

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

Annual Financial Statements

As of and for the Year Ended
December 31, 2022

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

Annual Financial Statements

As of and for the Year Ended December 31, 2022

C O N T E N T S

	Statement	Page No.
Accountant's Compilation Report		2
Basic Financial Statements:		
Government-Wide Financial Statements:		
Statement of Net Position	A	5
Statement of Activities	B	6
Fund Financial Statements:		
Governmental Fund:		
Balance Sheet	C	7
Statement of Revenue, Expenditures and Changes in Fund Balances	D	8
Notes to the Financial Statements		10
	Schedule	Page No.
Required Supplemental Information:		
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and And Actual - General Fund	1	17
Other Supplemental Information:		
Schedule of Compensation, Benefits, and Other Payments to Agency Head and Board of Commissioners	2	20

M. Carleen Dumas
CERTIFIED PUBLIC ACCOUNTANT

369 DONALDSON ROAD • CALHOUN, LOUISIANA 71225 • TELEPHONE 318/644-5726

Accountant's Compilation Report

BOARD OF COMMISSIONERS
EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and major fund information of East Columbia Fire District (the "District"), a component unit of Caldwell Parish Police Jury, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. I have 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 American Institute of Certified Public Accountants. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to agency head and board of commissioners 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. The information was subject to my compilation engagement, but I have not audited or reviewed the supplementary information, and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule on page 17 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. I have not performed an audit, review, or compilation on the required supplementary information, and, accordingly, I do not express an opinion, a conclusion, nor provide any assurance on such information.

BOARD OF COMMISSIONERS
EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

I am not independent with respect to East Columbia Fire District for the year ended December 31, 2022.

A handwritten signature in cursive script that reads "Calhoun Dumas". The signature is written in black ink and is positioned above the printed name and date.

Calhoun, Louisiana
March 14, 2023

BASIC FINANCIAL STATEMENTS

Statement A

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

STATEMENT OF NET POSITION
December 31, 2022

	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash	\$35,942
Investments	74,801
Receivables - charges for services	1,619
Capital assets, net	<u>103,960</u>
TOTAL ASSETS	<u>216,322</u>
LIABILITIES	
Accounts and payroll taxes payable	<u>960</u>
NET POSITION	
Net investment in capital assets	103,960
Unrestricted	<u>111,402</u>
TOTAL NET POSITION	<u><u>\$215,362</u></u>

See accompanying notes and accountant's compilation report.

Statement B

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2022

	<u>GOVERNMENTAL ACTIVITIES</u>
Expenses:	
Public safety - fire protection	\$39,433
Program revenue:	
Charges for services	<u>18,553</u>
Net program revenue (expense)	<u>(20,880)</u>
General revenue:	
Sales tax	5,849
State fire insurance rebate	6,786
Interest earnings	363
Other	<u>1,150</u>
Total general revenue	<u>14,148</u>
Change in net position	(6,732)
Net position - beginning	<u>222,094</u>
Net position - ending	<u><u>\$215,362</u></u>

See accompanying notes and accountant's compilation report.

Statement C

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

BALANCE SHEET - GOVERNMENTAL FUND
December 31, 2022

	<u>GENERAL FUND</u>
ASSETS	
Cash	\$35,942
Investments	74,801
Receivables - charges for services	<u>1,619</u>
TOTAL ASSETS	<u><u>\$112,362</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities - accounts and payroll taxes payable	960
Fund balance - unassigned	<u>111,402</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$112,362</u></u>
Reconciliation of the Balance Sheet of Governmental Fund To the Statement of Net Position:	
Fund balance - unassigned - General Fund	\$111,402
Amount reported for net position of governmental activities in the Statement of Net Position (Statement A) is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund	<u>103,960</u>
Net position of governmental activities (Statement A)	<u><u>\$215,362</u></u>

See accompanying notes and accountant's compilation report.

Statement D

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

**STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUND**
For the Year Ended December 31, 2022

	<u>GENERAL FUND</u>
REVENUE	
Sales tax	\$5,849
Intergovernmental revenue:	
State - fire insurance rebate	6,786
Charges for services	18,553
Interest earnings	363
Others	1,150
Total revenue	<u>32,701</u>
EXPENDITURES	
Public safety - fire protection:	
Current:	
Personal services and related benefits	3,689
Operating services	6,118
Materials and supplies	7,049
Capital outlay	1,156
Total expenditures	<u>18,012</u>
NET CHANGE IN FUND BALANCE	14,689
FUND BALANCE AT BEGINNING OF YEAR	<u>96,713</u>
FUND BALANCE AT END OF YEAR	<u><u>\$111,402</u></u>

(Continued)

See accompanying notes and accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUND (Contd.)
For the Year Ended December 31, 2022

	<u>GENERAL FUND</u>
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balance of Governmental Fund to the Statement of Activities:	
Net change in fund balance - General Fund	\$14,689
Amount reported for governmental activities in the Statement of Activities (Statement B) 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 depreciation expense exceeded capital outlay in the current period.	<u>(21,421)</u>
Change in net position of governmental activities (Statement B)	<u><u>(\$6,732)</u></u>

(Concluded)

See accompanying notes and accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 2022

INTRODUCTION

The East Columbia Fire District (the "District") was created by the Caldwell Parish Police Jury, as authorized by Louisiana Revised Statute 40:1492. The District is governed by a five member board appointed by the police jury. Board members are paid \$10 for each board meeting they attend. The District is responsible for providing fire protection within the boundaries of the District. The District has one part-time employee.

GASB Statement No. 14, *The Reporting Entity* and No. 39, *Determining Whether Certain Organizations Are Component Units - an amendment of GASB Statement No. 14*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of these Statements, the District is considered a component unit of the Caldwell Parish Police Jury. As a component unit, the accompanying financial statements may be included within the reporting of the primary government, either blended into those financial statements or separately reported as a discrete component unit.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes 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 meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenue are reported as general revenue.

Separate financial statements are provided for governmental funds and proprietary funds. All individual governmental funds and individual enterprise funds are reported as separate columns in the fund financial statements. The District has only one governmental fund.

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Notes to the 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. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, revenue is considered to be available if it is 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.

Sales taxes, charges for services, and intergovernmental revenue associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following governmental fund:

General Fund

The General fund is the general operating fund of the District and accounts for all financial resources.

C. Deposits and Investments

Cash includes amounts in a noninterest-bearing demand deposit. State law limits the District's credit risk by restricting the District's investments to collateralized certificates of deposits, government-backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government-backed securities. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. At December 31, 2022, the District's investments consist of nonnegotiable certificates of deposits with original maturities that exceed 90 days that are reported in the accompanying financial statements at cost. The District's interest rate risk is limited by the investment of funds for no longer than one year.

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Notes to the Financial Statements

D. Receivables

The District receives a pro-rata share of a one-fourth of one percent parishwide (excluding the Town of Columbia) sales tax approved by the voters in Caldwell Parish on October 19, 1985 for fire protection in the parish. The sales tax is collected by the police jury and remitted to the District net of its pro-rata share of the cost of collection.

On November 5, 1996, the voters of the District approved a \$2 per meter service charge for fire protection on all water meters in the District. On April 2, 2018, and also on April 5, 2021, the board of commissioners of the District approved \$1 increases in the meter service charge bringing the total meter service charge to \$4. The service charge is collected by the East Columbia Water District and remitted to the District on a monthly basis.

Receivables are generally shown net of an allowance for uncollectible accounts. These statements contain no provision for uncollectible accounts. The District is of the opinion that such an allowance would be immaterial in relation to the financial statements taken as a whole.

E. Capital Assets

Capital assets, which consist of buildings, vehicles, and equipment are reported in the governmental activities column in the government-wide financial statements. All of the District's capital assets are capitalized at historical cost. The District 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 the asset's life are not capitalized.

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

	Estimated Lives
Vehicles	15 years
Buildings and Equipment	10 - 25 years

F. Net Position/Fund Balance

For the government-wide statement of net position, net position is reported as restricted when constraints are placed on net asset use are either:

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Notes to the Financial Statements

1. externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or
2. imposed by law through constitutional provisions or enabling legislation.

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which funds can be spent. Fund balance should be reported as restricted when constraints on the use of the funds meet the same criteria as restricted net position in the government-wide statement of net position as noted in the previous paragraph. Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the board of commissioners are reported as committed fund balance. Assigned fund balance are amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The board of commissioners is authorized to assign amounts to a specific purpose. Unassigned fund balance is the residual classification and represents fund balance that has not been restricted, committed, or assigned to a specific purpose.

At December 31, 2022, the District had only unassigned fund balance in the General Fund.

G. Estimates

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

**2. STEWARDSHIP, COMPLIANCE, AND
ACCOUNTABILITY**

Budget Information

The District uses the following budget practices:

A proposed budget for the General Fund, prepared on the modified accrual basis of accounting, is formally adopted by the board of commissioners at the December board meeting each year. The budget is established and controlled by the board at the object level of expenditure.

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Notes to the Financial Statements

Appropriations lapse at year-end and must be reappropriated for the following year to be expended. Encumbrance accounting is not used by the District. All changes in the budget must be approved by the board of commissioners.

Budgeted amounts included in the accompanying financial statements are the original adopted budget amounts. There was one budget amendment during the year.

3. DEPOSITS IN FINANCIAL INSTITUTIONS

At December 31, 2022, the District has cash and investments as follows:

Demand deposit	\$35,942
Certificates of deposit	<u>74,801</u>
Total	<u>\$110,743</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 (FDIC) or the pledge of securities owned by the fiscal agent bank. Cash and investments (bank balances) at December 31, 2022, are fully secured from risk by FDIC.

4. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2022, is as follows:

	Balance at January 1, <u>2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance at December 31, <u>2022</u>
Governmental activities:				
Capital assets being depreciated:				
Vehicles	\$80,000			\$80,000
Buildings and equipment	<u>232,307</u>	<u>\$1,156</u>		<u>233,463</u>
Total capital assets being depreciated	<u>312,307</u>	<u>1,156</u>	<u>NONE</u>	<u>313,463</u>
Less accumulated depreciation for:				
Vehicles	80,000			80,000
Buildings and equipment	<u>106,926</u>	<u>22,577</u>		<u>129,503</u>

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Notes to the Financial Statements

	Balance at January 1, <u>2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance at December 31, <u>2022</u>
Total accumulated depreciation	<u>\$186,926</u>	<u>\$22,577</u>	<u>NONE</u>	<u>\$209,503</u>
Total assets being depreciated, net	<u>\$125,381</u>	<u>(\$21,421)</u>	<u>NONE</u>	<u>\$103,960</u>

Depreciation expense of \$22,577 for the year ended December 31, 2022 was charged to the public safety - fire protection governmental function.

See accountant's compilation report.

REQUIRED SUPPLEMENTAL INFORMATION

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND

For the Year Ended December 31, 2022

	BudgetedAmounts.....		Actual Amounts (Budgetary Basis - GAAP)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE				
Sales tax	\$5,500	\$6,200	\$5,849	(\$351)
Intergovernmental revenue:				
State - fire insurance rebate	3,900	6,786	6,786	
Charges for services - fire fees	18,000	18,000	18,553	553
Interest earnings	300	300	363	63
Other			1,150	1,150
Total revenue	<u>27,700</u>	<u>31,286</u>	<u>32,701</u>	<u>1,415</u>
EXPENDITURES				
Public safety - fire protection:				
Personal services and related benefits	3,730	3,730	3,689	41
Operating services	13,445	7,878	6,118	1,760
Materials and supplies	2,500	7,200	7,049	151
Capital outlay			1,156	(1,156)
Total expenditures	<u>19,675</u>	<u>18,808</u>	<u>18,012</u>	<u>796</u>
NET CHANGE IN FUND BALANCE	8,025	12,478	14,689	2,211
FUND BALANCE AT BEGINNING OF YEAR	<u>NONE</u>	<u>NONE</u>	<u>96,713</u>	<u>96,713</u>
FUND BALANCE AT END OF YEAR	<u>\$8,025</u>	<u>\$12,478</u>	<u>\$111,402</u>	<u>\$98,924</u>

There was one budget amendment during the year ended December 31, 2022.

See accountant's compilation report.

OTHER SUPPLEMENTAL INFORMATION SCHEDULES

See accountant's compilation report.

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

OTHER SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended December 31, 2022

**COMPENSATION, BENEFITS, AND
OTHER PAYMENTS TO AGENCY HEAD AND
BOARD OF COMMISSIONERS**

The Schedule of Compensation, Benefits, and Other Payments to Agency Head and Board of Commissioners is presented in compliance with Louisiana Revised Statute 24:513 A (3) and House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the agency head and board of commissioners is included in personal services expenditures of the General Fund. The board members receive \$10 for each meeting they attend.

EAST COLUMBIA FIRE DISTRICT
Columbia, Louisiana

SCHEDULE OF COMPENSATION, BENEFITS, AND
OTHER PAYMENTS TO AGENCY HEAD
AND BOARD OF COMMISSIONERS
For the Year Ended December 31, 2022

BOARD COMPENSATION

Agency Head - Ricky Hart - President	\$100
Izora Cruse	120
Scott Gwin	<u>120</u>
Total	<u><u>\$340</u></u>