</u>	<u>414</u>
Excess of revenues over (under) expenditures	(29,000)	(15,727)	13,273
Fund balances - January 1, 1995	29,000	29,424	424
Fund balances - December 31, 1995	<u>\$ -</u>	<u>\$ 13,697</u>	<u>\$ 13,697</u>

The accompanying notes are an integral part of this statement.

South Bossier Parish Fire District No. 2
The Grove, Louisiana
Notes to Financial Statements
December 31, 1988

11) Summary of Significant Accounting Policies

The South Bossier Parish Fire District No. 2 was created by the Bossier Parish Police Jury, as authorized by Louisiana Revised Statute 40:1483, on June 11, 1985 by ordinance number 1112. The district is governed by a five member board of commissioners appointed by the Bossier Parish Police Jury. The Board of Commissioners received no compensation during 1988. The district is responsible for maintaining and operating the stations and equipment and providing fire protection within the boundaries of the district.

a. Basis of Presentation

The accompanying component unit financial statements of the South Bossier Parish Fire District No. 2 have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

As the governing authority of the parish, for reporting purposes, the Bossier Parish Police Jury is the financial reporting entity for Bossier Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria determining which component units should be considered part of the Bossier Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial responsibility. The GASB has set forth criteria to be considered in determining financial accountability. This criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.

South Bossier Parish Tax District No. 2
Fis Grove, Louisiana
Notes to Financial Statements
(Continued)
December 31, 1998

2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury created the district, appoints certain commissioners of the district, and has the ability to impose its will on the district, the district was determined to be a component unit of the Bossier Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the Bossier Parish financial reporting entity.

C. Fund Accounting

The district uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities (general fixed assets and general long-term obligations) that are not recorded in the "fund" because they do not directly affect net expendable available financial resources.

Funds of the district are classified as governmental funds. Governmental funds account for the district's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds and account groups used by the district include:

1. **General Fund** - This fund is the general operating fund of the district and accounts for all financial resources, except those required to be accounted for in other funds. Primary funding is provided by an oil severance tax approved by voters of the district, state fire insurance rebates, and interest earnings on investments.

South Bossier Parish Fire District No. 2
Elm Grove, Louisiana
Notes to Financial Statements
(Continued)
December 31, 1998

6. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits with original maturities of 90 days or less. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Under state law, the district may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost.

7. Budgets

The district uses the following budget practices:

1. A preliminary budget for the ensuing year is prepared by the Fire Chief and Officers of the District prior to December 31 of each year and is made available for public inspection at least fifteen days prior to the beginning of each fiscal year.
2. After completion of all action necessary to finalize and implement the budget, the budget is adopted by the Board of Commissioners.
3. All budgetary appropriations lapse at the end of each fiscal year.
4. The budget is established and controlled by the board of commissioners at the object level of expenditures. All changes in the budget must be approved by the board.
5. The budget is adopted on a cash basis for the general fund. There was no amendment to the budget which is reflected in the accompanying budgetary financial statements.

COOK & MOREHART

Chartered Public Accountants

200 SOUTH APOLLO • MONROEVILLE, LOUISIANA 7007 • P.O. BOX 1049 • MONROEVILLE, LOUISIANA 7007-0104

TELEPHONE (714) 333-4421

MEMBER

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
MEMBER OF LOUISIANA
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**Compliance Report Based on an Audit of Government Unit Financial
Statements Performed in Accordance With Government Auditing Standards**

Board of Commissioners
South Bossier Parish Fire District No. 2

We have audited the financial statements of the South Bossier Parish Fire District No. 2, a component unit of the Bossier Parish Police Jury, as of December 31, 1987 and for the year then ended, and have issued our report thereon dated May 31, 1987.

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

Compliance with laws, regulations, contracts, and grants applicable to the South Bossier Parish Fire District No. 2 is the responsibility of management of the South Bossier Parish Fire District No. 2. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the District's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing Standards.

This report is intended for the information of the South Bossier Parish Fire District No. 2, a component unit of the Bossier Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.



Cook & Morehart
Chartered Public Accountants
May 31, 1987

South Eastern Parish Fire District No. 2
 Elie Core, Louisiana
 Notes to Financial Statements
 (Continued)
 December 31, 1998

13) **Levied Taxes**

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

	Authorized ____Millage____	Levied ____Millage____	Expiration ____Date____
Operating	10.00	10.00	1999
Debt Service	variable	10.00	2000

13) **Pension Plan**

The employees of the district are members of the Social Security System. There are no other retirement plans available to the employees of the district.

14) **Cash and Cash Equivalents**

At December 31, 1998, the district has cash and cash equivalents (bank balances) totaling \$210,952 in demand deposits and interest bearing demand deposits.

The deposits are stated at cost, which approximates market. Under state law, these deposits (in the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging (fiscal agent) bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 1998, the District had 1,231,800 in deposits (collected bank balances). These deposits are secured from risk by 1,102,101 of federal deposit insurance and 119,692 of pledged securities held by the custodial bank in the name of the fiscal agent bank (K&S) Category 3.

Even though the pledged securities are considered unaffiliated (Category 3) under the provisions of GASB Statement No. 3, Louisiana Revised Statute 30:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand.

South Eastern Parish Fire District No. 2
 Elm Grove, Louisiana
 Notes to Financial Statements
 (Continued)
 December 31, 1998

24 Changes in General Long-Term Debt

The following is a summary of general obligation bond transactions of the South Eastern Parish Fire District No. 2 for the year ended December 31, 1998:

	Balance 12-31-97	<u>Payments</u>	Balance 12-31-98
General Obligation Bonds	\$1,326,000	<u>\$ 80,800</u>	<u>\$1,245,200</u>

Bonds payable at December 31, 1998 are comprised of the following individual issues:

General obligation bonds -

\$1,308,000 - 1982 bonds for acquisition of buildings, machinery, and equipment due in annual installments of \$58,000 to \$140,000 through March 1, 2008; interest rates of 8.40 to 18.00 percent. The debt redemption is paid from the Debt Service Fund. At December 31, 1998 the amount of funds available to retire the General Obligation bonds is \$183,000.

\$1,285,000

The annual requirements to service all debt outstanding as of December 31, 1998, including interest payments of 488,807 for the General Obligations Bonds are as follows:

Year Ending December 31,	
1997	\$ 128,795
1998	128,947
1999	131,085
2000	131,895
2001	133,330
2002 - 2004	488,745
2005 - 2008	<u>581,200</u>
	<u>\$ 3,029,802</u>

South Bossier Parish Tax District No. 2
 The Grove, Louisiana
 Notes to Financial Statements
 (Continued)
 December 31, 1998

(5) Changes in General Fixed Assets:

A summary of changes in general fixed assets follows:

	Balance 12-31-98	Additions	Retirements	Balance 12-31-99
Land	\$ 26,128	\$ -	\$ -	\$ 26,128
Buildings	487,271	27,200	-	514,471
Equipment	1,557,800	90,242	-	1,648,042
Total general fixed assets	<u>\$ 2,071,200</u>	<u>\$ 117,442</u>	<u>\$ -</u>	<u>\$ 2,188,642</u>

**Reports in Accordance with
Government Auditing Standards**

COOK & BIRCHBAUM

Certified Public Accountants

220 SOUTH AVENUE • BRIDGEVILLE, PENNSYLVANIA 15005 • P.O. BOX 7008 • BRIDGEVILLE, PENNSYLVANIA 15005

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Report on Internal Control Structure Based on an Audit of Component Unit Financial Statements Performed in Accordance With Government Auditing Standards

Board of Commissioners

South Beaver Parish Fire District No. 2

We have audited the financial statements of the South Beaver Parish Fire District No. 2, a component unit of the Cocodrie Parish Police Jury, as of December 31, 1998 and for the year then ended, and have issued our report thereon dated May 21, 1999. We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the South Beaver Parish Fire District No. 2, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of component unit financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the component unit financial statements of the South Beaver Parish Fire District No. 2 as of December 31, 1998 and for the year then ended, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose expressing our opinion on the component unit financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that error or irregularities in amounts that would be material in relation to the computerized audit financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the South Decatur Parish Five District No. 2, a component unit of the Decatur Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.

Cook & Wheeler
Certified Public Accountants
May 21, 1987

South Shore Parish Fire District No. 2
Deer Grove, Louisiana
Notes to Financial Statements
(Continued)
December 31, 1998

I. Compensated Absences

Full-time employees of the district earn 10 days of vacation leave each year. Vacation and sick leave do not accumulate.

At December 31, 1998, employee leave benefits requiring recognition were determined to be immaterial and are not included within the general long-term obligations account group. The cost of leave privileges, computed in accordance with the above condition, is recognized as a current-year expenditure within the various funds when leave is actually taken.

J. Long-Term Obligations

Long-term obligations expected to be financed from governmental funds are reported in the general long-term debt account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

K. Total Columns on Statements

Total columns on the statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a contribution.

L. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at 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.

South Baxter Parish Fire District No. 2
Deer Grove, Louisiana

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