

FIRE PROTECTION SUB-DISTRICT NO. 2 OF
WEST BATON ROUGE PARISH
Brusly , Louisiana

Annual Financial Report

As of and for the Year Ended
June 30, 2010

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 2/16/11

DONALD C. De VILLE
Certified Public Accountant
7829 Bluebonnet Boulevard
Baton Rouge, Louisiana 70810

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE, LOUISIANA
BRUSLY, LOUISIANA**

Table of CONTENTS

	Page
Independent Auditor's Report	3
<u>Basic Financial Statements</u>	
Government-Wide Financial Statements:	
Statement of Net Assets	6
Statement of Activities	7
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	8
Reconciliation of Fund Balances on the Balance Sheet for Governmental Funds to Net Assets of Governmental Activities on the Statement of Net Assets	9
Statement of Revenues, Expenditures, and Changes in Fund Balances	10
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	11
Notes to the Financial Statements	12
<u>Required Supplemental Information</u>	
Budget Comparison Schedules	22
<u>Other Reports</u>	
Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting Based on an Audit of the Basic Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	24
Status of Prior Audit Findings	26
Current Year Findings, Recommendations, and Corrective Action Plan	27

Certified Public Accountant



Donald C. DeVille

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INDEPENDENT AUDITOR'S REPORT

August 4, 2010

Board of Commissioners
Fire Protection Sub-District No. 2 of West Baton Rouge Parish
Brusly, Louisiana

I have audited the accompanying basic financial statements of Fire Protection Sub-District No. 2 of West Baton Rouge Parish, as of and for the year ended June 30, 2010, as listed in the Table of Contents. The basic financial statements are the responsibility of Fire Protection Sub-District No. 2 of West Baton Rouge Parish's management. My responsibility is to express an opinion of these 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 Governmental 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 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 provided a reasonable basis for my opinion.

In my opinion, the basic financial statement referred to above present fairly, in all material respects, the financial position of Fire Protection Sub-District No. 2 of West Baton Rouge Parish as of June 30, 2010, and the results of operations for the year the ended in conformity with accounting principles generally accepted in the United States of America.

The budgetary comparison information on page 22, is 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 inquires of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

The Fire Protection Sub-District No. 2 of West Baton Rouge Parish has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In accordance with Government Auditing Standards, I have also issued my report dated August 4, 2010, on my consideration of Fire Protection Sub-District No. 2 of West Baton Rouge Parish's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of my audit.

Arnold C. Beville

Basic Financial Statements

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2010**

	GOVERNMENTAL ACTIVITIES
ASSETS:	
Cash	\$123,870
Taxes Receivables	31,877
Prepaid Insurance	3,000
Capital assets, net of accumulated depreciation	591,789
Total Assets	\$750,536
 LIABILITIES:	
Accounts Payable	\$3,598
Payroll Benefits	959
Compensated Absences	7,589
Total Liabilities	\$12,146
 NET ASSETS:	
Invested in Capital Assets, net of debt	\$591,789
Unrestricted	146,601
Total Net Assets	\$738,390

The accompanying notes are an integral part of this statement.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010**

	Program Revenues	Charges for Operating Services Contributions	Capital Grants & Contributions	Net (Expenses) Revenues and Changes of Primary Governmental Activities
Governmental Activities				
Public safety	\$533,445	\$0	\$14,190	\$519,255
Total Governmental Activities	533,445	0	14,190	519,255
General Revenues:				
Sales taxes				418,535
Investment earnings				605
Total general revenues and transfers				419,140
Change in Net Assets				(100,115)
Net assets-beginning				838,505
Net assets-ending				738,390

The accompanying notes are an integral part of this statement.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010**

ASSETS:

Cash	\$123,870
Taxes Receivable	\$31,877
Prepaid Insurance	3,000
Total Assets	<u>158,747</u>

LIABILITIES AND FUND BALANCES:

LIABILITIES:

Accounts Payable	\$3,598
Payroll Benefits	\$959
Compensated Absences	7,589
Total Liabilities	<u>12,146</u>

FUND BALANCES:

Unassigned Fund Balances	<u>146,601</u>
Total Fund Balances	<u>146,601</u>

Total Liabilities and Fund Balances	<u>158,747</u>
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The accompanying notes are an integral part of this statement.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
Reconciliation of Fund Balances on the Balance Sheet
For Governmental Funds to Net Assets of
Governmental Activities on the Statement of Net Assets
June 30, 2010**

Fund Balances - Total Governmental Funds	\$146,601
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	
Add: Capital Assets	1,569,384
Deduct - Accumulated depreciation	<u>(977,595)</u>
Net adjustments	<u>591,789</u>
Net Assets of Governmental Activities	<u>738,390</u>

The accompanying notes are an integral part of this statement.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRULY, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

REVENUES:

Taxes	\$418,535
Intergovernmental	\$14,190
Investment Income	605
	<u>433,330</u>

EXPENDITURES:

CURRENT:

Public Safety	
Salaries	254,082
Fringe	45,473
Adminiistration	6,000
Supplies	22,596
Maintenance	16,348
Insurance	26,511
Office Supplies	4,194
Professional	6,283
Publications	3,365
Telephone	6,568
Training	13,766
Uniforms	9,276
Utilities	7,648
Vehicle	28,453
Miscellaneous	863
Capital Outlay	27,057
	<u>478,483</u>

Excess (deficiency) of Revenues over Expenditures (45,153)

Fund Balances - Beginning of Year 191,754

Fund Balances - End of Year 146,601

The accompanying notes are an integral part of this statement.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
Reconciliation of Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended June 30, 2010**

Net Change in Fund Balances - Total Governmental Funds (\$45,153)

Amounts reported for governmental activities in the statements 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 capital outlays exceeded depreciation expense in the current period.

Add: Capital outlays	27,057
Deduct - depreciation expense	<u>(82,019)</u>
Net Adjustment	<u>(54,962)</u>

Change in Net Assets of Governmental Activities (100,115)

The accompanying notes are an integral part of this statement.

Notes to the Financial Statements

FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH NOTES TO FINANCIAL STATEMENTS

INTRODUCTION

Fire Protection Sub-District No. 2 of West Baton Rouge, Louisiana (the Sub-District) is a body corporate created by the West Baton Rouge Parish Council in 1991, as provided by Louisiana Revised Statute 40:1503. The Sub-District is governed by the Town of Brusly's governing body. The Sub-District is authorized to provide fire protection services within the Brusly, Louisiana area. The population of the Sub-District is approximately 7,000 and the Sub-District has about six full time employees, 6 part time employees and about 21 volunteers.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the (Fire Protection Sub-District No. 2 of West Baton Rouge Parish is considered a component unit of West Baton Rouge Parish Council. As a component unit, the accompanying financial statements are included within the reporting of the primary government, either blended into those financial statements or separately reported as discrete component units.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the Fire Protection Sub-District No. 2 of West Baton Rouge Parish. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meetings the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

All individual governmental funds are reported as separate columns in the fund financial statements.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Fire Protection Sub-District No. 2 of West Baton Rouge Parish reports the following governmental funds:

The General Fund is the entity's primary operating fund. It accounts for all financial resources of the entity, except those required to be accounted for in another fund

General Fund accounts for the Sub-District's public safety and is the primary operating unit of the Sub-District.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the entity's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Deposits and Investments

The entity's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State law and the Fire Protection Sub-District No. 2 of West Baton Rouge Parish's investment policy allow the entity to invest in collateralized certificates of deposits, government back securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities.

Investments for the Sub-District are reported at fair value. The state investment pool (LAMP) operates in accordance with state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

D. Receivables and Payables

Receivables consist of all revenues earned at year end and not yet received.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

Sales Taxes – The Fire Protection Sub-District No. 2 share an ½ per cent of the sales taxes collected in the West Baton Rouge Parish.

E. Inventories and Prepaid Items

All immaterial inventories of the governmental funds are recorded as expenditures when purchased rather than when consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

F. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., fire hydrants), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost (the extent to which fixed asset costs have been estimated and the methods of estimation should be disclosed) if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Fire Protection Sub-District No. 2 of West Baton Rouge Parish maintains a threshold level of \$1,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and building improvements	40 years
Furniture and fixtures	5 -10 years
Vehicles	5-10 years
Equipment	5-10 years

G. Compensated Absences

The Fire Protection Sub-District No. 2 of West Baton Rouge Parish's recognition and measurement criteria for compensated absences follows:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

GASB Statement No. 16 provides that a liability for sick leave should be accrued using one of the following termination approaches:

1. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
2. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

H. Fund Equity

In the fund financial statements, governmental funds may report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

I. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGET INFORMATION- The Sub-District uses the following budget practices:

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

1. The budgetary calendar – The public hearing on the budget announcement is published in the official journal in April. In May, a public hearing on the budget is held and after any discussion the budget is adopted.
2. Appropriations (unexpended budget balances) lapse at year-end.
3. There are no outstanding encumbrances.
4. The GAAP basis is use in preparing and reporting the budgets and those funds not budgeted.
5. The Board of Commissioner will meet time to time to make changes or amendments within the various budget classifications.

3. CASH AND CASH EQUIVALENTS

At June 30, 2010, the Fire Protection Sub-District No. 2 of West Baton Rouge Parish has cash and cash equivalents (book balances) totaling \$123,870 as follows:

Demand accounts	\$(3,408) – Due to check book held open at year end to pay bills.
Interest bearing	<u>127,278</u>
Total	<u>123,870</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 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 June 30, 2010, the Fire Protection Sub-District No. 2 of West Baton Rouge Parish had \$137,659 in deposits (collected bank balances). These deposits are secured from risk by \$137,659 of federal deposit insurance.

4. RECEIVABLES

The receivables of \$31,877 at June 30, 2010, are as follows:

Class of Receivable

Taxes:	
Sales Taxes	\$31,877

Receivables are written-off under the direct write-off method whereby bad debts are recorded when a receivable is deemed uncollectible. If they are subsequently collected they are recorded as miscellaneous income. The direct charge off method is not a material departure from GAAP as it approximates the valuation method.

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2010, for the primary government is as follows:

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	-0-	-0-	-0-	-0-
Construction in progress	-0-	\$13,577	-0-	13,577
Total capital assets, not being depreciated	-0-	13,577	-0-	13,577
Capital assets being depreciated				
Buildings	462,423	-0-	-0-	462,423
Machinery and equipment	1,079,904	13,480	-0-	1,093,384
Infrastructure	-0-	-0-	-0-	-0-
Total capital assets being depreciated	1,542,327	13,480	-0-	1,555,807
Less accumulated depreciation for:				
Buildings	156,597	11,561	-0-	168,157
Machinery and equipment	738,980	70,458	-0-	809,438
Total accumulated depreciation	895,576	82,019	-0-	977,595
Total capital assets being depreciated, net	646,751	(54,962)	-0-	591,789

6. ACCOUNTS, SALARIES, AND OTHER PAYABLES

The payables of \$3,598 at June 30, 2010, are as follows:

	<u>General Fund</u>
Accounts	\$3,598
Payroll	959
Compensated absences	<u>7,589</u>
Total	<u>12,146</u>

7. LEASES

The Sub-District does not record items under capital leases as an asset and an obligation in the accompanying financial statements.

8. PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$5,061 was made to reflect the current portion of compensated absences payable.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

9. RETIREMENT SYSTEMS

A. Plan Description

- Substantially all of the Sub-District's employees are members of the Firefighters' Retirement System Pension Plan (Plan) a cost sharing, multiple-employer, non-qualified defined benefit pension plan covering firefighters employed by any municipality, parish or fire protection sub-district of the State of Louisiana, under the provisions of Louisiana Revised Statutes 11:2251 through 2269, effective January 1, 1990. The Plan is not a qualified plan as defined by the Internal Revenue Code nor is it subject to be the Employer Retirement Income Security Act of 1984.
- The latest employer and employee membership data includes about 6,000 members.
- Employees with 20 or more years of service who have attained age 50 or employees who have 12 years of service who have attained the age of 55, or 25 years of service at any age are entitled to annual pension benefits equal to 3 1/3 % of the average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service not to exceed 100%. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity.
- Employee who terminate with at least the amount of credited service stated above and do not withdraw their employee contributions may retire at the age specified above and receive the benefit accrued to their date of termination. The system also provides death and disability benefits. Benefits are established 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, Post Office Box 94095, Capital Station, Baton Rouge, Louisiana 70804-9095, or by calling (225) 925-4060.

B. Funding Policy

- Under the Plan, members are required by state statute to contribute 8% of their annual covered salary and to Sub-District is required to contribute at an actuarially determined rate. The current rate is 14.0% of annual covered payroll. The contribution requirements of plan members and the Sub-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 changes each year based on the results of the valuation for the prior year. The Sub-District's contributions to the System under Plan A of the years ended June 30, 2010, June 30, 2009, and June 30, 2008, were \$26,955, \$17,637, and \$14,342, respectively, equal to the required contributions for each year.

10. OTHER POSTEMPLOYMENT BENEFITS

The Sub-District does not offer any post retirement benefits.

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
NOTES TO FINANCIAL STATEMENTS**

11. COMPENSATION PAID TO BOARD MEMBERS

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, compensation paid to board members is as follows:

There was no compensation paid to board members.

12. JUDGEMENTS, CLAIMS AND SIMILAR CONTINGENCIES

There was no litigation pending against the Sub-District as of June 30, 2010.

The Sub-District's management believes that any potential lawsuits would be covered by insurance or resolved without any material impact upon the Sub-District's financial statements.

No claims were paid out or litigation costs incurred during the year ended June 30, 2010.

13. RISK MANAGEMENT

The Sub-District is exposed to various risk of loss related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Sub-District has purchase commercial insurance to cover or reduce the risk of los that might arise should one of these incidents occur. There have been no significant reductions in coverage for the prior year. No settlements were made during the year that exceeded the Sub-District's coverage.

14. SUBSEQUENT EVENTS

The Organization did not have any subsequent events through August 4, 2010, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the year ended June 30, 2010.

REQUIRED SUPPLEMENTAL INFORMATION

**FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2010**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET
			GAAP BASIS	FAVORABLE (UNFAVORABLE)
REVENUE				
Taxes	\$500,000	\$439,000	\$418,535	(\$20,465)
Intergovernmental	15,000	15,000	14,190	(\$810)
Investment Income	10,000	1,000	605	(\$395)
Total Revenue	<u>525,000</u>	<u>455,000</u>	<u>433,330</u>	<u>(21,670)</u>
EXPENDITURES				
PUBLIC SAFETY				
CURRENT				
Salaries	238,000	238,000	254,082	(16,082)
Fringe	60,000	60,000	45,473	14,527
Administration	6,000	6,000	6,000	0
Supplies	22,000	36,000	22,596	13,404
Maintenance	10,000	15,000	16,348	(1,348)
Insurance	32,000	32,000	26,511	5,489
OfficeSupplies	4,000	4,000	4,194	(194)
Professional	4,500	12,500	6,283	6,217
Publications	1,500	1,500	3,365	(1,865)
Telephone	5,000	5,000	6,568	(1,568)
Training	12,000	12,000	13,766	(1,766)
Uniforms	5,000	9,000	9,276	(276)
Utilities	6,000	6,000	7,648	(1,648)
Vehicles	25,000	30,000	28,453	1,547
Miscellaneous	2,000	2,000	863	1,137
Capital Outlay	0	15,000	27,057	(12,057)
Total Expenditures	<u>433,000</u>	<u>484,000</u>	<u>478,483</u>	<u>5,517</u>
Excess of Revenues Over (Under) Expenditures	92,000	(29,000)	(45,153)	(16,153)
FUND BALANCE, BEGINNING	<u>191,754</u>	<u>191,754</u>	<u>191,754</u>	<u>0</u>
FUND BALANCE, END	<u>283,754</u>	<u>162,754</u>	<u>146,601</u>	<u>(16,153)</u>

OTHER REPORTS

Certified Public Accountant



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

August 4, 2010

Members of the Board of Directors
Brusly, Louisiana

I have audited the financial statements of the Fire Protection Sub-District No. 2 of West Baton Rouge Parish as of and for the year ended June 30, 2010, and have issued my report thereon dated August 4, 2010. 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.

Internal Control over Financial Reporting

In planning and performing my audit, I considered Fire Protection Sub-District No. 2 of West Baton Rouge Parish's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A deficiency in internal control exist when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatement on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiency in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Fire Protection Sub-District No. 2 of West Baton Rouge Parish's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 test disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

This report is intended for the information of the management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statutes 24:513, this report is distributed by the Legislative Auditor as a public document and distribution is not limited.

A handwritten signature in black ink, appearing to read "N. McDeville". The signature is written in a cursive, flowing style.

FIRE PROTECTION SUB-DISTRICT NO.2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
SCHEDULE OF PRIOR YEAR'S FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

<u>Re No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Corrective Action Taken</u>
		None		

FIRE PROTECTION SUB-DISTRICT NO. 2 OF WEST BATON ROUGE PARISH
BRUSLY, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COST
FOR THE YEAR ENDED JUNE 30, 2010

A. Summary of Auditor's Result

Financial Statements

Type of auditor's report issued: Unqualified

- **No material weaknesses identified.**
- **No significant deficiencies identified that are not considered to a material weakness.**

No noncompliance material to financial statements noted.

Federal Awards: Not Applicable

B. Findings – Financial Statement Audit

None