

**MANSURA VOLUNTEER FIRE DEPARTMENT, INC.**  
Mansura, Louisiana

**Financial Statements**  
For the Year Ended June 30, 2017

## TABLE OF CONTENTS

	<u>Page</u>
Independent Accountant's Compilation Report	1
Statement of Net Position	2
Statement of Activies	3
Statement of cash flows	4
Notes to Financial Statements	5
Other Required Supplementary Information	9
Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer	10

# Paul Dauzat, CPA

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 12359  
Alexandria, LA 71315

MEMBER  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

---

## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Board of Directors  
Mansura Volunteer Fire Department, Inc.  
Mansura, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities of the Mansura Volunteer Fire Department, Inc., (a non-profit organization) as of and for the year ended June 30, 2017, which collectively comprise the Volunteer Fire Department's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial in an appropriate operational, economic, or historical context.

### **Other Supplementary Information**

The other supplemental information, although not a part of the basic financial statements, is required by Louisiana Revised Statue 24:513 to supplement the basic financial statements. The supplementary information has been compiled from information that is the representation of management. I have not audited or reviewed the other supplementary information and, accordingly, do not express an opinion, conclusion, nor provide any form of assurance on such supplementary information.



Paul Dauzat  
Certified Public Accountant

December 20, 2017

**MANSURA VOLUNTEER FIRE DEPARTMENT, INC.**

Mansura, Louisiana

**Statement of Net Position**

June 30, 20107

(Unaudited)

**ASSETS**

Current Assets	
Cash and Cash Equivalents	\$ 51,491
Accounts Receivable	88,513
Total Current Assets	<u>140,004</u>
Property and Equipment	
Nondepreciable Capital Assets	1,500
Depreciable Capital Assets, Net	540,083
Total Property and Equipment	<u>541,583</u>
Total Assets	<u>\$ 681,587</u>

**LIABILITIES**

Current Liabilities	
Current Portion of Long-Term Debt	\$ 29,167
Accounts Payable	4,316
Accrued Interest Payable	4,461
Total Current Liabilities	<u>37,944</u>
Long-Term Liabilities	
Notes Payable	239,754
Total Liabilities	<u>277,698</u>

**NET POSITION**

Investment in Capital Assets ( net of debt )	272,662
Unrestricted	131,227
Total Net Position	<u>\$ 403,889</u>

See independent accountant's compilation report.

**MANSURA VOLUNTEER FIRE DEPARTMENT, INC.**

Mansura, Louisiana

**Statement of Activities**

For the Year Ended June 30, 2017

(Unaudited)

**SUPPORT**

Fundraising, Net \$ 1,704

**REVENUE**

Ad Valorem Taxes 120,394

Intergovernmental Revenue

    2% Fire Insurance Rebate 27,672

    Sales Tax Revenue 27,876

    Avoyelles Parish Police Jury 1,080

    Town of Mansura, Louisiana 20,000

Interest Income 82

Miscellaneous Revenue 450

    Total Revenue 197,554

Total Support and Revenue 199,258

**OPERATING EXPENSES**

Depreciation 71,361

Interest 16,111

Insurance 21,538

Office 5,667

Repairs 29,408

Telephone 2,031

Legal and Professional 1,200

Meeting Fees 1,893

Utilities 5,090

Uniforms 3,466

Fireman's Per Diem 8,240

Conference Expenses 4,687

Fuel 3,486

Equipment Testing 12,540

Banquet Expense 3,305

Other 604

    Total Operating Expenses 190,627

**CHANGE IN NET POSITION**

8,631

**Net Position, Beginning of the Year**

395,258

**Net Position, End of the Year**

\$ 403,889

See independent accountant's compilation report.

**MANSURA VOLUNTEER FIRE DEPARTMENT, INC.**  
Mansura, Louisiana

**Statement of Cash Flows**  
For the Year Ended June 30, 2017  
(Unaudited)

<b>Cash Flows Provided by Operating Activities:</b>	
Change in Net Position	\$ 8,631
Adjustments to Reconcile Change in Net Position -	
Depreciation	71,361
Decrease in Accounts Receivable	(4,667)
Increase in Accounts Payable	2,723
Total Adjustments	<u>69,417</u>
Net Cash Provided by Operating Activities	<u>78,048</u>
<b>Cash Flows from Investing Activities:</b>	
Purchase of Equipment	(84,141)
Decrease in Construction in Progress	<u>28,009</u>
Net Cash Used from Investing Activities	<u>(56,132)</u>
<b>Cash Flows from Financing Activities:</b>	
Decrease in Accrued Interest Payable	(1,512)
Proceeds from Long-Term Financing	30,820
Payment of Principle on Notes Payable	<u>(75,342)</u>
Net Cash Used by Financing Activities	<u>(46,034)</u>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>(24,118)</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b><u>75,609</u></b>
<b>Cash and Cash Equivalents, End of Year</b>	<b><u>\$ 51,491</u></b>

See independent accountant's compilation report.

# MANSURA VOLUNTEER FIRE DEPARTMENT, INC.

Mansura, Louisiana

## Notes to the Financial Statements

### Introduction

The Mansura Volunteer Fire Department was created on September 12, 1988 as a nonprofit corporation as defined in Louisiana Revised Statutes of R.S. 1950 Title 12, Chapter 2. The Organization operates under a Board of Directors consisting of a President, Vice-President, and a Secretary-Treasurer. Board members are elected on an annual basis. The members of the Mansura Volunteer Fire Department vote on all matters brought before the Board. The Fire Department serves approximately 2,007 structures and meetings are held monthly.

### **1 Summary of Significant Accounting Policies**

#### A. Basis of Presentation

The accompanying financial statements of the Mansura Volunteer Fire Department, Inc., have been prepared in conformity with generally accepted accounting principles (GAAP) and follow the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards. Under those standards, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

#### B. Basis of Accounting

The financial statement of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

##### Unrestricted Net Assets

Net assets not subject to donor-imposed stipulations.

##### Temporarily Restricted Net Assets

Net asset subject to donor-imposed stipulations that may not or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

##### Permanently Restricted Net Assets

Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

#### C. Income Tax

The Organization is not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

D. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, and expenses during the reporting period. Actual results could differ from those estimates.

E. Cash and Cash Equivalents Cash Flows

For purpose of the statement of net position, cash and interest-bearing deposits include all demand accounts, saving accounts, and highly liquid investments maturing in three months or less.

F. Receivables

Receivables are the result of unpaid assessed property taxes. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1st and are due and payable on or before December 31. All unpaid taxes become delinquent January 2 of the following year. The taxes are assessed by the Avoyelles Parish Assessor's Office and collected by the Avoyelles Parish Sheriff's Office. The taxes are then remitted to the Avoyelles Parish Police Jury on behalf of Fire Protection District No. 2. The Fire Department is one of 14 members in the District. After deducting a fee of \$40,000 to defray the expenses of the Board of Commissioners of the Fire Protection District, each member is guaranteed a base amount of \$25,000. Any remaining funds are distributed to the members on a basis of structures served.

G. Capital Assets

Capital assets, which include property, plant, equipment, are reported in the business-type activities of the financial statements. Capital assets are capitalized at historical 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. Depreciation is computed on a straight-line basis over the estimated useful lives of the assets generally as follows:

Building and Improvements	10-40 Years
Furniture and Equipment	5-25 Years
Vehicles	5-20 Years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

H. Revenues and Support

Support revenue is considered to be available for unrestricted use unless specifically restricted by the donor. Mansura Volunteer Fire Department, Inc., has not received in support with any donor imposed restrictions that would cause the revenue to be temporarily or permanently restricted.

## 1 Long-Term Debt

All long-term debt to be repaid from business-type resources is reported as liabilities in the financial statements. The long-debt consist of bonds payable to FHA.

## 2 Cash and Investments

Under state law, the Organization may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the law of any other state in the Union, or the laws of the United States. The Organization may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2017, the Organization had cash and interest-bearing deposits (book balances) totaling \$75,609. 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. 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 bank. Deposit balances (bank balances) at June 30, 2017 were \$75,675 and was secured by federal deposit insurance agency. Of this amount, \$22,813 was tax monies, which is required to be expended on fire equipment and supplies.

## 3 Accounts Receivable

The accounts receivable balance at June 30, 2017 consisted of the following:

Due from Fire District No. 2	\$ 73,726
Sales Taxes	14,787
Avoyelles Parish Police Jury	-
Total Receivable	<u>\$ 88,513</u>

## 4 Property, Plant and Equipment

A summary of changes in property, plant and equipment is as follows:

	Balance 06/30/2016	Additions	Deletions	Balance 06/30/17
Nondepreciable Assets				
Land	\$ 1,500	\$ -	\$ -	\$ 1,500
Construction in Progress	28,009	-	(28,009)	-
Total Nondepreciable Assets	29,509	-	(28,009)	1,500
Depreciable Assets				
Building	306,832	28,009	-	334,841
Equipment	724,979	7,682	0	732,661
Trucks	915,969	48,450	-	964,419
Totals	1,947,780	84,141	-	2,031,921
Accumulated Depreciation	(1,420,477)	(71,361)	-	(1,491,838)
Total Capital Assets	<u>\$ 527,303</u>	<u>\$ 12,780</u>	<u>\$ -</u>	<u>\$ 540,083</u>

Depreciation expense for the year ended June 30, 2016 was \$68,434.

Deductions	(75,342)
Long-term obligations payable, at end of the year	<u>\$ 268,921</u>

Notes and bonds payable (current and long-term portions) are financed with the Farmers Home Administration (FHA).

Notes and bonds payable at June 30, 2017 consist of the following individual liability:

Government Capital Organization - \$204,000 note dated November 11, 2009 due in annual installments of \$19,999; interest at 5 per cent per annum; maturing in 2024; and is secured by pumper truck.	\$ 132,523
Cottonport Bank - \$30,820 note dated July 25, 2016 due in monthly installments of \$600; interest at 6.26 per cent per annum; maturing in 2022; and is secured by suburban vehicle.	25,866
<u>Red River Bank</u> - \$150,075 unsecured note dated September 7, 2012 due in monthly installments of \$1,076; interest at 3.5 per cent per annum; maturing in 2027.	<u>110,532</u>
Total Notes Payable	<u>268,921</u>
Less Current Portion	<u>(29,167)</u>
Long-Term Portion	<u>\$ 239,754</u>

The annual requirements to amortize all notes and bonds outstanding as of June 30, 2017 are as follows:

<u>Period Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 29,167	\$ 10,944	\$ 40,111
2019	30,483	9,628	40,111
2020	31,861	5,192	37,053
2021	33,306	4,099	37,405
2022	28,047	5,469	33,516
2023-2027	113,673	10,627	124,300
2028	2,384	11	2,395
Total	<u>\$ 268,921</u>	<u>\$ 45,970</u>	<u>\$ 314,891</u>

## 6 Retirement Commitments

Individuals who serve the Fire Department are volunteers; therefore, there is no liability for any retirement benefits.

## 7 Litigation

At June 30, 2017 there is no litigation pending against the Organization.

## 8 Federal and State Grants

The Organization did not receive any federal or state grants in the fiscal year ended June 30, 2017.

**OTHER REQUIRED SUPPLEMENTARY INFORMATION**

**MANSURA VOLUNTEER FIRE DEPARTMENT, INC.**  
Mansura, Louisiana

**Schedule of Compensation, Benefits and Other Payments to  
Agency Head or Chief Executive Officer  
For the Year Ended June 30, 2017**

**Name of Agency Head:** Kenney Bordelon, President

Purpose		
Salary	\$	-
Benefits - Insurance		-
Benefits - Retirement		-
Car Allowance		-
Vehicle Provided by Agency		-
Per Diem		50
Reimbursement for Call Outs		580
Travel		-
Registration Fees		-
Conference Travel		-
Vouchered Expenses		-
Special Meals		-
Total of Compensation, Benefits and Other Payments	\$	<u>630</u>