

**ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 1**  
**SCHEDULE OF REPORTABLE CONDITIONS**  
**FOR THE TWO YEARS ENDED DECEMBER 31, 1996**

**DESCRIPTION OF ITEMS**

**Comment**

The size of the St. Tammany Parish Fire Protection District No. 1's operations and the limited staff preclude an adequate aggregation of data and other features of an adequate system of internal control. However, it would not be cost effective for the District to change its present system.

**Recommendation**

Due to the size of the District, it is not cost effective for the District to change its present system.

**ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 3**  
**SCHEDULE OF NONCOMPLIANCE WITH LAWS AND REGULATIONS**  
**FOR THE TWO YEARS ENDED DECEMBER 31, 1996**

**BUDGETING (continued)**

**Comment**

The Local Government Budget Act (LSA-RS 39:1304) requires that the budget document include a budget message signed by the budget preparer; a statement for the general fund and each special revenue fund showing the estimated fund balances at the beginning of the year; and a proposed budget adoption statement. The total of proposed expenditures shall not exceed the total of estimated funds available for the coming year.

**Response**

The District will abide by the Local Government Budget Act (LSA-RS 39:1304) in the future.

**SIL TARMANY PARISH FIRE PROTECTION DISTRICT NO. 1**

**SCHEDULE OF NONCOMPLIANCE WITH LAWS AND REGULATIONS**

**FOR THE TWO YEARS ENDED DECEMBER 31, 1996**

**ACCOUNTING, AUDITING, AND FINANCIAL REPORTING**

**Comment:**

The Local Government Accounting, Auditing, and Financial Reporting Act (LSA-RS 24:513(A)(5)(e)) requires that all audits shall be completed within six months of the close of the fiscal year end. Because of several computer problems and turnover of accounting personnel after fiscal year end, Sharda & Silva was unable to commence the audit prior to November 1, 1997 and, therefore, not able to complete the audit within the six months now required.

**Response:**

The Director has since reinitiated accounting services in-house and is going to keep its accounting functions current.

**ASSET MANAGEMENT LAWS**

**Comment:**

The Local Government Asset Management Act (LSA-RS 39:204) requires that a physical inventory of the movable property be taken each fiscal year. Because of computer problems and turnover of accounting personnel after year end, a physical inventory of the movable property and a master file has not been maintained by the Director's management.

**Response:**

The District will abide by the requirements of LSA-RS 39:204 in the future.

**BUDGETING**

**Comment:**

The Local Government Budget Act (LSA-RS 18:130) requires that the chief executive or administrative officer advise the District in writing when actual revenues fall to meet budgeted revenues by 5% or more, or when actual expenditures exceed budgeted expenditures by 5% or more. Furthermore, LSA-RS 39:1309 requires the District to amend the budget upon being notified. The administrative officer did not advise the District in writing when actual expenditures exceeded budgeted expenditures by 5% or more during the years ended December 31, 1995 and 1996.

**Response:**

The District will abide by the Local Government Budget Act (LSA-RS 18:130-1309) in the future.

**Steven A. Skarda, C.P.A.**

4080 Highway 22  
Monroeville, LA 71447  
Office: (504) 845-0223  
Fax: (504) 845-0888

**David A. Silva, C.P.A.**

281 Holiday Blvd. Ste. 170  
Covington, LA 71430  
Office: (504) 855-1111  
Fax: (504) 855-2148

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
LAWY AND REGULATIONS BASED ON AN AUDIT OF  
THE GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMANCE  
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

To the Board of Commissioners  
St. Tammany Parish Fire Protection District No. 2  
Bastionville, Louisiana

We have audited the financial statements of the St. Tammany Parish Fire Protection District No. 2 as of and for the two years ended December 31, 1996, and have issued our report thereon dated January 15, 1998.

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

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

Material instances of noncompliance are failures to follow requirements, or violations of prohibitions contained in laws, regulations, contracts, or grants, that cause us to conclude that the aggregation of misstatements resulting from these failures or violations is material to the general purpose financial statements. The results of our tests of compliance disclosed the following material instances of noncompliance listed in the attached schedule:

We considered these instances of noncompliance in forming our opinion on whether the St. Tammany Parish Fire Protection District No. 2's 1996 general purpose financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated December 28, 1997, on those general purpose financial statements.

This report is intended for the information of the St. Tammany Parish Fire Protection District No. 2, management, the Board of Commissioners, and the Legislative Auditor of the State of Louisiana and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which upon acceptance by the Board of Commissioners of the St. Tammany Parish Fire Protection District No. 2, is a matter of public record.

  
January 15, 1998

**SKARDA & SILVA, L.L.P.**  
CERTIFIED PUBLIC ACCOUNTANTS

We noted certain matters, which are listed in the attached schedule, involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above are material weaknesses.

We also have provided some oral recommendations to the management of the St. Tammany Fire Protection District No. 2 during our exit conference that we feel would improve the present internal control structure.

This report is intended for the information of the St. Tammany Fire Protection District No. 2, management, the Board of Commissioners, and the Legislative Auditor of the State of Louisiana, and should not be used for any other purpose. This report is not intended to limit the distribution of this report, which, upon acceptance by the St. Tammany Parish Fire Protection District No. 2, is a matter of public record.

  
January 11, 1998

**Steven A. Skarda, C.P.A.**  
4990 Highway 22  
Mandeville, LA 70471  
Office: (504)645-8000  
Fax: (504) 645-0808

**Brent A. Silva, C.P.A.**  
201 Holiday Blvd., Ste. 100  
Covington, LA 70420  
Office: (504) 893-0121  
Fax: (504) 893-0266

**INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL  
STRUCTURE BASED ON AN ASSESS OF BASIC FINANCIAL STATEMENTS  
IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

To the Board of Commissioners  
St. Tammany Parish Fire Protection District No. 2  
Madisonville, Louisiana

We have audited the general purpose financial statements of the St. Tammany Parish Fire Protection District No. 2 as of December 31, 1998, and for the two years then ended and have issued our report dated January 23, 1999.

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

In planning and performing our audit of the general purpose financial statements of the St. Tammany Parish Fire Protection District No. 2 for the two years ended December 31, 1998, 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 of expressing an opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

The management of the St. Tammany Parish Fire Protection 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 recorded data are accurate in accordance with management's authorization and recorded properly to permit the preparation of 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.

**SKARDA & SILVA, L.L.P.**  
CERTIFIED PUBLIC ACCOUNTANTS

**OTHER INDEPENDENT AGENCIES REPORTS**

ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 1  
SCHEDULE OF GENERAL FIXED ASSETS  
DECEMBER 31, 1998

General Fixed Assets

Construction in progress	\$	.
Land		552,400
Buildings and improvements		495,771
Equipment and fixtures		61,189
		<u>\$1,109,760</u>

Investments in General Fixed Assets

General fund	\$	511,146
Reserves		550,400
		<u>\$1,061,546</u>

See independent auditor's report.



ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 1  
SCHEDULE OF GENERAL FUND ASSETS ACCOUNT GROUP

GENERAL FUND ASSETS ACCOUNT GROUP

The general fund assets account group is used to account for fund assets not used in proprietary fund type operations. General fund assets do not represent financial resources available for expenditures for one fund for which financial resources have been used and for which accountability is maintained.

## SUPPLEMENTAL INFORMATION

## ST. TAMMANY FIRE PROTECTION DISTRICT NO. 3

### NOTES TO FINANCIAL STATEMENTS

#### NOTE G - PENSION PLAN, (continued)

In addition to certain defined taxes that are levied on the System (which constitutes major funding of the System), covered employees are required by state statute to contribute 8% of gross salary to which the District adds a 7% contribution as an employer's match. The contribution for the year ended December 31, 1995, was \$6,648, of which \$3,150 contributed by employees and \$3,498 contributed by the District. The actuarially required contribution for that year, using the System's actuarial funding method (Individual Unit Age Normal Cost Method), the actuary's recommended contribution rate of 11.87% from all sources (employees, employer, and dedicated assets), and based on covered payroll, was \$4,322,845. The actuarially required contribution has not been allocated to employees, employers, or in dedicated assets, but will be determined by future actions of the Louisiana Legislature. The District's actuarially determined contribution represents 7% of the total contribution required of all participating employees.

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. This measure, which is the actuarial present value of credited/pending benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits, when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual participating firefighters. The pension benefit obligation as of that date was \$791,663,245. The System's net assets available for benefits on that date (valued at market) were \$211,381,568, leaving an unfunded pension benefit obligation of \$580,281,677.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits is also data is presented in the System's 1995 comprehensive annual financial report in separate report. The District does not guarantee the benefits granted by the System.

#### NOTE H - COMMITMENTS

##### Lease

On January 1, 1995, the District entered into an operating lease agreement with the Town of Metairieville for a portion of the Metairieville Fire Station building and grounds. The lease is for a term of one year beginning January 1, 1995. It may be renewed for a like term and for the same amount, as long as the District provides the protection and related services to the Town of Metairieville and it remains in existence. The annual rental of \$1 is due on January 1 of each year.

St. Tammany Parish Fire Protection District No. 2

NOTES TO FINANCIAL STATEMENTS

NOTE B - CHANGES IN GENERAL FIXED ASSETS

	Balance 12/31/74	Additions	Disposals	Balance 12/31/75
Construction in progress	\$ 100,000	\$ 191,280	(\$ 292,000)	\$ -
Land	500,000	-	-	500,000
Buildings and Improvements	190,000	294,167	-	484,167
Equipment and Furniture	64,000	1,280	-	65,280
	<u>\$ 914,000</u>	<u>\$ 486,727</u>	<u>(\$ 292,000)</u>	<u>\$ 1,108,727</u>

NOTE F - POLICE INSURANCE TAX

The District is eligible and receives a pro-rata share of the fire insurance tax collected by the State of Louisiana. The amounts received by the District are based on the population of the areas that they serve. In accordance with the relevant statute, such money shall be used only for the purpose of "insuring more efficient and effective" fire protection in the District shall direct.

NOTE G - PENSION PLAN

Effective October 1, 1976, two of the employees of the District are members of the Louisiana Firefighters' Retirement System (the "System"), a multiple-employer (joint sharing), public employee retirement system (PERC), controlled and administered by a separate board of trustees.

Membership in the System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not exact an ordinance prior to January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 11 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to three and one-third percent of their final average salary for each year of creditable service, not to exceed 80 percent of their final average salary. Final average salary is the employee's average salary over the 36 consecutive or joint months that produce the highest average. Employees who terminate with at least 11 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

**ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 1**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

***Allowance for Uncollectible Receivables***

The District's primary revenue source, ad valorem taxes, becomes delinquent if not paid by March 1 following the year of assessment. Delinquent taxes are not as collectible from its property. The Board of Commissioners considers all taxes to be fully collectible and, accordingly, no allowance for uncollectible receivables is provided in the accompanying financial statements.

***Ad Valorem Taxes***

Ad valorem taxes are normally levied in November and billed in December. These taxes are due in January of the following year. Any unpaid taxes are collected in consultation with an auctioneer held in May. The Tax Collector, St. Tammany Parish Sheriff, bills and collects the District's ad valorem taxes.

Ad valorem taxes are levied based on property values determined by the St. Tammany Parish Assessor's Office (a separate entity). All land and residential improvements are assessed at 10 percent of fair market value, and other property at 15 percent of fair market value.

Since all ad valorem tax revenues are recognized when levied to the extent that they are determined to be currently collectible.

***Fund Equity***

Designations represent those portions of fund equity that have been segregated to indicate tentative plans for future resource use.

***Pension Plan, Vacation, and Sick Leave Policies***

The District contributes to the pension plan for its full-time employees (see Note C). The District does not have a formal vacation and sick leave policy.

***Total Columns on Financial Statements***

The total columns on the financial statements is captioned "Memorandum Only" to indicate that it is generated only in the District financial analysis. Data in this column does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 3

NOTE TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

These revenues of the District accrue life to several are all various taxes, state income sharing, insurance taxes, and interest. Substantially all other revenues are recorded when received.

**Budget and Budgetary Accounting**

Formal budgetary accounting is employed as a management control device during the year for the general fund.

A budget is adopted for the general fund on a basis consistent with generally accepted accounting principles (GAAP). All appropriations which are not expended lapse at year end.

**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to assure that portions of the applicable appropriation, is not employed by the District.

**Cash and Cash Equivalents**

Cash includes amounts in demand deposits and certificates of deposits, if any.

Louisiana revised statutes authorize the District to invest in (1) United States bonds, treasury notes or certificates, or time certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal offices in the State of Louisiana, an investment as stipulated in USA-85 79-1271, or any other federally insured investments or (2) in mutual or trust fund investments, which are registered with the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the US Government or its employees.

**Fixed Assets**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in the general fund, and the related assets are reported in the general fund asset account group. All purchased fixed assets are valued at cost when historical records are available and at estimated historical costs where no historical records exist. Donated fixed assets, if any, are valued at their estimated fair market value on the date received. The costs of annual maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Assets in the general fund asset account group are not depreciated.

ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 2

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Funds are divided into three major categories: governmental, proprietary and fiduciary. Funds within each major category are grouped by fund type in the general purpose financial statements. The funds and account groups used by the District are as follows:

**Governmental Fund Types**

Governmental funds are those through which general governmental functions of the District are financed. The acquisition, use and balance of the District's expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the District's governmental fund types:

**General Fund**

The general fund is the main operating fund of the District. This fund is used to account for all financial resources not presented for in other funds.

**Account Groups**

Account groups are used to establish accounting control and accountability for the District's general fund assets and long-term obligations, if any. The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

**General Fund Assets Account Group**

This account group is established to account for all fund assets of the District. Capital assets in the general fund are recorded as expenditures of that fund at the time of purchase and are subsequently recorded for control purposes in the general fund assets account group.

**Basis of Accounting**

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 in the balance sheet. The operating statement of the fund presents increases (i.e., revenues, and other sources) and decreases (i.e., expenditures and other uses) to net current assets.

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

## ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 2

### NOTES TO FINANCIAL STATEMENTS

#### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

- a) Appointing a voting majority of an organization's governing body, and the ability of the police jury to impose its will on the organization and/or the potential for the organization to provide specific financial benefits or impose specific financial burdens on the police jury.
- b) Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.
- c) 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.

The management of the Parish has not made a determination as to which units of local government should be considered component units of the St. Tammany Parish Police Jury for reporting purposes. 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 the Police Jury, or other governmental units that comprise the fire financial reporting entity.

#### 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. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the fund because they do not directly affect net reportable available financial resources.



## ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 2

### NOTES TO FINANCIAL STATEMENTS

#### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The St. Tammany Parish Fire Protection District No. 2 (the "District") was established by joint ordinance of the St. Tammany Parish Police Jury and the Town of Madhouville, Louisiana on January 15, 1993. The District's boundaries coincide with the boundaries of the 1st Ward of the Parish of St. Tammany. The District is governed by a Board of Commissioners consisting of five resident taxpayers, as provided by Louisiana Revised Statute 49:1496. The St. Tammany Parish Police Jury and the Town of Madhouville, Louisiana each appoint two commissioners to two year terms. The four appointed Commissioners select the fifth member who serves as Chairman. Vacancies are filled by the bodies making the original appointments.

Fire protection districts are created for the purpose of acquiring, maintaining, and operating facilities, machinery, equipment, water tanks, water systems, water lines, and other things necessary to provide proper fire protection and control of the property within the District. The District contracts with the Madhouville Volunteer Fire Department to carry out its objective.

The financial statements of the St. Tammany Parish Fire Protection 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. The more significant of the government's accounting principles are described below.

#### The Reporting Entity

The general purpose financial statements of the District include all funds, account groups and activities that are within the oversight responsibility of the District. Certain units of local government, over which the District exercises an oversight responsibility such as the St. Tammany Parish Police Jury, Parish School Board, independently elected parish officials, and municipalities within the parish, are excluded from the accompanying general purpose financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the District.

As the governing authority of the Parish, for reporting purposes, the St. Tammany Parish Police Jury is the financial reporting entity for St. Tammany 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 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.

THE TARRANT PARISH FIRE PROTECTION DISTRICT NO. 1  
 STATEMENT OF REVENUES, EXPENDITURES, AND RESOURCES  
 BY FUND BALANCE ACCOUNT AND FUNDAL  
 FOR THE YEAR ENDING DECEMBER 31, 1994 AND 1995

	1994		1995		Variance Favorable (Unfavorable)
	Budget	Actual	Budget	Actual	
Utilities	150	811	289	851	(641)
Gasoline	1,100	8,281	5,378	3,258	3,120
Workers' compensation	9,000	7,028	6,888	8,384	(1,500)
	<u>\$10,350</u>	<u>\$16,120</u>	<u>\$12,555</u>	<u>\$29,583</u>	<u>7,231</u>
Excess (deficiency) of revenues over expenditures	4,250	149,568	81,254	68,822	12,432
Final balance-beginning of year	<u>245,420</u>	<u>245,420</u>	<u>245,420</u>	<u>245,420</u>	<u>-</u>
Final balance-end of year	<u>\$249,670</u>	<u>\$394,988</u>	<u>\$326,674</u>	<u>\$314,242</u>	<u>\$134,314</u>

The accompanying notes are an integral part of this statement.

ST. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 2  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE-FUNDING AND ACTUAL  
 FOR THE YEARS ENDED DECEMBER 31, 1994 AND 1993

	1994		1993		Variance Favorable (Unfavorable)	Variance Favorable (Unfavorable)
	Budget	Actual	Budget	Actual		
<b>REVENUES</b>						
All revenues less	\$141,655	\$ 294,117	\$ 170,000	\$113,209	\$	\$ 56,846
State revenue sharing	19,548	21,011	30,000	19,548	8,452	8,452
2% Excise tax on gas	7,200	8,204	7,800	6,428	1,372	1,372
Interest income	500	2,713	400	2,204	1,804	1,804
Other revenues	1,150	349	1,800	1,828	1,428	1,428
	141,053	327,219	190,000	144,817	46,117	46,117
<b>EXPENDITURES</b>						
Accounting	1,000	1,200	2,000	4,000	(3,000)	(3,000)
Administration	90	90	100	115	(25)	(25)
Capital outlay	48,000	49,000	190,407	146,188	44,219	44,219
Electricity	2,500	4,707	1,200	1,413	1,287	1,287
Employee benefits	15,000	9,800	3,100	6,712	(1,612)	(1,612)
Insurance	17,301	18,110	17,000	17,386	386	386
Legal and professional	-	65	-	-	-	-
Maintenance	4,010	4,017	800	1,013	(1,143)	(1,143)
Office expenditures	1,000	8,917	7,300	7,514	814	814
Operating supplies	7,000	11,600	5,000	6,200	1,200	1,200
Payroll taxes	8,000	7,900	7,000	6,812	1,188	1,188
Repairs	200	1,261	1,000	200	800	800
Repairs and maintenance	7,000	10,512	4,500	4,510	2,510	2,510
Salaries and wages	70,200	49,661	25,000	66,061	(19,061)	(19,061)
State pension obligations	-	9,319	-	9,300	19	19
Telephone	12,000	10,844	11,200	12,972	(1,772)	(1,772)

**SI. TAMMANY PARISH FIRE PROTECTION DISTRICT NO. 2  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - GENERAL FUND  
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995**

	<u>1996</u>	<u>1995</u>
<b>REVENUES</b>		
All various taxes	\$ 294,117	\$ 215,339
State revenue sharing	21,348	19,768
2% fire insurance tax	8,754	8,428
Interest income	2,813	2,284
Other income	240	1,088
	<u>317,272</u>	<u>246,907</u>
<b>EXPENDITURES</b>		
Accounting	1,780	4,388
Advertising	862	115
Capital outlay	48,080	146,138
Education	4,267	3,455
Employee benefits	5,892	8,712
Insurance	88,348	13,568
Legal and professional	678	-
Miscellaneous	4,017	2,815
Off ice expenditures	8,762	1,334
Operating supplies	13,666	6,240
Payroll taxes	2,868	3,632
Physicals	1,500	368
Repairs and maintenance	12,715	6,912
Salaries and wages	49,664	65,885
State pension deduction	9,339	6,862
Telephone	14,844	12,973
Uniforms	611	925
Utilities	6,381	2,280
Workers compensation	7,238	8,184
	<u>311,679</u>	<u>296,188</u>
Excess (deficiency) of revenues over expenditures	55,593	(49,281)
Fund balance-beginning of year	<u>246,285</u>	<u>295,568</u>
Fund balance-end of year	<u>\$ 301,878</u>	<u>\$ 246,287</u>

The accompanying notes are an integral part of this statement.

**501 TOWN OF TOWN FIRE PROTECTION DISTRICT NO. 3  
COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT CATEGORIES  
DECEMBER 31, 2008**

ASSETS	(Governmental)	(Governmental)	Total
	Fund Type	Account Group	(Miscellaneous)
	General	Fund Assets	Only
Cash and cash equivalents	\$ 41,284	\$ -	\$ 41,284
Receivables			
of various states, net	292,583	-	292,583
from various charging	20,808	-	20,808
Deposits	1,629	-	1,629
Land, buildings, equipment and vehicles	-	1,117,411	1,117,411
	<u>\$ 366,304</u>	<u>\$ 1,117,411</u>	<u>\$ 1,478,495</u>
 <b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities</b>			
Due to various states	\$ 9,529	-	\$ 9,529
Total liabilities	9,529	-	9,529
<b>Fund Equity</b>			
Investment in general fund assets	-	1,117,411	1,117,411
Fund balance-undesignated	111,639	-	111,639
Total fund equity	<u>111,639</u>	<u>1,117,411</u>	<u>1,478,414</u>
	<u>\$ 551,118</u>	<u>\$ 1,117,411</u>	<u>\$ 1,478,411</u>

The accompanying notes are an integral part of this statement.

**Steven A. Skarda, C.P.A.**  
4080 Highway 22  
Montereyville, LA 70471  
Office: (504) 945-9223  
Fax: (504) 945-0808

**Brent A. Silva, C.P.A.**  
201 Holiday Blvd. Ste. 120  
Covington, LA 70420  
Office: (504) 833-0121  
Fax: (504) 833-0288

## INDEPENDENT AUDITOR'S REPORT

Board of Commissioners  
St. Tammany Parish Fire Protection District No. 1  
Madisonville, Louisiana

We have audited the accompanying combined balance sheet of the St. Tammany Parish Fire Protection District No. 1 as of December 31, 1996, and the related statements of revenues, expenditures and changes in fund balances for the two years then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the District as of December 31, 1994, were audited by another auditor whose opinion dated August 4, 1995, on those statements was unqualified.

We conducted our audit in accordance with generally accepted auditing standards, and the standards for financial audits contained in *Governmental 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. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material aspects, the financial position of the St. Tammany Parish Fire Protection District No. 1 as of December 31, 1996, and the results of its operations for the two years then ended, in conformity with generally accepted accounting principles.

In accordance with *Governmental Auditing Standards*, we have also issued reports dated December 28, 1997, on our considerations of St. Tammany Parish Fire Protection District No. 1's internal control structure and on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the basic financial statements of the St. Tammany Parish Fire Protection District No. 1 taken as a whole. The accompanying schedule of general fixed assets for the two years ended December 31, 1996, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information in that schedule has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



January 15, 1998

**SKARDA & SILVA, L.L.P.**  
CERTIFIED PUBLIC ACCOUNTANTS

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ST. TAMMANY PARISH FIRE PROTECTION  
DISTRICT NO. 1  
GENERAL PURPOSE FINANCIAL STATEMENTS  
TWO YEARS ENDED DECEMBER 31, 1966

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

Reference Date FEB 5 1967