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MILWAUKEE VOLUNTEER FIRE DEPARTMENT, INC.

AUDIT OF FINANCIAL STATEMENTS
MILWAUKEE FIRE DISTRICT NO. 2 CURRENT RESTRICTED FUND

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

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

Release Date 7-28-89

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

STATEMENT OF FINANCIAL STATEMENTS

Rural Fire District No. 2 Current Restricted Fund

As of and for the Two Years Ended December 31, 1999

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Durnin & James

—CERTIFIED PUBLIC ACCOUNTANTS—

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Certified Public Accountants

June 28, 1999

INDEPENDENT AUDITOR'S REPORT

To the Officers of
Wilmer Volunteer Fire Department, Inc.
Bartwood, Louisiana

We have audited the accompanying statement of financial position of the Rural Fire District No. 3 Current Restricted Fund of the Wilmer Volunteer Fire Department, Inc. as non-profit corporation as of December 31, 1998, 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 conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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.

As explained in Note 1, the financial statements being presented are only for the fund referred to above and do not include the assets, liabilities, and fund balances and the revenues, expenses and capital additions and cash flows of the Wilmer Volunteer Fire Department, Inc. that are recorded in its Current Unrestricted Operating Fund and its Equipment Fund. Accordingly, the accompanying financial statements are not intended to present the financial position of Wilmer Volunteer Fire Department, Inc. as of December 31, 1998, or its results of operations or cash flows for the two years then ended in conformity with generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Rural Fire District No. 3 Current Restricted Fund of the Wilmer Volunteer Fire Department, Inc. as of December 31, 1998, and the results of its operations and cash flows for the two years then ended in conformity with generally accepted accounting principles.

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

In accordance with ~~Accounting~~ Auditing Standards, we have also issued our report dated June 25, 1999 on our consideration of the Rural Fire District NO. 2 Current Restricted Fund of the Wilson Volunteer Fire Department, Inc.'s internal control over financial reporting and our basis of the compliance with certain provisions of laws, regulations, contracts and grants.

Respectfully submitted,


DENNIS A. JAMES, CPA

FINANCIAL STATEMENTS

MILWAUKEE VOLUNTEER FIRE DEPARTMENT, INC.

STATEMENT OF FINANCIAL POSITION
MILWAUKEE FIRE DISTRICT NO. 2 CHARITABLE RESTRICTED FUND

December 31, 2018

ASSETS

Current Assets:

Cash \$ 28,387

Receivable (Net of allowance for uncollectibles):
Fire Protection District No. 2 contract feesTotal Current Assets 28,387TOTAL ASSETS \$ 28,387

LIABILITIES AND FUND BALANCE

Current Liabilities:

Accounts payable \$ 3,739

Accrued liabilities 882TOTAL CURRENT LIABILITIES 4,621TOTAL LIABILITIES \$ 4,621

NET ASSETS

Permanently restricted \$ 23,766TOTAL NET ASSETS \$ 23,766TOTAL LIABILITIES AND NET ASSETS \$ 28,387

The accompanying notes are an integral part of this statement.

WILSON VOLUNTARY FIRE DEPARTMENT, INC.

STATEMENT OF ACTIVITIES -
URIAL FIRE DISTRICT NO. 2 CURRENT INCORPORATED PERIOD

For the Two Years ended December 31, 1988

REPORT AND RECEIPTS:	<u>PERIODS ENDING</u>	
	December 31,	December 31,
	<u>1988</u>	<u>1987</u>
Urual Fire District No. 2 Contract Fees:		
Ad valorem taxes	\$ 48,000	\$ 48,217
State revenue sharing	20,323	22,819
Fire insurance premium rebate	8,875	9,388
Interest income	800	2,895
Miscellaneous	30	-
TOTAL REPORT AND RECEIPTS	\$ 78,028	\$ 83,319
EXPENSES:		
Program Services - Fire Protection:		
Insurance	\$ 7,038	\$ 6,664
Repairs and maintenance	20,423	22,879
Fire station supplies	404	405
Fuel	1,759	1,400
Utilities	2,821	3,560
Salaries and related expenses	33,698	34,337
Telephone	3,825	3,819
Scheduling and conventions	75	880
Auto service	19,001	4,784
Miscellaneous	3,152	4,452
TOTAL EXPENSES	\$ 121,002	\$ 116,828
CHANGE IN NET ASSETS	\$(42,974)	\$ 6,491
NET ASSETS AT BEGINNING OF YEAR	54,708	49,591
Deposited cash	20,828	142,260
NET ASSETS AT END OF YEAR	\$ 11,734	\$ 56,051

The accompanying notes are an integral part of this statement.

WILDER VOLUNTEER FIRE DEPARTMENT, INC.

STATEMENT OF CASH FLOWS

WILDER FIRE DISTRICT NO. 2 CHARTER CONTRACTED FIRE

For the Two Years Ended December 31, 1998

	December 31, 1998	December 31, 1997
CASH FLOW FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ (23,338)	\$ 8,188
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Increased/Decreased in Accounts Receivable	29,618	21,374
Increase/Decreased in Accounts Payable	100,508	24,297
Increase/Decrease in Accrued Liabilities	138	138
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 104,978	\$ 51,794
CASH FLOW FROM INVESTING ACTIVITIES:		
Equipment purchased	(58,818)	142,800
NET CASH FLOW FROM INVESTING ACTIVITIES	(58,818)	142,800
NET INCREASE (DECREASE) IN CASH	142,913	19,794
CASH AT BEGINNING OF YEAR	58,120	32,120
CASH AT END OF YEAR	\$ 223,223	\$ 51,914

The accompanying notes are an integral part of this statement.

ELDER VOLUNTEER FIRE DEPARTMENT, INC.

FINANCIAL STATEMENTS

Rural Fire District No. 2 Chartered Restricted Fund

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

NOTES TO THE FINANCIAL STATEMENTS

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WILMER VOLUNTEER FIRE DEPARTMENT, INC.

NOTE TO THE FINANCIAL STATEMENTS

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

INTRODUCTION

The Wilmer Volunteer Fire Department, Inc. (hereinafter referred to as the "Fire Department") is a Louisiana non-profit corporation. Its purpose is to operate exclusively 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 first 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 an office and equipment in a fire station in the Wilmer community.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PREPARATION

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 Certain Nonprofit Organizations and its Statement of Position 78-12.

B. FUND ACCOUNTING

The accounts of the Fire Department are maintained in accordance with the principles of fund accounting whereby resources are classified for accounting and reporting purposes into funds established according to their source and purpose. Separate accounts are maintained for each fund. Externally 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 Current 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 Tangipahoa 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 Current 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, 1988, or the results of operations of such flows for the two years then ended in conformity with generally accepted accounting principles.

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

NOTE TO THE FINANCIAL STATEMENTS (CONTINUED)

The Rural Fire District No. 2 Current Fund is considered restricted because under the terms of the contract with the Rural Fire Protection District No. 2 of Tangipahoa Parish these funds shall be expended solely for the purposes of operating, maintaining and/or purchasing of equipment and supplies...and salaries if approved by Fire District No. 2."

C. SUPPORT AND REVENUES

Support consists primarily of contract payments received from Rural Fire Protection District No. 2 of Tangipahoa 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 Tangipahoa 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.

D. CASH

Cash includes interest bearing demand deposits.

E. 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.

F. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization's financial instruments, some of which are held for trading purposes, include cash. The following methods and assumptions used by the Organization in estimating the fair value disclosures for financial instruments are:

CASH: The carrying amounts reported in the statement of financial position approximate fair value because of the short maturities of these instruments.

G. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

WILSON VOLUNTARY FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

B. STATEMENT OF CASH FLOW

For the purposes 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 1998 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 this new statement, the Organization has discontinued its 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 1998 or 1999.

D. CONTRIBUTIONS

The Organization also elected to adopt SFAS No. 118, "Accounting for Contributions Received and Contributions Made," in 1998. In accordance with SFAS No. 118, 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. 118 had no effect on net assets or the change in net assets as of or for the two years ended December 31, 1999.

E. CASH

Cash at December 31, 1999, consisted of the following:

Interest Bearing Demand Deposits	\$ 25,157
Total	\$ 25,157

F. RECEIVABLES

Receivables include amounts due from Kara's Fire Protection District No. 2 at December 31, 1999, and are summarized as follows:

Due from Kara's Fire Protection District No. 2:

Ad Valorem Taxes	\$ _____
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No allowances for uncollectible amounts is required at December 31, 1999.

WILSON VOLUNTARY FIRE DEPARTMENT, INC.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 Districts 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 Wilmer. 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 VALUE OF FINANCIAL INSTRUMENTS

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

	CARRIER <u>ACCOUNT</u>	FIRE <u>VALUE</u>
Financial Assets:		
Cash	0,22,112	1,22,112

OTHER INCIDENT REPORTS
AND FINDINGS AND RECOMMENDATIONS

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

Durnin & James

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June 25, 1999

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

To The Officers of
Wilmer Volunteer Fire Department, Inc.
Baton Rouge, Louisiana

We have audited the financial statements of the Wilmer Volunteer Fire Department, Inc. (a non-profit corporation) for the two years ended December 31, 1998, and have issued our report thereon dated June 25, 1999.

We have audited the financial statements of the Wilmer Volunteer Fire Department, Inc. (a non-profit corporation) for the two years ended December 31, 1998, and have issued our report thereon dated June 25, 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.

Compliance

As part of obtaining reasonable assurance about whether Wilmer Volunteer Fire Department, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Wilmer Volunteer Fire Department, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation

WILSON VOLUNTEER FIRE DEPARTMENT, INC.

of the internal control over financial reporting that, in our judgment, could adversely affect Wilson Volunteer Fire Department, Inc.'s ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and recommendations as Item 98-1.

A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structures 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 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 over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider item number 98-1 to be a material weakness.

This report is intended for the information of the officers, Rural 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 E. JAMES, CPA

FINDINGS AND RECOMMENDATIONS

Wilmer Volunteer Fire Department, Inc.

CURRENT YEAR AUDIT FINDINGS
For the Year Ended December 31, 1988

FINDINGS AND RECOMMENDATIONS

INTERNAL CONTROL OVER FINANCIAL REPORTING

28-1

FINDING

The Fire Department did not file federal income tax returns for 1987 and 1988. Federal law requires non-profit organizations to file a tax return when gross receipts exceed \$25,000 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 May 21, 1989, 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.

CORRECTIVE ACTION PLAN FOR CURRENT YEAR ABILITY FINDINGS

Milner Volunteer Fire Department, Inc.

CORRECTIVE ACTION PLAN FOR FURNISH YEAR AHEAD FINDINGS

For the Year Ending December 31, 1988

Ref.#	Description of Finding	Corrective Action Plan	Name of Contact Person	Anticipated Completion Date
INTERNAL CONTROL OVER FINANCIAL REPORTING				
44-1	1985 and 1986 Federal non-profit tax returns not filed	The Fire Department will review the non-profit tax return filing requirements and file any necessary returns.	John W. Weinmann	12/31/88

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Walter Velazquez Film Department, Inc.
ANNUAL REPORT OF BUDGET-FINANCE
 For the Year Ended December 31, 1994

Aud.	Period Year ending initially through	Examination of Budgets	Corrective Action Taken	planned corrective action initiated Commission Action Taken
18-1	June 30, 1994	Audit report filed 1/28/95.	NO	expedited CRA timely for subsequent audit.
INTERNAL CONTROL OVER FINANCING REPORTING				
18-2	June 30, 1994	PER 1993-1994 CRA exempt status not applied for.	NO	exempt status has been applied for.
18-3	June 30, 1994	PER 1993-1994, NO FEDERAL income tax returns were filed.	NO	the Department intends to file all required income tax returns.