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SHARER VOLUNTEER FIRE DEPARTMENT, INC.,
FINANCIAL STATEMENTS
RURAL FIRE DISTRICT NO. 3 CHARLES RESTRICTED FUND
As of and for the Two Years Ended December 31, 1968

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 Histori House office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date June 23 1969

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

FINANCIAL STATEMENTS
 Rural Fire District No. 3 Current Restricted Fund

As of and for the Two Years Ended December 31, 1988

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Durnin & James

REGISTERED PUBLIC ACCOUNTANTS

John H. Davis, CPA
David G. Jones, CPA
SA, Publicly Accountant

John H. Davis
David G. Jones
Publicly Accountant

Charles H. Mahlen, CPA
Ryan C. Barry, CPA

Charles H. Mahlen
Ryan C. Barry
Publicly Accountant

July 31, 1997

INDEPENDENT AUDITOR'S REPORT

To the Officers of
Milner Volunteer Fire Department, Inc.
Bartovick, Louisiana

We have audited the accompanying statement of financial position of the Rural Fire District No. 2 Current Restricted Fund of the Milner Volunteer Fire Department, Inc. (a nonprofit corporation) as of December 31, 1996, and the related statements of activities and cash flows for the two years then ended. These financial statements are the responsibility of the Fire Department's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Rural Fire District No. 2 Current Restricted Fund of the Milner Volunteer Fire Department, Inc. as of December 31, 1996, and the results of its operations and cash flows for the two years then ended in conformity with generally accepted accounting principles.

As discussed in Note 2 to the financial statements, in 1996 Milner Volunteer Fire Department, Inc. changed its method of accounting for contributions and its method of financial reporting and financial statement presentation in accordance with Statements of Financial Accounting Standards No. 118 and 117.

Respectfully submitted,

Durnin & James
DURNIN & JAMES, P.C.

PERIODICAL STATEMENTS

WILMER VOLUNTEER FIRE DEPARTMENT, INC.

STATEMENT OF FINANCIAL POSITION
 WILMER FIRE DISTRICT NO. 2 CURRENT RESTRICTED FUND

December 31, 1994

ASSETS

Current Assets:

Cash	\$ 57,501
Receivables (Net of allowance for uncollectibles): Fire Protection District No. 2 contract fees	28,870
Total Current Assets	86,371
TOTAL ASSETS	86,371

LIABILITIES AND FUND BALANCE

Current Liabilities:

Accounts payable	\$ 3,200
Accrued liabilities	2,311
Total Current Liabilities	5,511
TOTAL LIABILITIES	5,511

NET ASSETS

Permanently Restricted	80,860
TOTAL NET ASSETS	80,860
TOTAL LIABILITIES AND NET ASSETS	86,371

The accompanying notes are an integral part of this statement.

PLAINS VOLUNTARY FIRE DEPARTMENT, INC.

STATEMENT OF ACTIVITIES
 SERIAL FIRE DISTRICT NO. 3 CURRENT RESTRICTED FUND

For the Two Years Ended December 31, 1984

	CURRENTLY RESTRICTED	
	December 31, 1983	December 31, 1984
REVENUE AND RESOURCES:		
Rural Fire District No. 3 Contract Fees:		
Ad Valorem taxes	\$ 86,220	\$ 85,100
State revenue sharing	86,800	11,877
Fire insurance premium rebate	5,371	5,100
Inherent income	1,800	2,800
Miscellaneous	380	2,800
TOTAL SUPPORT AND RESOURCES	\$ 181,671	\$ 107,677
EXPENSES:		
Program services - fire protection:		
Salaries	\$ 8,770	\$ 7,130
Repairs and maintenance	11,000	31,630
Fire station supplies	1,410	170
Fuel	3,430	8,140
Utilities	5,400	3,500
Education and related expenses	10,710	5,930
Telephone	3,230	2,880
Schooling and conventions	2,300	300
Miscellaneous	3,450	3,500
TOTAL EXPENSES	\$ 43,000	\$ 58,640
CHANGE IN NET ASSETS	\$ 43,671	\$ 49,037
NET ASSETS AT BEGINNING OF YEAR	74,140	90,100
Capital outlay	100,170	514,700
NET ASSETS AT END OF YEAR	\$ 117,811	\$ 344,837

The accompanying notes are an integral part of this statement.

MILNER VOLUNTARY FIRE DEPARTMENT, INC.

STATEMENT OF CASH FLOW
 MARSH FIRE DISTRICT NO. 2 (FORMER: RESTRICTED FUND)

For the Two Years Ended December 31, 1999

	December 31, <u>1999</u>	December 31, <u>1998</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 41,424	\$1 3,400
Adjustments to Reconcile Change in Net Assets To Net Cash Used by Operating Activities:		
Increase/Decrease in Accounts Receivable	139,589	-
Increase/Decrease in Accounts Payable	1 8,180	60,941
Increase/Decrease in Accrued Liabilities	<u>2,326</u>	<u> </u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 44,519	\$ 7,341
CASH FLOW FROM INVESTING ACTIVITIES:		
Equipment purchased	<u>(20,324)</u>	<u>(14,709)</u>
NET CASH FLOW FROM INVESTING ACTIVITIES	<u>(20,324)</u>	<u>(14,709)</u>
NET INCREASE/DECREASE IN CASH	14,195	1 2,632
CASH AT BEGINNING OF YEAR	<u>28,810</u>	<u>86,287</u>
CASH AT END OF YEAR	<u>\$ 43,005</u>	<u>\$ 98,919</u>

The accompanying notes are an integral part of this statement.

SLAYER VOLUNTEER FIRE DEPARTMENT, INC.

FINANCIAL STATEMENTS

Rural Fire District No. 3 District Restricted Fund

As of and for the Two Years Ended December 31, 2020

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WILMER VOLUNTEER FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS

As of and for the Two Years Ended December 31, 1986

INTRODUCTION

The Wilmer Volunteer Fire Department, Inc. (hereinafter referred to as the "Fire Department") is a tax-exempt non-profit corporation. Its purpose is to operate successfully as a volunteer fire-fighting organization to provide fire protection and emergency response services in the Community of Wilmer and surrounding rural areas. The Fire Department is governed by a board of directors and officers consisting of a chief, a fire assistant chief, a second chief, a captain, a second captain and a secretary/treasurer, each of which is elected by the membership. At the present time the Fire Department consists of thirty-seven active volunteer firemen. The Fire Department maintains its office and equipment in a fire station in the Wilmer community.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The financial statements have been prepared on an accrual basis and in conformity with standards promulgated by the American Institute of Certified Public Accountants in its audit guide, Guide of General Accounting Organizations and its Statement of Position 78-18.

B. FUND ACCOUNTING

The accounts of the Fire Department are maintained in accordance with the principles of fund accounting whereby resources are classified for accountability and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund. Except where restricted funds may only be utilized in accordance with the purposes established by the source of the funds and are in contrast with unrestricted funds over which the Board retains full control to use in achieving any of its purposes.

The accompanying financial statements present only the financial resources accounted for in the following fund:

The Rural Fire District No. 3 Cerritos Restricted Fund represents revenues and expenses related to the operation of fire protection and emergency response services in the unincorporated rural areas surrounding the community of Wilmer under the terms of an agreement between the Fire Department and the Rural Fire Protection District No. 3 of Thompson Parish.

The accompanying financial statements do not include the assets, liabilities, and fund balances and the support, revenues, expenses, and capital additions and cash flows reported in funds other than the Rural Fire District No. 3 Cerritos Restricted Fund. Accordingly, the financial statements being presented are not intended to present the financial position of the Wilmer Volunteer Fire Department, Inc. as of December 31, 1986, or its results of operations or cash

MILPICK VOLUNTEER FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

Given for the ten years then ended in conformity with generally accepted accounting principles.

The Rural Fire District No. 2 Reserve Fund is considered restricted income under the terms of the contract with the Rural Fire Protection District No. 2 of Tompago Parish these funds "shall be expended solely for the purpose of operating, maintaining and/or purchasing of equipment and supplies...and salaries as approved by Fire District No. 2."

D. SUPPORT AND REVENUES

Support consists primarily of contract payments received from Rural Fire Protection District No. 2 of Tompago Parish in the form of ad valorem taxes, state revenue sharing funds and fire insurance rebate funds. The Fire Department receives a percentage of the total funds available to Rural Fire Protection District No. 2 based on formula contained in the original contract, agreed to by all participating fire departments in Tompago Parish. The ad valorem tax allocation is established in January of each year and disbursed by Rural Fire Protection District No. 2 on a quarterly basis. State revenue sharing and fire insurance rebate funds are disbursed to participating fire departments by Rural Fire Protection District No. 2 as the funds become available. As a result, ad valorem taxes and interest income is recognized as income in the period earned. State revenue sharing funds, fire insurance rebate funds and all other revenues are recognized as income when received.

E. CASH

Cash includes interest bearing demand deposits.

F. INCOME TAXES

The Organization is non-profit corporation and is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision is made for income taxes.

G. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization's financial instruments, none of which are held for trading purposes, include cash. The following methods and assumptions used by the Organization in estimating its fair value disclosures for financial instruments, are:

Cash: The carrying amount reported in the statement of financial position approximates fair value because of the short maturities of these instruments.

H. ESTIMATES

The preparation of financial statements in conformity with generally accepted

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

accounting principles require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

B. STATEMENT OF CASH FLOWS

For the purpose of the statement of cash flows, all investments with a maturity of 90 days or less from the date of purchase are considered to be cash equivalents.

C. FINANCIAL STATEMENT PRESENTATION

In 1986 the Organization elected to adopt Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of Cash Flows. As permitted by SFAS the statement, the Organization has discontinued the use of fund accounting and has, accordingly, reclassified its financial statements to present the three classes of net assets required. This reclassification had no effect on the change in net assets for 1994 or 1995.

D. CONTRIBUTIONS

The Organization also elected to adopt SFAS No. 116, "Accounting for Contributions Received and Contributions Made," in 1994. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. The adoption of SFAS No. 116 had no effect on net assets or the change in net assets as of or for the two years ended December 31, 1995.

E. CASH

Cash at December 31, 1994, consisted of the following:

Interest bearing Demand Deposits	\$ 57,304
Total	\$ 57,304

F. RECEIVABLES

Receivables include amounts due from Rural Fire Protection District No. 2 as of 12-31-94, and are summarized as follows:

Due from Rural Fire Protection District No. 2:

Ad Valorem Taxes	\$ 26,000
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WILSON VOLUNTEER FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

no allowance for uncertainties accrued as required at December 31, 1994.

4. CONTRACT WITH RURAL FIRE PROTECTION DISTRICT NO. 2

The Tangipahoa Parish Council (the parish governing authority) created Rural Fire Protection District No. 2 of Tangipahoa Parish (District) funded by an ad valorem tax to provide fire protection and emergency response services in the rural areas of the parish. The boundaries of the District include the unincorporated areas of Tangipahoa Parish.

The Fire Department entered into an agreement with Rural Fire Protection District No. 2 to provide fire protection and emergency response services in the unincorporated rural areas in the community of Wilson. Funding is provided by an ad valorem tax and related state revenue sharing.

Under the terms of the contract with the District, these funds shall be expended solely for the purposes of operating, maintaining, and/or purchasing of equipment or supplies and salaries if approved by Fire District No. 2. Equipment purchased remains the property of the Fire District and is not recorded in the accompanying financial statements.

5. DONATED SERVICES AND FACILITIES

All of the Fire Department's program services are provided by volunteers. No amounts have been included in the financial statements for donated services since no objective basis is available to measure the value of such services and facilities.

6. FAIR VALUES OF FINANCIAL INSTRUMENTS

The estimated fair values of the Organization's financial instruments, none of which are held for trading purposes, are as follows:

	CARRYING AMOUNT	FAIR VALUE
Financial Assets:		
Cash	\$57,328	\$57,328

OTHER REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Durnin & James

REGISTERED PUBLIC ACCOUNTANTS

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Central Public Accounting

July 11, 1997

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To The Officers of
Milner Volunteer Fire Department, Inc.
Berkman, Louisiana

We have audited the financial statements of the Milner Volunteer Fire Department, Inc., a non-profit corporation for the two years ended December 31, 1996, and have issued our report thereon dated July 11, 1997.

We have 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 Milner Volunteer Fire Department, Inc. 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 recorded 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.

In planning and performing our audit of the financial statements of Milner Volunteer Fire Department, Inc. for the two years ended December 31, 1996, 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 a auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the 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, would adversely affect the organization's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

REGULATORY DOCUMENTS:

Condition: Although, the organization has established itself as a voluntary fire department, and it has incorporated and adopted a formal set of By-laws, the organization has not officially obtained non-profit determination from the Internal Revenue Service. This condition was noted in the prior year audit report.

Recommendation: We recommend that the organization obtain a letter of determination from the Internal Revenue Service.

Management's Response: In a letter dated August 24, 1997, the Fire Chief indicated that the Fire Department is in the process of obtaining a letter of determination from the Internal Revenue Service.

FEDERAL INCOME TAX RETURN:

Condition: During our audit we noted the Fire Department did not file Federal income tax returns for 1995 and 1996. Federal law requires non-profit organizations to file a tax return when gross receipts exceed \$20,000, annually. This condition was noted in the prior year audit report.

Recommendation: The Fire Department should review the tax return filing requirements for non-profit organizations and file an income tax return when required.

Management's Response: In a letter dated August 14, 1997, the Fire Chief indicated that the Fire Department intends to review the tax return filing requirements for non-profit organizations and file an income tax return when required.

A material weakness is a reportable 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 errors or irregularities in accounts that would be material in relation to the financial 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.

WILKER VOLUNTARY FIRE DEPARTMENT, INC.

This report is intended for the information of the officers, Board Fire Protection District No. 2 of Tangipahoa Parish and the Louisiana Legislative Auditor. However, this report is a matter of public record, and its distribution is not limited.

Respectfully submitted,



DENNIS A. GREEN, CPA's

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
BASED ON AN ASSESS OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS

Durnin & James

—CERTIFIED-PUBLIC ACCOUNTANTS—

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July 11, 1997

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
BASED ON AN ASSESS OF FINANCIAL STATEMENTS PREPARED
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

To the Officers of
Milner Volunteer Fire Department, Inc.,
Bossier Parish, Louisiana

We have audited the financial statements of Milner Volunteer Fire Department, Inc., a non-profit corporation, as of and for the two years ended December 31, 1996, and have issued our report thereon dated July 13, 1997.

We have 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.

Compliance with laws, regulations, contracts, and grants applicable to Milner Volunteer Fire Department, Inc. is the responsibility of Milner Volunteer Fire Department, Inc.'s management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of Milner Volunteer Fire Department, Inc.'s compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit was not to provide an opinion on overall 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 create a risk to conclude that the aggregate of misstatements resulting from those failures or violations is material to the financial statements. The results of our tests of compliance disclosed the following material instances of noncompliance.

COMPLIANCE WITH STATE LAW

Audit Report Filing Requirements

The Fire Department did not comply with certain audit report filing requirements imposed by state law. Audit report filing requirements applicable to the Fire Department are specified in state law, Louisiana Revised Statutes (RS-R.S.) 24:613(A)(1)-(4). The pertinent parts of the law and the manner in which the Fire Department failed to comply is as follows:

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State law requires that audits be completed and transmitted to the Louisiana Legislative Auditor within six months of the close of the entity's fiscal year.

Finding: The Fire Department did not complete and transmit a copy of the audit report for the two years ended December 31, 1996, to the Louisiana Legislative Auditor by June 30, 1997. Improvement is needed in this area to make sure the required audit is completed in a timely manner. This condition occurred because the Fire Department did not provide the records necessary to audit its financial statements for the two years ended December 31, 1996, until June 17, 1997. This did not allow the auditor sufficient time to perform all audit tests required and complete the audit by June 30, 1997. As a result, this audit report was not filed timely and places the Fire Department in noncompliance with state law.

Recommendation: We recommend the Fire Department retain the services of a certified public accountant to conduct any required audits prior to the end of the fiscal year to be examined. This would allow the auditor six months to complete the audit and deliver the report. Additionally, we recommend the Fire Department provide the necessary records as soon as feasible after the end of the fiscal year.

Management's Response: In a letter dated August 14, 1997, the Fire Chief indicated that the Fire Department intends to retain the services of a certified public accountant in order, any required audits prior to the end of the fiscal year to be examined.

We considered this material instance of noncompliance in forming our opinion on whether the 1996 and 1997 financial statements are presented fairly in all material respects in conformity with generally accepted accounting principles, and this report does not reflect our report dated July 31, 1997, on these financial statements.

This report is issued for the information of the officers, Rural Fire Protection District No. 7 of Thibodaux Parish and the Louisiana Legislative Auditor. However, this report is a matter of public record, and its distribution is not limited.

Respectfully submitted,


CURTIS A. JONES, CPA's

Durnin & James

—CERTIFIED PUBLIC ACCOUNTANTS—

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SA Professional Corporation

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August 14, 1997

Members of the Board of Directors
Wilton Volunteer Fire Department, Inc.
Wilton, Louisiana

We have audited the financial statements of the Wilton Volunteer Fire Department, Inc. for the two years ended December 31, 1996, and have issued our report thereon dated July 11, 1997. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under Generally Accepted Auditing Standards and Government Auditing Standards

As stated in our engagement letter dated December 10, 1996, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement. Because of the concept of reasonable assurance and because we did not perform a detailed examination of all transactions, there is a risk that material errors, irregularities, or illegal acts, including fraud and defalcations, may exist and not be detected by us.

As part of our audit, we considered the internal control structure of the Wilton Volunteer Fire Department, Inc. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control structure.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Wilton Volunteer Fire Department, Inc.'s compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application.

The significant accounting policies used by the Wilmer Volunteer Fire Department, Inc. are described in Note 3 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 1986 and 1987, other than changing its method of accounting for contributions and its method of financial reporting and financial statement preparation in accordance with Statements of Financial Accounting Standards No. 114 and 117. We noted no transactions entered into by the Wilmer Volunteer Fire Department, Inc. during the two years that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from management's current judgments.

Management's estimate of the allowance for doubtful accounts is based on historical analysis of the collectibility of individual accounts receivable. We evaluated the key factors and assumptions used to develop the allowance in determining that it is reasonable in relation to the financial statements taken as a whole.

Significant Audit Adjustments

For purposes of this letter, professional standards define a significant audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. These adjustments may include those proposed by us but not recorded by the Wilmer Volunteer Fire Department, Inc. that could potentially cause future financial statements to be materially misstated, even though we have concluded that such adjustments are not material to the current financial statements.

We proposed several audit adjustments related to accounts receivable and accounts payable. The corrections were not considered material in relation to the financial statements of the Wilmer Volunteer Fire Department, Inc. taken as a whole. The Fire Department has agreed to the proposed audit adjustments and will record the adjustments in the accounting records of the Wilmer Volunteer Fire Department, Inc. for the two years ended December 31, 1986.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Miller Volunteer Fire Department, Inc.
August 24, 1987
Page Three

Consultations with Other Independent Accountants

To the best of our knowledge, management has not consulted with or obtained opinions from other independent accountants during the past two years that are subject to the requirements of Statement on Auditing Standards No. 18, "Reporting on the Application of Accounting Principles."

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing our audit.

This report is for the information of management, the Louisiana Legislative Auditor and the Census Bureau. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Fire Chief and Board of Directors of the Miller Volunteer Fire Department, Inc., is a matter of public record.

Respectfully submitted,


DENNIS A. JONES, CPA

dal/tdm