

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

FINANCIAL REPORT
(Compiled)

December 31, 2019

HILL, INZINA & COMPANY

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HILL, INZINA & COMPANY

ACCOUNTANT'S COMPILATION REPORT

Board of Commissioners
Ward 2 Fire Protection District No. 1
of Morehouse Parish, Louisiana
Bastrop, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and each major fund of Ward 2 Fire Protection District No. 1 of Morehouse Parish, Louisiana (the "District") (a component unit of Morehouse Parish), as of and for the year ended December 31, 2019, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The District's management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the responsibility of management. This information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

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Management of the District has omitted the management's discussion and analysis information that GASB requires to be presented to supplement the basic financial statements. Such

missing information, although not a required part of the basic financial statements, is required by GASB who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

We are not in dependent with respect to the District.

/s/ Hill, Inzina & Co.

March 3, 2020

BASIC FINANCIAL STATEMENTS

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES - GENERAL FUND
December 31, 2019

ASSETS

Cash	\$	139,705
Certificates of deposit		72,015
Property taxes receivable		89,100
Capital assets:		
Land		5,210
Other capital assets, net of depreciation		<u>138,746</u>
Total assets	\$	<u>444,776</u>

DEFERRED INFLOWS OF RESOURCES

Property taxes	\$	<u>96,541</u>
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NET POSITION

Invested in capital assets	\$	143,956
Unrestricted		<u>204,279</u>
Total net position	\$	<u><u>348,235</u></u>

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES - GENERAL FUND
As of and for the Year Ended December 31, 2019

Expenses:	
Current:	
Public safety:	
Depreciation	\$ 28,539
Bank charges	182
Insurance	16,778
Legal and accounting	6,295
Maintenance and operations	41,020
Office supplies	3,790
Pension cost	2,849
Telephone	4,775
Training	88
Utilities	<u>2,169</u>
Total expenses	<u>\$ 106,485</u>
General revenues:	
Ad valorem taxes	\$ 89,473
Fire insurance rebate	4,151
Refuge revenue sharing	3,559
Interest	<u>36</u>
Total general revenues	<u>\$ 97,219</u>
Change in net position	\$(9,266)
Net position - beginning	<u>357,501</u>
Net position - ending	<u>\$ 348,235</u>

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

BALANCE SHEET - GOVERNMENTAL FUND - GENERAL FUND
December 31, 2019

ASSETS

Cash	\$ 139,705
Certificates of deposit	72,015
Property taxes receivable	<u>89,100</u>
Total assets	<u>\$ 300,820</u>

DEFERRED INFLOWS OF RESOURCES

Property taxes	\$ 96,541
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FUND BALANCE

Unassigned	<u>204,279</u>
Total deferred inflows of resources and fund balance	<u>\$ 300,820</u>

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
GOVERNMENTAL FUND - GENERAL FUND
As of and for the Year Ended December 31, 2019

Revenues:	
Ad valorem taxes	\$ 89,473
Fire insurance rebate	4,151
Refuge revenue sharing	3,559
Interest and miscellaneous	36
Total revenues	<u>\$ 97,219</u>
Expenditures:	
Current:	
Public safety:	
Bank charges	\$ 182
Insurance	16,778
Legal and accounting	6,295
Maintenance and operations	41,020
Office supplies	3,790
Pension cost	2,849
Telephone	4,775
Training	88
Utilities	2,169
Total expenditures	<u>\$ 77,946</u>
Net change in fund balance	\$ 19,273
Fund balance - beginning	<u>185,006</u>
Fund balance - ending	<u>\$ 204,279</u>

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

RECONCILIATION OF GOVERNMENTAL FUND BALANCE SHEET
TO GOVERNMENT-WIDE STATEMENT OF NET POSITION

December 31, 2019

Total fund balance - governmental fund balance sheet	\$ 204,279
Amounts reported for governmental activities in statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund.	<u>143,956</u>
Total net position of governmental activities - government-wide statement of net position	<u>\$ 348,235</u>

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

RECONCILIATION OF GOVERNMENTAL FUND STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
December 31, 2019

Net change in fund balance - governmental fund - general fund \$ 19,273

Amounts reported for governmental activities in statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense (\$28,539) exceeded capital outlay (\$0) in the current period.

(28,539)

Change in net position of governmental activities - government-wide statement of activities

\$ (9,266)

See accountant's compilation report.

REQUIRED SUPPLEMENTARY INFORMATION

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GOVERNMENTAL FUND - GENERAL FUND
As of and for the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget - Favorable <u>(Unfavorable)</u>
Revenues:				
Ad valorem taxes	\$ 78,000	\$ 89,363	\$ 89,473	\$ 110
Fire insurance rebate	4,300	4,150	4,151	1
Refuge revenue sharing	-	-	3,559	3,559
Interest and miscellaneous	<u>1,300</u>	<u>3,560</u>	<u>36</u>	<u>(3,524)</u>
Total revenues	<u>\$ 83,600</u>	<u>\$ 97,073</u>	<u>\$ 97,219</u>	<u>\$ 146</u>
Expenditures:				
Current:				
Public safety:				
Bank charges	\$ -	\$ 990	\$ 182	\$ 808
Dues	162	-	-	-
Insurance	22,000	16,780	16,778	2
Legal and accounting	3,020	7,400	6,295	1,105
Maintenance and operations	10,000	40,200	41,020	(820)
Office supplies	1,500	4,700	3,790	910
Pension cost	-	-	2,849	(2,849)
Telephone	-	3,800	4,775	(975)
Training	600	890	88	802
Utilities	7,000	2,170	2,169	1
Capital outlay	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 47,282</u>	<u>\$ 76,930</u>	<u>\$ 77,946</u>	<u>\$(1,016)</u>
Net change in fund balance	\$ 36,318	\$ 20,143	\$ 19,273	\$(870)
Fund balance - beginning	<u>148,784</u>	<u>183,211</u>	<u>185,006</u>	<u>1,795</u>
Fund balance - ending	<u>\$ 185,102</u>	<u>\$ 203,354</u>	<u>\$ 204,279</u>	<u>\$ 925</u>

See accountant's compilation report.

OTHER SUPPLEMENTARY INFORMATION

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS,
AND OTHER PAYMENTS TO AGENCY HEAD
As of and For the Year Ended December 31, 2019

The District paid no compensation, reimbursements, or benefits to an agency head during the year ended December 31, 2019.

See accountant's compilation report.

WARD 2 FIRE PROTECTION DISTRICT NO. 1
OF MOREHOUSE PARISH, LOUISIANA

SUMMARY SCHEDULE OF PRIOR YEAR FINDING
As of and For the Year Ended December 31, 2019

Section I - Compilation

2018-1 Noncompliance with Local Government Budget Act

Actual expenditures for the year ended December 31,
2018 exceeded budgeted appropriations by 5.5%.

Resolved.

Section II - Management Letter

None issued.