



LCPA Peer Review Program
Administered in Louisiana by the
Society of Louisiana CPAs



AICPA Peer Review Program
Administered by the
Society of Louisiana CPAs

Engagement Review Report

October 21, 2014

To the Shareholders of Agee & Agee PC, CPA's
and the Peer Review Committee of the Louisiana Society of CPA's

We have reviewed selected accounting engagements of Agee & Agee PC, CPA's (the firm) issued with periods ending during the year ended June 30, 2014. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to evaluate whether the engagements submitted for review were performed and reported on in conformity with applicable professional standards in all material respects. An Engagement Review does not include reviewing the firm's system of quality control and compliance therewith and, accordingly, we express no opinion or any form of assurance on that system. The nature, objectives, scope, limitations of, and the procedures performed in an Engagement Review are described in the standards at www.aicpa.org/prsummary.

We noted the following deficiency during our review:

1. Deficiency—The financial statements for a compilation of the governmental fund financial statements on the cash basis incorrectly included both fixed assets and long term debt on the Statement of Assets, Liabilities and Fund Balance while simultaneously including expenditures for capital outlay and debt payments in the Statement of Revenues and Expenditures.

Recommendation—We recommend that the firm establish a means of ensuring that financial statements present or disclose matters in accordance with industry standards. Such means might include continuing professional education in the industries of the firm's engagements for statements presented on an other comprehensive basis, or a cold review of reports and financial statements prior to issuance.

Based on our review, except for the deficiencies described above, nothing came to our attention that caused us to believe that the engagements submitted for review by Agee & Agee PC, CPA's issued with periods ending during the year ended June 30, 2014, were not performed and reported on in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)*, or *fail*. Agee & Agee PC, CPA's has received a peer review rating of *pass with deficiency*.

G. Kenneth Pavy, Review Captain



AGEE & AGEE, P.C.

Certified Public Accountants
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Shreveport, Louisiana 71106
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www.AGEEandAGEEcpa.com

October 21, 2014

LCPA Peer Review Program

2400 Veterans Memorial Blvd Suite 500

Kenner, LA 70062

Ladies and Gentlemen:

This letter represents our response to the report on the Engagement Review of our firm's accounting practice for the year ending June 30, 2014.

As recommended by the reviewer, our firm employees will attend continuing professional education in the industries of our firm's engagement for statements presented on an other comprehensive basis. Our firm will also establish a means of ensuring that financial statements present or disclose matters in accordance with industry standards.

We believe these actions address the matters noted by the reviewer.

Sincerely,

A handwritten signature in black ink, appearing to read "Gail A. Agee", is written over the typed name. The signature is fluid and cursive, with a long horizontal flourish extending to the right.

Gail A. Agee



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December 22, 2014

Gail A Agee, CPA
Agee & Agee, P.C.
5925 Line Ave Ste 9
Shreveport, LA 71106

Dear Ms. Agee:

On December 22, 2014 the Society of Louisiana CPAs Peer Review Committee accepted the report on the most recent engagement peer review of your firm and your firm's response thereto.

The Committee accepted the aforementioned documents with the understanding that the firm will:

- ensure that all professional staff in your firm who work on accounting and auditing engagements participate in at least 8 hours of continuing professional in the area of preparation of governmental engagements no later than March 31, 2015. Please send a letter to the Committee detailing the courses taken by each individual within thirty days of that date, along with proof of attendance at the courses. Self study, teleconferences or webcasts will not satisfy this requirement. If you have taken CPE in this or similar areas in the previous six months, please contact the peer review department to determine if the course qualifies.
- permit an outside party, acceptable to the Committee chair, to review the report, engagement letter and financial statements on the next compilation engagement issued subsequent to the peer review PRIOR to release. The outside party must submit a report to the committee by March 31, 2015. You must obtain the services of the outside party at your expense and ensure they are acceptable to the committee by contacting the Peer Review Department. Upon completion, the reviewer will be required to issue a letter of corrective action to the committee. The committee will review the letter along with any workpapers prepared during the review and determine if further action will be required. If you do not expect to have an engagement completed in time to meet the deadline, please contact the Peer Review Department with an expected date.

This review is not considered accepted until we receive the signed document.

Letter ID: 947731

State Board Rule 46:XIX:1503.A5 provides that timely completion of a peer review of firms that have performed attest services (e.g., compilations, reviews, audits, agreed upon procedures, etc.) is required in order to maintain and renew a CPA firm permit to practice.

As defined in Interpretation 25-2 of the Standards the review will not be considered complete until the committee decides that the reviewed firm has performed the agreed-to corrective action(s) to the committee's satisfaction and the committee requires no additional corrective action(s) by the reviewed firm. This date is noted in a final letter from the administering entity to the reviewed firm.

Your firm's agreement to take this action voluntarily demonstrates its commitment to the objectives of the profession's practice-monitoring programs. Please acknowledge that agreement by returning a signed copy of this letter to us via email gsnyder@lcpa.org or fax 985-764-4345.

Sincerely,
SOCIETY OF LOUISIANA CPAs



Stacey Lockwood
Director of Professional Oversight
slockwood@lcpa.org 504 904-1136

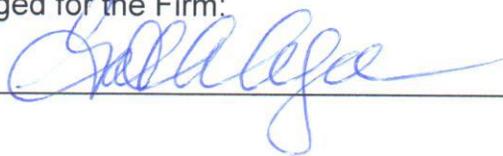
cc: George Kenneth Pavy; Gail A Agee

Firm Number: 10129572

Review Number: 363746

Acknowledged for the Firm:

Signature: _____



Date: _____

1/5/15



LCPA Peer Review Program
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AICPA Peer Review Program
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January 30, 2015

Gail A Agee, CPA
Agee & Agee, P.C.
5925 Line Ave Ste 9
Shreveport, LA 71106

Dear Ms. Agee:

The report and your firm's response to the matters discussed in the report on your most recent peer review were accepted with the understanding that your firm would voluntarily agree to certain corrective or monitoring action(s). A copy of the acceptance letter signed by your firm agreeing to the action(s) is attached for your review since the earliest due date for an action is March 31, 2015.

We assume you will be able to complete the action(s) you agreed to perform by the due date. However, if you cannot, please let us know the reason, and when the action(s) will be completed.

Thank you for your support of the profession's efforts to improve the quality of practice in the accounting profession.

Sincerely,

Stacey Lockwood
Director of Professional Oversight
stockwood@lcpa.org 504 904-1136

Enclosure

cc: Gail A Agee

Firm Number: 10129572

Review Number: 363746

Letter ID: 956116