



**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH
ST. FRANCISVILLE, LOUISIANA**

**BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTARY
INFORMATION**

YEAR ENDED JUNE 30, 2016

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2016**

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**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2016**

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ZACHARY, LOUISIANA 70791**

INDEPENDENT AUDITORS' REPORT

Board of Commissioners of the
Fire Protection District No. 1
Of West Feliciana Parish, Louisiana
P. O. Box 1190
St. Francisville, Louisiana 70775

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental-type activities of the Fire Protection District No. 1 of West Feliciana Parish, a component unit of the West Feliciana Parish Police Jury, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Fire Protection District No. 1 of West Feliciana Parish'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 opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit 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 opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental-type activities, as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters - Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule and schedules of employer's share of net pension liability and employer contributions 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, 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 Matters – Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fire Protection District No. 1 of West Feliciana Parish's basic financial statements. The schedule of per diem paid to board members and schedule of compensation, benefits and other payments to agency head are presented for purposes of additional analysis and are not a required part of the basic financial statements. This supplemental information is the responsibility of management and was derived from and relates 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 of 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 schedule of per diem paid to board members and schedule of compensation, benefits and other payments to agency head 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 November 29, 2016, on my consideration of the Fire Protection District No. 1 of West Feliciana Parish's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 the Fire Protection District No. 1 of West Feliciana Parish's internal control over financial reporting and compliance.



William P. Gaines, Jr., CPA
A Professional Accounting Corporation
Zachary, LA
November 7, 2016

**REQUIRED SUPPLEMENTARY INFORMATION
(PART 1 OF 2)**

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

The purpose of the Management's discussion and analysis (MD&A) is to introduce the basic financial statements and provide an analytical overview of the Fire Protection District No. 1's (hereinafter referred to as the District) financial activities. Since this information is designed to focus on the current year's activities, resulting changes and currently known facts, it should be read in conjunction with the financial statements beginning on page 10.

OVERVIEW OF THE FINANCIAL STATEMENT PRESENTATION

Government-wide Financial Statements. The government-wide financial statements present financial information for all activities of the District from an economic resource measurement focus using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. They include a statement of net position and statement of activities.

Statement of Net Position. This statement presents information on all of the District's assets, deferred outflows of resources, liabilities and inflows of resources with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District's office is improving or not.

Statement of Activities. This statement presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. This statement is designed to show the District's financial reliance on general revenues.

The government-wide financial statements can be found on pages 10-11 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has only one category of funds: governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements except that the focus with fund statements is to provide a distinct view of the District's governmental funds only. These statements report short-term fiscal accountability emphasizing the use of spendable resources during the year and balances of spendable resources available at the end of the year.

Because the view of governmental funds is short-term and the view of the government-wide financial statements is long-term, it is useful to compare these two perspectives. The governmental funds provide a reconciliation to the government-wide statements to assist in understanding the differences between the two viewpoints. These statements can be found on pages 13-16 of this report.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The index of the notes is found on page 18 with the actual notes beginning immediately afterwards.

FINANCIAL ANALYSIS OF THE DISTRICT

Net position increased by \$311,334 or 2.8% over the prior year. Below is a comparison of the current and prior year's net position.

**SUMMARY OF NET POSITION
Governmental Activities**

	<u>2016</u>	<u>2015</u>
Assets		
Current assets	\$ 1,211,796.35	\$ 1,119,162.04
Investments and other assets	3,217,020.42	3,189,995.35
Land	293,929.20	293,929.20
Capital assets, net	<u>7,074,402.08</u>	<u>7,134,859.53</u>
Total Assets	11,797,148.05	11,737,946.12
Deferred Outflows of Resources	295,722.50	142,462.00
Liabilities		
Current liabilities	16,732.23	230,659.86
Long-term liabilities	<u>500,706.00</u>	<u>378,105.00</u>
Total Liabilities	517,438.23	608,764.86
Deferred Inflows of Resources	<u>62,852.03</u>	<u>70,397.00</u>
Net Position		
Net investment in capital assets	7,368,331.28	3,772,457.53
Unrestricted	<u>4,144,249.01</u>	<u>3,923,479.29</u>
Total Net Position	<u>11,201,246.26</u>	<u>11,201,246.26</u>

Total revenues decreased by \$97,552. This was due almost entirely to a decrease in grant proceeds. The prior year included federal funding that was a non-recurring revenue source. A summary of changes in net position follows.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

**SUMMARY OF CHANGES IN NET POSITION
Governmental Activities**

Revenues	<u>2016</u>	<u>2015</u>
Grants and contributions	\$ 3,196.07	\$ 121,566.00
General revenues:		
Ad valorem taxes	1,483,420.51	1,466,296.11
Fire insurance rebates	54,149.61	61,508.43
Lease income	7,722.72	7,836.00
Other revenues	12,901.52	12,887.42
Interest earned	<u>25,775.09</u>	<u>14,624.03</u>
Total Revenues	1,587,165.52	1,684,717.99
 Expenses		
General government	185,892.76	166,254.39
Public safety	<u>1,089,938.73</u>	<u>1,089,510.38</u>
Total Expenses	1,275,831.49	1,255,764.77
 Change in net position	311,334.03	428,953.22
 Net position, beginning	<u>11,201,246.26</u>	<u>10,772,293.04</u>
 Net position, ending	<u>11,201,246.26</u>	<u>11,201,246.26</u>

BUDGETARY HIGHLIGHTS

The District operated within legal requirements of its adopted budget during the fiscal year ended June 30, 2016. A comparison of actual to budgeted amounts is provided on page 33.

Revenues were \$47,570 more than anticipated. This is due as a result of budgeting ad valorem taxes expected to be collected versus the assessed value. Expenditures were \$981,398 less than budgeted.

This resulted in a favorable net change, after considering \$49,595 in other financing sources greater than budgeted amounts, of \$1,041,363 better than anticipated for the year. The District traditionally does not budget other financing sources as these sources aren't part of normal operations and thus cannot be relied on to fund the on-going activities of the District.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: The District's investment in capital assets, net of accumulated depreciation and related debt, at June 30, 2016 and 2015, was \$7,368,331 and \$7,428,789, respectively. Additions in the current year totaled \$300,813 including a vehicle, apparatus and station construction. The prior year's capital additions totaled \$922,160 for fire engines and station construction.

Capital assets at year-end are summarized as follows:

CAPITAL ASSETS		
Net of Accumulated Depreciation		
Governmental Activities		
	<u>2016</u>	<u>2015</u>
Non-depreciable Assets		
Land	\$ 293,929.20	\$ 293,929.20
Depreciable Assets		
Buildings	4,443,737.22	4,348,733.94
Vehicles/fire engines	2,622,413.61	2,773,818.05
Equipment	<u>8,251.25</u>	<u>12,307.54</u>
Net	<u>7,368,331.28</u>	<u>7,428,788.73</u>

Long-Term Debt: Long-term obligations include the District's proportionate share of pension liability totaling \$228,079 and of \$272,824 at June 30, 2016 and June 30, 2015, respectively. These amounts are net of deferred outflows and inflows related to pensions. Recognition of the District's proportionate share of the net pension liability reported by the Louisiana Firefighters' Retirement System was a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 68 - *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. Any questions or requests for additional information can be obtained by contacting Chief James R. Wood, at P. O. Box 1190, St. Francisville, Louisiana 70775, 225-635-4312.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2016**

ASSETS

Cash and cash equivalents	\$ 1,182,179.90
Receivables	29,616.45
Investments	3,216,620.42
Deposits	400.00
Land	293,929.20
Capital assets, net	<u>7,074,402.08</u>

Total Assets 11,797,148.05

DEFERRED OUTFLOWS OF RESOURCES

Related to pensions	295,722.50
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LIABILITIES

Accounts payable	12,936.56
Accrued salaries payable	3,795.67
Net pension liability	<u>500,706.00</u>

Total Liabilities 517,438.23

DEFERRED INFLOWS OF RESOURCES

Lease revenue - future periods	32,874.00
Property taxes	6,883.03
Related to pensions	<u>23,095.00</u>

Total Deferred Inflows of Resources 62,852.03

NET POSITION

Net investment in capital assets	7,368,331.28
Unrestricted, restated	<u>4,144,249.01</u>

Total Net Position 11,512,580.29

See Accompanying Notes and Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net Revenues (Expenses)</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities					
General government	\$ 185,892.76	\$ -	\$ -	\$ -	\$ (185,892.76)
Public safety	1,089,938.73	-	3,196.07	-	(1,086,742.66)
Total Governmental Activities	<u>1,275,831.49</u>	<u>-</u>	<u>3,196.07</u>	<u>-</u>	<u>(1,272,635.42)</u>
General Revenues					
					1,483,420.51
Ad valorem taxes					54,149.61
Insurance rebates					7,722.72
Lease income					12,901.52
Other revenues					25,775.09
Interest earned					<u>1,583,969.45</u>
Total General Revenues					
Change in Net Position					311,334.03
Net Position, beginning					<u>11,201,246.26</u>
Net Position, ending					<u><u>11,512,580.29</u></u>

See Accompanying Notes and Independent Auditor's Report

FUND FINANCIAL STATEMENTS

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

ASSETS

Cash and cash equivalents		\$ 1,182,179.90
Receivables, net:		
Taxes		18,763.05
Interest		10,853.40
Investments		3,216,620.42
Deposits		400.00
		400.00
TOTAL ASSETS		4,428,816.77

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable		12,936.56
Accrued salaries payable		3,795.67
Deferred revenues		39,757.03
		39,757.03
Total Liabilities		56,489.26

Fund Balances:

Committed for buildings		985,000.00
Committed for equipment		115,000.00
Committed for future building/operations		531,000.00
Unassigned		2,741,327.51
		2,741,327.51
Total Fund Balances		4,372,327.51

TOTAL LIABILITIES AND FUND BALANCES		4,428,816.77
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See Accompanying Notes and Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2016**

Total Fund Balances - Total Governmental Funds \$ 4,372,327.51

Amounts reported for governmental activities in the
Statement of Net Position are different because:

Capital assets used in governmental activities are not
current financial resources and, therefore, are not
reported in the Governmental Funds Balance Sheet

Land	293,929.20
Capital assets, net of accumulated depreciation	7,074,402.08

Long-term obligations used in governmental activities
do not require the use of current financial resources
and, therefore, are not reported in the Governmental Funds
Balance Sheet

Net pension liability	(500,706.00)
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Deferred outflows and inflows of resources related to pensions
are applicable to future periods and, therefore, are not reported
in the governmental funds.

Deferred outflows of resources related to pensions	295,722.50
Deferred inflows of resources related to pensions	<u>(23,095.00)</u>

Total Net Position - Governmental Activities	<u><u>11,512,580.29</u></u>
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See Accompanying Notes and Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2016**

<u>REVENUES</u>		
Ad valorem taxes	\$ 1,483,420.51	
Insurance rebates	54,149.61	
Total Revenues	1,537,570.12	
 <u>EXPENDITURES</u>		
General government	185,892.76	
Public safety	773,414.19	
Capital outlay	300,812.59	
Total Expenditures	1,260,119.54	
Excess of Revenues over Expenditures	277,450.58	
 <u>OTHER FINANCING SOURCES (USES)</u>		
Grant proceeds/donations	3,196.07	
Lease income	7,722.72	
Other revenues	12,901.52	
Interest earned	25,775.09	
Total Other Financing Sources (Uses)	49,595.40	
Net Change in Fund Balances	327,045.98	
Fund Balances, beginning	4,045,281.53	
Fund Balances, ending	4,372,327.51	

See Accompanying Notes and Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016**

Net Changes in Fund Balances - Total Governmental Funds	\$	327,045.98
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlay 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 differed from capital outlay in the current period.		(60,457.45)
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Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense. This is the amount by which pension contributions charged differed from the actuarial cost of benefits.		44,745.50
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Change in Net Position - Governmental Activities		<u>311,334.03</u>
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NOTES TO FINANCIAL STATEMENTS

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
INDEX TO NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

INTRODUCTION

The Fire Protection District No. 1 of West Feliciana Parish, Louisiana (hereinafter referred to as the District) is a component unit of the West Feliciana Parish Police Jury and was created in 1986 as provided by Louisiana Revised Statute 40:1492. The District serves as a parish-wide agency for the purpose of acquiring, maintaining and operating buildings, machinery, equipment, water tanks and any other such things necessary to provide fire prevention and protection within its boundaries.

The District is managed by a Board of Commissioners composed of 7 members that are appointed by the parish governing authority to serve two-year terms. Commissioners, as authorized by Louisiana Revised Statute 38:3304, receive a per diem to attend meetings or conduct board-approved business not to exceed \$30 per meeting and two (2) meetings per month.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation: The accounting and reporting practice of the Fire Protection District No. 1 of West Feliciana Parish conforms to governmental accounting principles generally accepted in the United States of America. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

Financial Reporting Entity: Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the District is considered a component unit of the West Feliciana Parish Police Jury because the Jury exercises oversight responsibility in that the Jury appoints the board members and public service is rendered within the Jury's boundaries. The accompanying financial statements present only the transactions of the Fire Protection District No. 1 of West Feliciana Parish and do not present information on the Police Jury, the general government services provided by that governmental unit or the other governmental units that comprise that financial reporting entity.

Government-wide Accounting: In accordance with Government Accounting Standards Board Statement No. 34, the District has presented a statement of net position and statement of activities for the District as a whole. These statements include the primary government and its component units, if applicable, with the exception of fiduciary funds. Those funds are reported separately. Government-wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity.

Government-wide statements distinguish between governmental and business-type activities. Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Inter-fund receivables and payable are eliminated in the statement of net position except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses, from one function to another or within the same function, is eliminated in the statement of activities. Allocated expenses are reported by the function to which they were allocated.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$5,000 or more for capitalizing assets. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows: buildings 15 - 20; vehicles/fire engines 3 - 15 and equipment/furniture – 5-7 Capital assets are reported net of accumulated depreciation on the statement of net position.

Program Revenues

The statement of activities presents three categories of program revenues – (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the District. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are reserved for a specific use.

Indirect Expenses

Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the District has chosen not to do so.

Operating Revenues

Proprietary funds separately report operating and non-operating revenues.

Restricted Net Position

Restricted net position are those for which a constraint has been imposed either externally or by law. The District recognizes the use of restricted resources for expenditures that comply with the specific restrictions. Restricted resources are exhausted before unrestricted net position are used.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

Fund Accounting: The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate entity with a self-balancing set of accounts. Funds of the District are classified under one category: governmental. This category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the District's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds of the District include:

1. General – accounts for all activities not required to be reported in another fund.

Basis of Accounting/Measurement Focus: In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of governmental and business-type activities are included in the statement of net position. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund, and long-term debt is reported.

The fund statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated. Principle and interest paid on long-term debt is reported as current expenses.

Budgets: The District adopts an annual budget for all of its funds, prepared in accordance with the basis of accounting utilized by that fund. It is published and made available for public inspection prior to the start of the fiscal year. The Board must approve any revisions that alter the total expenditures. Appropriations lapse at year-end. There were no amendments during the current year.

**FIRE PROTECTION DISTRICT NO. 1
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JUNE 30, 2016**

Cash and Cash Equivalents: Cash includes amounts in demand and interest bearing demand deposits. Cash equivalents include amounts in investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Investments: Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings.

Inventory: Inventory is reported at cost. It includes only office supplies, the amount of which is considered immaterial. Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements.

Receivables: Trade receivables are recorded at management's estimate of the amount that is expected to be collected. This is based in part on historical information. There is no allowance recorded in the accompanying financial statements as management expects 100% of its outstanding receivables to be collected.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Compensated Absences: In accordance with GASB Codification Section C60.150, there were no accumulated leave benefits computed at June 30, 2016. Employees are required to use vacation leave in the year that it is earned.

Pension Plan: The Louisiana Firefighters' Retirement System prepared its employer schedules in accordance with GASB No. 68 – *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* which provides for the accrual basis of accounting. Members' earnable compensation, for which the employer allocations are based, is recognized in the period in which the employee is compensated for services performed.

Long-Term Obligations: In the government-wide financial statements, debt principal payments of government activities are reported as decreases in the balance of the liability on the statement of net position. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

Net Position/Fund Balances: In the statement of net position, the difference between a government's assets and deferred outflows of resources and its liabilities and deferred inflows of resources is recorded as net position. The three components of net position are as follows:

**FIRE PROTECTION DISTRICT NO. 1
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Net Investment in Capital Assets

This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted Net Position

Net position that are reserved by external sources, such as banks or by law, are reported separately as restricted net position. When assets are required to be retained in perpetuity, these non-expendable net position are recorded separately from expendable net position. These are components of restricted net position.

Unrestricted Net Position

This category represents net position not appropriable for expenditures or legally segregated for a specific future use.

In the Balance Sheet of governmental funds, fund balances are segregated as follows:

Non-spendable

This includes amounts in permanent funds and inventories that are permanently precluded from conversion to cash.

Restricted

Fund balances that are restricted include those resources constrained to a specific purpose by enabling legislation, external parties or constitutional provisions.

Committed

Fund balances may be committed for a specific purpose by the highest level of decision-making authority through a formal action such as the adoption of an ordinance. The removal of or change in this commitment can only be accomplished by the same level of authority through the same type of action taken to commit the fund balances initially.

Assigned

Resources earmarked for a specific purpose by a government's management are reported as assigned fund balances.

Unassigned

This category represents that portion of equity that is available for any purpose.

Inter-fund Transactions: All inter-fund transactions except quasi-external transactions are reported as operating transfers. These are eliminated in the government-wide statements.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 2 – CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Even though the pledged securities are considered uncollateralized under the provision of GASB Statement No. 3, La. Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

With the adoption of GASB Statement No. 40, only deposits considered exposed to custodial credit risk are required to be disclosed. The District has no deposits exposed to custodial credit risk.

NOTE 3 – INVESTMENTS

The District has investments in a local government investment pool that is administered by a non-profit corporation, LAMP, Inc. This corporation was organized under the laws of the State of Louisiana, and its purpose is to provide a safe environment for the placement of public funds in short-term, high-quality investments. Investments included in its portfolio, that is restricted to those issued, guaranteed or backed by the U.S. Treasury, the U.S. Government or one of its assigns, include only those with maturities of ninety days or less. This design allows participants immediate access to their funds. The balances of these accounts at June 30, 2016 and 2015 were \$390,322.52 and \$389,394.07, respectively.

The District also purchased certificates of deposit as follows:

	<u>Maturity</u>	<u>Cost/Mkt</u>	<u>Interest Rate</u>
Highlands Bank	07/21/16	\$ 263,147.54	.20%
Highlands Bank	12/14/16	270,703.05	.50%
Highlands Bank	02/28/17	201,203.45	.50%
Bank of St. Francisville	07/13/17	262,589.46	.60%
Bank of St. Francisville	07/13/17	279,522.78	.75%
Bank of St. Francisville	01/09/19	516,788.80	.95%
Bank of Zachary	01/26/18	258,085.70	.95%
Bank of Zachary	01/26/18	<u>774,257.12</u>	.95%
Total		<u>2,826,297.90</u>	

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 4 – RECEIVABLES

The net receivables at June 30, 2016, are as follows:

Class of Receivables

Taxes	\$ 18,763.05
Interest	<u>10,853.40</u>
Total	<u>29,616.45</u>

No allowance has been recorded as all receivables due at year-end are expected to be collected. The District utilizes the direct write-off method for any receivables considered as bad debts.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital Assets, not being depreciated				
Land	\$ 293,929.20	\$.00	\$.00	\$ 293,929.20
Capital Assets, being depreciated				
Buildings	5,809,072.61	247,843.59	.00	6,056,916.20
Less: accumulated depreciation	<u>1,460,338.68</u>	<u>152,840.30</u>	<u>.00</u>	<u>1,613,178.98</u>
Net Buildings	4,348,733.93	95,003.29	.00	4,443,737.22
Vehicles/Fire Engines	5,117,536.59	46,469.00	.00	5,164,005.59
Less: accumulated depreciation	<u>2,343,718.54</u>	<u>197,873.44</u>	<u>.00</u>	<u>2,541,591.98</u>
Net Vehicles/Fire Engines	2,773,818.05	(151,404.44)	.00	2,622,413.61
Equipment	925,417.51	6,500.00	6,185.00	925,732.51
Less: accumulated depreciation	<u>913,109.97</u>	<u>10,556.30</u>	<u>6,185.00</u>	<u>917,481.27</u>
Net Equipment	12,307.55	(4,056.30)	.00	8,251.25
Net Capital Assets, being depreciated	<u>7,134,859.53</u>	<u>(60,457.45)</u>	<u>.00</u>	<u>7,074,402.08</u>
Net Capital Assets	<u>7,428,788.73</u>	<u>(60,457.45)</u>	<u>.00</u>	<u>7,368,331.28</u>

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 6 – ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2016:

Class of Payables

Trade accounts	\$ 12,936.56
Accrued salaries	<u>3,795.67</u>
Total	<u>16,732.23</u>

NOTE 7 – LEAVE

Annual and Sick Leave. The District’s employees earn and accumulate annual and sick leave at varying rates depending on their years of full-time service. Leave earned during the year is required to be used during that same year. As a result, there are no compensated absences at year end.

NOTE 8 – PENSION PLAN

Plan Description. Substantially all of the employees of the District are members of the Louisiana Firefighters Retirement System (System), a cost-sharing, multiple-employer defined benefit pension plan established as of January 1, 1980, for the purpose of providing retirement allowances and other benefits as described under La. R.S. 11:2256-2259. It is a statewide public retirement system for the benefit of firefighters administered and controlled by a separate board of trustees.

All full-time and eligible firefighters or any person in a position as defined in the municipal fire and police civil service system who is employed by a fire department of any municipality, parish or fire protection district who earns at least \$375 per month excluding state supplemental pay are required to participate. Persons must be under the age of 50 to be eligible for membership unless they become members through merger. At June 30, 2016, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	2,213
Inactive plan members entitled to but not yet receiving benefits	630
Active plan members	<u>4,535</u>
	<u>7,378</u>

Retirement Benefits Members who terminate with (1) at least 12 years of creditable service may retire at age 55; (2) at least 20 years of creditable service may retire at age 50; and (3) at least 25 years of creditable service may retire regardless of age provided they have been a member of this System for at least one year. The retirement allowance is equal to 3 1/3% of the member’s average final compensation multiplied by his years of creditable service, not to exceed 100% of his average final compensation. Average final compensation is the member’s average salary over the 36 consecutive or joined months that produce the highest average. Members may receive benefits as a life annuity or, in lieu of such, receive a reduced benefit according to the option selected, which is the actuarial equivalent of the maximum benefit.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

Option 1 If the member dies before he has received in annuity payments the present value of his member's annuity as it was at the time of retirement, the balance is paid to his beneficiary.

Option 2 Upon retirement, the member receives a reduced benefit. Upon the member's death, the designated beneficiary will continue to receive the same reduced benefit.

Option 3 Upon retirement, the member receives a reduced benefit. Upon the member's death, the designated beneficiary will receive ½ of the member's reduced benefit.

Option 4 Upon retirement, the member elects to receive a board-approved benefit payable to the member, the member's spouse or the member's dependent child(ren), which is actuarially equivalent to the maximum benefit.

Initial Benefit Option This option is available only to regular retirees who have not participated in the Deferred Retirement Option Plan (DROP). Under this option, members may receive an initial benefit plus a reduced monthly retirement allowance which, when combined, equal the actuarially equivalent amount of the maximum retirement allowance. The initial benefit may not exceed an amount equal to 36 payments of the member's maximum retirement allowance. It can be paid either as a lump-sum payment or placed in an account called an 'initial benefit account' with interest credited thereto and monthly payments made from the account.

A member may also elect to receive an actuarially reduced benefit which provides for an automatic 2 ½% annual compound increase in monthly retirement benefits based on the reduced benefit and commencing on the later of age 55 or retirement anniversary; this COLA is in addition to any ad hoc COLAs which are payable.

Disability Benefits The plan also provides disability benefits to any member who has been officially certified as totally disabled as a result of injuries sustained in the performance of his official duties, or for any cause, provided the member has at least 5 years of creditable service and the disability was incurred while the member was an active contributing member. These benefits for members under the age of 50 equal (1) 60% of final compensation for an injury received in the line of duty; or (2) 75% of the member's accrued retirement benefit with a minimum of 25% of average salary for any injury received, even though not in the line of duty. For members over the age of 50, these benefits include (1) the greater of 60% of final compensation or the member's accrued retirement benefit for an injury received in the line of duty; or (2) his accrued retirement benefit with a minimum of 25% of average salary even though not in the line of duty. The surviving spouse of a member on disability at the time of death receives \$200 per month. When the member takes disability retirement, he may also take an actuarially reduced benefit in which case the member's surviving spouse receives 50% of the disability benefit being paid immediately prior to the death of the disability retiree. The System may reduce benefits who is also receiving workers compensation payments.

Survivor Benefits If any member is killed in the line of duty and leaves a surviving eligible spouse, the spouse is entitled to an annual benefit equal to 2/3rds of the deceased member's final compensation.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

If any member dies from a cause not in the line of duty, the surviving spouse is entitled to an annual benefit equal to 3% of the deceased member's average final compensation multiplied by his total years of creditable service; however, in no event is the annual benefit less than 40% nor more than 60% of the deceased member's average final compensation. Children of the deceased member under the age of 18 are entitled to the greater of \$200 per month or 10% of average final compensation not to exceed 100% of average final compensation until reaching age 18 or age 22 if enrolled full-time in an institution of higher learning. If the surviving child is physically handicapped or mentally retarded, the benefit is payable regardless of age. If a deceased member leaves no surviving spouse but at least one minor child, each child is entitled to receive 40% of the deceased's average final compensation not to exceed in aggregate of 60% of average final compensation.

Deferred Retirement Option Plan (DROP) In lieu of terminating employment and accepting a service retirement allowance, any member of the Fund who is eligible for a service retirement allowance may elect to participate in DROP for up to 36 months and defer the receipt of benefits. During the year ended June 30, 2007, participants had to have been an active contributing member for one full year before becoming eligible for DROP. Upon commencement of participation in the plan, active membership in the Fund terminates and the participant's contributions cease; however, employer contributions continue. Compensation and creditable service remain as they existed on the effective date of commencement of participation in the plan. The monthly retirement benefit that would have been payable, had the member elected to cease employment and receive a service retirement allowance, are paid into the DROP account.

Upon termination of employment at the end of the specified period of participation, a participant may receive, at his option, a lump sum payment. If employment is not terminated at the end of the participation period, payments into the account cease and the member resumes active contributing membership in the Fund. Upon termination, the member receives a lump sum payment from DROP equal to the payments made to that fund on his behalf, or a true annuity based on his account (subject to approval by the Board of Trustees). The monthly benefit payments that were being paid into the DROP fund are paid to the retiree and an additional benefit based on his additional service rendered since termination of DROP participation is calculated using the normal methods of benefit computation. The average compensation used to calculate the additional benefit is that used to calculate the original benefit unless his period of additional service is at least 36 months. In no event can the entire monthly benefit amount paid to the retiree exceed 100% of the average compensation used to compute the additional benefit. If a participant dies during the period of participation in the program, a lump sum payment equal to his account balance is paid to his named beneficiary or, if none, to his estate.

Cost of Living Adjustments. The Board of Trustees is authorized under the provisions of La. R.S. 11:246 and 11:2260A(7) to provide a cost of living increase to members and widows of members who have retired up to 3% of their current benefit and all retired members and widows who are 65 years of age and older a 2% increase in their original benefit. Certain criteria must be met related to status and interest earnings as stipulated in La. R.S. 11:243. In lieu of such an adjustment, the Board may grant an increase in the form of "X(A+B)" where "X" is any amount up to \$1 per month and "A" is equal to the number of years of creditable service accrued at retirement or at death, and "B" is equal to the number of years since retirement or since death to June 30th of the initial year of such increase.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

Contributions. Covered employees are required to contribute 8-10% of earnable compensation. The rate is fixed at 8% for members whose earnable compensation is less than or equal to the poverty guidelines issued by the U.S. Department of Health and Human Services. The rate is set at 8% when gross employer contributions total 25% or less of earnable compensation. It then increases .25% for each .75% increase in the total rate, subject to a maximum rate of 10%. Gross employer contributions are determined by an actuarial valuation and are subject to change each year in accordance with La. R.S. 11:103 and 11:107.2. Insurance premium taxes are allocated to the System based on available funds and the statutory provisions as described in La. R.S. 22:1476A(3). The District's contributions for the years ended June 30, 2016, 2015 and 2014 were \$72,753, \$56,859 and \$42,239, respectively.

Pension Liabilities, Pension Expense, Deferred Outflows and Inflows of Resources Related to Pensions. At June 30, 2016, the District reported a liability of \$500,706 for its proportionate share of the System's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportionate share at that date was .092773%.

Pension expense of \$28,007 was recognized for the year ended June 30, 2016. Deferred outflows and inflows of resources related to pensions were reported from the following sources:

	Deferred <u>Outflows</u>	Deferred <u>Inflows</u>
Beginning balances	\$ 142,462.00	\$ 37,181.00
Difference between expected and actual results	.00	(13,875.00)
Changes of assumptions	26,803.75	.00
Changes in proportion	.00	(211.00)
Difference in actual and projected earnings	53,704.00	.00
Employer contributions subsequent to measurement date	<u>72,752.75</u>	<u>.00</u>
	<u>295,722.50</u>	<u>23,095.00</u>

Actuarial Assumptions. The total pension liability in the June 30, 2016, actuarial valuation was determined using the individual entry age normal actuarial cost method and the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.50%, net of investment expenses, including inflation
Projected salary increases	15.00% = 1-2 years service 6.50% = 3-14 years service 5.50% = 15 or more years service
Inflation rate	3.00%
Expected remaining service lives	5 years

Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table (set back 1 year) for healthy annuitants and beneficiaries; the RP-2000 Employee Mortality Table (set back 1 year) for active members; and RP-2000 Disabled Lives Mortality Table for disabled annuitants.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

Discount Rate. The discount rate used to measure total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the Fund's actuary. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of Net Pension Liability to Changes in Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what it would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

1% decrease	8.50%	\$ 710,301
Current discount rate	7.50%	500,706
1% increase	9.50%	324,520

Additional information can be obtained in the annual publicly-available financial report that includes financial statements and required supplementary information. That report may be obtained by contacting the Firefighters' Retirement System, P. O. Box 94095, Baton Rouge, LA 70804; 225-925-4060.

NOTE 9 – LONG-TERM LIABILITIES

The District's include net pension liability of \$500,706, recognized in the government-wide financial statements as a result of implementing GASB Statement No. 68.

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS

The District does not offer any post-employment benefits.

NOTE 11 – LEVIED TAXES

Ad valorem taxes, which are received in arrears, are levied by the District and collected by the West Feliciana Parish Police Jury. Taxes for 2015 and 2014 were levied at 6 mills. The Police Jury mails tax notices in November. Due by December 31st, the taxes are remitted each month by the Police Jury based on the prior month's collections. The District realized \$1,483,420.51 and \$1,472,437.93 at June 30, 2016 and 2015, respectively.

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 12– RELATED PARTY TRANSACTIONS

There are no related party transactions that require disclosure in the accompanying basic financial statements.

NOTE 13– LITIGATION

There are currently no legal issues pending on behalf of or against the District.

NOTE 14– SUBSEQUENT EVENTS

There were no events between the close of the year through November 29, 2016, the date on which this report was available to be issued, that would materially impact these basic financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(PART 2 OF 2)

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Ad valorem taxes	\$ 1,450,000.00	\$ 1,450,000.00	\$ 1,483,420.51	\$ 33,420.51
Insurance rebates	40,000.00	40,000.00	54,149.61	14,149.61
Total Revenues	1,490,000.00	1,490,000.00	1,537,570.12	47,570.12
EXPENDITURES				
General government	185,000.00	185,000.00	185,892.76	(892.76)
Public safety	823,518.00	823,518.00	773,414.19	50,103.81
Capital outlay	1,233,000.00	1,233,000.00	300,812.59	932,187.41
Total Expenditures	2,241,518.00	2,241,518.00	1,260,119.54	981,398.46
Excess of Revenues over Expenditures	(751,518.00)	(751,518.00)	277,450.58	1,028,968.58
OTHER FINANCING SOURCES (USES)				
Grant proceeds/donations	-	-	3,196.07	3,196.07
Lease income	37,200.00	37,200.00	7,722.72	(29,477.28)
Other revenues	-	-	12,901.52	12,901.52
Interest earned	-	-	25,775.09	25,775.09
Total Other Financing Sources (Uses)	37,200.00	37,200.00	49,595.40	12,395.40
Net Change in Fund Balances	(714,318.00)	(714,318.00)	327,045.98	1,041,363.98
Fund Balances, beginning	4,045,281.53	4,045,281.53	4,045,281.53	-
Fund Balances, ending	3,330,963.53	3,330,963.53	4,372,327.51	1,041,363.98

See Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
YEAR ENDED JUNE 30, 2016**

Employer's Proportion of the Net Pension Liability (Asset)	0.09277%
Employer's Proportionate Share of the Net Pension Liability (Asset)	\$ 500,706
Employer's Covered-Employee Payroll	\$ 204,733
Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	244.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.40%

See Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
YEAR ENDED JUNE 30, 2016**

Year	2016
Contractually Required Contribution	\$ 57,669
Contributions in Relation to Contractually Required Contributions	\$ 72,753
Contribution Deficiency (Excess)	\$ (15,084)
Employer's Covered-Employee Payroll	\$ 204,733
Contributions as a Percentage of Covered-Employee Payroll	35.54%

See Independent Auditor's Report

SUPPLEMENTARY INFORMATION

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2016**

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2016.

<u>Commissioner</u>	<u>Amount</u>
Tracy Hall	\$ 300.00
Steven Neal	360.00
Donald Opperman	270.00
Vincent Smith	300.00
Daniel Stelly	210.00
Jody Vidrine	150.00
Joe Wells	<u>360.00</u>
Total	<u>1,950.00</u>

See Independent Auditor's Report

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO AGENCY HEAD
YEAR ENDED JUNE 30, 2016**

Agency Head

James Wood
Chief

Purpose

Salary - base
Salary - overtime
Supplemental pay - paid by State of Louisiana
Benefits - retirement

Amount

\$ 73,177
2,023
6,000
22,330

Total Compensation, Benefits and Other Payments

103,530

See Independent Auditor's Report

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ZACHARY, LOUISIANA 70791

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 of the
Fire Protection District No. 1
of West Feliciana Parish, Louisiana
P. O. Box 1190
St. Francisville, Louisiana 70775

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 governmental-type activities of the Fire Protection District No. 1 of West Feliciana Parish, a component unit of the West Feliciana Parish Police Jury, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Fire Protection District No. 1 of West Feliciana Parish's basic financial statements, and have issued my report thereon dated November 29, 2016.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Fire Protection District No. 1 of West Feliciana Parish's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fire Protection District No. 1 of West Feliciana Parish's internal control. Accordingly, I do not express an opinion on the effectiveness of the Fire Protection District No. 1 of West Feliciana 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 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.

My consideration of the 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 my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fire Protection District No. 1 of West Feliciana 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that is required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our 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.

This report is intended solely for the information and use of management, others within the agency, the Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



William P. Gaines, Jr., CPA
A Professional Accounting Corporation
Zachary, LA
November 29, 2016

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2016**

I have audited the financial statements of the West Feliciana Parish Fire Protection District No. 1 as of and for the year ended June 30, 2016, and have issued my report thereon dated November 29, 2016. 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 June 30, 2016, resulted in an unmodified opinion.

Section I Summary of Auditor's Reports

A. Report on Compliance and Internal Control Material to the Financial Statements

Internal Control	Deficiencies	<input type="checkbox"/> No
	Material Weaknesses	<input type="checkbox"/> No
Compliance	Material to Financial Statements	<input type="checkbox"/> Yes

Section II Financial Statement Findings

None

Section III Federal Award Findings and Questioned Costs

N/A

Section IV Management Letter

None

**FIRE PROTECTION DISTRICT NO. 1
OF WEST FELICIANA PARISH, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2016**

Section I Internal Control and Compliance Material to the Financial Statements

N/A

Section II Internal Control and Compliance Material to Federal Awards

N/A

Section III Financial Statement Findings

N/A

Section IV Management Letter

N/A