

CAMERON PARISH AMBULANCE
DISTRICT NO. 2

Annual Financial Report

December 31, 2024

CAMERON PARISH AMBULANCE DISTRICT NO. 2
Hackberry, Louisiana

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**CAMERON PARISH AMBULANCE DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS AS
OF DECEMBER 31, 2024**

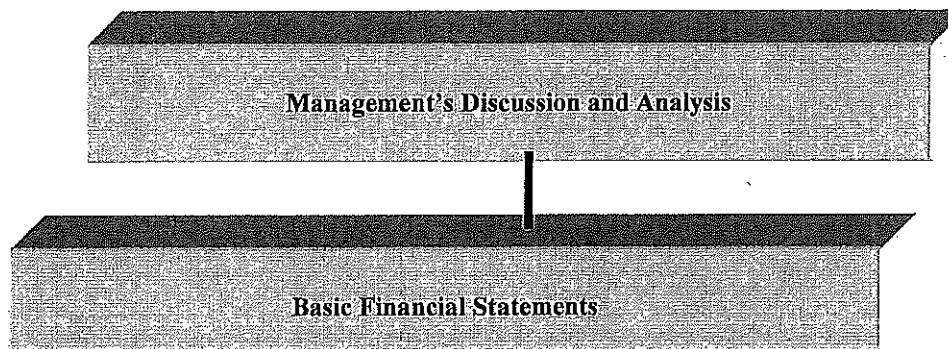
The Management's Discussion and Analysis of the Cameron Parish Ambulance District No. 2's financial performance presents a narrative overview and analysis of the Cameron Parish Ambulance District No. 2's financial activities for the year ended December 31, 2024. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the financial statements.

FINANCIAL HIGHLIGHTS

- The Cameron Parish Ambulance District No. 2's assets exceeded its liabilities at the close of the fiscal year 2024 by \$15,575,556. Of this amount, \$12,910,772 may be used to meet the Cameron Parish Ambulance District No. 2's ongoing obligations to its users.
- The Cameron Parish Ambulance District No. 2's operating revenue increased \$90,517 and the net operating loss decreased by \$153,367 from prior year. The revenue increase was due to increased patient service revenues. The net operating loss decrease was due to decreased operating expenses. Non-operating income decreased due to a decrease in ad valorem tax revenue. The change in net position decreased by \$1,356,805 caused by the decrease in Non-operating income.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business Type Activities established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments.



These financial statements consist of two sections: Management's Discussion and Analysis (this section) and the basic financial statements (including the notes to the financial statements).

**CAMERON PARISH AMBULANCE DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS AS
OF DECEMBER 31, 2024**

Basic Financial Statements

The basic financial statements present information for the Cameron Parish Ambulance District No. 2 as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

The Statement of Net Position (page 7) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net position and may provide a useful indicator of whether the financial position of the Cameron Parish Ambulance District No. 2 is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Position (page 8) presents information showing how the Cameron Parish Ambulance District No. 2's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flow (pages 9-10) presents information showing how the Cameron Parish Ambulance District No. 2's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

| | Summary of Net Position | |
|--------------------------------|--------------------------------|--------------------|
| | 2024 | 2023 |
| Assets: | | |
| Current Assets | \$12,979,054 | \$12,283,829 |
| Capital Assets | 2,664,784 | 2,132,863 |
| Other | -0- | 100 |
| Total Assets | <hr/> 15,643,838 | <hr/> 14,416,792 |
| Deferred Outflows of Resources | 631,514 | 1,119,883 |
| Liabilities: | | |
| Current Liabilities | 392,816 | 491,312 |
| Long-term Liabilities | 209,464 | 831,489 |
| Total Liabilities | <hr/> 602,280 | <hr/> 1,322,801 |
| Deferred Inflows of Resources | 97,516 | 99,952 |
| Net Position: | | |
| Capital Net of Debt | 2,664,784 | 2,132,863 |
| Unrestricted | <hr/> 12,910,772 | <hr/> 11,981,059 |
| Total Net Position | <hr/> \$15,575,556 | <hr/> \$14,113,922 |

**CAMERON PARISH AMBULANCE DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS AS
OF DECEMBER 31, 2024**

| | 2024 | 2023 |
|-----------------------------------|-------------|-------------|
| Operating Revenues | \$338,279 | \$247,762 |
| Operating Expenses | (3,693,839) | (3,756,689) |
| Net Operating Income (Loss) | (3,355,560) | (3,508,927) |
| Non-operating Revenues (Expenses) | 4,817,194 | 6,327,366 |
| Change in Net Position | \$1,461,634 | \$2,818,439 |

Operating Revenues consist of patient service revenue. Operating Expenses consist mainly of depreciation, insurance, station/ambulance supplies and salaries and employee benefits expenses.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of December 31, 2024, the Cameron Parish Ambulance District No. 2 had \$2,132,863, net of accumulated depreciation, invested in a broad range of capital assets, including buildings, equipment, and ambulances. This amount represents a net increase (including additions and deductions) of \$531,921 over last year.

| | <u>2023</u> | <u>2022</u> |
|--------------------------------|--------------------|--------------------|
| Ambulance and vehicles | \$ 1,748,686 | \$ 1,173,976 |
| Buildings | 1,814,593 | 1,783,249 |
| Other property and equipment | 1,005,209 | 969,493 |
| Land | <u>234,128</u> | <u>234,128</u> |
| Less: Accumulated Depreciation | <u>(2,137,832)</u> | <u>(2,027,983)</u> |
| | <u>\$2,664,784</u> | <u>\$2,132,863</u> |

CONTACTING THE DISTRICT'S MANAGEMENT

This financial report is designed to provide our citizens, customers, and creditors with a general overview of the Cameron Parish Ambulance District No. 2's finances and to show the Cameron Parish Ambulance District No. 2's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Darla B. Perry, CPA, Cameron Parish Ambulance District No.2.

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INDEPENDENT AUDITORS' REPORT

Cameron Parish Ambulance District No. 2
Hackberry, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities of the Cameron Parish Ambulance District No. 2, component unit of Cameron Parish Police Jury, as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the Cameron Parish Ambulance District No. 2's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Cameron Parish Ambulance District No. 2 as of December 31, 2024 and 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Cameron Parish Ambulance District No. 2 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Cameron Parish Ambulance District No. 2's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted with GAAS and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, internal omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Government Auditing Standards, we

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the accounts and disclosures in the financial statements.

Obtain an understanding of internal control relevant to the audit 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 Cameron Parish Ambulance District No. 2's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Cameron Parish Ambulance District No. 2's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 2 through 4, and the pension liability information be presented to supplement the basic financial statements. Such information is the responsibility of management, and, 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. We 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 we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cameron Parish Ambulance District No. 2's basic financial statements. The Schedule of Compensation, Benefits and Other Payments is presented for purposes of additional analysis and is not a required part of the financial statements. Such 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. The 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 our opinion, the Schedule of Compensation, Benefits and Other Payments is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated May 21, 2025 on our consideration of the Cameron Parish Ambulance District No. 2's internal control over financial reporting and on our 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 the Cameron Parish Ambulance District No. 2's 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 Cameron Parish Ambulance District No. 2's internal control over financial reporting and compliance.

Steven M. DeRouen & Associates, LLC

Lake Charles, Louisiana

May 21, 2025

Cameron Parish Ambulance District No. 2
Statements of Net Position
As of December 31, 2024
with Comparative Totals for December 31, 2023

| | <u>2024</u> | <u>2023</u> |
|--|-----------------------------|-----------------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash and cash equivalents | \$ 361,457 | \$ 247,171 |
| Investments | 8,073,924 | 6,004,924 |
| Patient Accounts receivable, Net | 25,321 | 17,904 |
| Ad Valorem Tax Receivable | 4,157,813 | 5,692,815 |
| Prepaid expenses | 298,433 | 274,420 |
| Inventory | 62,106 | 46,595 |
| Total Current Assets | <u>12,979,054</u> | <u>12,283,829</u> |
| PROPERTY, PLANT, AND EQUIPMENT | | |
| Buildings | 1,814,593 | 1,783,249 |
| Ambulances and vehicles | 1,748,686 | 1,173,976 |
| Equipment | 1,005,209 | 969,493 |
| Less: accumulated depreciation and amortization | <u>(2,137,832)</u> | <u>(2,027,983)</u> |
| | 2,430,656 | 1,898,735 |
| Land | 234,128 | 234,128 |
| Net Property, Plant, and Equipment | <u>2,664,784</u> | <u>2,132,863</u> |
| OTHER ASSETS | | |
| Deposit | <u>-</u> | <u>100</u> |
| Total Other Assets | <u>-</u> | <u>100</u> |
| TOTAL ASSETS | <u>15,643,838</u> | <u>14,416,792</u> |
| Deferred Outflows of Resources Related to Pension | <u>631,514</u> | <u>1,119,883</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS | <u><u>\$ 16,275,352</u></u> | <u><u>\$ 15,536,675</u></u> |

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

Cameron Parish Ambulance District No. 2
Statements of Net Position (Continued)
As of December 31, 2024
with Comparative Totals for December 31, 2023

| | <u>2024</u> | <u>2023</u> |
|---|----------------------|----------------------|
| LIABILITIES | | |
| CURRENT LIABILITIES | | |
| Accounts payable | \$ 23,660 | \$ 100,297 |
| Accrued Liabilities | <u>369,156</u> | <u>391,015</u> |
| Total Current Liabilities | <u>392,816</u> | <u>491,312</u> |
| LONG-TERM LIABILITIES | | |
| Net Pension liability | <u>209,464</u> | <u>831,489</u> |
| Total Long-Term Liabilities | <u>209,464</u> | <u>831,489</u> |
| TOTAL LIABILITIES | <u>602,280</u> | <u>1,322,801</u> |
| Deferred Inflows of Resources Related to Pension | <u>97,516</u> | <u>99,952</u> |
| NET POSITION | | |
| Capital Assets, net of related debt | 2,664,784 | 2,132,863 |
| Unrestricted amounts | <u>12,910,772</u> | <u>11,981,059</u> |
| TOTAL NET POSITION | <u>15,575,556</u> | <u>14,113,922</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION | <u>\$ 16,275,352</u> | <u>\$ 15,536,675</u> |

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

Cameron Parish Ambulance District No. 2
Statements of Revenues, Expenses, and Changes in Net Position
For The Years Ended December 31, 2024
with Comparative Totals for December 31, 2023

| | 2024 | 2023 |
|--|-----------------------------|-----------------------------|
| OPERATING REVENUES | | |
| Patient Fees | \$ 338,279 | \$ 247,762 |
| Total Operating Revenues | <u>338,279</u> | <u>247,762</u> |
| OPERATING EXPENSES | | |
| Advertising | 1,976 | 1,044 |
| Commissioners' Fees | 824 | 941 |
| Bad Debt Expense | 84,853 | 116,180 |
| Depreciation expense | 259,849 | 208,193 |
| Dispatch Services | 40,000 | 60,000 |
| Education Expense | 6,255 | 13,733 |
| Employee Retirement | 58,654 | 353,968 |
| Employee Drug Test | 495 | 188 |
| Fuel | 19,221 | 21,503 |
| Insurance | 915,158 | 778,313 |
| Licenses and Permits | 3,993 | 5,374 |
| Office expense | 17,515 | 12,988 |
| Payroll Taxes | 31,195 | 30,871 |
| Professional fees | 115,561 | 86,707 |
| Repairs and maintenance | 120,350 | 93,404 |
| Salaries | 1,819,772 | 1,749,060 |
| Supplies | 122,412 | 133,870 |
| Travel | 682 | 5,154 |
| Uniforms | 11,775 | 14,233 |
| Telephone and Utilities | 63,299 | 70,965 |
| Total Operating Expenses | <u>3,693,839</u> | <u>3,756,689</u> |
| INCOME (LOSS) FROM OPERATIONS | <u>(3,355,560)</u> | <u>(3,508,927)</u> |
| NON-OPERATING REVENUES (EXPENSES) | | |
| Ad Valorem Taxes | 4,268,922 | 5,824,354 |
| Interest Income | 494,006 | 356,183 |
| Donated value net | - | (7,966) |
| Insurance reimbursement | - | 409,916 |
| Hurricane loss | (1,475) | (274,016) |
| Miscellaneous Income | 55,741 | 18,895 |
| Total Non-Operating Revenues | <u>4,817,194</u> | <u>6,327,366</u> |
| CHANGE IN NET POSITION | 1,461,634 | 2,818,439 |
| NET POSITION - BEGINNING OF YEAR | <u>14,113,922</u> | <u>11,295,483</u> |
| NET POSITION - END OF YEAR | <u><u>\$ 15,575,556</u></u> | <u><u>\$ 14,113,922</u></u> |

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

Cameron Parish Ambulance District No. 2
Statements of Cash Flows
For The Years Ended December 31, 2024
with Comparative Totals for December 31, 2023

| | <u>2024</u> | <u>2023</u> |
|--|--------------------------|--------------------------|
| Cash Flows From Operating Activities: | | |
| Receipts from and on behalf of patients | \$ 246,009 | \$ 263,686 |
| Payments to suppliers and other operating expenses | (1,613,382) | (1,475,710) |
| Payments to employees and related expenses | (2,009,867) | (1,841,339) |
| Net Cash Provided (Used) by Operating Activities | <u>(3,377,240)</u> | <u>(3,053,363)</u> |
| Cash Flows From Investing Activities: | | |
| Interest income | 494,006 | 356,183 |
| Purchase of investments | (2,069,000) | (756,183) |
| Net Cash Provided (Used) by Investing Activities | <u>(1,574,994)</u> | <u>(400,000)</u> |
| Cash Flows From Capital and Related Financing Activities: | | |
| Other | 121 | 427,557 |
| Hurricane loss | (1,475) | (274,016) |
| Purchase of plant, property and equipment | (791,771) | (562,653) |
| Net Cash Provided (Used) by Capital and Related Financing Activities | <u>(793,125)</u> | <u>(409,112)</u> |
| Cash Flows From Non-Capital and Related Financing Activities: | | |
| Ad valorem taxes | 5,803,924 | 3,638,059 |
| Other revenues | 55,741 | 18,895 |
| Net Cash Provided (Used) by Non-Capital Activities | <u>5,859,665</u> | <u>3,656,954</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | 114,306 | (205,521) |
| Cash and Cash Equivalents - Beginning of Year | <u>247,151</u> | <u>452,672</u> |
| Cash and Cash Equivalents - End of Year | <u><u>\$ 361,457</u></u> | <u><u>\$ 247,151</u></u> |

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

Cameron Parish Ambulance District No. 2
Statements of Cash Flows
For The Years Ended December 31, 2024
with Comparative Totals for December 31, 2023

| | <u>2024</u> | <u>2023</u> |
|--|------------------------------|------------------------------|
| Reconciliation of Operating Income to Net Cash | | |
| Provided (Used) by Operating Activities: | | |
| Operating income (loss) | \$ (3,355,560) | \$ (3,508,927) |
| Adjustments to reconcile net operating income to net cash provided by operating activities: | | |
| Depreciation | 259,849 | 208,193 |
| (Increase) decrease in patient receivables | (7,417) | 15,924 |
| (Increase) decrease in prepaid expenses | (24,013) | (87,136) |
| (Increase) decrease in inventory | (15,511) | (4,960) |
| Increase (decrease) in accounts payable | (76,637) | 30,983 |
| Increase (decrease) in accrued liabilities | (21,859) | 121,841 |
| Increase (decrease) in net pension liability (asset), inflows and outflows | <u>(136,092)</u> | <u>170,719</u> |
| Total Adjustments | <u>(21,680)</u> | <u>455,564</u> |
| Net Cash Provided (Used) by Operating Activities | <u><u>\$ (3,377,240)</u></u> | <u><u>\$ (3,053,363)</u></u> |

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

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 1 - **Organization and Summary of Significant Accounting Policies**

The Cameron Parish Ambulance District No. 2 (the "District") is a component unit of the Cameron Parish Police Jury. The District operates ambulance services in the Hackberry, Johnson Bayou, Grand Lake, and Big Lake communities in Cameron Parish.

As the governing authority of the Parish, for reporting purposes, the Cameron Parish Police Jury is the financial reporting entity for the Ambulance District. Accordingly, the Ambulance District was determined to be a component unit of the Cameron Parish Policy Jury based on GASB statement No. 14, *The Financial Reporting Entity*. The accompanying financial statements present only the Ambulance District.

The accounting policies of Cameron Parish Ambulance District No. 2 conform to accounting principles generally accepted in the United States of America as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audits of State and Local Governmental Units. The following is a summary of the more significant policies:

A. Fund Accounting

The accounts of the District are organized on the basis of a proprietary fund, which is considered a separate accounting entity or enterprise fund. 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 and 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.

B. Basis of Accounting

The District's statements of net position and revenues, expenses, and changes in fund net position are presented using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Fund Position present increases (revenues) and decreases (expenses) in total net positions. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

The District distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the entity's ongoing operations. The principal operating revenues of the District are charges for ambulance services. Operating expenses include the cost of salaries, depreciation, insurance and station supplies. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

GASB No. 20 requires that governments' proprietary activities apply all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

B. Basis of Accounting (continued)

conflict with or contradict GASB pronouncements: Financial Accounting Standards Board ("FASB") Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins. Governments are given the option whether or not to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that November 30, 1989, except for those that conflict with or contradict GASB pronouncements. The Board has elected not to implement FASB Statements and Interpretations issued after November 30, 1989.

C. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles 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. Accordingly, actual results could differ from those estimates.

D. Cash and Cash Equivalents

For purpose of the statements of cash flows, the District considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana Law or any other state of the United States, or under the laws of the United States.

E. Investments

Investments are limited by Louisiana Revised Statute (R.S.) 33:2955 and the District's investment policy. If the original maturities of the investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

F. Inventories

Inventories are valued at the latest invoice price, which approximated the lower of cost (first-in, first-out) or market.

G. Capital Assets

Capital assets are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of each class of depreciable assets, equipment under capital lease obligations is amortized using the straight-line method over the shorter period of the lease term or the estimated useful life of the equipment. The District maintains a threshold level of \$5,000 or more for capitalizing capital assets. The following estimated useful lives are generally used:

| | |
|---------------------|------------|
| Ambulance | 5 years |
| Furniture and | 3-10 years |
| Equipment Buildings | 30 years |

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 1-. Organization and Summary of Significant Accounting Policies (continued)

H. Net Patient Service Revenues

Net patient service revenues are reported at estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreement with third-party payers. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in the future periods as final settlements are determined.

I. Operating Revenues and Expenses

The District's statements of revenues, expenses and changes in net position distinguishes between operating and non-operating revenues and expenses. Operating revenues result from exchange transactions associated with providing health care service, 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 health care services, other than financial costs.

J. Income Taxes

The District is a political subdivision and exempt from taxes.

K. Risk Management

The District is exposed to various risks of loss from torts, theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; medical malpractice claims and judgments. Commercial insurance coverage is purchased for claims arising from such matters, The District has had no settled claims resulting from these risks that exceeded its commercial coverage in any of the past three years.

L. Environmental Matters

The District is subject to laws and regulations relating to the protection of the environment. The District's policy is to accrue environmental and clean up related costs of a non-capital nature when it is both probable that a liability has been incurred and when the amount can be reasonable estimated. Although it is not possible to quantify with any degree of certainty the potential financial impact of the District's continuing compliance efforts, management believes any future remediation or other compliance related costs will not have a material adverse effect on the financial condition or reported results of operations of the District. At December 31, 2024, management is not aware of any liability resulting from environmental matters.

M. Net Position

In the statement of net position, equity is classified as net position and displayed in three components:

- a. Investment in capital assets, net of related debt - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributed to the acquisition, construction, or improvements of those assets.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 1-Organization and Summary of Significant Accounting Policies (continued)

- b. Restricted net position - net position with constraints placed on the use either by a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or b) law through constitutional provisions or enabling legislation.
- c. Unrestricted- all other net position is reported in this category.

The District typically uses restricted funds first, followed by any unassigned funds when expenditure is incurred for purposes for which amounts in either of these classifications could be used.

Note 2 - Cash and Cash Equivalents

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The District may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

At December 31, 2024, the District has cash and cash equivalents (book balances) totaling \$361,457. These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must equal the amount with the fiscal agent at all times.

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. At December 31, 2024, the District had \$463,562 in deposits (collected bank balances). These deposits were secured by federal deposit insurance and pledged securities held by the custodial bank in the name of the fiscal agent bank. (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana 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 by the District that the fiscal agent bank has failed to pay deposited funds upon demand.

Note 3 - Investments

Under state law, the District may invest in United States bonds, treasury notes, or certificates. These are classified as investments. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a nonprofit corporation formed by an initiative of the State Treasurer. The financial statements of the Louisiana Asset Management Pool, Inc. (LAMP) can be obtained by accessing their website.

Investments held at December 31, 2024 consist of \$8,073,924 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.126 the investment in LAMP at December 31, 2024 is not categorized in the three risk categories provided by GASB Codification Section 150.126 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 3 - Investments (continued)

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short- term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955.

GASB Statement No.40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk interest, and foreign currency risk for all public held entity investments.

Lamp is an investment pool that, to the extent practical, invest in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days of 762 days for U.S. Government floating/variable rate investments.
- Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government- only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA - R.S. 33:2955 (A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivision of the State to *invest* in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements
December 31, 2024

Note 3 - Investments (continued)

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

At December 31, 2024, the weighted-average yield of the deposits at LAMP was 4.5943% and the weighted average maturity cannot exceed 90 days. The weighted-average maturity for LAMP's total investments was 52 days as of December 31, 2024. LAMP is rated AAAm by Standard & Poors. The District does not have credit or interest rate risk policies for investments.

Note 4 - Patient Accounts Receivable

Patient accounts receivable reported as current assets by the Ambulance District at December 31, 2024, are as follows:

| <u>Patient Accounts Receivable</u> | |
|--|------------------|
| | <u>2024</u> |
| Receivables from patients, insurance carriers, Medicare and Medicaid | \$ 25,321 |
| Less allowance for uncollectible amounts | <u>-0-</u> |
| Patient accounts receivable, net | <u>\$ 25,321</u> |

No provision has been made for bad debt expense at December 31, 2024.

Note 5 - Net Patient Services Revenue

The Ambulance District has agreements with third-party payers that provide for payments to the Ambulance District at amounts different from its established rates. A summary of the payment arrangements with major third-party payers follows:

Medicare- Covered ambulance services are paid based on a fee schedule.

Medicaid- Covered ambulance services are paid based on a fee schedule.

During the year ended December 31, 2024, approximately 66% of the Ambulance District's gross patient services were furnished to Medicare and Medicaid beneficiaries.

The Ambulance District also has entered into payment arrangements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the Ambulance District under these agreements included prospectively determined rates per ambulance trip, discount on charges, and prospectively determined rates.

The Ambulance District also gives a parish resident discount to any resident of the parish who uses ambulance services. The Ambulance District bills private insurance companies, Medicare or Medicaid, or any other coverage of the patient and accepts this as payment in full from the resident.

Note 6 - Concentrations of Credit Risk

The Ambulance District grants credit without collateral to its patients, most of who are local residents and are insured under third-party payor agreements. The mix of receivables from patients and third-party payors at December 31, 2024 include amounts from Medicare, Medicaid, and other third-party payers.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements
December 31, 2024

Note 7 - Ad Valorem Taxes

The District utilizes the Cameron Parish Tax Collector/Sheriff to bill and collect its property taxes using the assessed values determined by the tax assessor of Cameron Parish. The District has an authorized tax millage of 9.5 mills for general maintenance and operation of the District. The total tax levied was \$4,303,725 on assessed property valued at \$453,022,979 net.

Property tax millage rates are adopted in July for the calendar year in which the taxes are levied and recorded. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. Property taxes not paid by the end of February are subject to lien.

Ad valorem tax receivable reported as current assets by the Ambulance District at December 31, 2024, are as follows: Ad Valorem Tax Receivable

| | 2024 |
|--|---------------------|
| · Ad valorem taxes | \$ 4,242,666 |
| Less allowance for uncollectible amounts | 84,853 |
| Ad valorem tax receivable, net | <u>\$ 4,157,813</u> |

Ad valorem taxes receivable are stated net of an allowance for uncollectible accounts. The district estimated the allowance based on its historical experience of the relationship between the total taxes levied and the actual amounts collected. The allowance for doubtful accounts was \$84,853 and \$116,180 at December 31, 2024 and 2023, respectively.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 8 - Capital Assets

Additions and deletions to property, plant, and equipment for the year ended December 31, 2024 were as follows:

| | Balance | | | Balance | | |
|-------------------------------|---------------------|-------------------|-------------------|---------------------|--|--|
| | <u>January 1,</u> | <u>Additions</u> | <u>Deletions</u> | <u>December 31,</u> | | |
| | | | | | | |
| Ambulances and vehicles | \$ 1,173,976 | \$ 724,710 | \$ 150,000 | \$ 1,748,686 | | |
| Buildings | 1,783,249 | 31,344 | - | 1,814,593 | | |
| Other property and equipment | 969,493 | 35,716 | - | 1,005,209 | | |
| Land | <u>234,128</u> | <u>-</u> | <u>-</u> | <u>234,128</u> | | |
| Total | 4,160,846 | 791,770 | 150,000 | 4,802,616 | | |
| Less Accumulated Depreciation | <u>(2,027,983)</u> | <u>(259,849)</u> | <u>150,000</u> | <u>(2,137,832)</u> | | |
| Capital Assets, net | <u>\$ 2,132,863</u> | <u>\$ 531,921</u> | <u>\$ 300,000</u> | <u>\$ 2,664,784</u> | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

Depreciation expense for the year ending December 31, 2024 totaled \$259,849.

Note 9 - Compensated Absences

Employees may earn 9.24 hours per pay period of vacation, not to exceed a maximum of five hundred four (504) hours. No vacation time may be paid upon termination until the employee has been employed full time for one (1) year. Employees may redeem vacation time at the regular rate after the employee has been employed for one (1) year. After being employed for ten (10) years, employees can receive fifteen (15) vacation days per year at 13.86 hours per pay period.

Employees may earn sick leave at a rate of 3.08 hours per pay period, not to exceed five hundred seventy-six (576) hours. Sick leave days cannot be used in conjunction with annual leave, and in no instance shall an employee be paid for any accumulated sick leave left to an employee's credit at the time of termination from service.

At December 31, 2024, employees of the District have accumulated and vested \$157,224 of employee leave benefits, computed in accordance with GASB 101.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 10-Retirement Commitments

Parochial Employees' Retirement System of Louisiana (PERS) is the administrator of a cost sharing multiple employer defined benefit pension plan. PERS was established and provided for by RS 11:190I of the Louisiana Revised Statute (LRS). Act 765 of the year 1979, established by the Legislature of the State of Louisiana, revised PERS to create Plan A and Plan B to replace the "regular plan" and the "supplemental plan". Plan A was designated for employers out of Social Security. Plan B was designed for those employers that remained in Social Security on the revision date. PERS provides retirement benefits to *employees* of taxing districts of a parish or any branch or section of a parish *within* the State which does not have their own retirement system, and which elects to become members of PERS.

Retirement Benefits

Any member of Plan A hired prior to January 1, 2007 can retire providing he/she meets one of the following criteria: any age with thirty (30) years of creditable service; age 55 with twenty-five (25) years of creditable service; age 60 with a minimum of ten (10) years of creditable services; age 65 with a minimum of seven (7) years of creditable service. For employees hired after January 1, 2007, he/she must meet the following criteria to retire: age 55 with 30 years of service; age 62 with 10 years of service; age 67 with 7 years of service. Generally, the monthly amount of the retirement allowance of any member of Plan A shall consist of an amount equal to three percent (3%) of the member's final average compensation multiplied by his/her years of creditable service. However, under certain conditions, as outlined in the statutes, the benefits are limited to specified amounts.

Disability Benefits

For Plan A, a member shall be eligible to retire and receive a disability benefit if he/she was hired prior to January 1, 2007, and has at least five (5) years of creditable service or if hired after January 1, 2007, has seven (7) years of creditable service, and is not eligible for normal retirement, and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of an amount equal to three percent of the member's final average compensation multiplied by his years of service, not to be less than fifteen, or three percent multiplied by years of service assuming continued service to age 60.

Survivor Benefits

Upon the death of any member of Plan A with five (5) or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes.

Any member of Plan A, who is eligible for normal retirement at time of death, the surviving spouse shall receive an automatic Option 2 benefit, as outlined in the statutes.

Deferred Retirement Option Plan

Act 338 of 1990 established the Deferred Retirement Option Plan (DROP) for the Retirement System. DROP is an option for that member who is eligible for normal retirement.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 10-Retirement Commitments (continued)

In lieu of terminating employment and accepting a service retirement, any member of Plan A who is eligible to retire may elect to participate in the Defined Retirement Option Plan (DROP) in which they are enrolled for three years and defer the receipts of benefits. During participation in the plan, employer contributions are payable, but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or roll over the fund to an Individual Retirement Account.

Interest is accrued on the DROP benefits for the period between the end of DROP participation and the member's retirement date.

For individuals who become eligible to participate in the Deferred Retirement Option Plan on or after January 1, 2004, all amounts which remain credited to the individual's subaccounts after termination in the Plan will be placed in liquid asset money market investments at the discretion of the board of trustees. These subaccounts may be credited with interest based on money market rates of return or, at the option of PERS, the funds may be credited to self-directed subaccounts. The participant in the self - directed portion of this Plan must agree that the benefits payable to the participant are not the obligations of the state or PERS, and that any returns and other rights of the Plan are the sole liability and responsibility of the participant and the designated provider to which contributions have been made.

Cost of Living Increases

The Board is authorized to provide a cost of living allowance for those retirees who retired prior to July 1973. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. In addition, the Board may provide an additional cost of living increase to all retirees and beneficiaries who are over age sixty-five equal to 2% of the member's benefit paid on October 1, 1977, (or the member's retirement date, if later). Also, the Board may provide a cost of living increase up to 2.5% for retirees 62 and older. (RS 11:1937). Lastly, Act 270 of 2009 provided for further reduced actuarial payments to provide an annual 2.5% cost of living adjustment connecting at age 55.

Employer Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2023, the actuarially determined contribution rate was 7.49% of member's compensation for Plan A. However, the actual rate for the fiscal year ending December 31, 2024 was 11.50% for Plan A.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note **10-Retirement Commitments** (continued)

Non-employer Contributions

According to state statute, the System also receives ¼ of 1% of ad valorem taxes collected within the respective parishes, except for Orleans and East Baton Rouge parishes. The System also received revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2024, the District reported an liability in its financial statements of \$209,464 for its proportionate share of the net pension (assets) of PERS. The net pension /(assets) were measured as of December 31, 2023 and the total pension asset used to calculate the net pension obligation was determined by separate actuarial valuations performed as of that date. The District's proportion of the net pension asset was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected, contributions of all participating employers, actuarially determined.

For the year ended December 31, 2024, the District recognized a net pension expense (income) of \$58,654 in its activities.

At December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows | Deferred Inflows |
|---|-------------------|------------------|
| Differences between expected and actual experience | \$ 99,187 | \$ 56,224 |
| Net difference between projected and actual earnings on pension plan investments | 337,581 | 4,799 |
| Differences between District contributions and proportionate share of contributions | - | - |
| Changes in assumptions | - | 36,493 |
| District contributions made subsequent to the measurement date | 194,746 | - |
| | | |
| Total | \$ 631,514 | \$ 97,516 |
| | | |

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 10 - Retirement Commitments (continued)

The \$194,746 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year | |
|------|-------------------|
| 2025 | \$ 167,921 |
| 2026 | 284,094 |
| 2027 | (137,216) |
| 2028 | <u>121,969</u> |
| | <u>\$ 436,768</u> |

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of December 31, 2023 are as follows:

Parochial Employees' Retirement System of Louisiana Plan A

| | |
|----------------------------|---|
| Valuation Date | December 31, 2023 |
| Actuarial Cost Method | Entry Age Normal |
| Actuarial Assumptions: | |
| Investment Rate of Return | 6.40%, net of investment expense, including inflation |
| Projected Salary Increases | 4.75% |
| Expected Remaining Service | 4 years |
| Cost of Living Adjustments | The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees. |

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements

December 31, 2024

Note 10 - Retirement Commitments (continued)

| | |
|----------------|--|
| Mortality | Pub-2010 Public Retirement Plans Mortality Table for Health Retirees multiplied by 130% for males and 125% for females |
| Inflation Rate | 2.30% |

The discount rate used to measure the total pension liability was 6.40% for Plan A. 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 and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, *PERS's* fiduciary net position was projected to be available to make all projected future benefits 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.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building- block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.40% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.50% for the year ended December 31, 2023.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2023 are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term expected Portfolio Real Rate of Return</u> |
|------------------------------------|------------------------------|---|
| Fixed income | 33% | 1.12% |
| Equity | 51% | 3.20% |
| Alternatives | 14% | 0.67% |
| Real assets | 2% | 0.11% |
| Totals | 100% | 5.10% |
| Inflation | | <u>2.40%</u> |
| Expected Arithmetic Nominal Return | | <u>7.50%</u> |

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements December 31, 2024

Note 10 - Retirement Commitments (continued)

The mortality rate assumptions used was set based upon an experience study performed on plan data for their period January 1, 2018 through December 31, 2022. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the PERS's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

Sensitivity to Changes in Discount Rate

The following presents the net pension liability/asset of the participating employers as of December 31, 2024 calculated using the discount rate of 6.40%, as well as what the employers' net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower 5.40% or one percentage point higher 7.40% than the current rate.

| | <u>Changes in Discount Rate:</u> | | |
|-------------------------------|----------------------------------|-------------------|---------------------|
| | 1% | Current | 1% |
| | Decrease | Discount | Increase |
| | <u>5.40%</u> | <u>Rate 6.40%</u> | <u>7.40%</u> |
| Net Pension Liability (Asset) | <u>\$ 1,494,564</u> | <u>\$209,464</u> | <u>\$ (869,249)</u> |

Retirement Systems Audit Report

The Parochial Employees' Retirement System of Louisiana has issued a stand-alone audit report on their financial statements for the year ended December 31, 2023. Access to the report can be found on the Louisiana Legislative Auditor's website, www.la.la.gov.

Note 11-Post-Employment Benefits

The District does not provide any post-employment benefits; therefore, no disclosure for GASB Statement No. 75 - *Accounting and Financial Reporting of Postemployment Benefits Other Than Pensions*, is required.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Notes to Financial Statements
December 31, 2024

Note 12 - Compensation of Board Commissioners

A detail of compensation paid to individual board commissioners for the year ended December 31, 2024.

| <u>Board Member</u> | | <u>Amount</u> |
|---------------------|--|---------------|
| Calise Romero | | \$ 178 |
| Kattie Toups | | 17 |
| Phyllis Doxey | | 53 |
| Randall McFatter | | 298 |
| Terry Faulk | | 120 |
| Lynn Griffith | | 158 |
| Total | | \$ <u>824</u> |

Board commissioners receive mileage reimbursement using state guidelines for attendance of each board meeting.

Note 13 - Subsequent Events

Subsequent events were evaluated through the date of the audit report, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

Cameron Parish Ambulance District No. 2

**Parochial Employees' Retirement System of Louisiana
Schedule of the District's Proportionate Share of the Net Pension Lial
For The Year Ended December 31, 2024**

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|---|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| District's proportion of the net pension liability (asset) | 0.178% | 0.002% | 0.185% | -0.201% | 0.207% | 0.220% | -0.224% | -0.211% | 0.177% | 0.220% |
| District's proportionate share of the net pension liability (asset) | \$ 48,604 | \$ 457,344 | \$ 381,160 | \$ (149,061) | \$ 920,072 | \$ 10,362 | \$ (392,956) | \$ (996,252) | \$ 831,489 | \$ 209,464 |
| District's covered-employee payroll | \$ 996,178 | \$ 1,097,582 | \$ 1,236,107 | \$ 1,274,399 | \$ 1,395,743 | \$ 1,497,550 | \$ 1,419,018 | \$ 1,465,585 | \$ 1,593,470 | \$ 1,693,444 |
| District's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 4.9% | 41.7% | 30.8% | -11.7% | 65.9% | 0.69% | -27.69% | -67.98% | 52.18% | 12.37% |
| Plan fiduciary net position as a percentage of the total pension liability | 99.15% | 92.23% | 94.15% | 101.98% | 88.86% | 99.89% | 103.99% | 110.46% | 91.74% | 98.03% |

The schedule is intended to report information for 10 years. Additional years will be displayed as they become available. The amounts presented have a measurement date of the previous fiscal year.

The notes to financial statements are an integral part of this statement.

Cameron Parish Ambulance District No. 2

**Parochial Employees' Retirement System of Louisiana
Schedule of the District's Contributions
For The Year Ended December 31, 2024**

| | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Contractually required contribution | \$ 142,686 | \$ 154,513 | \$ 146,556 | \$ 160,510 | \$ 183,362 | \$ 173,830 | \$ 168,542 | \$ 183,249 | \$ 194,746 |
| Contributions in relation to the contractually required contribution | \$ 142,686 | \$ 154,513 | \$ 146,556 | \$ 160,510 | \$ 183,362 | \$ 173,830 | \$ 168,542 | \$ 183,249 | \$ 194,746 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| District's covered-employee payroll | \$ 1,097,582 | \$ 1,236,107 | \$ 1,274,399 | \$ 1,395,743 | \$ 1,497,550 | \$ 1,419,018 | \$ 1,465,585 | \$ 1,593,470 | \$ 1,693,444 |
| Contributions as a percentage of covered-employee payroll | 13.0% | 12.5% | 11.5% | 11.5% | 12.24% | 12.25% | 11.5% | 11.5% | 11.5% |

The schedule is intended to report information for 10 years. Additional years will be displayed as they become available. The amounts presented have a measurement date of the previous fiscal year.

The notes to financial statements are an integral part of this statement.

CAMERON PARISH AMBULANCE DISTRICT NO. 2

Schedule of Compensation, Reimbursements, Benefits and Other Payments to Agency Head,
Political Subdivision Head, or Chief Executive Officer- Louisiana Revised Statute 24:513 A. (1) (a)
For the Year Ended December 31, 2024

Agency Head Name: Rhonda Coleman, Executive Director

| Purpose | Amount |
|--|---------------|
| Salary | \$ 139,181 |
| Benefits-insurance | 31,635 |
| Benefits-retirement | 16,006 |
| Benefits-other | - |
| Car allowance | - |
| Vehicle provided by government | - |
| Per diem | - |
| Reimbursements | - |
| Travel | - |
| Registration fees | - |
| Conference travel | - |
| Continuing professional education fees | - |
| Housing | - |
| Unvouchered expenses | - |
| Special meals | - |

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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
Cameron Parish Ambulance District No. 2
Hackberry, Louisiana

We have audited 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, the financial statements of Cameron Parish Ambulance District No. 2 as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Cameron Parish Ambulance District No. 2's basic financial statements, and have issued our report thereon dated May 21, 2025.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, we considered Cameron Parish Ambulance District No. 2 internal control over financial reporting (internal control) to determine the 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 Cameron Parish Ambulance District No. 2's internal control. Accordingly, we do not express an opinion on the effectiveness of Cameron Parish Ambulance District No. 2 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.

Board of Commissioners
Cameron Parish Ambulance District No. 2

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cameron Parish Ambulance District No. 2's financial statements are free of material misstatement, we 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, we 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Steven M. DeRouen & Associates, LLC

Lake Charles, Louisiana
May 21, 2025

CAMERON PARISH AMBULANCE DISTRICT NO. 2

**Schedule of Findings
For the Year Ended December 31, 2024**

A. Summary of Independent Auditor's Results:

1. Unmodified opinion on financial statements.
2. No material weaknesses or significant deficiencies in internal control noted.
3. No instances of non-compliance noted.

B. GAGAS Findings:

None.

C. Prior Year Findings:

None.