

Jonesboro Fire Protection District #1

A Component Unit of the Jackson Parish Police Jury
Jackson Parish, Louisiana

Annual Financial Statements

As of and For the Year Ended
June 30, 2024
with Supplemental Information Schedules

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Jonesboro Fire Protection District #1
Annual Financial Statements

As of and for the year ended June 30, 2024
with Supplemental Information Schedules

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Accountant's Compilation Report

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Management is responsible for the accompanying financial statements of the general activities and each major fund of the Jonesboro Fire Protection District #1, as of and for the year ended June 30, 2024, 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. 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. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule, as listed in the table of contents, 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. Such information is the responsibility of management. The required supplementary 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 assurance on such information.

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 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.

Act 706 of the Louisiana 2014 Legislative Session requires a Schedule of Compensation, Benefits, and Other Payments to Agency Head, as listed on the table of contents, to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Louisiana state law which 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. Such information was not audited, reviewed, or compiled by us, and we do not express an opinion or provide any assurance on it.

We are not independent with respect to the Jonesboro Fire Protection District #1.

Kenneth D. Folden & Co., CPAs, LLC

Jonesboro, Louisiana
December 31, 2024

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Statement of Net Position
As of June 30, 2024

		Governmental Activities
Assets		
Cash and equivalents	\$	37,642
Investments		14,473
Accounts receivable		32,884
Capital assets (net of accumulated depreciation)		131,030
Total Assets		216,029
Liabilities		
Current Liabilities:		
Accounts payable		2,238
Capital lease payable		20,412
Interest payable		2,347
Non-Current Liabilities:		
Capital lease payable		31,100
Total Liabilities		56,097
Net Position		
Net investment in capital assets		99,930
Unrestricted		60,002
Total Net Position	\$	159,932

See accountant's compilation report.

Jonesboro Fire Protection District #1
 Jonesboro, Louisiana

Statement of Activities
 For the Year Ended June 30, 2024

	Major Funds			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<u>Functions/Programs</u>					
Primary government					
Governmental activities					
Fire	\$ 136,555	\$ 58,464	\$ -	\$ -	(78,091)
Total governmental activities	<u>\$ 136,555</u>	<u>\$ 58,464</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(78,091)</u>
<u>General Revenues</u>					
Intergovernmental					13,108
Investment earnings					190
Other revenue					1,290
Total general revenues and transfers					<u>14,588</u>
Change in net position					(63,503)
Net position - June 30, 2023					<u>223,436</u>
Net position - June 30, 2024					<u>\$ 159,933</u>

FUND FINANCIAL STATEMENTS

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Balance Sheet - Governmental Funds
As of June 30, 2024

	Governmental Funds
Assets	
Cash and equivalents	\$ 37,642
Investments	14,473
Accounts receivable	32,884
Total Assets	\$ 84,999
Liabilities & Fund Balances	
Liabilities:	
Accounts payable	\$ 2,238
Capital lease payable - current	20,412
Capital lease payable - interest	2,347
Total Liabilities	24,997
Fund balances:	
Unassigned	60,002
Total Fund Balances	60,002
Total Liabilities and Fund Balances	\$ 84,999

See accountant's compilation report.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
As of June 30, 2024

Total Fund Balances at June 30, 2024 - Governmental Funds (Statement C)	\$	60,002
Total Net Position reported for governmental activities in the Statement of Net Position (Statement A) are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds, net of depreciation.		131,030
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Capital lease payable		(31,100)
Net Position at June 30, 2024	\$	159,932

See accountant's compilation report.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds
For the Year Ended June 30, 2024

		Governmental Funds
Revenues		
Intergovernmental	\$	13,108
Parcel fees		58,464
Total revenues		71,572
Expenditures		
Current:		
Public safety		
Personnel services		6,465
Supplies		19,295
Repairs and maintenance		2,716
Miscellaneous		55,685
Insurance		10,726
Legal and accounting		7,100
Office		1,256
Total expenditures		103,243
Excess (deficiency) of revenues over (under) expenditures		(31,671)
Other financing sources (uses)		
Interest earnings		190
Capital lease principal expenditures		(20,412)
Capital lease interest expenditures		(2,347)
Miscellaneous		1,290
Total other financing sources (uses)		(21,279)
Net changes in fund balances		(52,950)
Fund balances - June 30, 2023		112,952
Fund balances - June 30, 2024	\$	60,002

See accountant's compilation report.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Funds Balances to the Statement of Activities
For the Year Ended June 30, 2024

Total net change in Fund Balances - Governmental Funds (Statement E)	\$	(52,950)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds 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 capital outlay differs from depreciation for the period.

Depreciation		(30,966)
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Lease principal expense, which is considered an other financing use on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Statement E), is a reduction of capital lease payable on the Government-Wide Statements. Lease proceeds, which is considered an other financing sources on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Statement E), is an increase in capital assets on the Government-Wide Statements.

Lease principal expense		<u>20,412</u>
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Change in net position of governmental activities (Statement B)	\$	<u><u>(63,504)</u></u>
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**NOTES TO THE
FINANCIAL STATEMENTS**

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

INTRODUCTION

The Jonesboro Fire Protection District #1 is located in Jackson Parish. As provided by Louisiana Revised Statute 40:1495, the District is governed by a Board of Commissioners consisting of five members appointed by the Jackson Parish Police Jury. Commissioners are residents of the District and serve either one-, two-, or four-year terms. The members of the Board of Commissioners do not receive compensation.

The District was organized on March 7, 1995 to provide fire protection and control within the District for a population of approximately 2,200 residents, in the southern part of Jackson Parish. The District encompasses the area between Louisiana Highway 4 and Nine Pines Road, from Beech Springs Road to the Hodge city limits. The District also serves the area between Louisiana Highway 4 to the Winn Parish and Bienville Parish lines. The District does not provide fire protection within the city limits of the Town of Jonesboro. The District has acquired land, buildings, and equipment in the effort to achieve its goals. Residents of the District serve as volunteer firefighters.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The District applies all relevant GASB pronouncements, and GAAP, as applicable to governmental entities. Also, the District's financial statements are prepared in accordance with the requirements of Louisiana R.S. 24:513 and Audits of State and Local Government Units, published by the American Institute of Certified Public Accountants.

B. Reporting Entity

GASB Statement No. 14, The Financial Reporting Entity, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. As the governing authority of the parish, for reporting purposes, the Jackson Parish Police Jury is the financial reporting entity for Jackson Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the government is financially accountable, and (c) other organizations for which the 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.

GASB Statement No. 39, Determining Whether Certain Organizations are Component Units, establishes criteria for determining which, if any, component units should be considered part of the Jackson Parish Police Jury for financial reporting purposes. GASB Statement No. 61 provides additional criteria for classifying entities as component units. The basic criterion for including a potential component unit within the reporting entity is financial accountability, which includes:

1. Appointing a voting majority of an organization's governing body, and:
 - i. The ability of the government to impose its will on that organization and/or
 - ii. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the government.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

2. Organizations for which the government does not appoint a voting majority but are fiscally dependent on the government and there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board.

3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the Jackson Parish Police Jury approves the organization's governing body, and the potential for the organization to provide specific benefits to or impose specific financial burdens on the police jury, the District was determined to be a component unit of the Jackson Parish Police Jury, 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 police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. Government-Wide Financial Statements

The District's government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements present summaries of the governmental activities for the District. Fiduciary activities of the District are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in Net Position. 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, regardless of the timing of related cash flows. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Jonesboro Fire Protection District #1's governmental activities.

Program Revenues - Program revenues included in the Statement of Activities (Statement B) derive directly from parties outside the District's taxpayers or citizenry, including (a) fees and charges paid by the recipient for goods or services offered by the program, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program; program revenues reduce the cost of the function to be financed from the District's general revenues.

Direct Expenses - The District reports all direct expenses by function in the Statement of Activities (Statement B). Direct expenses are those that are clearly identifiable with a function. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

Indirect Expenses - The District reports all indirect expenses separately on the Statement of Activities (Statement B). Indirect expenses are those expenses that are not clearly identifiable with a function. Interest on long-term debt is considered an indirect expense.

General revenues are taxes and other items that are not properly included among program revenues.

D. Fund Financial Statements

The accounts of the Jonesboro Fire Protection District #1 are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, expenditures or expenses, as appropriate, additions, and deductions. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained is consistent with legal and managerial requirements. Funds of the District are classified into one category: governmental.

Governmental Funds

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the Balance Sheets.

Amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. Long-term debts are reported as an other financing source, and repayment of long-term debt is reported as an expenditure. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

"Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon thereafter to pay liabilities of the current period. Accordingly, revenues are recorded when received in cash and when collected within 60 days after year-end. Expenditures are recorded in the accounting period in which the related fund liability is incurred, except for principal and interest on general long-term debt, which are recognized when due.

The Jonesboro Fire Protection District #1 reports the following major governmental funds:

General Fund - The primary operating fund of the District, the General Fund accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to District policy.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

Revenues

The governmental funds use the following practices in recording revenues:

Those revenues susceptible to accrual are property taxes, franchise taxes, and parcel fees.

Entitlements and shared revenues are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible-to-accrual criteria are met. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred, all other grant requirements have been met, and the susceptible-to-accrual criteria have been met.

Interest earnings are recorded when the investments have matured and the interest is available.

Expenditures

The governmental funds use the following practices in recording expenditures:

Purchases of various operating supplies, etc. are recorded as expenditures when the related fund liability is incurred.

Principal and interest on long-term debt are recognized when due.

Other Financing Sources (Uses)

The governmental funds use the following practices in recording other financing sources (uses):

Sales of fixed assets and long-term debt proceeds and payments are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

E. Equity Classifications

The Jonesboro Fire Protection District #1 has implemented GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.

In the Government-Wide Financial Statements, the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources is classified as net position and reported in three components:

Net investment in capital assets: This classification 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 attributable to the acquisition, construction, or improvement of these assets.

Restricted net position: This classification consists of net position with constraints placed on its use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provision or enabling legislation.

Unrestricted net position: Any other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

When an expense is incurred for the purposes for which both restricted and unrestricted net position are available, management applies unrestricted net position first, unless a determination is made to use restricted net position. The policy concerning which to apply first varies with the intended use and legal requirements. This decision is typically made by management at the incurrence of the expense.

The Governmental Fund Financial Statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District did not have any nonspendable funds as of June 30, 2024.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District did not have any restricted funds as of June 30, 2024.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners. These amounts cannot be used for any other purpose unless the Board of Commissioners removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board typically establishes commitments through the adoption and amendment of the budget. The District did not have any committed funds as of June 30, 2024.

Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Commissioners or through the Board delegating this responsibility to a body or official (Fire Chief) for specific purposes. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The District did not have any assigned funds as of June 30, 2024.

Unassigned: This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts. All funds of the District are designated as unassigned as of June 30, 2024.

The District would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

F. Budgets

The Fire Chief prepares a proposed budget and submits it to the Board of Commissioners. The budget is adopted through passage of a formal motion and vote by the Board prior to the commencement of the fiscal year for which the budget is being adopted. The Board of Commissioners may revise or amend the budget at its discretion during legally convened sessions. The District utilizes formal budgetary integration as a management control device for all funds.

The 2023-2024 General Fund budget was published in the official journal and made available for public inspection. The budget was adopted by the Board of Commissioners on June 21, 2023 and amended on June 19, 2024.

G. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Jonesboro Fire Protection District #1 may deposit funds in demand deposits in stock-owned federally insured depository institutions organized under the laws of the state of Louisiana or of any other state of the United States, or under the laws of the United States. The District may invest in certificates and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

For the purposes of the statement of cash flows, cash equivalents include all highly liquid investments with a maturity date of 90 days or less when purchased.

Under state law, the District may invest in United States bonds, treasury notes, or certificates. Those with maturities of 90 days or less would be classified as cash equivalents and all other reported as investments.

H. Investments

The Jonesboro Fire Protection District #1's investments comply with Louisiana Revised Statute 33:2955. Under state law, the District may deposit funds with a fiscal agent organized under the laws of Louisiana, the laws of any other state in the union, or the laws of the United States. The District may invest in United States bonds, treasury notes and bills, or government-backed agency securities or certificates, and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. These deposits are classified as investments if their original maturities exceed 90 days. Investments are stated at fair value except for those which are permitted under GASB Statement No. 31 to use a different valuation measurement.

In accordance with paragraph 69 of GASB Statement No. 72, the District reports at amortized cost money market investments and participating interest-bearing investment contracts that have a remaining maturity at the time of purchase of one year or less. Money market investments are short-term, highly liquid debt instruments that include U.S. Treasury obligations.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

I. Capital Assets

Capital assets, which include property, plant, and equipment, are recorded in the governmental column of the government-wide financial statements, but are not reported in the governmental fund financial statements. Acquisitions of property and equipment are capitalized at historical cost 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. The District maintains a threshold level of \$500 or more for capitalizing capital assets.

Improvements and replacements of property and equipment are capitalized. Maintenance and repairs that do not improve or extend the lives of property and equipment are charged to expense as incurred. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts and any gain or loss is reported in the Statement of Activities.

Furniture, fixtures, equipment	5-10 years
Motor vehicles - fire trucks	15 years
Buildings	40 years

J. Deferred Outflows of Resources

The District reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position. The District did not report any deferred outflows of resources, and no deferred outflows of resources affect the governmental funds financial statements.

K. Deferred Inflows of Resources

The District reports increases in net position that relate to future periods as deferred inflows of resources in a separate section of its government-wide and proprietary funds statements of net position. The District will not recognize the related revenues until a future event occurs. The District did not report any deferred inflows of resources in the government-wide and proprietary fund statements, and no deferred inflows of resources affect the governmental funds financial statements.

L. 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, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. Cash, Cash Equivalents, and Investments

At June 30, 2024, the District had cash and cash equivalents (book balances) totaling \$37,642. 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.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

At June 30, 2024, the District had \$38,554 in deposits (collected bank balances). These deposits are secured from risk by \$250,000 federal deposit insurance. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 40, Louisiana Revised Statute 30:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand. Louisiana R.S. 39:1224 requires bonds, or other such instruments furnished as security, to be deposited with the depositing authority or with an unaffiliated bank or trust company, Federal Reserve Bank, or any Federal Home Loan Bank or its successor. This security is deemed to be under the control and in the possession of the public entity and deemed to be held in its name. The Jonesboro Fire Protection District #1 has complied with these requirements of state law.

Cash and investments are categorized to give an indication of the level of risk assumed by the District at June 30, 2024. Deposits are considered to be exposed to custodial credit risk if they are not covered by depository insurance and the deposits are (a) uncollateralized, (b) collateralized with securities held by the pledging financial institution, or (c) collateralized with securities held by the the pledging financial institution's trust department or agent but not in the depositor-government's name. The Jonesboro Fire Protection District #1 has cash and cash equivalents that are covered by \$250,000 of federal depository insurance.

At June 30, 2024, the District had investments of \$14,473.

3. Receivables

The receivables of \$32,884 at June 30, 2024, are current and prior year parcel fees along with the 2% fire insurance rebate.

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Notes to the Financial Statements
As of and for the year ended June 30, 2024

4. Capital Assets

A summary of changes in capital assets for the year ended June 30, 2024, is as follows:

	Balance, July 01, 2023	Additions	Deletions	Balance, June 30, 2024
Capital assets being depreciated				
Buildings	66,139	-	-	66,139
Vehicles	250,350	-	-	250,350
Equipment	215,499	-	-	215,499
Intangible Right to Use Lease - Vehicle	256,485	-	-	256,485
Total capital assets being depreciated	\$ 788,473	\$ -	\$ -	\$ 788,473
Less accumulated depreciation				
Buildings	\$ 44,644	\$ 1,653	\$ -	\$ 46,297
Vehicles	249,884	57	-	249,941
Equipment	173,636	10,483	-	184,119
Intangible Right to Use Lease - Vehicle	158,313	18,772	-	177,086
Total accumulated depreciation	626,477	30,966	-	657,443
Capital assets, net	\$ 161,996	\$ (30,966)	\$ -	\$ 131,030

Depreciation expense of \$30,965 was charged to the public safety function.

5. Payables

The payables of \$2,238 at June 30, 2024, are as follows:

	Amount
Accounts	\$ 2,238
Total	\$ 2,238

6. Long-Term Obligations

The District entered into a new lease-purchase agreement with Government Capital Corporation to acquire a 2013 Kenworth Pumper/Tanker at an interest rate of 4.121%. The agreement was signed on October 1, 2012 with the first payment due on September 1, 2013, and the lease-purchase matures on September 1, 2027. The Pumper/Tanker was placed in service at the time of the agreement, and it is included as a capital asset, being depreciated over the economic useful life. The lease-purchase agreement was renegotiated on May 24, 2019. The interest rate was increased to 4.573%, and the maturity was left on September 1, 2027.

Jonesboro Fire Protection District #1
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Notes to the Financial Statements
As of and for the year ended June 30, 2024

The District entered into a new lease-purchase agreement with Welch State Bank to acquire a 1990 Spartan LTI 75' Quin SJM at an interest rate of 4.47%. The agreement was signed on December 18, 2019 with the first payment due on December 13, 2020, and the lease-purchase matures on December 13, 2024. The equipment was placed in service at the time of the agreement, and it is included as a capital asset, being depreciated over the economic useful life.

Due to the implementation of GASB Statement No. 87 during this compilation period, these leases met the criteria of a lease, requiring it to be recorded by the District. This asset will be amortized over the useful life since the District assumes that it will be taking ownership at the end of the lease for the \$1 option to purchase the vehicles.

The following is a summary of the long-term obligation transactions for the year ended June 30, 2024:

Long-term obligation	Balance, July 01, 2023	Additions	Deletions	Balance, June 30, 2024
Capital lease obligation - 2013 Kentworth Pumper/Tanker	\$ 49,633	\$ -	\$ 9,059	\$ 40,573
Capital lease obligation - 1990 Spartan LTI 75' Quin SJM	21,410	-	10,471	10,939
Total	<u>\$ 71,043</u>	<u>\$ -</u>	<u>\$ 19,530</u>	<u>\$ 51,512</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2024:

Long-term obligation	Current portion	Long-term portion	Total
Capital lease obligation - 2013 Kentworth Pumper/Tanker	\$ 9,474	\$ 31,100	\$ 40,573
Capital lease obligation - 1990 Spartan LTI 75' Quin SJM	10,939	-	10,939
Total	<u>\$ 20,412</u>	<u>\$ 31,100</u>	<u>\$ 51,512</u>

Jonesboro Fire Protection District #1
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Notes to the Financial Statements
As of and for the year ended June 30, 2024

The following is a summary of the present value of the net minimum lease payments:

Payments due September 1,	2013 Kenworth Pumper/Tanker	Payments due December 13,	1990 Spartan LTI 75' Quin SJM
2024	11,329	2024	11,430
2025	11,329		
2026	11,329		
2027	11,329		
Total minimum lease payments	45,316		11,430
Less amounts representing interest	4,742		491
Present value of net minimum lease payments	<u>\$ 40,574</u>		<u>\$ 10,939</u>

7. Retirement Plans

The District does not participate in any pension or retirement plans.

8. Grants

During the year ended June 30, 2024, the Jonesboro Fire Protection District #1 received no grants.

9. Risk Management

The District is exposed to various risk of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, and injuries to employees. To handle such risk of loss, the District maintains commercial insurance policies covering each of these risks of loss. The District believes such coverage is sufficient to preclude any significant uninsured losses to the District. No claims were paid on any of the policies during the past three years, which exceeded the policies' coverage amount.

10. Litigation and Claims

At June 30, 2024, the District was not involved in any lawsuits nor is aware of any outstanding claims, which are not covered by insurance.

11. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 31, 2024, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Budgetary Comparison Schedule - General Fund
For the Year Ended June 30, 2024

	Budget - Original	Budget - Final	Actual	Variance Favorable (Unfavorable)
Revenues				
Intergovernmental	8,500	8,500	13,108	4,608
Parcel fees	57,600	57,600	58,464	864
Total revenues	<u>66,100</u>	<u>66,100</u>	<u>71,572</u>	<u>5,472</u>
Expenditures				
Current:				
Public safety				
Personnel services	5,800	6,500	6,465	35
Supplies	18,500	19,500	19,295	205
Repairs and maintenance	6,000	8,250	2,716	5,534
Miscellaneous	-	55,685	55,685	-
Insurance	9,000	10,725	10,726	(1)
Legal and accounting	7,000	8,000	7,100	900
Office	1,300	1,320	1,256	64
Capital outlay	10,000	-	-	-
Total expenditures	<u>57,600</u>	<u>109,980</u>	<u>103,243</u>	<u>6,737</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,500</u>	<u>(43,880)</u>	<u>(31,671)</u>	<u>12,209</u>
Other financing sources (uses)				
Interest earnings	70	70	190	120
Capital lease principal expenditures	(23,277)	(23,277)	(20,412)	2,865
Capital lease interest expenditures	-	-	(2,347)	(2,347)
Miscellaneous	-	-	1,290	1,290
Total other financing sources (uses)	<u>(23,207)</u>	<u>(23,207)</u>	<u>(21,279)</u>	<u>1,928</u>
Net changes in fund balances	<u>(14,707)</u>	<u>(67,087)</u>	<u>(52,950)</u>	<u>14,137</u>
Fund balances - June 30, 2023	<u>112,952</u>	<u>112,952</u>	<u>112,952</u>	<u>-</u>
Fund balances - June 30, 2024	<u>\$ 98,245</u>	<u>\$ (21,222)</u>	<u>\$ 60,002</u>	<u>\$ 14,137</u>

See accountant's compilation report.

SUPPLEMENTAL INFORMATION

Jonesboro Fire Protection District #1
Jonesboro, Louisiana

Schedule of Compensation, Benefits and Other Payments to Agency Head
For the year ended June 30, 2024

	Aaron Blalock Fire Chief	
Reimbursements	\$	<u>525</u>
	\$	<u>525</u>