

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

FINANCIAL REPORT

(Reviewed)

September 30, 2016

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Board of Directors
Bayou Pigeon Volunteer Fire & Rescue Services, LLC
Bayou Pigeon, Louisiana

Review of 2016 Financial Statements

We have reviewed the accompanying financial statements of **BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC** (a nonprofit organization), which comprise the statement of financial position as of September 30, 2016, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP); this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements for them to be in accordance with U.S. GAAP.

Supplementary Information

The supplementary information included in Schedule 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information for it to be in accordance with U.S. GAAP. We have not audited the information and, accordingly, do not express an opinion on such information.

Compilation of 2015 Financial Statements

Management is responsible for the accompanying financial statements of **BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC**, which comprise the statement of financial position as of September 30, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements in accordance with U.S. GAAP. We performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the 2015 financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the 2015 financial statements.

Faulk & Winkler, LLC

Certified Public Accountants

Baton Rouge, Louisiana
March 27, 2017

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

STATEMENTS OF FINANCIAL POSITION

September 30, 2016 and 2015

(See Independent Accountants' Review Report)

ASSETS

	2016 (Reviewed)	2015 (Compiled)
CURRENT ASSETS		
Cash and cash equivalents	\$ 35,644	\$ 55,464
Due from Iberville Parish Council	<u>32,032</u>	<u>11,363</u>
Total current assets	67,676	66,827
PROPERTY AND EQUIPMENT- net	<u>29,417</u>	<u>7,795</u>
Total assets	<u>\$ 97,093</u>	<u>\$ 74,622</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 1,067	\$ 2,473
NET ASSETS - unrestricted	<u>96,026</u>	<u>72,149</u>
Total liabilities and net assets	<u>\$ 97,093</u>	<u>\$ 74,622</u>

The accompanying notes to the financial statements
are an integral part of this statement.

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

STATEMENTS OF ACTIVITIES

September 30, 2016 and 2015

(See Independent Accountants' Review Report)

	2016 (Reviewed)	2015 (Compiled)
REVENUES AND SUPPORT		
Support from Iberville Parish Council	\$ 176,218	\$ 121,842
Contributed support from Iberville Parish Council	37,500	37,500
Contributed support from Town of White Castle	8,606	-
Interest	285	28
	<hr/>	<hr/>
Total revenues and support	222,609	159,370
EXPENSES		
Supplies	84,032	18,426
Rental - contributed	37,500	37,500
Maintenance	29,789	15,031
Contracted services and contributed labor	22,606	4,000
Office	11,707	7,454
Depreciation	4,950	342
Professional	3,250	-
Training	1,989	-
Other	2,909	4,468
	<hr/>	<hr/>
Total expenses	198,732	87,221
	<hr/>	<hr/>
Increase in net assets	23,877	72,149
NET ASSETS		
Beginning of year	72,149	-
	<hr/>	<hr/>
End of year	<u>\$ 96,026</u>	<u>\$ 72,149</u>

The accompanying notes to the financial statements
are an integral part of this statement.

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

STATEMENTS OF CASH FLOWS

September 30, 2016 and 2015

(See Independent Accountants' Review Report)

	2016 (Reviewed)	2015 (Compiled)
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 23,877	\$ 72,149
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,950	342
Change in operating assets and liabilities:		
Due from Iberville Parish Council	(20,669)	(11,363)
Accounts payable	(1,406)	2,473
Net cash provided by operating activities	6,752	63,601
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(26,572)	(8,137)
Net (decrease) increase in cash	(19,820)	55,464
CASH AND CASH EQUIVALENTS		
Beginning of year	55,464	-
End of year	\$ 35,644	\$ 55,464

The accompanying notes to the financial statements
are an integral part of this statement.

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC.

Bayou Pigeon, Louisiana

NOTES TO FINANCIAL STATEMENTS

(See Independent Accountants' Review Report)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Operations

Bayou Pigeon Volunteer Fire & Rescue Services, LLC (the Department), is a non-profit corporation that was formed in February 2015 and provides fire protection, emergency medical service, and hazardous materials handling to the citizens of Bayou Pigeon, an incorporated community in south Iberville Parish. The Department has entered into certain transactions, described below, with the Parish to provide these services.

The Department is dependent on support from the local community by enlisting volunteer labor to provide fire protection, emergency medical service, and hazardous materials handling services.

Basis of accounting

The Department maintains its financial statements and related records on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable.

The Department reports information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Department does not have any temporarily or permanently restricted net assets at September 30, 2016 and 2015.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates are used primarily when accounting for depreciation and contributed support in these financial statements.

Income taxes

The Department is a not-for-profit organization that is exempt from income taxes under Section 501(c)(4) of the Internal Revenue Code and classified as other than a private foundation. The Department's open audit periods are 2015 and 2016.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

The Department is primarily funded by an allocation of dedicated parish-wide sales tax proceeds. Supplementary funding is provided by donations solicited from the general public, local businesses, and civic organizations, which is recognized when received

Cash and cash equivalents

For purposes of the statement of cash flows, the Department considers cash in bank accounts as cash. Cash equivalents include investments with original maturities of three months or less. The Department has no cash equivalents at September 30, 2016 and 2015. The Department typically maintains cash at a local bank that may, at times, exceed the FDIC limits. Management believes the risk is limited.

Fair value of financial instruments

The carrying value of cash, due from Iberville Parish Council (the Council), prepaid expenses and accounts payable and accrued liabilities approximates fair value due to the short-term maturity of these instruments. Financial instruments are not held for trading purposes.

Property, equipment, and depreciation

Equipment is recorded at cost. Depreciation is computed using the straight-line method over the estimated service lives of the assets.

Subsequent events

In preparing the financial statements, the Department has evaluated events and transactions for potential recognition or disclosure through the date of the independent accountants' review report, which was the date that the financial statements were available to be issued

NOTE 2 - PROPERTY AND EQUIPMENT

Property and equipment at September 30, 2016 and 2015 consist of equipment with related estimated service lives of 3 to 7 years totaling \$34,709 and \$8,137 with accumulated depreciation of \$5,292 and \$342, respectively. Depreciation expense was \$4,950 and \$342 for the years ended September 30, 2016 and 2015, respectively.

NOTE 3 - RELATED PARTY TRANSACTIONS

The Department receives allocated sales tax proceeds from the Council in exchange for providing fire protection and other services to certain areas of the Parish.

The Council supports the Department financially since it provides a service that is within its jurisdiction. This support includes the use of two firehouses and a fire truck. The value of this contributed support has been recognized at the fair market value of the benefit received, which was approximately \$37,500 each year.

The Town also expends support for the Department, primarily for salary supplements. The amount of such expenditures in 2016 was \$8,606, and is included in the financial statements. There were no such expenditures in 2015.

NOTE 4 - ECONOMIC DEPENDENCY

The Department derives a significant portion of its revenues from an allocation of a dedicated parish-wide sales tax, the loss of which would have a material adverse effect. During the years ended September 30, 2016 and 2015, revenue derived from the Parish Council accounted for approximately 99% of total revenue and the Parish Council owed the Department \$32,032 and \$11,363 as of September 30, 2016 and 2015, respectively.

BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC

Bayou Pigeon, Louisiana

**SCHEDULE OF COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO AGENCY HEAD**

September 30, 2016

(Without Audit)

Agency Head: John Marque, Jr.

No compensation paid from public funds.

BAYOU PIGEON VOLUNTEER FIRE DEPARTMENT, INC.
Bayou Pigeon, Louisiana

**INDEPENDENT ACCOUNTANTS' REPORT ON
APPLYING AGREED-UPON PROCEDURES**

September 30, 2016



**INDEPENDENT ACCOUNTANTS' REPORT ON
APPLYING AGREED-UPON PROCEDURES**

Board of Directors
 Bayou Pigeon Volunteer Fire & Rescue Services, LLC
 Bayou Pigeon, Louisiana

We have performed the procedures included in the Louisiana Governmental Audit Guide and enumerated below, which were agreed to by the management of the **BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC** (the Department) and the Legislative Auditor, State of Louisiana, solely to assist you in evaluating management's assertions about the Department's compliance with certain laws and regulations for the year ended September 30, 2016, included in the accompanying *Louisiana Attestation Questionnaire*. Management of the Department is responsible for its financial records and compliance with applicable laws and regulations. This agreed-upon procedures engagement was performed in accordance with Statements on Standards for Attestation Engagements established by the American Institute of Certified Public Accountants, and applicable standards. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

With respect to your representations relating to the federal, state, and local awards compliance, as of September 30, 2016, and for the year then ended, we applied the following agreed-upon procedures:

Federal, State, and Local Awards

1. Determine the amount of federal, state and local award expenditures for the fiscal year, by grant and grant year.

The Department's expenditures for all public funds for 2016 were:

<u>Award description</u>	<u>Amount expended</u>
Iberville Parish Council – sales tax apportionment	\$ <u>176,218</u>

The Department did not receive any federal or state awards during the year ended September 30, 2016.

2. For each federal, state, and local award, randomly select six disbursements from the awards during the period under examination, provided that no more than 30 disbursements would be selected.

We selected six disbursements for review from the Iberville Parish Council sales tax apportionment award.

3. For the items selected in Procedure 2, trace the six disbursements to supporting documentation as to proper amount and payee.

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

4. For the items selected in Procedure 2, determine if the six disbursements are properly coded to the correct fund and general ledger account.

Based on our review of disbursements, the six payments were properly coded to the correct fund and general ledger account.

5. For the items selected in Procedure 2, determine whether the six disbursements received approval from proper authorities.

Inspection of documentation supporting each of the six selections indicated that all disbursements received approval by the Board President.

6. For the items selected in Procedure 2, for federal awards, determine whether the disbursements complied with the applicable specific program compliance requirements summarized in the Compliance Supplement (or contained in the grant agreement, if the program is not included in the Compliance Supplement) and for state and local awards, determine whether the disbursements comply with the grant agreement.

Based on our review of disbursements, the local award complied with the agreement, in terms of activities allowed or unallowed, eligibility, and reporting. There were no federal or state awards.

7. For programs selected for testing in Procedure 2 that had been closed out during the period under review, compare the close-out report, when required, with the Department's financial records to determine whether the amounts agree.

There are no reporting requirements within the agreement with the Iberville Parish Council.

Open Meetings

8. Examine evidence indicating that agendas for meetings recorded in the minute book were posted as an open meetings as required by R.S. 41:11 through 42:28 (the open meetings law).

The open meetings law is not applicable to the Department.

Budget

9. For all grants exceeding five thousand dollars, determine that each applicable federal, state, or local grantor agency/agencies were provided with a comprehensive budget of those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance.

The local monies received were related to an allocation of sales taxes to various volunteer fire departments for the purpose of public safety. The monies were utilized for the goals and objectives of public safety. Budgets are not required.

Prior Comments and Recommendations

10. Review any prior-year suggestions, recommendations, and/or comments to determine the extent to which such matters have been resolved.

There were no reported prior year comments and recommendations.

We were not engaged to perform and did not perform, an audit, the objective of which would be an expression of opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Directors and management of the **BAYOU PIGEON VOLUNTEER FIRE & RESCUE SERVICES, LLC.**, and the Legislative Auditor (State of Louisiana) and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statutes 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Faulk & Winkler, LLC

Certified Public Accountants

Baton Rouge, Louisiana
March 27, 2017

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Quasi-public Agencies)
March 27, 2017

Faulk & Winkler, LLC
6811 Jefferson Highway
Baton Rouge, LA 70806

In connection with your review of our financial statements as of September 30, 2016 and for the period then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the Louisiana Governmental Audit Guide, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of March, 27, 2017.

Federal, State, and Local Awards

We have detailed for you the amount of federal, state, and local award expenditures for the fiscal year, by grant and grant year.

Yes No

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and grantor officials.

Yes No

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes No

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes No

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:11 through 42:28 (the open meetings law).

N/A

Yes No

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance.

N/A

Yes No

Reporting

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.

Yes No

Prior-Year Comments

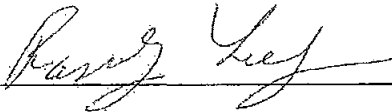
We have resolved all prior-year recommendations and/or comments.

N/A

Yes [] No []

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the federal, state, and local grants, to include the applicable laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We will also disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance that may occur up to the date of your report.

 _____ Treasurer 3-27-17 Date