

**FIRE PROTECTION DISTRICT NO. 1
BEAUREGARD PARISH POLICE JURY
STATE OF LOUISIANA**

**GENERAL PURPOSE
FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2003**

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

Release Date 8/4/04

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

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John A. Windham, CPA

INDEPENDENT AUDITOR'S REPORT

**Board of Commissioners
Fire Protection District No. 1
of the Parish of Beauregard
State of Louisiana**

I have audited the accompanying general purpose financial statements of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana, a component unit of the Beauregard Parish Police Jury, DeRidder, Louisiana, as of and for the year ended December 31, 2003, as listed in the table of contents. These general purpose financial statements are the responsibility of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America 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 I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana, as of December 31, 2003, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued a report dated June 1, 2004 on my consideration of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and grants.

Board of Commissioners
Fire Protection District No. 1
of the Parish of Beauregard
State of Louisiana

My audit was conducted for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

John D. Windham, CPA

DeRidder, Louisiana
June 1, 2004

GENERAL PURPOSE FINANCIAL STATEMENTS (OVERVIEW)

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2003

	<u>Governmental Fund Types</u>	
	<u>General Fund</u>	<u>Debt Service Fund</u>
<u>Assets</u>		
Cash and cash equivalents	\$ 563,908	\$ 5,486
Prepaid insurance	6,706	-
Taxes receivable	248,186	107,572
Grants receivable	45,000	
Land	-	-
Land improvements	-	-
Buildings	-	-
Equipment	-	-
Amount available in debt service fund	-	-
Amount to be provided for retirement of general long term debt	-	-
	<hr/>	<hr/>
Total assets	\$ 863,800	\$ 113,058
<u>Liabilities and Fund Balance</u>		
<u>Liabilities:</u>		
Accounts payable	\$ 81,103	\$ -
Payroll taxes payable	308	-
Assessor's pension contribution	8,361	3,602
General obligation bonds payable	-	-
	<hr/>	<hr/>
Total liabilities	\$ 89,772	\$ 3,602
<u>Fund equity:</u>		
Investment in general fixed assets	\$ -	\$ -
<u>Fund balance:</u>		
Reserved for debt service	-	109,456
Unreserved - Undesignated	774,028	-
	<hr/>	<hr/>
Total fund equity	\$ 774,028	\$ 109,456
	<hr/>	<hr/>
Total liabilities and fund equity	\$ 863,800	\$ 113,058

Statement A

Account Groups		Totals
General Fixed Assets	General Long Term Debt	(Memorandum Only)
\$ -	\$ -	\$ 569,394
-	-	6,706
-	-	355,758
-	-	45,000
12,403	-	12,403
10,063	-	10,063
327,546	-	327,546
2,432,058	-	2,432,058
-	109,456	109,456
-	810,544	810,544
<u>\$ 2,782,070</u>	<u>\$ 920,000</u>	<u>\$ 4,678,928</u>
\$ -	\$ -	\$ 81,103
-	-	308
-	-	11,963
-	920,000	920,000
<u>\$ -</u>	<u>\$ 920,000</u>	<u>\$ 1,013,374</u>
\$ 2,782,070	\$ -	\$ 2,782,070
-	-	109,456
-	-	774,028
<u>\$ 2,782,070</u>	<u>\$ -</u>	<u>\$ 3,665,554</u>
<u>\$ 2,782,070</u>	<u>\$ 920,000</u>	<u>\$ 4,678,928</u>

The accompanying notes are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Statement B

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended December 31, 2003

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Totals (Memorandum Only)</u>
<u>Revenues:</u>			
Taxes:			
Ad valorem	\$ 238,338	\$ 103,300	\$ 341,638
Intergovernmental:			
State funds			
Fire insurance tax	16,546	-	16,546
Federal grants	111,090	-	111,090
Sale of assets	996	-	996
Use of money and property	18,331	527	18,858
Other revenue	1,442	-	1,442
Total revenues	<u>\$ 386,743</u>	<u>\$ 103,827</u>	<u>\$ 490,570</u>
<u>Expenditures</u>			
Public Safety:			
Fire safety	\$ 427,317	\$ -	\$ 427,317
Debt service-principal	-	40,000	40,000
Debt service-interest and fees	-	47,676	47,676
Debt service-assessor's pension fund	-	3,602	3,602
Total expenditures	<u>\$ 427,317</u>	<u>\$ 91,278</u>	<u>\$ 518,595</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (40,574)	\$ 12,549	\$ (28,025)
Fund Balance, Beginning	<u>814,602</u>	<u>96,907</u>	<u>911,509</u>
Fund Balance, Ending	<u>\$ 774,028</u>	<u>\$ 109,456</u>	<u>\$ 883,484</u>

The accompanying notes are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Statement C

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2003

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
<u>Taxes:</u>			
Ad valorem	\$ 225,000	\$ 238,338	\$ 13,338
<u>Intergovernmental</u>			
State funds:			
Fire insurance tax	16,500	16,546	46
Federal grants	111,090	111,090	-
Sale of assets	-	996	996
Use of money and property	23,000	18,331	(4,669)
Other revenue	2,500	1,442	(1,058)
Total revenues	<u>\$ 378,090</u>	<u>\$ 386,743</u>	<u>\$ 8,653</u>
<u>Expenditures:</u>			
<u>Public Safety:</u>			
Fire safety	<u>\$ 407,350</u>	<u>\$ 427,317</u>	<u>\$ (19,967)</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (29,260)	\$ (40,574)	\$ (11,314)
Fund Balance, Beginning	<u>814,602</u>	<u>814,602</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 785,342</u>	<u>\$ 774,028</u>	<u>\$ (11,314)</u>

The accompanying notes are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2003

INTRODUCTION

Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana was established through the adoption of a resolution, Ordinance No. 3-78, dated May 9, 1978, by the Beauregard Parish Police Jury, State of Louisiana. The district provides fire protection and safety for Wards One, Two and Five of Beauregard Parish, Louisiana. A board of commissioners appointed by the Beauregard Parish Police Jury, State of Louisiana, governs the district. The accounting policies of the district conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide, *Audits of State and Local Government Units*.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying general purpose financial statements of the district have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

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

GASB Statement No. 14 established criteria for determining which component units should be considered part of the Beauregard 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 includes:

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

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

C. FUND ACCOUNTING

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

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

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

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. General Fund - the general operating fund of the district and accounts for all financial resources, except those required to be accounted for in other funds.
2. Debt Service Fund - accounts for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.

D. BASIS OF ACCOUNTING

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

Revenues

Revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income, and gross receipts are considered "measurable" when in the hands of collecting governments and are recognized as revenues at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is that principal and interest on long-term debt is recognized when due.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (and any other financing source/use) are accounted for as other financing sources (uses).

E. BUDGET

The district uses the following budget practices:

1. The secretary prepares a proposed budget and submits same to the Board of Commissioners no later than fifteen days prior to the beginning of each fiscal year.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. The budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
3. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Commissioners.
4. All budgetary appropriations lapse at the end of each fiscal year.
5. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Commissioners. Such amendments were not material in relation to the original appropriations.

F. ENCUMBRANCES

The district does not use encumbrance accounting.

G. CASH AND CASH EQUIVALENTS

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

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

H. PREPAID ITEMS

Prepaid expenses shown on the Fire Protection District No. 1's balance sheet consist of the insurance policies, which have been paid but not used as of December 31, 2003.

I. FIXED ASSETS

Fixed assets are recorded as expenditures at the time purchased or constructed, and the related assets are capitalized in the general fixed assets account group. Public domain or

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

infrastructures are not capitalized. Interest costs incurred during construction are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

J. COMPENSATED ABSENCES

The district does not allow and has no written policy relating to compensated absences.

K. LONG-TERM OBLIGATIONS

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

L. FUND-EQUITY

Reserves

Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

M. TOTAL COLUMNS ON STATEMENTS

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

(2) CASH AND CASH EQUIVALENTS

At December 31, 2003, the district has cash and cash equivalents (book balances) totaling \$ 569,394 as follows:

Petty Cash	\$ 200
Money market accounts	4,643
Time deposits	<u>564,551</u>
Total	<u>\$ 569,394</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2003, the district has \$ 569,656 in deposits (collected bank balances). These deposits are secured from risk by \$ 200,000 of federal deposit insurance and \$ 369,656 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement No. 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand. State statutes relating to cash and cash equivalents are located at note 1G. "Cash and Cash Equivalents."

(3) AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed. All ad valorem taxes are believed to be collectible and an allowance for uncollectible accounts is not considered necessary.

The district utilizes the Beauregard Parish Tax Collector/Sheriff to bill and collect its property taxes using the assessed values determined by the tax assessor of Beauregard Parish.

For the year ended December 31, 2003, taxes of 6.31 mills were levied on property with assessed taxable valuation totaling \$ 56,614,680 and were dedicated as follows:

Debt Service	1.90 mills
General Fund	4.41 mills

Total taxes levied were \$ 357,243. Taxes receivable at December 31, 2003 consisted of the following:

	General	Debt Service
Taxes receivable - current roll	\$ 248,186	\$ 107,572
Less: Allowance for uncollectible taxes	-	-
Total taxes receivable	\$ 248,186	\$ 107,572

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(4) RECEIVABLES

The following is a summary of receivables at December 31, 2003:

Class of Receivables	General Fund	Debt Service Fund	Total
Ad valorem taxes	\$ 248,186	\$ 107,572	\$ 355,758

(5) CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance January 1, 2003	Additions	Deductions	Balance December 31, 2003
Land	\$ 12,403	\$ -	\$ -	\$ 12,403
Land improvements	10,063	-	-	10,063
Buildings	267,672	59,874	-	327,546
Equipment	2,265,646	180,712	14,300	2,432,058
Total	\$ 2,555,784	\$ 240,586	\$ 14,300	\$ 2,782,070

(6) PENSION PLAN

The Firefighters' Retirement System of Louisiana is a cost sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. Pertinent information relative to the plan follows:

Plan Description

Membership in the Louisiana Firefighters' Retirement System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of creditable service, not to exceed 100 percent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Employees who terminate with at least 12 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 or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, PO Box 94095, Baton Rouge, LA, 70804, or by calling (225) 925-4060.

Funding Policy

Plan members are required by state statute to contribute 8.0 percent of their annual covered salary and the district is required to contribute at an actuarially determined rate. The current rate is 21.00 percent of annual covered payroll. The contribution requirements of plan members and the district are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The district's contributions to the System for the years ending December 31, 2003 and 2002 were \$ 4,506 and \$ 3,955, respectively equal to the required contributions for each year.

(7) CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions during the year:

	<u>Bonded Debt</u>
Long-term obligations payable at January 1, 2003	\$ 960,000
Deductions	<u>(40,000)</u>
Long-term obligations payable at December 31, 2003	<u>\$ 920,000</u>

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD – STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONCLUDED)

The annual cash flow required to service the debt as of December 31, 2003, including interest payments of \$ 343,619, are as follows:

<u>Year ending</u>	
2004	89,434
2005	91,763
2006	88,950
2007	90,997
2008	87,903
thereafter	<u>814,572</u>
TOTAL	<u>\$ 1,263,619</u>

General Obligation Bonds

\$960,000 Series 2002 General Obligation Bonds due in annual installments of \$15,983 to \$92,228 through March 2017; interest rates from 4.625% to 5.625%	\$ 920,000
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SUPPLEMENTAL INFORMATION SCHEDULES

GENERAL FUND

To account for resources traditionally associated with governments, which are not required to be accounted for in another fund.

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 1

GENERAL FUND

BALANCE SHEET
December 31, 2003

Assets

Cash	\$	563,908
Prepaid insurance		6,706
Taxes receivable		248,186
Grants receivable		45,000
		<hr/>
Total assets	\$	863,800

Liabilities and Fund Balance

Liabilities:

Accounts payable	\$	81,103
Payroll taxes payable		308
Assessor's pension contribution		8,361
		<hr/>

Total liabilities	\$	89,772
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Fund balance:

Unreserved - undesignated	\$	774,028
		<hr/>

Total liabilities and fund balance	\$	863,800
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FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 2

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
For the Year Ended December 31, 2003

<u>Revenues:</u>	
Taxes	\$ 238,338
State funds	16,546
Federal grant	111,090
Sale of assets	996
Use of money and property	18,331
Other revenue	<u>1,442</u>
 Total revenues	 <u>\$ 386,743</u>
 <u>Expenditures</u>	
Public Safety	<u>\$ 427,317</u>
 Excess (Deficiency) of Revenues over Expenditures	 \$ (40,574)
 Fund Balance, Beginning	 <u>814,602</u>
 Fund Balance, Ending	 <u>\$ 774,028</u>

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 3

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended December 31, 2003

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes:			
Ad valorem	\$ 225,000	\$ 238,338	\$ 13,338
Intergovernmental			
State funds:			
Fire insurance tax	16,500	16,546	46
Federal grants	111,090	111,090	-
Sale of assets	-	996	996
Use of money and property	23,000	18,331	(4,669)
Other revenue	2,500	1,442	(1,058)
Total revenues	\$ 378,090	\$ 386,743	\$ 8,653
<u>Expenditures:</u>			
Public Safety:			
Fire Safety			
Salaries and related benefits	\$ 50,000	\$ 43,324	\$ 6,676
Office supplies	3,550	3,791	(241)
Utilities and telephone	14,500	15,437	(937)
Repairs and maintenance	16,000	19,762	(3,762)
Auto expenses	7,000	6,006	994
Travel	4,500	4,160	340
Insurance	45,000	40,314	4,686
Supplies	15,500	34,803	(19,303)
Assessor's pension	7,200	8,361	(1,161)
Capital outlay	232,000	240,586	(8,586)
Directors' fees	2,100	2,310	(210)
Legal and professional	5,000	4,610	390
Training	5,000	2,739	2,261
Miscellaneous	-	1,114	(1,114)
Total expenditures	\$ 407,350	\$ 427,317	\$ (19,967)

(Continued)

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 3

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended December 31, 2003

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (29,260)	\$ (40,574)	\$ (11,314)
Fund Balance, Beginning	<u>814,602</u>	<u>814,602</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 785,342</u>	<u>\$ 774,028</u>	<u>\$ (11,314)</u> (Concluded)

DEBT SERVICE FUNDS

2003 General Obligation Bonds - to accumulate monies for the payment of principal and interest due through May 1, 2017 on the general obligations bond issue

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 4

DEBT SERVICE FUND

BALANCE SHEET
December 31, 2003

<u>Assets</u>	<u>General Obligation Bonds</u>
Cash	\$ 5,486
Taxes receivable	<u>107,572</u>
Total assets	<u>\$ 113,058</u>
 <u>Liabilities and Fund Balance</u>	
Liabilities:	
Assessor's pension contribution	<u>\$ 3,602</u>
Fund balance:	
Reserved for debt service	<u>\$ 109,456</u>
Total liabilities and fund balance	<u>\$ 113,058</u>

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 5

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
For the Year Ended December 31, 2003

	<u>General Obligation Bonds</u>
<u>Revenues</u>	
Ad valorem taxes	\$ 103,300
Interest	527
	<hr/>
Total revenue	\$ 103,827
	<hr/>
<u>Expenditures</u>	
Principal retirement	\$ 40,000
Payment to assessor's pension fund	3,602
Interest	46,825
Agent fees	851
	<hr/>
Total expenditures	\$ 91,278
	<hr/>
Excess (Deficiency) of Revenues over Expenditures	\$ 12,549
	<hr/>
Fund Balance, Beginning	\$ 96,907
	<hr/>
Fund Balance, Ending	\$ 109,456
	<hr/>

FIRE PROTECTION DISTRICT NO. 1
PARISH OF BEAUREGARD - STATE OF LOUISIANA

Schedule 6

SCHEDULE OF COMPENSATION OF BOARD MEMBERS
For the Year Ending December 31, 2003

	<u>Number of Meetings</u>	<u>Amount of Per Diem</u>	<u>Total</u>
Travis Brooks	15	\$ 30	\$ 450
William Magel	15	30	450
Lloyd Pearce	16	30	480
George Betts	14	30	420
Marvin Whiddon	17	30	510
			<u>\$ 2,310</u>

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

Board of Commissioners
Fire Protection District No. 1
of the Parish of Beauregard
State of Louisiana

I have audited the financial statements of Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana, a component unit of the Beauregard Parish Police Jury, DeRidder, Louisiana, as of and for the year ended December 31, 2003 and have issued my report thereon dated June 1, 2004. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana's internal control over financial reporting in order to determine

Board of Commissioners
Fire Protection District No. 1
of the Parish of Beauregard
State of Louisiana

my auditing procedures for the purpose of expressing my opinion on the general-purpose financial statements and not to provide assurance on the internal control over financial reporting.

My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is solely intended for the information and use of the Board of Commissions, Fire Protection District No. 1 of the Parish of Beauregard, State of Louisiana's management, others within the organization and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties, although under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

John A. Windham, CPA

DeRidder, Louisiana
June 1, 2004