
PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.
(A NOT FOR PROFIT ORGANIZATION)

FINANCIAL REPORT

DECEMBER 31, 2017

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(A NOT FOR PROFIT ORGANIZATION)
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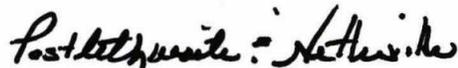
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Fire Chief
Paincourtville Volunteer Fire Department, Inc.
Paincourtville, Louisiana

Management is responsible for the accompanying financial statements of Paincourtville Volunteer Fire Department, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements 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 AICPA. 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.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to the chief executive officer is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.



Donaldsonville, Louisiana
June 29, 2018

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.

(A NOT FOR PROFIT ORGANIZATION)

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2017

	<u>2017</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 56,777
Certificates of deposit	150,229
Accounts receivable	60,948
Buildings and equipment, net	1,068,810
Land	58,425
TOTAL ASSETS	<u>1,395,189</u>
 <u>LIABILITIES</u>	 -
 <u>NET ASSETS</u>	
Unrestricted	1,395,189
TOTAL NET ASSETS	<u>1,395,189</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 1,395,189</u>

See accompanying notes and independent accountants' compilation report.

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.

(A NOT FOR PROFIT ORGANIZATION)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED DECEMBER 31, 2017

	<u>2017</u>
<u>REVENUES</u>	
Contributions from government agencies	\$ 158,093
Interest revenue	229
Other revenue	37,988
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Total revenues	196,310
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<u>EXPENDITURES</u>	
Public safety	
Depreciation	85,927
Dues and subscriptions	647
Education and training	3,195
Fuel	2,709
Loss on disposal of assets	1,226
Miscellaneous	10,377
Office supplies	3,177
Professional fees	11,100
Repairs and maintenance	39,423
Supplies	15,383
Technical support	130
Utilities and telephone	12,228
	<hr/>
Total expenditures	185,522
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Change in net assets	10,788
Unrestricted net assets at beginning of year	1,384,401
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Unrestricted net assets at end of year	\$ 1,395,189
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See accompanying notes and independent accountants' compilation report.

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.

(A NOT FOR PROFIT ORGANIZATION)

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2017

	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 10,788
Adjustments to reconcile change in net assets provided by operating activities:	
Depreciation	85,927
Loss on fixed asset disposals	1,226
Increase in accounts receivable	(2,910)
Decrease in accounts payable	(3,699)
Net cash provided by operating activities	<u>91,332</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of buildings and equipment	(61,551)
Purchases of certificates of deposits	(150,229)
Net cash used in investing activities	<u>(211,780)</u>
Net decrease in cash and cash equivalents	(120,448)
Cash and cash equivalents at January 1	<u>177,225</u>
Cash and cash equivalents at December 31	<u>\$ 56,777</u>

See accompanying notes and independent accountants' compilation report.

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.
(A NOT FOR PROFIT ORGANIZATION)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

- A. The Paincourtville Volunteer Fire Department, Inc. (the Fire Department) is a non-profit organization formed on August 10, 1978 to provide fire protection to the citizens of the Paincourtville, Louisiana area.
- B. To ensure proper usage of restricted and unrestricted assets, the Fire Department maintains its accounts according to accounting principles generally accepted in the United States of America, whereby funds are classified in accordance with specified restrictions or objectives.
- C. Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. Management considers accounts receivable that are more than 30 days old to be past due. Management has determined that all receivables as of year end are collectible.
- D. Buildings, vehicles, and equipment are recorded at cost and are being depreciated using the straight-line methods over their estimated useful lives as follows:

Buildings	30 - 40 years
Vehicles & Equipment	5 - 10 years
- E. The majority of the Fire Department's revenue is derived from ad valorem taxes received by the Assumption Parish Police Jury.
- F. The Fire Department reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose of restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions. The Fire Department has no temporary or permanently restricted net assets at December 31, 2017.

The Fire Department reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Fire Department reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributions of noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.
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NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

- G. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- H. The Fire Department considers all cash accounts, money market funds and all highly liquid deposits with a maturity of three months or less when purchased to be cash and cash equivalents.
- I. Certificates of deposit mature within one year and are carried at cost, which approximates fair value.
- J. The Fire Department accounts for income taxes in accordance with income tax accounting guidance included in the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC).

The Fire Department is a nonprofit organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. Therefore, the Fire Department has not recorded a provision for income taxes in the accompanying financial statements and the Fire Department does not have any uncertain tax positions. The Fire Department files a federal income tax return under U.S. federal jurisdiction. With few exceptions, the Fire Department is no longer subject to U.S. federal examinations by tax authorities for the year before 2014.

2. Cash and Cash Equivalents

At December 31, 2017, the carrying amounts of the Fire Department's deposits were as follows:

Demand deposit accounts	\$ <u>56,777</u>
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These deposits are stated at cost, which approximates fair value.

PAINCOURTVILLE VOLUNTEER FIRE DEPARTMENT, INC.
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NOTES TO FINANCIAL STATEMENTS

3. Custodial Risk

Custodial credit risk is the risk that in the event of a financial institution failure, the Fire Department's deposits may not be returned to them. To mitigate this risk, these deposits are secured by federal deposit insurance. As of December 31, 2017, the Fire Department's bank balance was \$207,006. The entire bank balance of the Fire Department was covered by federal depository insurance and there was no exposure to custodial credit risk.

4. Fixed Assets

Fixed assets at December 31, 2017 consist of the following:

Land	\$ 58,425
Buildings	\$ 1,101,978
Furniture and Equipment	1,105,597
Buildings and Equipment	2,209,170
Less: Accumulated Depreciation	(1,138,765)
Buildings and Equipment, Net	\$ 1,070,036

Depreciation expense was \$85,927 for the year ended December 31, 2017.

5. Contribution from Government Agencies

The Fire Department has a contract with Assumption Parish Police Jury to provide fire protection for a specific district of the parish in exchange for the receipt of the ad valorem taxes that have been levied for the respective district.

Contributions from government agencies for the year ended December 31, 2017 consist of the following:

Assumption Parish Police Jury	\$ 158,093
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6. Subsequent Events

In preparing the financial statements, Paincourtville Volunteer Fire Department, Inc. has evaluated events and transactions for potential recognition or disclosure through June 29, 2018, and has determined that no events occurred that require disclosure.

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SCHEDULE OF COMPENSATION, BENEFITS
AND OTHER PAYMENTS TO CHIEF EXECUTIVE OFFICER
YEAR ENDED DECEMBER 31, 2017

Fire Chief : Rudy Prejean

<u>Purpose</u>	<u>2017</u>	
	Amount	
Amounts paid directly to the Fire Chief		
Salary	\$	-
Benefits		-
Travel		-
Reimbursements		-

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SCHEDULE OF FINDINGS AND RESPONSES

COMPLIANCE FINDING

None.



**Paincourtville Volunteer Fire Department
P.O. Box 308
Paincourtville, LA 70391
(985) 369-7134**

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

COMPLIANCE FINDING

None.