

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana**

**Annual Financial Statements
As of and for the Year
Ended December 31, 2023**

Minda B. Raybourn
Certified Public Accountant
Limited Liability Company
820 11TH AVENUE
FRANKLINTON, LOUISIANA 70438

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana**

**Annual Financial Statements
As of and for the Year Ended December 31, 2023
With Supplemental Information Schedules**

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Minda B. Raybourn

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Limited Liability Company

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MEMBER
A.I.C.P.A.

MEMBER
L.C.P.A.

Board of Commissioners
Washington Parish Fire
Protection District No.2
Richardson, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities of Washington Parish Fire Protection District No. 2, a component unit of Washington Parish Government, as of and for the year ended December 31, 2023, and related notes to the financial statements, 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. I 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. 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis Schedule of Revenues, Expenditures, and changes in Fund Balances Budget (GAAP Basis) and Actual General Budget be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context.

Management has omitted the management's discussion and analysis that the Government Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements is required by the Government Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial in an appropriate operational, economic, or historical context. Such information is the responsibility of management. The required supplementary information was subject to my compilation engagement. I have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

The supplementary information contained in the Other-Supplemental Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of 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 supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

I am not independent with respect to Washington Parish Fire Protection District No.2.

Minda Raybourn

Minda Raybourn
Certified Public Accountant
Franklinton, Louisiana
April 26, 2024

FINANCIAL STATEMENTS

STATEMENT A

WASHINGTON PARISH FIRE PROTECTION DISTRICT #2

WASHINGTON PARISH GOVERNMENT

Richardson, Louisiana

Statement of Net Position

December 31, 2023

	<u>Governmental Activities</u>
ASSETS:	
Cash and cash equivalents	\$ 134,821
Cash restricted	28,131
Receivables	155,655
Prepaid expenses	13,440
Capital assets	
Land	70,062
Fire trucks	638,414
Fire stations	608,674
Equipment	190,602
Less accumulated depreciation	<u>(810,324)</u>
Capital assets , net	<u>697,428</u>
Right-of-use asset	370,000
Less: accumulated amortization	<u>(35,972)</u>
Right-of-use asset, net	<u>334,028</u>
Total Assets	<u>1,363,503</u>
LIABILITIES:	
Accounts payable	1,294
Pension deduction	5,306
Long-term debt due in one year	27,000
Lease payable due in one year	18,778
Long-term debt due more than one year	210,000
Lease payable due more than one year	<u>278,401</u>
Total Liabilities	<u>540,779</u>
NET POSITION	
Invested in capital assets, net of related debt	497,277
Restricted for Debt	28,131
Unrestricted	<u>297,316</u>
Total Net Position	<u>\$ 822,724</u>

See accompanying notes to the financial statement and accountant's compilation report.

STATEMENT B
WASHINGTON PARISH FIRE PROTECTION DISTRICT #2
WASHINGTON PARISH GOVERNMENT
Richardson, Louisiana
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

EXPENSES:	
Amortization	\$ 24,667
Depreciation	27,971
Dues	350
Fuel, gas, and oil	5,166
Insurance	33,706
Interest	16,190
Medical Equipment	2,998
Office Supplies	3,936
Other	838
Pension deduction	5,306
Professional Fees	11,000
Repairs and maintenance	54,159
Supplies	2,323
Telephone	7,172
Training	2,548
Voice notificaton	966
Utilities	4,172
TOTAL PROGRAM EXPENSES	203,468
REVENUES:	
Ad valorem taxes	156,139
Insurance Rebate	13,723
State revenue sharing	7,919
Interest earned	376
Other revenues	5
TOTAL PROGRAM REVENUES	178,162
CHANGE IN NET POSITION	(25,306)
BEGINNING NET POSITION	848,030
ENDING NET POSITION	\$ 822,724

See accompanying notes to the financial statement and accountant's compilation report.

STATEMENT C

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 2
Richardson, Louisiana
Balance Sheet
Governmental Funds
December 31, 2023

	General Fund	Debt Service Fund	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS AND OTHER DEBITS			
ASSETS:			
Cash and cash equivalents	\$ 15,226	\$ -	\$ 15,226
Receivables	119,665	35,990	155,655
Due from other funds	-	-	-
Prepaid expense	13,440	-	13,440
RESTRICTED ASSETS:			
Cash	119,595	28,131	147,726
TOTAL ASSETS	<u>\$ 267,926</u>	<u>\$ 64,121</u>	<u>\$ 332,047</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts payable	\$ 1,294	\$ -	\$ 1,294
Due to other funds	-	-	-
Pension deduction	4,079	1,227	5,306
Total Liabilities	<u>5,373</u>	<u>1,227</u>	<u>6,600</u>
FUND BALANCES			
Unspendable	\$ 13,440	\$ -	\$ 13,440
Restricted for Debt Service	-	62,894	62,894
Committed for Capital Outlay	119,595	-	119,595
Unassigned	129,518	-	129,518
Total Fund Balances	<u>262,553</u>	<u>62,894</u>	<u>325,447</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 267,926</u>	<u>\$ 64,121</u>	<u>\$ 332,047</u>
RECONCILIATION TO GOVERNMENT WIDE STATEMENT:			
Fund Balance			\$ 325,447
Capital assets used in governmental funds are not financial resources, and are not reported in the funds.			
Land and other capital assets, net of depreciation			697,428
Right of use assets, net of amortization			334,028
Some liabilities including long term debt are not due and payable in the current period, and therefore, are not reported in the funds			
Bonds payable			(237,000)
Lease payable			(297,179)
TOTAL NET POSITION			<u>\$ 822,724</u>

See accompanying notes to the financial statement and accountant's compilation report.

STATEMENT D

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 2
 Richardson, Louisiana
 Statement of Revenues, Expenditures
 and Changes in Fund Balance
 Governmental Funds
 For the Year Ended December 31, 2023

	General	Debt Service	Total
REVENUES:			
Ad valorem taxes	\$ 119,338	\$ 36,801	\$ 156,139
Insurance Rebate	13,723	-	13,723
State revenue sharing	7,919	-	7,919
Interest earned	271	105	376
Contributions of assets	-	-	-
Other	5	-	5
Total Revenues	<u>141,256</u>	<u>36,906</u>	<u>178,162</u>
EXPENDITURES:			
Capital Outlay	5,382	-	5,382
Dues	350	-	350
Fuel, gas, and oil	5,166	-	5,166
Insurance	33,706	-	33,706
Interest	10,131	-	10,131
Lease financing principal	18,194	-	18,194
Medical Equipment	2,998	-	2,998
Office Supplies	3,936	-	3,936
Other	838	-	838
Professional Fees	11,000	-	11,000
Repairs and maintenance	54,159	-	54,159
Supplies	2,323	-	2,323
Telephone	7,172	-	7,172
Training	2,548	-	2,548
Utilities	4,172	-	4,172
Voice notification	966	-	966
Debt service:			
Principal retirement	-	26,000	26,000
Interest	-	6,059	6,059
Pension deduction	4,079	1,227	5,306
Total expenditures	<u>167,120</u>	<u>33,286</u>	<u>200,406</u>
Net change in fund balance	(25,864)	3,620	(22,244)
FUND BALANCE, JANUARY 1, 2023	<u>288,417</u>	<u>59,274</u>	<u>347,691</u>
FUND BALANCE, DECEMBER 31, 2023	<u>\$ 262,553</u>	<u>\$ 62,894</u>	<u>\$ 325,447</u>

See accompanying notes to the financial statement and accountant's compilation report.

STATEMENT E

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 2

Richardson, Louisiana

Reconciliation of Statement of Revenues, Expenditures
and Change in Fund Balance to Statement of Activities

For the Year Ended December 31, 2023

CHANGE IN FUND BALANCE	\$	(22,244)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the effect of capital outlay, depreciation expense, and other capital asset transactions in the current period.

Capital Outlay	5,382
Depreciation Expense	(27,971)
Amortization Expense	(24,667)

Repayment of lease principal is an expenditure in governmental funds but the repayment reduces long-term liabilities in the Statement of Net Position. Proceeds received through leases are recorded as an other financing source in governmental funds, but as increases in a long term liability in the Statement of Net Position.

Proceeds from leases	-
Principal payments - capital leases	18,194

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position

Debt Payment	<u>26,000</u>
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Change in Net Position	<u>\$</u>	<u>(25,306)</u>
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See accompanying notes to the financial statement and accountant's compilation report.

NOTES TO FINANCIAL STATEMENTS

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

INTRODUCTION

As provided by the Louisiana Revised Statute 40:1496.12B, the Fire Protection District No.2 of Washington Parish was created November 11, 1987 through a resolution passed by the Washington Parish Police Jury. The District shall constitute a public corporation and as such shall have all the powers of public corporations, including perpetual existence and the right and power to incur debt and contract obligations, to sue and be sued, and to have a corporate seal. The District shall also be authorized to do and perform all acts in its corporate capacity and in its name, necessary and proper, for the purposes of acquiring, maintaining and operating buildings, machinery, equipment, water tanks, water hydrants, water lines, and such other things as might be necessary or proper for effective fire prevention and control as considered necessary by the parish governing body of the District for the protection of the property within the limits of the District against fire.

The governing body of the parish shall appoint a five member board that shall perform all duties, functions, and powers responsible for the operation and maintenance of the District. All funds of the District shall be administered by the board. Members of the board of commissioners may be paid a per diem of fifty dollars for attending meetings of the board, and may be reimbursed any expenses incurred in performing the duties imposed upon them.

The District encompasses approximately 90 square miles in a portion of Wards 9 and 1 of Washington Parish, and serves approximately 2,400 residents and several small businesses operating in this District. It operates three fire stations, one on Louisiana Highway 10 in the Richardson Community, a second on Louisiana Highway 450 in the Stoney Point Community and a third fire station in the Vernon Community, with a volunteer staff of firefighters.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING AND FINANCIAL STATEMENT

The District's financial statements are prepared on the modified accrual basis in accordance with accounting principles generally accepted in the United States of America. The District applies all Governmental Accounting Standards Board (GASB) pronouncements as well as Financial Accounting Standards Board (FASB) statements and interpretations, and the Accounting Principle Board (APB) of the Committee on Accounting Procedures, Issued on or before November 1989, unless those pronouncements conflict or contradict with GASB pronouncements.

These financial statements are presented in conformance with GASB Statement No.34, *Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments*. Statement No. 34 established standards for financial reporting, with presentation requirements including a statement of net position (or balance sheet), a statement of activities and change in net position, and a statement of cash flows.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

B. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Washington Parish Government is the financial reporting entity for Washington Parish. The financial reporting entity consists of (a) the primary government, parish council, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Washington Parish Government for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the parish council to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the parish council.
2. Organizations for which the parish council does not appoint a voting majority but are fiscally dependent on the parish council
3. Organizations for which the reporting entity's financial statements would be misleading if data of this organization is not included because of the nature or significance of the relationship.

Because the parish council appoints a voting majority of the District's governing board and the parish council has the ability to impose its will on the District, the District was determined to be a component unit of the Washington Parish Government, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the parish government, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING

The District maintains its financial records on a fund basis, whereby a self-balancing set of accounts (Governmental Fund) is maintained that comprises its assets, liabilities, fund equity, revenues, and expenses. The general fund of the District accounts for all financial resources, except those required to be accounted for in other funds.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

D. BASIS OF ACCOUNTING

The accompanying financial statements of the Washington Parish Fire Protection District No. 2 have been prepared in conformity with generally accepted accounting principles of the United State of America (GAAP) as applied to government units. The accompanying financial statements have been prepared in conformity with Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments*. Under GASB-34, a statement of net assets and statement of activities are prepared which are presented on the accrual basis of accounting. The significant differences are capital outlay is reported as an asset and depreciated in the government-wide statement. Also long term obligations are recorded as liabilities. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective for financial statement periods ending after December 15, 2012, provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. Concepts Statement No. 4, *Elements of Financial Statements*, introduced and defined Deferred Outflows of Resources as a consumption of net assets by the government that is applicable to a future reporting period, and Deferred Inflows of Resources as an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. GASB Concepts Statement 4 identifies net position as the residual of all other elements presented in a statement of financial position. This Statement amends the net asset reporting requirements in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets.

The accounting and financial reporting treatment applied to a fund is determined by its measurement of focus. With this measurement of focus, only current assets and current liabilities generally are included on the balance sheet in the fund statements. Long term assets and long term liabilities are included in the governmental-wide statements. Operating statements of governmental funds present increases (revenues), other financing sources and decreases (expenditures), and other financing uses are included in current assets.

The government-wide statements of net position and statement of activities are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with operation of these activities are included on the statement of net position.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

The statements of net position and statements of activities are presented on the accrual basis of accounting. Under this method of accounting exchange, revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to receipt or disbursement of cash.

The modified accrual basis of accounting is used by the governmental funds. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. Effective for financial statements issued after June 30, 2000, GASB Statement 33, Accounting and Financial reporting for Non-exchange Transactions, defines a non-exchange transaction as a transaction whereby the government gives or receives value without directly receiving or giving equal value in return. Property taxes are imposed non-exchange revenues which result from assessments imposed on nongovernmental entities including individuals. Assets should be recognized when the government has an enforceable lien or legal claim to the resources, or the resources are received, whichever occurs first. Property tax revenues are recognized in the period in which the District has legal claim to the resources. However, for revenue to be recognized under the modified accrual basis, the measurable and available criteria must also be met. Governmental funds use the following practices in recording revenues and expenditures:

REVENUES

Revenues are recognized in the accounting period they become available and measurable. Donations, fund raising net revenues and state revenue sharing is recorded when received. Ad valorem taxes become a lien against the assessed property on assessment date or levy date. Property taxes collected by the taxing authority, but not remitted to the District at year-end, are accrued in revenue and included in property tax receivable.

EXPENDITURES

Expenditures are recognized in the accounting period when the fund liability is incurred.

E. BUDGETS

The District does not have a formal policy on adopting a budget. The budget for the year ending December 31, 2023, was adopted at the District's regular meeting. The budget was amended before the fiscal year ended. All appropriations lapse at year-end. The District was within the 5% mandated requirement for revenues and other sources. The District was in compliance with the 5% mandated requirement for expenditures and other uses.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

F. ENCUMBRANCES

The District does not use encumbrance accounting.

G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

H. PREPAID ITEMS

Prepaid items consist of expenses, paid in the current year, that cover operations, during the next fiscal year.

I. CAPITAL ASSETS

Capital outlays are recorded as expenditures of the General Fund and as assets in the government-wide financial statement. Depreciation is recorded on general fixed assets on a government-wide basis using the straight-line method and the following estimated useful life:

Fire Stations	40 years
Fire Trucks and Other Trucks	5-20 years
Equipment	3-10 years

Fixed assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated assets are valued at fair market value on the date donated. The cost of all assets acquired prior to 1989 have been valued using estimated historical cost.

J. COMPENSATED ABSENCES

The District does not have any paid employees; therefore, it does not have a formal leave policy.

K. LONG-TERM OBLIGATIONS

Long-term obligations are reported in the government-wide financial statement.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

L. EQUITY-GOVERNMENT WIDE FINANCIAL STATEMENTS

In the government wide financial statements, equity is classified as net position in the following:

- Invested in capital assets, net of related debt – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or indebtedness attributable to acquisition, construction, or improvement of those assets. If there are significant unspent proceeds at year-end, the portion of the debt attributable to unspent proceed in not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net asset calculation as unspent proceeds.
- Restricted – this component of net position consists of constraints placed on the asset use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or law or regulations of other governments or constraints imposed by law though constitutional provisions or enabling legislation.
- Unrestricted – This component of net position consists of assets and liabilities that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

M. EQUITY-GOVERNMENTAL FUND STATEMENTS

In the fund financial statements, governmental fund equity is classified as fund balance. Governmental funds are classified as follows:

- **Nonspendable** -These are amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- **Restricted** -These are amounts that can be spent only for specific purpose because of constitutional provisions, enabling legislation, or externally imposed constraints by creditors, grantor, contributors or the laws or regulations of other governments.
- **Committed** -These are amounts that can be used for specific purpose determined by a formal decision by the Board Members, which are the highest level of decision-making authority for the District.
- **Assigned** -These are amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purpose.
- **Unassigned** -These are all other spendable amounts.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 2 - LEVIED TAXES

On July 18, 1998, the District offered two tax propositions to the voters of the District for funding fire protection. An 8 mill tax for the purpose of acquiring, constructing, improving, maintaining and/or operating fire protection facilities and equipment in and for the District for a period of 10 years beginning 1998 and ending with the year 2007 was passed by voters of the District. On October 14, 2017, the voters of the District renewed 8 mill tax for 10 years. The renewal begins with the year 2018 and ends with the year 2027. For the period covered by these financial statements, the millage was set at 7.98 mills. These funds are accounted for in the General Fund of the District.

Also, on April 9, 2016, a proposition to issue general obligation bonds in the amount of \$400,000, to run 15 years for the purpose of acquiring, constructing and improving buildings, machinery and equipment, including both real and personal property, to be used in giving fire protection to the property of the District, payable from ad valorem taxes to be levied and collected in the manner provided by Article VI, Section 33 of the Constitution of the State of Louisiana of 1974 was passed by the voters of the District. For the period covered by these financial statements, the millage was set at 2.40 mills.

2023 Assessed property value	\$ 20,561,800
Less Exemptions	<u>(5,410,675)</u>
Taxable Value	<u>\$ 15,151,125</u>

	<u>Millage</u>
7.98 Mill Assessment	\$ 120,906
2.40 Assessment	<u>36,363</u>
Net Assessment	<u>\$ 157,269</u>

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 3 - CASH AND CASH EQUIVALENTS

At December 31, 2023, the District has cash and cash equivalents as follows:

Demand Deposits	\$	43,357
Time and Savings		119,595
Total cash and cash equivalents	\$	162,952

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 at all times equal the amount on deposit with the fiscal agent. These securities are to be 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, 2023, the District had \$168,257 in deposits (collected bank balances). Custodial risk is the risk that in the event of a financial institution failure, the District's deposits may not be returned to the District. As of December 31, 2023, the District was held collected bank balances in demand deposits of \$48,662 and collected bank balances in time and savings accounts of \$119,595. The District had demand deposits and time and savings accounts each covered by federal deposit insurance.

NOTE 4 - RESTRICTED CASH

The District has restricted cash of \$28,131 for debt service and \$119,595 restricted for building and capital projects.

NOTE 5 - RECEIVABLES

The following is a summary of receivables at December 31, 2023:

General Fund Ad Valorem Taxes	\$	119,665
Debt Service Ad Valorem Taxes		35,990
Total Tax Receivable	\$	155,655

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2023:

	January 1, 2023	Additions	Deductions	December 31, 2023
Capital assets not being depreciated				
Land	\$ 70,062	\$ -	\$ -	\$ 70,062
Construction in Progress	-	-	-	-
Total assets not being depreciated	<u>70,062</u>	<u>-</u>	<u>-</u>	<u>70,062</u>
Capital assets being depreciated				
Fire Trucks	638,414	-	-	638,414
Fire Station	608,674	-	-	608,674
Equipment	185,220	5,382	-	190,602
Depreciable Assets	<u>1,432,308</u>	<u>5,382</u>	<u>-</u>	<u>1,437,690</u>
Less Accumulated Depreciation				
Fire Trucks	(517,906)	(7,200)	-	(525,106)
Fire Station	(89,486)	(16,847)	-	(106,333)
Equipment	(174,961)	(3,924)	-	(178,885)
Accumulated Depreciation	<u>(782,353)</u>	<u>(27,971)</u>	<u>-</u>	<u>(810,324)</u>
Net Fixed Assets	<u>\$ 720,017</u>	<u>\$ (22,589)</u>	<u>\$ -</u>	<u>\$ 697,428</u>

Depreciation expense was recorded at \$27,971. Capital additions included equipment of \$5,382

The District entered in to a lease agreement for the acquisition of two trucks. The right-of-use assets increased \$370,000 related to the implementation of GASB 87 for the lease.

	January 1, 2023	Additions	Deductions	December 31, 2023
Right-of-use Asset	\$ 370,000	\$ -	\$ -	\$ 370,000
Amortization	(11,305)	(24,667)	-	(35,972)
Net Right-of-use-Assets	<u>\$ 358,695</u>	<u>\$ (24,667)</u>	<u>\$ -</u>	<u>\$ 334,028</u>

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 7 - PAYABLES

The following is a summary of payables at December 31, 2023:

Accounts Payable	\$	1,294
Pension Deduction		5,306
Total Payables	\$	<u>6,600</u>

NOTE 8 - LONG-TERM DEBT

The following is a summary of the long-term obligation transactions during the year:

	Lease Payable	Bond Payable	Total Long Term Debt
Beginning Balance	\$ 315,373	\$ 263,000	\$ 578,373
Additions	-	-	-
Deletions	(18,194)	(26,000)	(44,194)
Total Long Term Debt	<u>\$ 297,179</u>	<u>\$ 237,000</u>	<u>\$ 534,179</u>

The following is a summary of the current and the long-term portions of the long-term obligations:

	Lease Payable	Bond Payable	Total Long Term Debt
Current Portion	\$ 18,778	\$ 27,000	\$ 45,778
Long term Portion	278,401	210,000	488,401
Total	<u>\$ 297,179</u>	<u>\$ 237,000</u>	<u>\$ 534,179</u>

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

Bonds payable are included in the governmental activities as of December 31, 2023 and are as follows:

	Bonds Payable at End of Year	Due Within One Year
\$400,000 General Obligation Series 2016 bonds. Dated July 7, 2016, due in annual installments ranging from \$20,000 in 2017 to \$33,000 in 2031 and semi-annual installments of interest averaging \$2,743 at 2%.	<u>\$ 237,000</u>	<u>\$27,000</u>

The District's lease obligations are included in the governmental funds as of December 31, 2023 and are as follows:

	Lease Payable at end of Year	Due within One Year
The District entered in a lease finance agreement to purchase two trucks: 1) 2020 Kenworth Model T370 2000 gallon pumper/tanker and 2) 2016 Kenworth 3000 gallon service tanker for a lease amount of \$333,000. The lease is payable in 15 annual payments of \$26,324.41 due on the 15th date of October. The trucks are being depreciated over 15 years, the term of the lease. The lease has accumulated amortization of \$11,305.	<u>\$ 297,179</u>	<u>\$ 18,778</u>

The lease conveys ownership to the District at the end of the lease term. The District intends to use the lease asset for its entire useful life and depreciates similar assets using the straight-line method.

Lease expense for the year ending December 31, 2023 is as follows:

Amortization Expense by class of underlying asset	
Equipment	<u>\$24,667</u>
Total amortization expense	<u>24,667</u>
Interest on lease liabilities	<u>10,131</u>
Total	<u>\$34,798</u>

The annual requirements to amortize all bonds and/or indebtedness outstanding at December 31, 2023, including interest of \$24,162 are as follows:

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2023

General Bond Obligation Series 2016

Year Ending	Payments	Interest Payments	Total
2024	\$ 27,000	5,433	\$ 32,433
2025	27,000	4,796	31,796
2026	28,000	4,147	32,147
2027	29,000	3,459	32,459
2028	30,000	2,733	32,733
2029-2031	96,000	3,594	99,594
Total	\$ 237,000	\$ 24,162	\$ 261,162

The annual requirements to amortize the lease outstanding at December 31, 2023, including interest of \$71,038 are as follows:

	Principal	Interest	Total
2024	\$ 18,778	\$ 9,546	\$ 28,324
2025	19,381	8,943	28,324
2026	20,004	8,321	28,325
2027	20,646	7,678	28,324
2028	21,310	7,015	28,325
2029-2033	117,267	24,355	141,622
2034-2038	79,793	5,180	84,973
Total	\$ 297,179	\$ 71,038	\$ 368,217

NOTE 9 - LITIGATION AND CLAIMS

As of December 31, 2023, the District was not involved in any litigation or claims.

NOTE 10 - RELATED PARTY TRANSACTIONS

There were no related party transactions requiring disclosure in the financial statements.

NOTE 11 – SUBSEQUENT EVENTS

Subsequent events were evaluated through April 25, 2024, which is the date the financial statements were available to be issued. No other material subsequent events have occurred since December 31, 2023 that required recognition or disclosure in these financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

Schedule I

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL GENERAL FUND
For the Year Ended December 31, 2023

	Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Ad valorem taxes	\$ 106,000	\$ 121,400	\$ 119,338	\$ (2,062)
Insurance Rebate	8,000	13,179	13,723	544
State revenue sharing	8,000	-	7,919	7,919
Interest earned	57	260	271	11
Other	100	549	5	(544)
Total Revenues	<u>122,157</u>	<u>135,388</u>	<u>141,256</u>	<u>5,868</u>
EXPENDITURES:				
Capital Outlay	16,800	9,000	5,382	3,618
Dues	54	350	350	-
Fire Gear	1,000	-	-	-
Fuel, gas, and oil	4,500	6,600	5,166	1,434
Insurance	35,000	33,292	33,706	(414)
Interest	10,131	10,130	10,131	(1)
Lease financing principal	18,193	18,194	18,194	-
Medical Equipment	4,000	3,300	2,998	302
Office Expense	500	4,000	3,936	64
Other	-	458	838	(380)
Pension deduction	4,000	4,000	4,079	(79)
Professional Fees	6,000	11,000	11,000	-
Repairs and maintenance	27,700	45,338	54,159	(8,821)
Supplies	800	2,180	2,323	(143)
Telephone	7,000	6,700	7,172	(472)
Training	2,000	2,500	2,548	(48)
Voice notification	954	966	966	-
Uniforms	1,000	-	-	-
Utilities	5,000	4,400	4,172	228
Total expenditures	<u>144,632</u>	<u>162,408</u>	<u>167,120</u>	<u>(4,712)</u>
Net change in fund balance	(22,475)	(27,020)	(25,864)	1,156
FUND BALANCE, JANUARY 1, 2023	<u>288,417</u>	<u>288,417</u>	<u>288,417</u>	<u>-</u>
FUND BALANCE, DECEMBER 31, 2023	<u>265,942</u>	<u>261,397</u>	<u>262,553</u>	<u>1,156</u>

See accountant's compilation report.

SUPPLEMENTAL INFORMATION

Schedule II

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 2023

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid to board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Board members were not paid compensation in any form.

<u>Name</u>	<u>Term Expiration</u>	<u>Compensation</u>
James Dobbs 17702 Sanders Rd Franklinton, LA 70435 281-543-3928	12/31/2024	\$ -
Larry Sylvest 21328 Sylvest Rd Franklinton, LA 70435 985-515-2214	12/31/2025	-
William Gray 21453 Simmons Rd Franklinton, LA 70438 769-717-96558	12/31/2025	-
Thomas Gairc 17490 Williams Rd Franklinton, LA 70438 281-744-5523	12/31/2024	-
Ricky Brumfield 25082 Vernon Subdivision Road Mt. Hermon, LA 70450 985-515-9660	12/31/2025	-
Total Compensation		<u>\$ -</u>

See accountant's compilation report.

Schedule III

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO.2
Richardson, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 2023**

COMPENSATION, BENEFITS, AND OTHER PAYMENTS PAID TO AGENCY HEAD

Agency Head: Mr. Paul Wyman, Jr. Chief

There was no compensation, benefits, or other payments to the agency head.

See accountant's compilation report.