

GOLD VOLUNTEER FIRE COMPANY NUMBER 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1996

REVENUES	
Intergovernmental	\$ 273,543
Fees	540
Miscellaneous	2,140
Interest	____2,084
TOTAL REVENUES	____278,207
EXPENDITURES	
Administration expenses	20,420
Insurance	28,443
Fire fighting expenses	23,695
Payroll taxes	13,526
Building repairs	5,125
Utilities	140,118
Tuition	8,915
Capital outlay	____12,442
TOTAL EXPENDITURES	____266,479
EXCESS OF REVENUES OVER EXPENDITURES	11,728
FUND BALANCE:	
AT BEGINNING OF YEAR	____28,000
AT END OF YEAR	\$ ____39,728

Six Associates's Compliance Report
The accompanying notes are an integral part of this statement.

COULD-VOLUNTEER FIRE COMPANY NUMBER 2

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS

DECEMBER 30, 1994

	GOVERNMENTAL	ACCOUNT	
	FUND TYPE	GENERAL	TOTAL
	GENERAL	FUND ASSETS	(MEMBER + NON-M) ASSETS
ASSETS			
Cash (including certificates of deposit of \$10,000)	\$ 89,217	\$ 0	\$ 89,217
Fixed assets	0	50,156	50,156
TOTAL ASSETS	\$ 89,217	\$ 50,156	\$ 139,373
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	\$ 0	\$ 0	\$ 0
TOTAL LIABILITIES	0	0	0
Fund Balance			
Undesignated - unreserved	89,217	0	89,217
Investment in fixed assets	0	50,156	50,156
TOTAL FUND BALANCE	89,217	50,156	139,373
TOTAL LIABILITIES AND FUND BALANCE	\$ 89,217	\$ 50,156	\$ 139,373

See Accountant's Compilation Report.
This accompanying notes are an integral part of this statement.

FINANCIAL STATEMENTS

EDWARD L. CAMNETAR, JR., CPA

A Professional Accounting Corporation
533 Amelia Street, Gretna, Louisiana 70053
(504) 342-2544 FAX (504) 342-2663

Independent Accountant's Compilation Report

To the Board of Directors
Gould Volunteer Fire Company No. 2
Gretna, Louisiana

We have compiled the accompanying annual seven general purpose financial statements of Gould Volunteer Fire Company No. 2 as of and for the year ended December 31, 1996, as required by Louisiana Revised Statutes (24:51), in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

These financial statements do not include the separate fund to account for the social activities of the company.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.



Edward L. Camnetar, Jr., CPA
A Professional Accounting Corporation

Gretna, LA
June 30, 1997



RECEIVED
STATE OF LOUISIANA

GOULD VOLUNTEER FIRE COMPANY NUMBER 2
FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 1996

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, certified 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.

Review Date 11/11/97

TABLE OF CONTENTS

	<u>PAGE NO.</u>
INDEPENDENT ACCOUNTANT'S COMPILATION REPORT.....	1
FINANCIAL STATEMENTS:	
Combined Balance Sheet.....	2
Statement of Revenues, Expenditures and Changes in Fund Balances.....	3
Notes to Financial Statements.....	4 - 6
INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES.....	7-10
LOUISIANA ATTESTATION QUESTIONNAIRE	

**GOULD VOLUNTEER FIRE COMPANY NUMBER 2
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

DESCRIPTION OF ACTIVITIES

Goald Volunteer Fire Company Number 2 (a non-profit organization) was established to provide fire fighting within the City of Genton, Louisiana. In addition, the Organization provides fire code inspections for businesses within the city, as well as fire and rescue training for its members.

Because the Goald Volunteer Fire Company Number 2 received the vast majority of its financial support from the City of Genton, to provide a public service, it is considered a quasi-public entity for financial reporting purposes. Accordingly, the accompanying general purpose financial statements have been prepared in accordance with generally accepted accounting principles 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. The significant accounting policies applied in the preparation of the accompanying general purpose financial statements are described as follows:

FINANCIAL REPORTING ENTITY

The accompanying general purpose financial statements include all governmental funds and account groups which are controlled by the Goald Volunteer Fire Company Number 2. (A fund maintained by the Company, in order to provide for social activities, is not included in the presentation of these financial statements.) Control is based on application of the criteria established by the GASB for determining the reporting entity. The basis, but not the only criteria, is the ability to exercise oversight responsibility. Oversight responsibility is derived from, among other things, the ability to significantly influence operations. Based on the foregoing criteria, there are no component units which have been combined with the Goald Volunteer Fire Company Number 2 to form the reporting entity, nor are there any potential component units which should be combined with the Goald Volunteer Fire Company Number 2 to form the reporting entity.

FUND ACCOUNTING

For financial reporting, the accounts of the Goald Volunteer Fire Company Number 2 are organized on a fund and account group basis, each of which is considered a separate accounting entity, with a separate set of self-balancing accounts which comprise the assets, liabilities, fund equity, revenues and expenditures. The Goald Volunteer Fire Company Number 2 has only one governmental fund, the General Fund, which is used to account for all of its government financial resources.

BASE OF ACCOUNTING

The Goald Volunteer Fire Company Number 2's accounting records for its General Fund are maintained on the cash basis of accounting. For financial reporting in accordance with generally accepted accounting principles, the accounting records are converted to the modified accrual basis under which revenues and expenditures are recognized as follows:

**GOULD VOLUNTEER FIRE COMPANY NUMBER 2
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 1996**

REVENUES

Goald Volunteer Fire Company Number 2 received a majority of its revenues through monthly payments on a contract with the City of Gretna, Louisiana to provide fire fighting services. These revenues are recorded as Intergovernmental Revenues in the period when they are received. Other revenues are reported in the period in which they are earned.

EXPENDITURES

Expenditures are recognized when the related liability is incurred.

BUDGET

The Goald Volunteer Fire Company Number 2 is not legally required to adopt a budget. The Company did submit a budget to the City of Gretna, Louisiana as required by its contract with the City. Since this budget only covers a portion of the Company's operation, a comparison of actual results with a budget is not presented in the accompanying financial statements.

COMPENSATED ABSENCES

Accumulated annual (vacation) leave is reported in the General Fund because it is expected to be liquidated with expendable available financial resources. An expenditure or liability has not been recorded for accumulated sick leave because it is unvested.

FIXED ASSETS

Certain fixed assets acquired in recent years are recorded as expenditures (capital outlay) in the General Fund when purchased and are accounted for in the General Fixed Assets Account Group. This entry represents initial acquisitions of fixed assets and does not include other assets that are owned by the Company including land, buildings, furniture and equipment.

DONATED SERVICES

The value of donated services is not reflected in the accompanying financial statements since there is no objective basis available by which to measure the value of such services. However, a substantial number of volunteers have donated significant amounts of their time to the Organization's fire fighting.

EDWARD L. CAMNETAR, JR., CPA

A Professional Accounting Corporation
533 Amelia Street, Gretna, Louisiana 70053
(504) 362-2864 FAX: (504) 362-1663

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

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by Gould Volunteer Fire Company No. 2 and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Gould Volunteer Fire Company No. 2's compliance with certain laws and regulations during the year ended December 31, 1996 included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with USA-RS 38:2211-2251 (the public bid law).

No expenditures were made during the year for materials and supplies exceeding \$5,000 and no expenditures were made for public works exceeding \$50,000.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by USA-RS 41:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management (agreed-upon procedure (3)) appeared on the list provided by management in agreed-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year. The company was not required under statute to adopt a budget.

6. Trace the budget adoption and amendments to the minute book.

The Company was not required to legally adopt a budget.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

The Company was not required to legally adopt a budget.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:
(a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

(b) determine if payments were properly coded to the correct fund and general ledger account; and

All of the payments were properly coded to the correct fund and general ledger account.

(c) determine whether payment received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicating proper approvals.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Cloud Volunteer Fire Company No. 2 is not required to post or advertise a notice of meetings.

Bank

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We inspected copies of all bank deposits slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Loans

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the Cloud Volunteer Fire Company No. 2 for the year ended December 31, 1998 indicated no approval for the payments noted. We also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

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

This report is intended solely for the use of Grand Waterway Fire Company No. 2 and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.


Edward L. Commins, Jr. CPA
A Professional Accounting Corporation

Gretna, LA
June 30, 1997

**GOULD VOLUNTEER FIRE COMPANY NUMBER 2
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 1996**

TOTAL COLUMN ON COMBINED BALANCE SHEET

The total column on the combined balance sheet is captioned "memorandum only" to indicate that this information is presented only to facilitate financial analysis. Data in the total column does not present financial position in conformity with generally accepted accounting principles.

NOTE 2

CASH

At December 31, 1996, the carrying amount of the Gould Volunteer Fire Company Number 2 bank accounts was \$98,277 which was covered by Federal depository insurance.

NOTE 3

CHANGES IN GENERAL FIXED ASSETS

The following is a summary of changes in the General Fixed Assets Account Group during the year ended December 31, 1996:

	Balance January 1, 1996	Additions	Deletions	Balance December 31, 1996
Fire Fighting Equipment & Other Equipment	\$ 12,983	\$ 13,535	\$ 348	\$ 31,156