

James L. Nicholson, Jr., CPA
G. Kenneth Pavy, II, CPA
Michael A. Roy, CPA
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JOHN S. DOWLING & COMPANY
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

John S. Dowling, CPA
1904-1984
John Newton Stout, CPA
1936-2005
Chizal S. Fontenot, CPA
1955-2012

Retired

Harold Dupre, CPA
1996
Dwight Ledoux, CPA
1998
Joel Lanclos, Jr., CPA
2003
Russell J. Stelly, CPA
2005

System Review Report

August 12, 2015

To the Partners of Rozier, Harrington & McKay
and the Peer Review Committee of the Louisiana Society of CPA's

We have reviewed the system of quality control for the accounting and auditing practice of Rozier, Harrington & McKay (the firm) in effect for the year ended March 31, 2015. 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. As a part of our peer review, we considered reviews by regulatory entities, if applicable, in determining the nature and extent of our procedures. 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 express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included engagements performed under the *Government Auditing Standards and audits of employee benefit plans*.

We noted the following deficiency during our review:

1. Deficiency – The firm's quality control policies and procedures do not provide its staff with a means of ensuring that all required procedures are performed and documented on Single Audit Act (A-133) engagements. As a result, the firm's single audit working papers did not include documentation of all procedures required by professional standards, in particular those related to the evaluation and testing of internal controls over major compliance requirements and documentation of consideration of materiality in regard to each major program. The firm has subsequently obtained CPE specific to A-133 engagements and has implemented steps necessary to ensure that all required procedures are properly performed and documented.

To the Partners of Rozier, Harrington & McKay
and the Peer Review Committee of the Louisiana Society of CPA's
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Recommendation – The firm's quality control policies and procedures should be revised to ensure documentation of all procedures performed as required by professional standards. Although not required by professional standards, the firm should consider using the practice aids in the reference manuals available in the firm's library in order to accomplish this step.

In our opinion, except for the deficiency previously described, the system of quality control for the accounting and auditing practice of Rozier, Harrington & McKay in effect for the year ended March 31, 2015, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Rozier, Harrington & McKay has received a peer review rating of *pass with deficiency*.


John S Dowling & Company

ROZIER, HARRINGTON & MCKAY

CERTIFIED PUBLIC ACCOUNTANTS

1407 PETERMAN DRIVE • ALEXANDRIA, LOUISIANA 71301

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M. DALE HARRINGTON, CPA
RETIRED - 2005

August 12, 2015

To the Peer Review Committee of the
Louisiana Society of CPA's

This letter represents our response to the report issued in connection with the peer review of the firm's system of quality control for the accounting and auditing practice in effect for the year ended March 31, 2015. The corrective actions discussed in this letter will be monitored to ensure that they are effectively implemented as part of our system of quality control.

Response

In response to the deficiency cited in our System Review Report dated August 12, 2015, we will implement corrective action described below:

- Continuing Education – Our staff attended "Single Audit Testing and Documentation" training conducted by Michael Inzina on August 13, 2015. This training and other studies have identified opportunities to make the necessary documentation enhancements that will be implemented immediately. In addition, we will identify further opportunities to attend quality continuing education that will reinforce and enhance the training we have received.
- Practice Aids – In the future, we will use peer reviewed practice aids to enhance documentation of materiality, risk assessments, testing of compliance and testing of controls related to Single Audit engagements.
- Monitoring – In order to ensure proper implementation of corrective action, each Single Audits will be reviewed by Lee Willis, the partner in charge of quality control.
- Professional Associations – In order to provide access to additional audit resources and monitor emerging issues, we have joined the Governmental Audit Quality Center.

As previously mentioned, these corrective actions will also be emphasized in our monitoring procedures and internal inspection.

We believe these actions are responsive to the findings of the review.

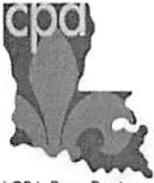
Sincerely,



Rozier, Harrington & McKay
Certified Public Accountants

-Members-

American Institute of Certified Public Accountants • Society of Louisiana, CPAs



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



AICPA Peer Review Program
Administered by the
Society of Louisiana CPAs

October 29, 2015

Mark Steven McKay
Rozier, Harrington & McKay
1407 Peterman Drive
Alexandria, LA 71301

Dear Mr. McKay:

On October 29, 2015 the Society of Louisiana CPAs Peer Review Committee accepted the report on the most recent system 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 16 hours of continuing professional education to include 8 hours in the area of A-133 and 8 hours in the area planning no later than January 31, 2016. In addition, all professional staff should attend webinar training on how to use the planning documents and checklists for the current QCM. 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, financial statements, and working papers on the next A-133 audit engagement issued subsequent to the review PRIOR to release. The outside party should report to the Committee by January 31, 2016 on the results of the review. 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 of the pre issuance review, the reviewer will be required to issue a letter of corrective action to the committee. The committee will review the letter along with any work papers prepared during the preissuance 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.

State Board Rules provide 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.

Letter ID: 1031201A

As defined in Interpretation 25-2 of the Standards the review will not be considered complete until the committee accepts the report and letter of response (if applicable) or 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 and is posted on the State Board secure website.

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

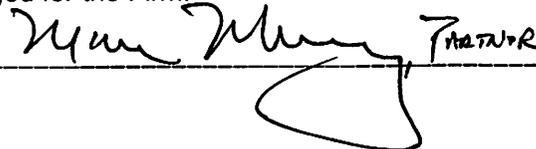


Stacey Lockwood
Director of Professional Oversight
slockwood@lcpa.org 504 904-1136

cc: George Kenneth Pavy; Lee Weldon Willis

Firm Number: 10099850 Review Number: 372862

Acknowledged for the Firm:

Signature:  PAVY Date: 11/2/15



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



AICPA Peer Review Program
Administered by the
Society of Louisiana CPAs

December 14, 2015

Mark Steven McKay
Rozier, Harrington & McKay
1407 Peterman Dr
Alexandria, LA 71301

Dear Mr. McKay:

On December 11, 2015 the Society of Louisiana CPAs Peer Review Committee determined that your most recent peer review is complete.

The due date for your next review is September 30, 2018. This is the date by which all review documents should be completed and submitted to the administering entity.

Sincerely,
SOCIETY OF LOUISIANA CPAs

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

cc: George Kenneth Pavy; Lee Weldon Willis

Firm No. 10099850

Review No. 372862

Letter ID: 1042497A