

**AMBULANCE SERVICE DISTRICT
No. 1 OF LAFOURCHE PARISH
Cut Off, Louisiana
December 31, 2020
and
December 31, 2019**

Audits of Financial Statements

CONTENTS

INDEPENDENT AUDITOR'S REPORT	1-2
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	3-8
BASIC FINANCIAL STATEMENTS	
Statements of Net Position	9
Statements of Revenues, Expenses and Changes in Net Position	10
Statements of Cash Flows	11-12
Notes to Financial Statements	13-35
OTHER SUPPLEMENTARY INFORMATION	
Schedule I-Per Diems Paid Commissioners	37
Schedule II – Schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer	38
Other Report Required by Government Auditing Standards- Independent Auditor's Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards	39-40
Schedule of Findings and Responses	41
Schedule of Prior Year Findings	42
Management's Corrective Action Plan	43

Board of Commissioners
Ambulance Service District No. 1
of Lafourche Parish

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

I have audited the accompanying financial statements of the business-type activities of **Ambulance Service District No. 1 of Lafourche Parish**, component unit of the Lafourche Parish Council, as of and for the years ended December 31, 2020 and December 31, 2019, and the related notes to the financial statements which collectively comprise the Ambulance District's basic financial statements as listed in the table of contents.

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; 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits 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. Those standards require that I plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of **Ambulance Service District No. 1 of Lafourche Parish** as of December 31, 2020 and December 31, 2019 and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

(1)

INDEPENDENT AUDITOR'S REPORT

(Continued)

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 be presented to supplement the basic financial statements. Such 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 have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquires, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

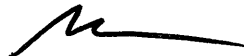
Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the **Ambulance Service District No. 1 of Lafourche Parish's** basic financial statements. The accompanying supplementary information such as the Board Members Per Diem and Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Board Members Per Diem and Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the Board Members Per Diem and Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated June 28, 2021 on my consideration of **Ambulance Service District No. 1 of Lafourche Parish** 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of **Ambulance Services District No. 1 of Lafourche Parish** internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Ambulance Service District No.1 of Lafourche Parish** internal control over financial reporting and compliance.



Aldon G. Wahl, Jr.
Certified Public Accountant

June 28, 2021

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

MANAGEMENT DISCUSSION AND ANALYSIS

This section of **AMBULANCE SERVICE DISTRICT NO. 1 OF LAFOURCHE PARISH** annual financial report presents background information and management's analysis of the Ambulance District's financial performance during the fiscal year that ended December 31, 2020. Please read it in conjunction with the financial statements in this report.

Financial Highlights

- The Ambulance District's total assets increased by \$880,546 due primarily to an increase in cash and cash equivalents and capital assets.
- During the year, the Ambulance District's total operating revenues decreased \$128,937 from prior year. The Ambulance District had an increase in operating expenses of \$97,528. The increase in operating expenses was primarily due to an increase in salaries and insurance.
- The Ambulance District increased net position by \$890,365.
- Net patient service revenue decreased by \$130,123 from the prior year.
- Other operating revenue increased by \$1,186 compared to prior year.
- Current liabilities decreased \$9,819 compared to the prior year.
- Nonoperating revenues increased \$427,664 compared to the prior year.

Overview of the Financial Statements

This financial report consists of four parts: Management's Discussion and Analysis, Basic Financial Statements, and Supplementary Information and various governmental compliance reports and schedules by certified public accountants and management. The Basic financial Statements also include notes to the financial statements, which explain some of the information in the financial statements in more detail.

Required Basic Financial Statements

The Basic Financial Statements of the Ambulance District report information about the Ambulance District using Governmental Accounting Standards Board (GASB) accounting principles. These statements offer short-term and long-term financial information about its activities. The Statement of Net Position includes the Ambulance District's assets and liabilities and provide information about the nature and amounts of investments in resources (assets) and the obligations to Ambulance District creditors (liabilities). It also provides the basis for computing rate of return, evaluating the capital structure of the Ambulance District and assessing the liquidity and financial flexibility of the Ambulance District. All of the current year's revenues and expenses are accounted for in the Statement of Revenue, Expenses and Changes in Net Position. This statement measures the success of the Ambulance District's operations over the past two years and can be used to determine whether the Ambulance District has been able to recover all of its costs through its patient service revenue and other revenue sources. The final required financial statement is the Statement of Cash Flows. The primary purpose of this statement is to provide information about the Ambulance District's cash from operations, investing and financing activities, and to provide answers to such questions as where did cash come from, what was cash used for and what was the change in cash balance during the reporting period.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Analysis of the Ambulance District

The Statement of Net Position and the Statement of Revenue, Expenses, and Changes in Net Position report information about the Ambulance District’s activities. These two statements report the net position of the Ambulance District and changes in them. Increases or decreases in the Ambulance District’s net position are one indicator of whether its financial health is improving or deteriorating. However, other non-financial factors such as changes in the economic conditions, population growth and new or changed government legislation.

Net Assets

A Summary of the Ambulance District’s Statement of Net Position is present in Table 1 below:

**TABLE 1
Statement of Net Position
(in thousands)**

	<u>December 31</u>		Dollar	Percentage
	<u>2020</u>	<u>2019</u>	<u>Change</u>	<u>Change</u>
Current and Other Assets	\$ 9,701,268	\$ 9,096,884	\$ 604,384	6.64%
Capital Assets – Net	<u>2,112,163</u>	<u>1,836,001</u>	<u>276,162</u>	<u>15.04%</u>
Total Assets	<u>\$11,813,431</u>	<u>\$10,932,885</u>	<u>\$ 880,546</u>	<u>8.05%</u>
Current Liabilities	\$ 184,683	\$ 194,502	\$(9,819)	(5.04%)
Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ 184,683</u>	<u>\$ 194,502</u>	<u>\$(9,819)</u>	<u>(5.04%)</u>
Net Position				
Invested in Capital Assets	2,112,163	1,836,001	276,162	15.04%
Unrestricted	<u>9,516,585</u>	<u>8,902,382</u>	<u>614,203</u>	<u>6.90%</u>
Total Net Position	<u>\$11,628,748</u>	<u>\$10,738,383</u>	<u>\$ 890,365</u>	<u>8.29%</u>

As can be seen in Table 1, total assets increased from \$10,932,885 to \$11,813,431 in fiscal year 2020. The change in total assets results primarily from an increase in cash and capital assets.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

MANAGEMENT DISCUSSION AND ANALYSIS

Summary of Revenue, Expenses and Changes in Net Position

**TABLE 2
Condensed Statements of Revenues, Expenses and Changes in Net Position**

	Years Ended December 31	
	2020	2019
Net Patient Service Revenue, (Net of Provision for Bad Debts of \$1,161,439 for 2020 and \$1,132,948 for 2019)	\$2,195,369	\$2,325,492
Other Revenue, Net	<u>79,846</u>	<u>78,660</u>
Total Operating Revenue	<u>2,275,215</u>	<u>2,404,152</u>
Depreciation	359,028	386,679
Other operating expenses	<u>3,432,241</u>	<u>3,307,062</u>
Total Operating Expenses	<u>3,791,269</u>	<u>3,693,741</u>
Loss From Operations	(1,516,054)	(1,289,589)
Non-operating Income	<u>2,406,419</u>	<u>1,978,755</u>
Change in Net Assets	890,365	689,166
Net Position – Beginning of Year	<u>10,738,383</u>	<u>10,049,217</u>
Net Position – End of Year	<u>\$ 11,628,748</u>	<u>\$10,738,383</u>

Sources of Revenue

Operating Revenue

During fiscal year 2020, the Ambulance District derived the majority of its total operating revenue from patient service revenue. Patient service revenue includes revenue from the Medicare and Medicaid programs and patients, or their third-party payors, who receive ambulance care. As can be seen in Table 3 the number of ambulance trips was up .79% from the previous year while Gross Charges Billed decreased 2.94%. There was an increase of 2.51% in the bad debts experienced.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**MANAGEMENT DISCUSSION AND ANALYSIS
(Continued)**

Other Revenue

Other revenue includes revenues from a cooperative endeavor agreement with the Tenth Ward Veterans District. The details of this agreement is included in the footnotes to the financial statements.

Non-operating Revenue

The majority of Non-operating revenue is from millage (Ad valorem) taxes received by the district. The district received millage (Ad valorem) taxes of \$1,777,084 in 2020 and \$1,785,277 in 2019 net of assessor's fees of \$56,786 in 2020 and \$57,136 in 2019. The district also receives revenue sharing of approximately \$10,000 per year and has investment income from its investments which consisted mainly of money market accounts throughout the year. The district received Cares Act funding in year 2020 of \$514,343.

Operating Expenses

Operating expenses increased due to an increase in salaries, and insurance.

Table 3 presents the gross charges billed for patient services and the number of ambulance trips for the fiscal years ended December 31, 2020 and 2019.

**TABLE 3
Gross Charges Billed and Ambulance Trips**

	Year Ended December 31,	
	2020	2019
Gross Charges Billed	\$3,356,808	\$3,458,440
Number of Trips	4,586	4,550

Summary of Cash Flows

**TABLE 4
Condensed Statements of Cash Flows**

	Year Ended December 31,	
	2020	2019
Cash and Cash Equivalents Provided By (Used In)		
Operating Activities	\$(538,293)	\$(829,748)
Non-capital Financing Activities	1,691,319	1,771,736
Capital and Related Financing Activities	(594,462)	(241,097)
Investing Activities	39,453	70,446
Net Increase(Decrease) in Cash and Cash Equivalents	598,017	771,337
Cash and Cash Equivalents Beginning of Year	6,610,925	5,839,588
End of Year	\$7,208,942	\$ 6,610,925

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

MANAGEMENT DISCUSSION AND ANALYSIS

Capital Assets

The Ambulance District's capital assets activities are included in Table 4 below:

**TABLE 5
Capital Assets**

	December 31 <u>2020</u>	December 31 <u>2019</u>	Dollar <u>Change</u>	Percentage <u>Change</u>
Land	\$ 164,100	137,600	\$ 26,500	19.26%
Construction in Progress	---	---	---	--- %
Buildings	1,748,102	1,275,623	472,479	37.04%
Vehicles (Ambulances)	1,492,236	1,492,236	---	--- %
Furniture and Equipment	246,035	227,759	18,276	8.02%
Medical Equipment	1,131,580	1,080,451	51,129	4.73%
Communication Equipment	179,300	179,300	---	---%
Other Equipment	<u>198,426</u>	<u>158,853</u>	<u>39,573</u>	<u>24.91%</u>
	5,159,779	4,551,822	607,957	13.36%
Accumulated Depreciation	<u>3,047,616</u>	<u>2,715,821</u>	<u>331,795</u>	<u>12.22%</u>
Net Capital Assets	<u>\$2,112,163</u>	<u>\$1,836,001</u>	<u>\$276,162</u>	<u>15.04%</u>

Major capital asset events during the current fiscal year included the following:

- The district purchased \$26,500 of land.
- The district purchased \$18,276 of furniture and equipment.
- The district purchased \$39,573 of other equipment.
- The district purchased \$51,129 of medical equipment.
- \$472,479 of building expenditures were capitalized.

Economic Factors and Next Year's Budgets and Rates

The district's Board of Directors and management considered the following factors and indicators when setting next year's budget, rates and fees. These factors and indicators include:

- The Economy
- Changes in Medicare Regulations
- Changes in Medicaid Regulations
- Changes in Health Care Industry
- Millage Rate
- Fee Schedule
- Recent Healthcare Legislation

The tax revenues are expected to increase slightly from the prior year. Net patient service should remain steady. The district does not expect any significant variances for its other revenues or expenses. Normal increases are expected for insurance, salaries and related benefits.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

MANAGEMENT DISCUSSION AND ANALYSIS

Contacting the District's Financial Manager

This financial report is designed to provide our citizens, customers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact District Administration:

Ambulance Service District No. 1 of Lafourche Parish
17078 West Main Street
Cut Off, LA 70345

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

STATEMENT OF NET POSITION

	<u>December 31,</u>	
	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents	\$ 7,208,942	\$ 6,610,925
Investments	293,335	276,141
Patients accounts receivable, less allowance for doubtful accounts of \$406,407 and \$417,206 respectively	329,314	324,501
Millage tax receivable, less allowance for doubtful accounts of \$71,083 and \$53,558 respectively	1,706,001	1,731,719
Other accounts receivables, less allowance for doubtful accounts of \$ 0 and \$ 0 respectively	8,126	16,418
Prepaid expenses	<u>155,245</u>	<u>137,130</u>
Total current assets	<u>9,700,963</u>	<u>9,096,834</u>
NON CURRENT ASSETS		
CAPITAL ASSETS		
Capital assets, net	<u>2,112,163</u>	<u>1,836,001</u>
OTHER ASSETS		
	<u>305</u>	<u>50</u>
Total noncurrent assets	<u>2,112,468</u>	<u>1,836,051</u>
Total assets	<u>\$ 11,813,431</u>	<u>\$ 10,932,885</u>
<u>LIABILITIES</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 3,011	\$ 16,764
Accrued vacation and sick pay	180,841	161,916
Payroll liabilities payable	831	1,072
Contract Payable	-	-
Retainage Payable	-	14,750
Total liabilities	<u>184,683</u>	<u>194,502</u>
<u>NET POSITION</u>		
Invested in capital assets , net of related debt	2,112,163	1,836,001
Unrestricted	<u>9,516,585</u>	<u>8,902,382</u>
Total net position	<u>\$ 11,628,748</u>	<u>\$ 10,738,383</u>

The accompany notes are an integral part of these financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION**

	December 31,	
	2020	2019
<u>NET PATIENT SERVICE REVENUE</u> , Net		
of Provision for Bad Debts of \$1,161,429 for 2020 and \$1,132,948 for 2019	\$ 2,195,369	\$ 2,325,492
<u>OTHER OPERATING REVENUE</u>	79,846	78,660
Total operating revenues	2,275,215	2,404,152
<u>OPERATING EXPENSES:</u>		
Contractual services	61,230	58,600
Depreciation	359,028	386,679
Fuel	61,025	79,857
Insurance - general	306,583	259,462
Insurance - medical	226,579	205,219
Medical supplies	111,671	99,499
Miscellaneous expenses	20,403	27,520
Office and general supplies	32,586	25,354
Payroll taxes and retirement	232,225	241,342
Postage	4,690	7,757
Professional fees	13,089	7,450
Rent	6,720	6,720
Repairs and maintenance	147,418	126,889
Salaries	2,133,417	2,086,327
Telephone	27,764	26,338
Tower expense	9,000	9,000
Uniforms	12,710	17,975
Utilities	25,131	21,753
Total operating expenses	3,791,269	3,693,741
Operating income (loss)	(1,516,054)	(1,289,589)
<u>NONOPERATING REVENUES (EXPENSES):</u>		
Millage tax, net of assessor's fees of \$56,786 in 2020 and \$57,136 in 2019	1,777,084	1,785,277
Revenue sharing	10,579	10,573
Investment income(loss)	31,020	63,560
Miscellaneous Income	573,508	119,345
Gain <loss> from disposal of capital assets	14,228	
Total nonoperating revenue (expenses)	2,406,419	1,978,775
Change in net position	890,365	689,166
<u>NET POSITION, BEGINNING OF YEAR</u>	10,738,383	10,049,217
<u>NET POSITION, END OF YEAR</u>	\$ 11,628,748	\$ 10,738,383

The accompany notes are an integral part of these financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

STATEMENTS OF CASH FLOWS

	<u>December 31,</u>	
	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from patients and third-party payors	\$ 2,921,882	\$ 2,483,924
Cash payments to employees for services and benefits	(2,588,287)	(2,509,744)
Cash payments to suppliers of goods and services	<u>(871,888)</u>	<u>(803,928)</u>
Net cash used in operating activities	<u>(538,293)</u>	<u>(829,748)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Millage tax	1,680,740	1,761,163
Revenue sharing	<u>10,579</u>	<u>10,573</u>
Net cash provided by non-capital financing activities	<u>1,691,319</u>	<u>1,771,736</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of Capital assets	(608,690)	(241,097)
Proceeds Sale of Capital assets	<u>14,228</u>	<u>---</u>
Net cash used for capital and related financing activities	<u>(594,462)</u>	<u>(241,097)</u>
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES:		
Purchase of investment securities	8,433	6,887
Investment Income (loss)	<u>31,020</u>	<u>63,559</u>
Net cash provided by (used in) investing activities	<u>39,453</u>	<u>70,446</u>
NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	598,017	771,337
CASH AND CASH EQUIVALENTS – BEGINNING OF YEAR	<u>6,610,925</u>	<u>5,839,588</u>
CASH AND CASH EQUIVALENTS – END OF YEAR	<u>\$7,208,942</u>	<u>\$6,610,925</u>

The accompany notes are an integral part of these financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**STATEMENTS OF CASH FLOWS
(Continued)**

	<u>December 31,</u>	
	2020	2019
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES		
Operating loss	\$(1,516,054)	\$(1,289,589)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation	359,028	386,679
Provision for uncollectible accounts	1,161,439	1,132,948
Gain (loss) disposal of assets	---	---
Changes in assets and liabilities:		
(Increase) decrease in receivables	(514,772)	(1,053,176)
(Increase) decrease in prepaid expenses	(18,115)	(39,340)
Increase (decrease) in accounts payable	(13,753)	9,586
Increase (decrease) in accrued vacation and sick pay	18,925	8,037
Increase (decrease) in contract payable	---	---
Increase (decrease) in retainage payable	(14,750)	14,750
Increase (decrease) in payroll liabilities payable	(241)	357
Net cash provided by (used in) operating activities	(538,293)	(829,748)

SUPPLEMENTAL CASH FLOW INFORMATION

Cash paid during the year for interest	\$ ---	\$ ---
--	--------	--------

The accompanying notes are an integral part of these financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

INTRODUCTION

Ambulance Service District No. 1 of Lafourche Parish was created by the Police Jury of the Parish of Lafourche on November 22, 1978. The district serves the area of Lafourche Parish served by Hospital Service District No. 1 of Lafourche Parish (Tenth Ward of Lafourche Parish). The Ambulance District was created to own and operate ambulances for the care and transportation of persons suffering from illness, injury or disabilities which require ambulance care.

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

Government Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the reporting entity for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the Parish to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Parish.
2. Organizations for which the Parish does not appoint a voting majority but are fiscally dependent on the Parish.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the Lafourche Parish Council appoints all members of the district's governing board it has the ability to impose its will on the District, and therefore the Ambulance District was determined to be a component unit of Lafourche Parish. The accompanying basic financial statements present information only on the funds maintained by the Ambulance District and do not present information on Lafourche Parish, the general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

The district has reviewed all of its activities and determined that there are no potential component units which should be included in the financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ACCOUNTING STANDARDS

The financial statements of the **Ambulance Service District No. 1 of Lafourche Parish** have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the district has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB), including those issued on or before November 30, 1989, that do not conflict with or contradict GASB pronouncements.

PROPRIETARY FUND ACCOUNTING

Proprietary funds are used to account for ongoing operations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The two types of proprietary funds are enterprise and internal service funds. The District's fund is a enterprise fund.

ENTERPRISE FUNDS

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

BASIS OF ACCOUNTING

Basis of Accounting refers to when revenues and expenditures (or expenses) are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The accrual basis of accounting is followed in recording revenues and expenses by the district. Under the accrual basis of accounting revenues are recognized when they are earned and expenses are recognized when incurred.

REVENUES

Ad valorem taxes are recognized in the year the taxes are levied. Net patient revenues (ambulance charges) and services provided under cooperative endeavor agreements are recognized when the services are rendered.

EXPENSES

Expenses are recognized when the related liability is incurred.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CAPITAL ASSETS-PROPERTY, PLANT AND EQUIPMENT

Property plant and equipment are recorded at cost. Donated equipment is recorded at fair value at the date of donation, which is then treated as cost. Depreciation is computed under the straight-line method of depreciation based on the estimated useful lives of the individual assets. Depreciation is charged as an expense to operations. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are expensed as incurred. Major replacements and improvements are capitalized at cost.

For purposes of presentation, transactions deemed by management to be ongoing, major or central to the provision of ambulance care services are reported as operating revenues and expenses. Peripheral or incidental transactions are reported as non-operating income and expense.

NET POSITION

Net position represents the difference between assets and liabilities. Net position classifications are defined as follows:

Net Position Invested in Capital Assets, Net of Related Debt – Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets component as the unspent proceeds.

Restricted Net Position - Net position is reported as restricted when there are limitations imposed on its use, either through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position – This component of net position consists of net position that does not meet the definition of “restricted” or “invested in capital assets, net of related debt,” as described above.

The district first applies restricted resources when expenditures are incurred for purposes for which both restricted and unrestricted net position is available. The district had no restricted net position at December 31, 2020 and December 31, 2019.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CASH AND INVESTMENTS

Cash includes demand deposits, money market accounts and certificates of deposit in banks with a maturity of 90 days or less at purchase and are recorded at cost plus accrued interest which approximates market value.

Investments with a original maturities in excess of 90 days (including certificates of deposits) are classified as investments. If the original maturity is 90 days or less they are classified as cash equivalents. Investments are stated at fair market value. Interest, dividends, and gains and losses, both realized and unrealized, on investments are included in non-operating revenue when earned.

Investments in debt and equity securities are carried at fair value except for investments in debt securities with maturities of less than one year at the time of purchase. These investments are reported at amortized cost, which approximates fair value. Interest, dividends, and gains and losses, both realized and unrealized, on investments in debt and equity securities are included in non-operating income when earned.

Louisiana state law allows all political subdivisions to invest excess funds in obligations of the United States, certificates of deposit of any bank domiciled or having a branch office in the State of Louisiana or any other federally insured investments, guaranteed investment contracts and investment grade (A-1/P-1) commercial paper of domestic corporations.

CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the District considers all cash on hand, demand deposits, money market accounts and investments with an original maturity of three months or less to be cash equivalents.

REVENUE RECOGNITION - PROPERTY TAXES

Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January and February. Ad valorem taxes (which are based on population and homesteads in the parish) are recorded in the year the taxes are levied. The Lafourche Parish Tax Collector bills and collects taxes for the district.

NET PATIENT SERVICE REVENUE AND RELATED RECEIVABLE

Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors and others for services rendered.

The district provides care to patients even though they may lack adequate insurance or may be covered under contractual arrangements that do not pay full charges. As a result, the district is exposed to certain credit risks. The district manages such risk by regularly reviewing it's accounts and contracts, and by providing appropriate allowances.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Trade receivables are carried at original invoice amount less an estimate made for doubtful receivables based on a review of all outstanding amounts on a timely basis. Management estimates the allowance for doubtful accounts by identifying troubled accounts and by using historical experience applied to an aging of accounts. Trade receivables are written off when deemed uncollectible. Recoveries of trade receivables previously written off are recorded when received.

ALLOWANCE FOR DOUBTFUL ACCOUTS

The allowance for doubtful accounts is maintained at an amount which presents accounts receivable at their realizable value. Receivables are written off against the allowance for doubtful accounts in the year the accounts are determined to be uncollectible.

COMPENSATED ABSENCES

Compensated absences (vacation leave and sick pay) are accounted for in accordance with GASB Statement No. 16.

Vacation and sick leave are determined by length of service for full-time employees as follows:

1 year completed	1 week vacation and 1 week sick leave
2-4 years	2 weeks vacation and 2 week sick leave
5 years or more	3 weeks vacation and 3 weeks sick leave

Vacation leave must be used within the next twelve months or it is forfeited. Sick leave can be banked up to 160 hours. Sick leave in excess of 160 hours is paid to employees on their anniversary date. Sick leave is paid to employees upon termination of employment.

The liability for compensated absences is recorded on the district's Statement of Net Assets.

USE OF 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 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 and expenses during the reporting period. Actual results could differ from those estimates.

ASSETS LIMITED AS TO USE

Assets limited as to use (if any) primarily include assets held by trustees under indenture agreements and designated assets set aside by the Board of Commissioners for employee benefits and future capital improvements, over which the Board retains control and may at its discretion subsequently use for other purposes. The district had no assets limited as to use at December 31, 2020 and December 31, 2019.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

COSTS OF BORROWING

Interest cost incurred on borrowed funds during the period of construction of capital assets is capitalized as a component of the cost of acquiring those assets. Interest earned on these same borrowed funds, before the funds are spent on the construction of the capital assets, is also capitalized.

NON-DIRECT RESPONSE ADVERTISING

The District expenses advertising costs as incurred

FAIR VALUES OF FINANCIAL INSTRUMENTS

The district applies the provisions of FASB ASC 820, *Fair Value Measurements and Disclosures*. See Note M for details on fair values used for the district's assets and liabilities.

PREPAID ITEMS

Insurance payments made to insurance agencies that will benefit periods beyond the current period are recorded as prepaid items.

OPERATING REVENUES AND EXPENSES

The District's statements of revenues, expenses and changes in net position distinguish between operating and non-operating revenues and expenses. Operating revenues result from exchange transactions associated with providing ambulance services, the district's principal activity. Non-exchange revenues, including taxes, grants, and contributions received for purposes other than capital asset acquisition, are reported as non-operating revenues. Operating expenses are all expenses incurred to provide ambulance services, other than financing costs.

NET PATIENT SERVICE REVENUE

Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered. Adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered, and such amounts are adjusted in future periods as adjustments become known.

Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(continued)

NOTE B

CASH AND INVESTMENTS

CASH AND CASH EQUIVALENTS

State law requires deposits (cash and certificates of deposits) of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes the FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the political subdivision.

At December 31, 2020 and 2019, the carrying amount of the ambulance district's cash was \$7,208,942 and \$6,610,925, respectively, and the bank balance was \$7,106,161 and \$6,520,840, respectively. At December 31, 2020 and December 31, 2019 all deposits were fully secured from risk by federal deposit insurance or by pledged securities held by the District's third party agent in the district's name. Cash and cash equivalents are stated at cost, plus accrued interest, which approximates market. The carrying amounts for cash and cash equivalents at December 31, 2020 and December 31, 2019 respectively, are as follows:

	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Noninterest-bearing demand deposits	\$ -	\$ -
Interest-bearing demand deposits	265,381	168,451
Moneymarket accounts	6,943,561	6,442,474
Certificates of deposits	-	-
	<u>\$ 7,208,942</u>	<u>\$ 6,610,925</u>

CASH AND INVESTMENTS

GASB Statement No. 40, which amended GASB Statement No. 3, only requires disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either:

- 1) uninsured and uncollateralized,
- 2) uninsured and collateralized with securities held by the pledging financial institution or
- 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name

At December 31, 2020 and December 31, 2019, the Ambulance District had no deposits that were required to be reported in any of the three categories listed above. This includes both Cash and Cash Equivalents (above) and Certificates of Deposit reported as Investments.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**NOTES TO FINANCIAL STATEMENTS
(continued)**

INVESTMENTS

Investments are stated at fair value. The district accounts for its investments in accordance with GASB Statement 31. This statement requires investments to be carried at fair value. Fair value has been determined at the last reported sales price on a national exchange.

Investments at December 31, 2020 are as follows:

	Investment Maturities (in Years)			<u>Carrying Amount</u>	<u>Fair Value</u>
	Less than <u>1</u>	<u>1-5</u>	<u>6-10</u>		
<u>Type of Investment</u>					
Certificates of Deposits	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Governmental Mutual Fund	<u>293,335</u>	_____	_____	<u>293,335</u>	<u>293,335</u>
TOTAL	<u>\$293,335</u>	_____	_____	<u>\$293,335</u>	<u>\$293,335</u>

Investments at December 31, 2019 are as follows:

	Investment Maturities (in Years)			<u>Carrying Amount</u>	<u>Fair Value</u>
	Less than <u>1</u>	<u>1-5</u>	<u>6-10</u>		
<u>Type of Investment</u>					
Certificates of Deposits	\$ _____	_____	\$ _____	\$ _____	\$ _____
Governmental Mutual Fund	<u>276,141</u>	_____	_____	<u>276,141</u>	<u>276,141</u>
TOTAL	<u>\$276,141</u>	\$ _____	\$ _____	<u>\$276,141</u>	<u>\$276,141</u>

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**NOTES TO FINANCIAL STATEMENTS
(continued)**

CONCENTRATION OF CREDIT RISK

The District places no limit on the amount it may invest in any one issuer. Issuers comprising more than 5 percent of the District’s investments at December 31, 2020 and December 31, 2019 are as follows:

<u>ISSUER</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Certificates of Deposit	-	-
Mutual Fund U.S. Govt.	100 %	100 %

INTEREST RATE RISK

The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. All of the district’s investments have maturities of less than one year.

CREDIT RISK

As of December 31, 2020 and December 31, 2019 all of the District’s investments were entirely insured or collateralized by investments held by the District’s third party agent in the District’s name.

The district has no formal policy regarding credit risk. The district follows the Louisiana Revised Statutes when investing idle funds.

NOTE C

CAPITAL ASSETS

PROPERTY, PLANT AND EQUIPMENT

A summary of property and equipment at December 31, 2019 and 2018 is as follows:

	<u>Estimated life in years</u>	<u>December 31, 2020</u>	<u>2019</u>
Land	---	\$ 164,100	\$ 137,600
Construction in Progress	---	---	---
Buildings	15-39	1,748,102	1,275,623
Vehicles (Ambulances)	5	1,492,236	1,492,236
Furniture and Equipment			
Furniture and Fixtures	5-8	246,035	227,759
Medical Equipment	5-8	1,131,580	1,080,451
Communication Equipment	5-8	179,300	179,300
Other Equipment	5-8	<u>198,426</u>	<u>158,853</u>
		5,159,779	4,551,822
Accumulated Depreciation		<u>3,047,616</u>	<u>2,715,821</u>
		<u>\$2,112,163</u>	<u>\$1,836,001</u>

Depreciation expense charged to operations for the years ended December 31, 2020 and 2019 were \$359,028 and \$386,679 respectively.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**NOTES TO FINANCIAL STATEMENTS
(continued)**

NOTE C

CAPITAL ASSETS

PROPERTY, PLANT AND EQUIPMENT (continued)

The following changes occurred in the property and equipment account:

	Balance December 31 <u>2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31 <u>2020</u>
<u>Capital Assets Not Being Depreciated</u>				
Land	\$ 137,600	\$ 26,500	---	\$ 164,100
Construction in Progress	---	---	---	---
Total Assets Not Being Depreciated	<u>137,600</u>	<u>26,500</u>	<u>---</u>	<u>164,100</u>
 Capital Assets, Being Depreciated:				
Buildings	\$ 1,275,623	\$ 499,712	\$ 27,233	\$ 1,748,102
Vehicles (Ambulances)	1,492,236	---	---	1,492,236
Furniture and Equipment	227,759	18,276	---	246,035
Medical Equipment	1,080,451	51,129	---	1,131,580
Communication Equipment	179,300	---	---	179,300
Other Equipment	<u>158,853</u>	<u>39,573</u>	<u>---</u>	<u>198,426</u>
Total Capital Assets Being Depreciated	<u>\$ 4,414,222</u>	<u>608,690</u>	<u>27,233</u>	<u>\$4,995,679</u>
 Less Accumulated Depreciation For:				
Buildings	\$ 416,501	\$ 40,164	\$ 27,233	429,432
Vehicles (Ambulances)	963,094	218,597	---	1,181,691
Furniture and Equipment	200,651	11,772	---	212,423
Medical Equipment	882,689	64,042	---	946,731
Communication Equipment	134,200	11,155	---	145,355
Other Equipment	<u>118,686</u>	<u>13,298</u>	<u>---</u>	<u>131,984</u>
Total Accumulated Depreciation	<u>2,715,821</u>	<u>359,028</u>	<u>27,233</u>	<u>3,047,616</u>
 Total Capital Assets Being Depreciated, Net	<u>1,698,401</u>	<u>249,662</u>	<u>---</u>	<u>1,948,063</u>
Total Capital Assets, Net	<u>\$ 1,836,001</u>	<u>\$276,162</u>	<u>\$ ---</u>	<u>\$ 2,112,163</u>

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(continued)

NOTE C

CAPITAL ASSETS
PROPERTY, PLANT AND EQUIPMENT (continued)

The following changes occurred in the property and equipment account:

	Balance December 31 <u>2018</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31 <u>2019</u>
<u>Capital Assets Not Being Depreciated</u>				
Land	\$ 137,600	\$ ---	---	\$ 137,600
Construction in Progress	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
Total Assets Not Being Depreciated	<u>137,600</u>	<u>---</u>	<u>---</u>	<u>137,600</u>
Capital Assets, Being Depreciated:				
Buildings	\$ 1,113,107	\$ 162,516	\$ ---	\$ 1,275,623
Vehicles (Ambulances)	1,492,236	---	---	1,492,236
Furniture and Equipment	225,458	2,301	---	227,759
Medical Equipment	1,031,534	48,917	---	1,080,451
Communication Equipment	163,430	15,870	---	179,300
Other Equipment	<u>147,360</u>	<u>11,493</u>	<u>---</u>	<u>158,853</u>
Total Capital Assets Being Depreciated	<u>\$ 4,173,125</u>	<u>241,097</u>	<u>---</u>	<u>\$4,414,222</u>
Less Accumulated Depreciation For:				
Buildings	\$ 388,948	\$ 27,553	\$ ---	416,501
Vehicles (Ambulances)	728,455	234,639	---	963,094
Furniture and Equipment	189,236	11,415	---	200,651
Medical Equipment	788,879	93,810	---	882,689
Communication Equipment	124,270	9,930	---	134,200
Other Equipment	<u>109,354</u>	<u>9,332</u>	<u>---</u>	<u>118,686</u>
Total Accumulated Depreciation	<u>2,329,142</u>	<u>386,679</u>	<u>---</u>	<u>2,715,821</u>
Total Capital Assets Being Depreciated, Net	<u>1,843,983</u>	<u>(145,582)</u>	<u>---</u>	<u>1,698,401</u>
Total Capital Assets, Net	<u>\$ 1,981,583</u>	<u>\$ (145,582)</u>	<u>\$ ---</u>	<u>\$ 1,836,001</u>

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE D

PENSION PLAN

During 1991 the district established a plan under Section 408K of the Internal Revenue Code. Employees are automatically enrolled in the SEP (Small Employer Pension) or 408 (k) type plan after three (3) years of continuous full-time service. Lafourche Ambulance District's contribution rate will be set by the Board of Commissioners annually. The rate will be based on the employees gross earnings. The employee is allowed to contribute an amount up to, but not to exceed, fifteen (15%) percent of his/her gross earnings when combined with the employer's contribution. Employee contributions are allowed after one year of full-time service. Employees are 100% vested at the time of their enrollment. The plan does not issue a stand-alone report.

SPECIFIC PROVISIONS

1. Full-time employees are eligible upon completion of three (3) years of uninterrupted service. Leave of absence or other non-paid leave does not count toward accumulation of seniority.
2. Employee contributions will be calculated on a percentage of the employee's gross earnings on a pre-taxed basis.
3. Contributions will begin the month following the employee's third anniversary date.
4. Other regulations governing options such as premature withdrawals and changes in contribution rates, etc. are specified in the original contract.
5. The employer's contribution rate was five (5) percent of gross wages of qualifying employees for 2020, 2019 and 2018.
6. Other than its contribution made to the participants' accounts and recorded as expenditures, the district does not guarantee benefits under the plan.
7. All amounts are maintained in each individual's account administered by an insurance company.

The total payroll for the year 2020 was \$2,133,417 of which \$1,404,315 was covered by the plan. For 2020, the district's contribution was \$70,215 (5% of covered payroll). Employee contributions to the plan amounted to \$70,515 for 2020.

The total payroll for the year 2019 was \$2,086,327 of which \$1,633,900 was covered by the plan. For 2019, the district's contribution was \$81,695 (5% of covered payroll). Employee contributions to the plan amounted to \$70,572 for 2019.

The total payroll for the year 2018 was \$1,886,421 of which \$1,481,120 was covered by the plan. For 2018, the district's contribution was \$74,056 (5% of covered payroll). Employee contributions to the plan amounted to \$60,800 for 2018.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE E

COOPERATIVE ENDEAVOR AGREEMENTS

During the year the Ambulance District was party to a Cooperative Endeavor Agreement with Fire Protection District No. 3 of Lafourche Parish. The Fire District provides communication services, including dispatching of calls, on a twenty-four hour a day basis, seven days a week for the Ambulance District at a fee of \$4,418 per month for the first two months and then \$4,639 for the last ten months of the year.

The Ambulance District was party to a Cooperative Endeavor Agreement with the Tenth Ward Veterans Memorial District to provide professional services to staff the Veterans District with drivers along with supervision and appropriate liability coverage for these drivers. The Veterans District reimburses the Ambulance District for all cost associated with providing this service including wages, payroll taxes, disability insurance, health insurance and any other cost plus an administrative fee of \$500 per month.

NOTE F

POST EMPLOYMENT BENEFITS

The Ambulance District has no Post Employment Benefits.

NOTE G

PER DIEM PAID BOARD MEMBERS

Per diem payments are presented on Schedule I

No per diem was paid to members of the Board of Commissioners for the year ended December 31, 2020 and December 31, 2019.

NOTE H

BUSINESS AND CREDIT CONCENTRATIONS

The District grants credit to patients, substantially all of who are local residents. The district generally does not require collateral or other security extending credit to patients; however, it routinely obtains assignments of (or is otherwise entitled to receive) patients' benefits payable under health insurance programs, plans or policies (e.g., Medicare, Medicaid, Blue Cross and commercial insurance policies).

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE I

CONTINGENCIES AND RISK MANAGEMENT

LITIGATION

The district is a defendant in various lawsuits. In the opinion of legal counsel for the district, the liability, if any would not exceed insurance coverage.

RISK MANAGEMENT

The District is exposed to various risks of loss related to workers compensation; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. No settlements were made during the year that exceeded the District's insurance coverage.

LAWS AND REGULATIONS

The healthcare industry is subject to numerous laws and regulations of federal, state, and local governments; compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time. These laws and regulations include, but are not limited to, accreditation, licensure, government healthcare program participation requirements, reimbursement for patient services, and Medicare and Medicare fraud and abuse. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by healthcare providers. Violations of these laws and regulations could result in exclusion from government healthcare program participation, together with the imposition of significant fines and penalties, as well as significant repayment for past reimbursement for patient services received. While the District is subject to similar regulatory reviews, management believes the District is not the subject of any investigation at this time, and the outcome of any such regulatory review will not have a material adverse effect on the District's financial position.

NOTE J

CAPITALIZED INTEREST

For the years ended December 31, 2020 and 2019 the district had \$0 interest to capitalize.

NOTE K

SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date that the financial statements were available to be issued June 28, 2021 and determined that no events occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE L

NET PATIENT SERVICE REVENUE AND RECEIVABLES

Presented below is a summary of net patient service revenues and receivables for the years ended December 31, 2020 and 2019.

	<u>2020</u>	<u>2019</u>
Gross Patient Service Revenue	\$ 3,356,808	\$ 3,458,440
Less: Provision for Bad Debts	<u>1,161,439</u>	<u>1,132,948</u>
Net Patient Service Revenue	<u>\$ 2,195,369</u>	<u>\$ 2,325,492</u>
	<u>2020</u>	<u>2019</u>
Patient Accounts Receivables	\$ 735,721	\$ 741,707
Less Allowance for Doubtful Accounts	<u>406,407</u>	<u>417,206</u>
Net Patient Accounts Receivables	<u>\$ 329,314</u>	<u>\$ 324,501</u>

NOTE M

FAIR VALUE MEASUREMENTS

The district applies the provisions of FASB ASC 820, *Fair Value Measurements and Disclosures*. FASB ASC 820 clarifies the principle that fair value should be based on the assumptions market participants would use when pricing the asset or liability and establishes a fair value hierarchy that prioritizes the inputs used to develop those assumptions and measure of fair value. The hierarchy requires the district to maximize the use of observable inputs and minimize the use of unobservable inputs. The three levels of inputs used to measure fair value are as follows:

- Level 1: Quoted prices in active markets for identical assets or liabilities.

- Level 2: Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

- Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. This includes certain pricing methods, discounted cash flow methodologies and similar techniques that use significant unobservable inputs.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE M

FAIR VALUE MEASUREMENTS (continued)

The following methods and assumptions were used by the district in estimating fair value of financial instruments disclosed herein:

Cash and cash equivalents – The carrying amount of cash and short-term instruments approximate their fair value.

Investments – Fair values, which are the amounts reported in the balance sheet, are based on quoted market prices for similar securities. Mutual Funds are valued at the net asset value (NAV) of shares held at year end.

Accounts receivables, other current assets, accounts payable and other current liabilities – The carrying amount approximates fair value due to the short term nature of these accounts.

Long-term debt (Capital Leases) – the carrying amount is estimated using discounted cash flow analyses, based on the district's current incremental borrowing rate.

NOTE N

RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In July 2011, the FASB issued ASU 2011-07, Health Care entities (Topic 954) Presentation and Disclosure of Patient Service Revenue, Provision for Bad Debts, and the Allowance for Doubtful Accounts for Certain Health Care Entities. The amendments to the codification will require certain health care entities to change the presentation of their statement of operations by reclassifying the provision for bad debts associated with patient service revenue from an operating expense to a deduction from patient service revenue (net of contractual allowances and discounts). Additionally, those health care entities will be required to provide enhanced disclosure about their policies for recognizing service revenue (net of contractual allowance and discounts) as well as qualitative and quantitative information about changes in the allowance for doubtful accounts. The district was subject to and adopted these amendments for the year ending December 31, 2012. The amendments have been applied retrospectively for all prior periods presented at that time.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE N (continued)

In December 2010, the GASB issued Statement 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. GASB 62 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements; Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure. This statement is effective for periods beginning after December 15, 2011. The adoption of GASB 62 does not have any impact on the District's financial statements.

In June 2011, the GASB issued Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. GASB 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. The statement of net assets is renamed the statement of net position and includes four components; assets, deferred outflows of resources, liabilities and deferred inflows of resources. This statement is effective for periods beginning after December 15, 2011. The district was subject to and adopted GASB Statement No. 63 for the year ending December 31, 2012. The statement was applied retrospectively for all prior periods presented at that time. Statement No. 63 changes the statement of financial position term "net assets" to "net position".

In March 2012, the GASB issued Statement 65, *Items Previously Reported as Assets and Liabilities*. GASB 65 properly classifies and recognizes certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. The adoption of GASB 65 does not have any impact on the District's financial statements.

The GASB issued Statement No. 66, *Technical Corrections – 2012* in March 2012. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The provisions of this Statement are effective for 2013. There was no impact to the District with the implementation of this statement.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE N (continued)

Statement No.72, "*Fair Value Measurement and Application.*" This Statement addresses accounting and financial reporting issues related to fair value measurement. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

Statement No. 73, "*Accounting and Financial Reporting for Pensions and Related Assets that are not within the scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68.*" The Statement completes the suite of pension standards and establishes requirements for those pensions and pension plans that are not administered through a trust meeting specified criteria (in other words, those not covered by Statements 67 and 68). This Statement did not affect the District's financial statements.

Statement No.76, "*The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.*" The objective of this Statement is to identify the hierarchy of generally accepted accounting principles (GAAP).

Statement No 77, "*Tax Abatement Disclosures*" defines tax abatements as reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments. This Statement requires disclosures of the government's own tax abatement agreements and those tax abatement agreements of other governments that reduce the government's revenue. This Statement did not affect the District's financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE N (continued)

Statement No.78, “*Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*” amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. This Statement did not affect the District’s financial statements.

Statement No.79, “*Certain External Investment Pools and Pool Participants*” establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost. This Statement also establishes accounting and financial reporting standards for state and local governments that participate in a qualifying external investment pool that measures for financial reporting purposes all of its investments at amortized cost. The provisions in paragraphs 18, 19, 23-26 and 40 are effective for periods beginning after December 15, 2015. This Statement did not affect the District’s financial statements.

Statement No.74, “*Financial Reporting for Postemployment Benefit Plans other than Pension Plans.*” The Statement addresses the financial reports of defined benefit OPEB plans that are administered through trusts that meet specified criteria and follows the framework for financial reporting of defined benefit OPEB plans in Statement 45 by requiring a statement of fiduciary net position and a statement of changes in fiduciary net position. The Statement requires more extensive note disclosures and RSI related to the measurement of the OPEB liabilities for which assets have been accumulated, including information about the annual money-weighted rates of return on plan investments and also sets forth note disclosure requirements for defined contribution OPEB plans. The statement will be effective for periods beginning after June 15, 2016. This statement did not affect the District’s financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

NOTE N (continued)

Statement No.75, “*Accounting and Financial Reporting by Employers for Postemployment Benefits other than Pensions.*” Replaces the requirements of GASB Statement No.45. This Statement requires governments to report a liability on the face of the financial statements for the OPEB that they provide: governments that are responsible only for OPEB liabilities related to their own employees and that provide OPEB through a defined benefit OPEB plan administered through a trust that meets specified criteria will report a net OPEB liability, governments that participate in a cost-sharing OPEB plan that is administered through a trust that meets the specified criteria will report a liability equal to their proportionate share of the collective OPEB liability for all entities participating in the cost-sharing plan and governments that do not provide OPEB through a trust that meets specified criteria will report the total OPEB liability related to their employees. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. This statement did not affect the District’s financial statement.

Statement No.80, “*Blending Requirement for Certain Component Units*” improves financial reporting by clarifying the financial statement presentation requirements for certain component units. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. This requirement enhances comparability and decision usefulness of financial statements among governments. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. This statement did not affect the District’s financial statement.

Statement No.81, “*Irrevocable Split Interest Agreements*” provided recognition and measurement guidance for situation in which a government is a beneficiary of an irrevocable split interest agreement. This Statement requires that a government that receives resources pursuant to an irrevocable split interest agreement recognize assets, liabilities and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in agreements administered by third parties. Governments are required by this Statement to recognize revenue when the resources become applicable to the reporting period. This Statement enhances comparability and decision usefulness of financial statements among governments. The requirements of this statement are effective for financial statements for periods beginning after December 15, 2016. This statement did not affect the District’s financial statement.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE N (continued)

Statement No.82, "*Pension Issues*" addresses several issues raised with respect to Statements No.67, "*Financial Reporting for Pension Plans*," No.68, "*Accounting and Financial Reporting for Pensions*," and No.73, "*Accounting and Financial Reporting for Pensions and Related Assets that are Not within the Scope of GASB Statement 68, and Amendments to Certain Provision of GASB Statements 67 and 68.*" Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2016. This statement did not affect the District's financial statement.

Statement No.83, "*Certain Asset Retirement Obligations*" addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for AROs. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. This Statement did not affect the District's financial statements.

Statement No.84, "*Fiduciary Activities*" improves guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. This Statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. This Statement did not affect the District's financial statements.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS

(Continued)

Statement No. 85, “Omnibus 2017.” On March 20, 2017, GASB issued “Omnibus 2017” covering four main topics: blending component units; goodwill, fair value measurement and application; and postemployment benefits. “Omnibus 2017” is effective for fiscal years beginning after June 15, 2017. However, due to the nature of topic covered, GASB is allowing the option of early implementation for single topics. This statement did not affect the District’s financial statement.

Statement No. 86, “Certain Debt Extinguishment Issues” improves consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources – resources other than the proceeds of refunding debt – are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is decreased in substance. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017. Earlier application is encouraged. This statement did not affect the District’s financial statement.

Statement No. 87, “Leases” increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments’ leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Statement No. 95 postponed the effective date for 18 months. New effective date is fiscal years beginning after June 15, 2021. Earlier application is encouraged.

NOTE O
OPERATING LEASES

The district entered into an operating lease on August 1, 2014 with the Greater Lafourche Port Commission for rooms located in its Multi Agency Emergency Operations Center. The monthly rent required by the lease is \$560. The lease had a term of five years commencing August 1, 2014 and ending July 31, 2019. The lease was extended for an additional five years commencing August 1, 2019 and ending July 31, 2024. The lessee (Ambulance District) may terminate the lease agreement at any time by providing thirty days prior written notice.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE P
CARES ACT FUNDING

In response to the COVID-19 pandemic, Congress passed H. R. 748, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) which was signed into law by the President on March 27, 2020. This Act established several different tranches of funds meant to ensure businesses would be able to continue paying their employees and other bills despite the reduction in revenue. The district received funds from two of the different portions of funds: The Small Business Administration's Paycheck Protection Program and Provider Relief Funds.

Paycheck Protection Program

The district received \$482,697. This money was to be used for payroll costs, utility payments and lease agreements. If certain criteria were met, all or part of the loan will be forgiven. Any portion that isn't forgiven must be repaid over two years at an interest rate of 1%. The district met the criteria and had all of the loan forgiven.

Provider Relief Funds

The district received \$31,646 under this section of the CARES Act. The terms and conditions require that recipients be able to demonstrate that lost revenues and increased expenses attributable to COVID-19, excluding expenses and losses that have been reimbursed from other sources, exceed the total amount of Provider Relief funding received. A repayment mechanism has yet to be established.

NOTE Q
CORONAVIRUS

The recent global outbreak of the Coronavirus (COVID-19) has raised concerns regarding business and the financial markets have recently experienced significant volatility. While the district has not been immediately impacted by the adverse conditions in the financial markets, the long-term impact on the District's activities is uncertain at this time.

OTHER SUPPLEMENTARY INFORMATION

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

SCHEDULE I

SCHEDULE OF PER DIEMS PAID COMMISSIONERS

For the year ended December 31, 2020

Dean Savoie	\$ 0
Kip Plaisance	0
Hebert Melancon	0
Reggie Pitre	0
Wayne Doucet	0
Norman Lefort	0
Brian Marts	<u>0</u>
	<u>\$ 0</u>

AMBULANCE SERVICE DISTRICT NO. 1

OF LAFOURCHE PARISH

SCHEDULE II

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

For the year ended December 31, 2020

Agency Head Name: Deborah G. Gautreaux

Purpose	Amount
Salary	\$ 85,412
Benefits – insurance	8,962
Benefits – retirement	4,270
Benefits – other	-
Car allowance	-
Vehicle provided by government	-
Per diem	-
Reimbursements – mileage	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-

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

Board of Commissioners
Ambulance Service District No. 1
of Lafourche Parish

I have audited in accordance with the 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, the financial statements of the business-type activities of **AMBULANCE SERVICE DISTRICT NO. 1 of LAFOURCHE PARISH**, component unit of Lafourche Parish, as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise the Ambulance District's basic financial statements and have issued my report thereon dated June 28, 2021.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered **AMBULANCE SERVICE DISTRICT NO. 1 of LAFOURCHE PARISH's** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of **AMBULANCE SERVICE DISTRICT NO. 1 OF LAFOURCHE PARISH's** internal control. Accordingly, I do not express an opinion on the effectiveness of the **AMBULANCE SERVICE DISTRICT NO. 1 OF LAFOURCHE PARISH'S** internal control.

A deficiency in internal control exists 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, misstatements 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

(continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether **AMBULANCE SERVICE DISTRICT NO. 1 of LAFOURCHE PARISH's** financial statements are free from 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 financial statements. 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 tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Aldon G. Wahl, Jr.
Certified Public Accountant

June 28, 2021

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2020**

I have audited the financial statements of the business-type activities of the Ambulance District No. 1 of Lafourche Parish as of and for the year ended December 31, 2020 and have issued my report thereon dated June 28, 2021. 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. My audit of the financial statements as of December 31, 2020 resulted in an unqualified opinion.

SECTION I – SUMMARY OF AUDITOR’S REPORTS

A) Report on Internal Control and Compliance material to the Financial Statements:

Internal control:

Material Weakness – **NO**
Significant Deficiencies - **NO**
Other Conditions - **NO**

Compliance:

Noncompliance Material to the Financial Statements – **NO**

B) Federal Awards

The Ambulance District received no federal awards for the year ended December 31, 2020.

SECTION II FINANCIAL STATEMENT FINDINGS

Not applicable.

SECTION III FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Not applicable.

SECTION IV MANAGEMENT LETTER

A management letter was not issued in connection with the audit for the year ended December 31, 2020.

**AMBULANCE SERVICE DISTRICT NO. 1
OF LAFOURCHE PARISH**

**SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020**

**SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENTS**

No findings were reported which required response from management.

**SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO
FEDERAL AWARDS**

Ambulance Service District No. 1 did not receive federal awards during the year ended December 31, 2019.

SECTION III MANAGEMENT LETTER

A management letter was not issued in connection with the audit for the year ended December 31, 2019.

AMBULANCE SERVICE DISTRICT NO. 1

**MANAGEMENT'S CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2020**

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

No findings were reported which required response from management.

SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

Ambulance Service District No. 1 did not receive federal awards during the year ended December 31, 2020.

SECTION III MANAGEMENT LETTER

A management letter was not issued in connection with the audit for the year ended December 31, 2020.