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AVOYELLES FIRE PROTECTION DISTRICT #2

COTTONPORT, LOUISIANA

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

JUNE 30, 2004

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 1-12-05



Juanita DeVillier Brouillette

————— Certified Public Accountant —————

318-346-9468 ° 1230 Hwy 71 South ° Post Office Box 153 ° Bunkie, La. 71322

TABLE OF CONTENTS

	PAGE(S)
INDEPENDENT AUDITOR'S REPORT	2 - 3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4 - 5
BASIC FINANCIAL STATEMENTS	
Statement of Net Assets and Governmental Fund Balance Sheet	6
Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance	7
Notes to Financial Statements	8 - 15
REQUIRED SUPPLEMENTAL INFORMATION	
Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	16
OTHER SUPPLEMENTAL INFORMATION	
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	17 - 18
Disclosure of Lack of Management Letter	19
Management's Summary Schedule of Prior Audit Findings	20
Management's Corrective Action Plan	21



Juanita DeVillier Brouillette

Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

December 13, 2004

Board of Commissioners
Avoyelles Fire Protection District #2
Cottonport, Louisiana

I have audited the accompanying basic financial statements of the governmental activities of the Avoyelles Fire Protection District #2, Cottonport, Louisiana, a component unit of the Avoyelles Parish Police Jury, as of June 30, 2004, and for the year then ended, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Avoyelles Fire Protection District #2. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted the audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of the Louisiana Governmental Audit Guide. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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. I believe that my audit provides a reasonable basis for my opinion.

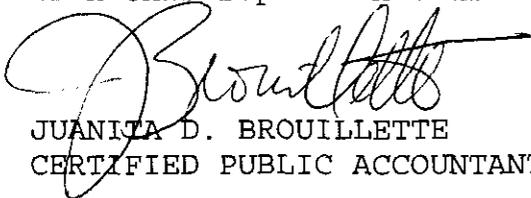
In my opinion the financial statements referred to above present fairly, in all material respects, the financial position of the Avoyelles Fire Protection District #2, Cottonport, Louisiana, as of June 30, 2004, and the results of its operations and changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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As described in Note 1, the City has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as of June 30, 2004.

The management's discussion and analysis and budgetary comparison information on pages 4 through 5 and 16, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

In accordance with Government Auditing Standards, I have also issued my report dated December 13, 2004 on my consideration of the Avoyelles Fire Protection District #2 internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of my audit.



JUANITA D. BROUILLETTE
CERTIFIED PUBLIC ACCOUNTANT

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

**REQUIRED SUPPLEMENTAL INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2004**

Management's discussion and analysis (MD&A) is a required element of the new reporting model adopted by the Government Accounting Standards Board (GASB) in their statement No. 34. Its purpose is to provide an overview of the financial activities of the District based on currently known facts, decisions or conditions.

THE DISTRICT AS A WHOLE

The Avoyelles Fire Protection District #2 financial statements present financial information of all activities of the District. They present activities such as administrative activities and distributions made to the fourteen sub fire districts

The District uses a governmental type fund to account for its activities. All of the District's services are reported in this governmental fund, which focuses on how money flows in and out of that fund, and the balance left at year-end that is available for spending. This fund is reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities reported in the statement of Net Assets and the Statement of activities and governmental funds in reconciliation in the notes to the financial statements.

CURRENT YEAR OPERATING RESULTS

The current year revenues increased approximately \$20,000 over the previous year. The current year expenses increased approximately \$10,000 over the previous year. The total income collected, which consisted primarily of Ad Valorem taxes, was \$663,649. Expenses consisted primarily of distributions to sub-district of \$614,616. The remaining expenses of \$23,900 were for training, maintenance, and administration.

The Board of Commissioners allocates \$40,000 per year plus interest earned on interest bearing accounts for the purpose of maintaining the District's administrative activities. The primary objective of the Board is to provide training for each department, training equipment, and to update the training library.

The District is currently setting aside money for the upcoming training center. With this training center, the Board will be able to provide more technical training for the Parish fire departments.

The Board continues to closely monitor the use of its funds by both the District and the sub-districts to ensure that the funds are spent in accordance with the District's by-laws. We are very proud of the progress that has been made throughout the parish in providing quality fire protection to all citizens.

CONDENSED YEAR END FINANCIAL INFORMATION

The current year end assets are approximately \$478,000, which is approximately the same as last year. The increase in taxes receivable is approximately the same as the increase in the amount due to the sub-districts. The changes in capital assets is primarily due to the requirement to record depreciation on capital assets.

SUB- DISTRICT ACTIVITY

The Avoyelles Fire Protection District #2 is divided into fourteen sub-districts. Two of these sub-districts are combination (having both paid and volunteer firefighters) departments; the other twelve departments are volunteer departments. These sub-districts receive four payments per year from the District, and must spend these monies in accordance with the District's by-laws. The total amount paid and allocated to the combined sub-districts for the current year was \$614,616. Thirteen of the sub-districts have used about 40% of their funds on repairs and maintenance of their trucks, equipment, and stations(s). The other sub-district uses about 50% of its money on payroll for its paid firefighters. Most of the sub-districts are setting aside about 20% of their funds in the hopes of getting a FEMA grant. The sub-districts have spent about 30% of their money on new equipment and about 10% on training.

The sub-districts will continue to serve their communities and protect the safety of their firefighters and citizens through the continual enhancement of equipment and training.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

STATEMENT OF NET ASSETS AND GOVERNMENTAL FUND BALANCE SHEET
JUNE 30, 2004

	<u>GENERAL FUND</u>	<u>ADJUSTMENTS (Note 2)</u>	<u>STATEMENT OF NET ASSETS</u>
ASSETS			
Cash	\$353,247		\$353,247
Accounts receivable	46,841		46,841
Capital assets, net of accumulated depreciation	<u> </u>	<u>78,075</u>	<u>78,075</u>
Total Assets	\$400,088 =====	\$ 78,075 =====	\$478,163 =====
LIABILITIES			
LIABILITIES			
Accounts payable	\$ 215		\$ 215
Due to subdistricts	<u>274,616</u>	<u>-0-</u>	<u>274,616</u>
Total Liabilities	<u>\$274,831</u>	<u>\$ -0-</u>	<u>\$274,831</u>
FUND BALANCE/ NET ASSETS			
FUND BALANCE			
Fund balance- Unreserved	<u>\$125,257</u>	\$(125,257)	
Total Liabilities and Fund Balance	\$400,088 =====		
NET ASSETS			
Invested in capital assets		<u>\$ 78,075</u>	<u>\$ 78,075</u>
Unrestricted		<u>\$125,257</u>	<u>\$125,257</u>
Total Net Assets			\$203,332 =====

See accompanying notes to the basic financial statements.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

STATEMENT OF ACTIVITIES AND
GOVERNMENTAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2004

	<u>General Fund</u>	<u>Adjustments (Note 3)</u>	<u>Statement Of Activities</u>
EXPENDITURES/EXPENSES			
Capital Outlay:	\$ 3,050	\$(3,050)	\$ -
Current:			
Distribution to			
Sub-Districts	\$614,616		\$614,616
Professional fees	6,775		6,775
Insurance	1,680		1,680
Instructional materials	7,143		7,143
Repairs and maintenance	5,252		5 252
Depreciation	<u> -</u>	<u>11,176</u>	<u>11 176</u>
Total Expenditures/Expenses	<u>\$638,516</u>	<u>\$ 8,126</u>	<u>\$646,642</u>
GENERAL REVENUES			
Ad Valorem Taxes	\$527,643		\$527,643
State Revenue Sharing	131,318		131,318
Interest	4,413		4,413
Miscellaneous	<u> 275</u>		<u> 275</u>
Total Revenue	<u>\$663,649</u>		<u>\$663,649</u>
EXCESS OF REVENUE OVER EXPENDITURES	25,133	\$(8,126)	\$ 17,007
FUND BALANCE/NET ASSETS			
Beginning of year	<u>100,124</u>	<u>78,075</u>	<u>220,339</u>
End of Year	\$125,257 =====	\$ 78,075 =====	\$203,332 =====

See accompanying notes to the basic financial statements.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Avoyelles Fire Protection District #2 conform to generally accepted accounting principles as applicable to governments. The following is a summary of significant policies:

A. FINANCIAL REPORTING ENTITY

The Fire Protection District #2 of the Parish of Avoyelles, State of Louisiana (the "District") is a political subdivision within the Parish of Avoyelles, State of Louisiana, comprising and embracing all of that territory within the boundaries of the Parish of Avoyelles, less and except that territory within the boundaries of Ward One of the Parish as those boundaries are presently constituted. The District was created by resolution of the Avoyelles Parish Policy Jury on July 10, 1990 for the purpose of collecting and disbursing the ad valorem taxes raised and to monitor the expenditures of each subdistrict, and to engage in any lawful activity as provided under Article 40 of the Revised Statutes of the State of Louisiana. The District is a political subdivision of the Avoyelles Parish Police Jury who maintains fiscal and budgetary control over the district. The basic operations of the district are financed by ad valorem taxes levied by the Police Jury and state revenue sharing received from the State through the Avoyelles Parish Sheriff's Office. The District is governed by a Board of Commissioners consisting of ten members who serve without pay. There are no employees of the Avoyelles Fire Protection District #2.

B. BASIS OF PRESENTATION

The accompanying financial statements of the Avoyelles Fire Protection District #2 have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34, Basic Financial Statements - and Management Discussion and Analysis - for State and Local Governments, issued in June 1999.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS) - The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information for the District as a whole. Information contained in these columns reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs, regardless of when cash is received or disbursed. Revenues, expenses, gains, losses, assets and liabilities, resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-Exchanged Transactions*.

FUND FINANCIAL STATEMENTS (FFS) - The amounts reflected in the General Fund of the basic financial statements 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. The statement of revenue expenditures and changes in fund balances reports the sources and uses of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of the District's operations.

C. MEASUREMENT FOCUS\BASIS OF ACCOUNTING

Measurement focus refers to which is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing the measurement made, regardless of the measurement focus applied. All governmental fund types are accounted for using a current financial resources measurement focus.

The modified accrual basis of accounting is followed by the governmental fund type used by the District. Under the modified accrued basis of accounting, revenues are recorded when they become both measurable and available. Available means collectible within the current period. Expenditures are recorded when the related fund

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

liability is incurred, if measurable.

Revenues from local sources consist primarily of property taxes and state revenue sharing. Property tax revenues and revenue sharing are recognized under the susceptible to accrual concept in accordance with Governmental Accounting Standard Board pronouncements. Interest earnings are recorded as earned since they are measurable and available. Miscellaneous revenues are recorded as revenue when received because they are generally not measurable until actually received.

D. FUND ACCOUNTING

The District uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenue and expenditures as appropriate. The fund type used by the District is the governmental fund type.

GOVERNMENTAL FUNDS - All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

GENERAL FUND - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues, interest, and other receipts that are not allocated by law or contractual agreement to some fund are accounted for in this fund, and all general operating expenditures are paid through this fund. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to the District's by-laws.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

E. BUDGETS

The Louisiana Local Government Budget Act requires that a budget be adopted for the general fund and any special revenue fund. The District has established the fiscal year as the twelve month period beginning July 1. Prior to July 1, the Treasurer prepares an annual budget which is presented for adoption by the Board of Directors. The budget is amended, if necessary, by approval by the Board of Directors in the same manner as for the original budget.

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in interest bearing demand deposits. 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 and national banks having principal offices in Louisiana.

G. CAPITAL ASSETS

Capital assets includes land, improvements to land, easements, buildings, building improvements, vehicles, machinery, equipment, and other tangible assets that are used in the operation of the District, and have initial useful lives extending beyond a single reporting period. All capital assets are stated at historical cost. Donated capital assets are stated at their estimated fair value on the date donated. At June 30, 2004 there were no donated capital assets.

Capital assets that are being or have been depreciated are reported net of accumulated depreciation in the Statement of Net Assets. In the period in which capital assets are purchased or constructed, the cost of those assets are reported as capital outlay expenditures in the governmental fund statement of revenues, expense, and changes in fund balance.

Depreciation, an annual expense charged against capital assets, is measured by allocating the cost of depreciable assets over their estimated useful lives in a systematic and rational manner.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Depreciation expense is reported in the statement of activities. Capital assets are depreciated using the straight-line method of depreciation over the following useful lives:

Building	30 years
Equipment	7 to 10 years

E. BUDGETS

The Louisiana Local Government Budget Act requires that a budget be adopted for the general fund and any special revenue fund. The District has established the fiscal year as the twelve month period beginning July 1. Prior to July 1, the Treasurer prepares an annual budget which is presented for adoption by the Board of Directors. The budget is amended, if necessary, by approval by the Board of Directors in the same manner as for the original budget.

NOTE 2: RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO NET ASSETS OF GOVERNMENTAL ACTIVITIES

Total Governmental Fund Balance	\$125,257
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>78,075</u>
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Net Assets of Governmental Activities	\$203,332 =====
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**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 3: RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES

Net Change in Fund Balance - Total Governmental Fund \$25,133

Amounts reported for governmental activities in the
statement of activities are different because:

Governmental funds report capital outlays as
expenditures. However, in the statement of activities,
the cost of those assets is allocated over their
estimated useful lives as depreciation expense. This
is the amount by which current year depreciation
exceeded current year capital outlay. (8,126)

Total Change in Net Assets \$17,007
=====

NOTE 4: CASH

At June 30, 2004 the Fire District's cash per the Bank totaled
\$353,497. This cash is held in an interest-bearing checking
account. Under state law, this cash on deposit must be secured by
Federal Deposit Insurance or by the pledge of securities owned by
the Bank. At June 30, 2004 there was sufficient Federal Deposit
Insurance and pledged securities as follows:

<u>Security and Collateral Pledged:</u>		
FDIC Insurance	\$100,000	
Market Value of Pledged Collateral	<u>498,402</u>	
Total		\$598,402
Total Cash per Bank at June 30, 2004		<u>353,497</u>
Excess of Security and Collateral Over Deposits		\$245,155 =====

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 5: ACCOUNTS RECEIVABLE

At June 30, 2004, accounts receivable consisted of Ad Valorem Taxes.

NOTE 6: CAPITAL ASSETS/ DEPRECIATION

Capital assets and depreciation activity as of and for the year ended June 30, 2004 is as follows:

	<u>BALANCE BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>BALANCE END OF YEAR</u>
Capital Assets			
Buildings	\$ 26,002	\$ -0-	\$ 26,002
Equipment	<u>100,045</u>	<u>3,050</u>	<u>103,095</u>
Total Capital Assets	<u>\$126,047</u>	\$ 3,050	<u>\$129,097</u>
		=====	
Accumulated Depreciation			
Buildings	\$ 4,335	\$ 867	\$ 5 202
Equipment	<u>35,511</u>	<u>10,309</u>	<u>45,820</u>
Total Accumulated Depreciation	<u>\$ 39,846</u>	\$11,176	<u>\$ 51,022</u>
		=====	
Net Capital Assets	\$ 86,201		\$ 78,075
	=====		=====

NOTE 7: PROPERTY TAX

Property taxes are levied on all real estate and all tangible personal property used in businesses within the boundaries of Fire Protection District #2. Property taxes are levied in October of each year, and are due and payable by December 31 of that same year. Taxes not paid by December 31 become delinquent and is subject to penalty and interest. Taxes not paid by May of the following year are sold at Sheriff sale for payment of the taxes.

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004**

NOTE 8: BOARD OF COMMISSIONERS AND PER DIEM PAYMENTS

The Avoyelles Fire Protection District #2 is governed by a Board of Commissioners composed of ten members, who serve without pay. Board members and compensation are as follows:

NAME	TERM SERVED	COMPENSATION
Joseph Frank - President	July 2003 - June 2004	-0-
Robert Lemoine - Vice-President	July 2003 - June 2004	-0-
Elliott Bordelon, Jr	July 2003 - December 2003	-0-
Don Brevelle	July 2003 - June 2004	-0-
Danny Coleman	July 2003 - June 2004	-0-
Quin Drouin	July 2003 - June 2004	-0-
Tyrone Dufour	July 2003 - June 2004	-0-
Keith Lacombe	January 2004 - June 2004	-0-
John Eric Lemoine	July 2003 - June 2004	-0-
Herbert Thompson	July 2003 - June 2004	-0-
Tommy Simon	July 2003 - June 2004	-0-

**AVOYELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

REQUIRED SUPPLEMENTAL INFORMATION
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE- GENERAL FUND - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2004

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>	<u>Budgetary Basis</u>	<u>GAAP Basis</u>
REVENUE				
Ad Valorem Taxes	\$488,800	\$526,000	\$527,643	\$527,643
State Revenue Sharing	135,000	131,000	131,318	131,318
Interest	6,000	4,500	4,413	4,413
Miscellaneous			275	275
Total Revenue	<u>\$630,000</u>	<u>\$661,500</u>	<u>\$663,649</u>	<u>\$663,649</u>
EXPENDITURES				
Capital Outlay:	\$	\$ 3,000	\$ 3,050	\$ 3,050
Current:				
Distribution to				
Sub-Districts	583,800	617,000	614,616	614,616
Professional fees	6,300	6,500	6,775	6,775
Insurance	2,000	1,500	1,680	1,680
Instructional materials		6,500	7,143	7,143
Repairs and maintenance		<u>3,700</u>	<u>5,252</u>	<u>5,252</u>
Total Expenditures	<u>\$592,100</u>	<u>\$638,200</u>	<u>\$638,516</u>	<u>\$638,516</u>
EXCESS OF REVENUE OVER				
EXPENDITURES	\$ 37,900	\$ 23,300	\$ 25,133	\$ 25,133
FUND BALANCE, Beginning of year			<u>100,124</u>	<u>100,124</u>
FUND BALANCE, End of year			\$125,257	\$125,257
			=====	=====



Juanita DeVillier Brouillette

Certified Public Accountant

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

December 13, 2004

Board of Commissioners
Avoyelles Fire Protection District #2
Cottonport, Louisiana

I have audited the basic financial statements of the Avoyelles Fire Protection District #2, Cottonport, Louisiana, a component unit of the Avoyelles Parish Police Jury, as of and for the year ended June 30, 2004, and have issued my report thereon dated December 13, 2004. I conducted the audit in accordance with auditing standards generally accepted in the United States of America, and 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 the Avoyelles Fire Protection District #2 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 statements 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 the audit of the Avoyelles Fire Protection District #2, I considered its internal control over financial reporting in order to determine the auditing procedures

Board of Commissioners
December 13, 2004
Page 2

for the purpose of expressing an opinion on the 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 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 intended for the information of management and the Board of Commissioners. However, this report is a matter of public record and its distribution is not limited.



JUANITA D. BROUILLETTE
CERTIFIED PUBLIC ACCOUNTANT

**AVOUELLES FIRE PROTECTION DISTRICT #2
COTTONPORT, LOUISIANA**

Disclosure of Lack of Management Letter:

There is no management letter issued with this report.

AVOUELLES FIRE PROTECTION DISTRICT #2
MANAGEMENT'S SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FISCAL YEAR ENDED JUNE 30, 2004

Independent Public Accounting Firm:

Juanita Devillier Brouillette, CPA
Post Office Box 153
Bunkie, Louisiana 71322

Audit period: July 1, 2002 through June 30, 2003

There are no prior audit findings.

**AVOYELLES FIRE PROTECTION DISTRICT #2
MANAGEMENT'S CORRECTIVE ACTION PLAN
FISCAL YEAR ENDED JUNE 30, 2004**

The Avoyelles Fire Protection District #2 respectfully submits the following corrective action plan for the fiscal year ended June 30, 2004.

Independent Public Accounting Firm:

Juanita Devillier Brouillette, CPA
Post Office Box 153
Bunkie, Louisiana 71322

Audit period: July 1, 2003 through June 30, 2004

There are no findings from the Schedule of Findings and Questioned costs, nor are there any current year findings addressed in a Memorandum of Other Comments and Recommendations. Therefore there is no corrective action to be taken.

REPORTABLE CONDITIONS

None

OTHER COMMENTS AND RECOMMENDATIONS

None