

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana**

**Component Unit Financial Statements
As of and for the Year
Ended December 31, 2023
with Supplemental Information Schedules**

Minda B. Raybourn

Certified Public Accountant

Limited Liability Company

820 11TH AVENUE
FRANKLINTON, LOUISIANA 70438

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana**

**Component Unit Financial Statements
As of and for the Year Ended December 31, 2023
With Supplemental Information Schedule**

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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. 3
Franklinton, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities of Washington Parish Fire Protection District No. 3 (a component unit of the Washington Parish Government), as of and for the year ended December 31, 2023, and related notes to the financial statements, which collectively comprise the City'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 the budgetary supplemental information be presented to supplement the basic financial statements. Such 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 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. This information is the representation of management. This information was subject to our compilation engagement; however, I have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The supplementary information contained in the Other-Supplementary 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. Such information is the responsibility of management. The supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplemental information and do not express an opinion, a conclusion, nor provide any assurance on such information.

I am not independent with respect to Washington Parish Fire Protection District No.3.



Minda B. Raybourn
Franklinton, Louisiana
June 24, 2024

FINANCIAL STATEMENTS

STATEMENT A

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana
Statement of Net Position
December 31, 2023**

	<u>Governmental Activities</u>
ASSETS:	
Cash and cash equivalents	\$ 33,305
Property tax receivable	119,922
Prepaid expenses	-
Total current assets	<u>153,227</u>
Capital assets	
Land	17,612
Vehicles, building, and equipment	713,007
Less accumulated depreciation	<u>(397,331)</u>
Total capital assets	<u>333,288</u>
Right to use assets	
Firetrucks	357,192
Less accumulated amortization	<u>(107,660)</u>
Total right to use assets	<u>249,532</u>
Total assets	<u>736,047</u>
CURRENT LIABILITIES:	
Accounts Payable	-
Pension Deduction	4,116
Lease Payable Due within One year	<u>27,124</u>
Total current Liabilities	<u>31,240</u>
NON CURRENT LIABILITIES	
Lease Payable	<u>228,604</u>
Total non-current liabilities	<u>228,604</u>
Total Liabilities	<u>259,844</u>
Net Position	
Invested in capital assets, net of related debt	327,092
Unrestricted	<u>149,111</u>
Total Net Position	<u>\$ 476,203</u>

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

STATEMENT B

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023**

PROGRAM EXPENSES:

Amortization expense	\$	27,626
Depreciation expense		21,086
Fuel, gas, and oil		6,734
Insurance		20,829
Interest expense		8,646
Office supplies		3,927
Miscellaneous		127
Dues		1,983
Pension deduction		7,979
Repairs and maintenance		50,576
Supplies		10,583
Telephone and internet		2,918
Training		700
Utilities		3,572
TOTAL PROGRAM EXPENSES		<u>167,286</u>

PROGRAM REVENUES:

Ad valorem taxes		121,601
State revenue sharing		13,339
Insurance rebate		16,896
Other		1,125
Net Program Revenues		<u>152,961</u>

CHANGE IN NET POSITION (14,325)

BEGINNING NET POSITION, RESTATED 490,528

ENDING NET POSITION \$ 476,203

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

STATEMENT C

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana
Balance Sheet
Governmental Funds
December 31, 2023

	<u>General Fund</u>
ASSETS:	
Cash and cash equivalents	\$ 33,305
Property tax receivable	119,922
Prepaid expenses	-
TOTAL ASSETS	<u><u>\$ 153,227</u></u>
LIABILITIES	
Accounts payable	-
Pension deduction	4,116
Total Liabilities	<u><u>\$ 4,116</u></u>
FUND BALANCE	
Nonspendable	-
Unassigned	149,111
Total Fund Balances	<u><u>149,111</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 153,227</u></u>

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

STATEMENT D

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana**

**Reconciliation of the government Funds Balance Sheet to the Government-Wide Statement of Net
Position
Governmental Funds
December 31, 2023**

Reconciliation of the Balance Sheet to the Statement of Net Position:

Total Governmental Fund Balance	\$ 149,111
Capital assets and right to use assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds	582,820
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds	
Lease Payable	(255,728)
Net Position of Governmental Activities	<u>\$ 476,203</u>

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

STATEMENT E

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana
Statement of Revenues, Expenditures
and Changes in Fund Balance
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2023

	General
REVENUES:	
Ad valorem taxes	\$ 121,601
State revenue sharing	13,339
Insurance rebates	16,896
Miscellaneous	1,125
Total Revenues	152,961
 EXPENDITURES:	
Capital outlay	30,000
Election expense	-
Lease payment -interest	8,646
Lease payment -principal	24,675
Fuel, gas, and oil	6,734
Insurance	20,829
Miscellaneous	127
Office supplies	3,927
Dues	1,983
Pension expense	7,979
Repairs and maintenance	50,576
Supplies	10,583
Telephone and internet	2,918
Training	700
Utilities	3,572
Total expenditures	173,249
 NET CHANGE IN FUND BALANCE	 (20,288)
 FUND BALANCE, BEGINNIG BALANCE	 169,399
 FUND BALANCE, ENDING BALANCE	 \$ 149,111

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

STATEMENT F

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana**

**Reconciliation of the Revenues, Expenditures, and Changes in Fund Balances-
Governmental Funds to the Statement of Activities.**

**GOVERNMENTAL FUNDS
For the Year Ended December 31, 2021**

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Statement of Activities**

Net change in fund balance	\$	(20,288)
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Governmental funds report capital outlay as expenditures. In the Statement of Activities, the costs of those assets are depreciated over their estimated useful lives.

Expenditures for capital assets		30,000
Current year's depreciation expense		(21,086)
Current year's amortization expense		(27,626)

The issuance of long term debt provides current financial resources to governmental funds, while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal payments		24,675
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Change in net position	<u>\$</u>	<u>(14,325)</u>
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See accountant's compilation report and accompanying notes to the financial statements.

NOTES TO FINANCIAL STATEMENTS

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

INTRODUCTION

The Fire Protection District Number Three of Washington Parish was created under the Louisiana Revised Statute 40:1496.12E. The District shall constitute a public corporation and as such shall have all the powers of a public corporation, 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 tank, 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. The board of commissioner members 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 80 square miles in a portion of Wards 8 and 3 of Washington Parish, and serves approximately 2,600 people and several small businesses living and operating within the boundaries of the District. The District operates four fire stations which are located as follows: one in Warrenton, Louisiana, a second on LA Highway 38 in the Hayes Creek Community, a third on LA Highway 430 in Hackley, Louisiana, and the fourth in Clifton, Louisiana, just off Highway 25, with a totally volunteer staff of firefighters.

NOTE 1—SUMMARY SIGIFICANT 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 assets (or balance sheet), a statement of activities and change in net assets, and a statement of cash flows.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, 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 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. 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. These criteria include:

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.

D. BASIS OF ACCOUNTING

The accompanying financial statements of the Washington Parish Fire Protection District No. 3 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 GASB-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.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

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.

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 Nonexchange Transactions*, defines a nonexchange transaction as a transaction whereby the government gives or receives value without directly receiving or giving equal value in return. Property taxes are imposed nonexchange 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:

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

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 year ending December 31, 2023, was adopted at the District's December 2022 meeting and amended at the December 2023 meeting.. The District was not in compliance with the Local Government Budget Act which requires a 5% variance in expenditures and revenues. Revenues were within the thresholds; however, expenditures were not.

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. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

L. NET POSITION-GOVERNMENT WIDE

GASB Statement No. 34, *Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments*, required reclassification of net assets into three separate components. GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, revised the terminology 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. GASB Statement No. 63 requires the following components of net position:

- **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 proceeds is 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 position 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 through 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.”
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M. FUND BALANCE-GOVERNMENTAL FUND STATEMENT

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. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

N. LEASES

Governmental Accounting Standards Board (GASB) Statement No 87, *Leases*, was implemented for the period ending December 31, 2022. The District acting as lessee, leases certain underlying assets under long-term, non-cancelable lease agreements and records a lease liability and right-to-use lease asset in its financial statements. These lease agreements define the lease term and some provide for options to renew, resulting in various expiration dates across the portfolio. The District initially calculates the lease liability based on the present value of expected payments during the lease term, reducing it as payments are made. The value of the leased asset is determined similarly, then adjusted for prepayments and initial direct costs, and is amortized over the shorter of the asset's useful life or the lease term. Key estimates and judgments related to leases include the determination of the discount rate used to calculate the present value of future lease payments, lease term, and lease payments. The District monitors changes that may impact lease liabilities and adjusts asset and liability values accordingly. Assets are reported along- side capital assets, and liabilities with long-term debts.

NOTE 2—LEVIED TAXES

On November 20, 1999, the voters of Washington Parish passed a proposition approving the levy of a 10-year, 17 mill property tax for acquiring, constructing, improving, maintaining and/or operating fire protection facilities and equipment for the District and paying the cost of obtaining water for fire protection purposes. On March 30, 2019 the voters of the District voted to renew the tax for a period of 10 years beginning with the year 2020 and ending with the year 2029. The tax was renewed for 17 mills. For 2023, the millage was set at 17.00 mills.

2023 Assessed Property Value	\$ 11,231,670
Exemptions	<u>(4,177,413)</u>
Taxable Value	<u><u>7,054,257</u></u>
17.00 mill assessment	190,938
Homestead Exemption	<u>(71,016)</u>
Total Tax	<u><u>\$ 119,922</u></u>

NOTE-3—CASH AND CASH EQUIVALENTS

At December 31, 2023, the District has cash and cash equivalents totaling \$45,666 as follows:

Non-interest bearing demand deposit	<u>\$ 33,305</u>
Total Cash	<u><u>\$ 33,305</u></u>

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

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

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 \$46,460 in deposits (collected bank balances). These deposits were secured from risk by \$250,000 of the federal deposit insurance and the remaining collateralized by Whitney Bank.

NOTE-4—RECEIVABLES

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

Class of receivables	December 31, 2023
Ad valorem Tax Receivable	\$ 119,922

NOTE 5—CAPITAL ASSETS:

	Balance January 1, 2023	Additions	Deletions	Balance December 31, 2023
Non-depreciable assets				
Land	\$ 17,612	\$ -	\$ -	\$ 17,612
Construction in progress	-	-	-	-
Total non-depreciable	17,612	-	-	17,612
Depreciable				
Firetrucks	249,654	-	-	249,654
Fire Station	307,457	-	-	307,457
Fire Equipment	125,896	30,000	-	155,896
Depreciable assets	683,007	30,000	-	713,007
Accumulated Depreciation				
Firetrucks	(169,602)	(9,031)	-	(178,633)
Fire Station	(84,887)	(7,878)	-	(92,765)
Fire Equipment	(121,756)	(4,177)	-	(125,933)
Total Accumulated Depreciation	(376,245)	(21,086)	-	(397,331)
Net Depreciable Assets	306,762	8,914	-	315,676
Right to Use Assets				
Firetrucks	357,192	-	-	357,192
Accumulated Amortization	(80,034)	(27,626)	-	(107,660)
Net Right to Use Assets	277,158	(27,626)	-	249,532
Net Capital Assets	\$ 601,532	\$ (18,712)	\$ -	\$ 582,820

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

Depreciation expense for the year ending December 31, 2023, was \$21,086. Amortization expense for the year ending December 31, 2023 was \$27,626. The District purchased new equipment in amount of \$30,000.

NOTE 6—LONG-TERM DEBT

On June 2, 2020, the District entered into a longer-term for the purchase of a new tanker for \$114,700. The agreement is for 10 years at 3.594%.

On January 1, 2022, the District entered in to a long-term lease agreement for acquisition of a new pumper for \$236,895. The arrangement is for 10 years at 3.070%.

The following is a summary of the long-term liability transaction during the year ended December 31, 2023:

	Beginning Balance 1/1/2023	Addition	Deduction	Ending Balance 12/31/2023	Due Within 1 Year
Lease Payable	\$ 280,403	\$ -	\$ (24,675)	\$ 255,728	\$ 27,125
	<u>\$ 280,403</u>	<u>\$ -</u>	<u>\$ (24,675)</u>	<u>\$ 255,728</u>	<u>\$ 27,125</u>

Future minimum lease payments are as follows:

Years	Principal	Interest	Total
2024	\$ 27,125	\$ 7,312	\$ 34,437
2025	26,905	6,415	33,320
2026	27,812	5,509	33,321
2027	15,091	4,853	19,944
2028	15,549	4,396	19,945
2029-2033	85,372	14,351	99,723
2034-2036	57,874	1,959	59,833
	<u>\$255,728</u>	<u>\$ 44,795</u>	<u>\$300,523</u>

NOTE 7—LITIGATION AND CLAIMS

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

NOTE 9—RELATED PARTY TRANSACTION

There were no related party transactions.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 12 – PRIOR PERIOD ADJUSTMENTS

Adjustments were made to the beginning net position for corrections to accumulated amortization of leased assets and related liabilities. The table below shows the effects:

Beginning net position, before prior period adjustment	\$ 527,780
Adjustment to correct accumulated amortization	(35,691)
Adjustment to correct lease liabilities	<u>(1,561)</u>
Beginning net position, after prior period adjustments	\$ <u><u>490,528</u></u>

NOTE 11—SUBSEQUENT EVENTS

These financial statements considered subsequent events through June 24, 2024 the date the financial statements were available to be issued. No other events were noted that require recording or disclosure in the financial statements for the fiscal year ending December 31, 2023.

REQUIRED SUPPLEMENTAL INFORMATION

SCHEDULE I

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Ad valorem taxes	\$ 97,000	\$ 105,000	\$ 121,601	\$ 16,601
State revenue sharing	9,500	12,000	13,339	1,339
Insurance rebates	10,000	17,000	16,896	(104)
Miscellaneous	-	-	1,125	1,125
Total Revenues	<u>116,500</u>	<u>134,000</u>	<u>152,961</u>	<u>18,961</u>
EXPENDITURES:				
Accounting & legal	4,500	5,000	-	5,000
Advertising	200	200	-	200
Capital outlay	15,000	15,000	30,000	(15,000)
Emergency Reporting	2,600	2,600	-	2,600
Lease Payment	11,000	24,676	24,675	1
Interest Payment	-	8,646	8,646	-
Dues	-	-	1,983	(1,983)
Fuel, gas, and oil	1,000	4,200	6,734	(2,534)
Insurance	19,000	20,000	20,829	(829)
Miscellaneous	1,000	500	127	373
Office supplies	2,500	2,500	3,927	(1,427)
Pension expense	3,400	3,800	7,979	(4,179)
Repairs and maintenance	30,000	25,000	50,576	(25,576)
Supplies	25,000	25,000	10,583	14,417
Telephone	3,000	3,000	2,918	82
Training	-	500	700	(200)
Utilities	4,000	6,000	3,572	2,428
Total Expenditures	<u>122,200</u>	<u>146,622</u>	<u>173,249</u>	<u>(26,627)</u>
NET CHANGE IN FUND BALANCE	(5,700)	(12,622)	(20,288)	(7,666)
FUND BALANCE, BEGINNING	<u>169,399</u>	<u>169,399</u>	<u>169,399</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 163,699</u>	<u>\$ 156,777</u>	<u>\$ 149,111</u>	<u>\$ (7,666)</u>

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

SUPPLEMENTAL INFORMATION

SCHEDULE II

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, 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>Board Member</u>	<u>Term End Date</u>
Larry L. Magee 26472 Ray Jones Road Franklinton, Louisiana 70438	12/31/2024
Hackley Magee 47603 Lawrence Creek Road Franklinton, Louisiana 70438	12/31/2023
Dudley Nielson 27360 Wayne Young Road Franklinton, Louisiana 70438	12/31/2023
Tommy Waldrep 48847 Marvin Thomas Franklinton, Louisiana 70438 Tommy.waldrep@live.com	12/31/2024
Jeff Taylor 31179 Hayes Creek Road Franklinton, Louisiana 70438 985-335-0858 pam@taylorsautocenter.com	12/31/2023

See accountant's compilation report.

SCHEDULE III

**WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana**

**SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 2023**

COMPENSATION, BENEFITS, & OTHER PAYMENTS TO AGENCY HEAD

Agency Head: Larry Magee

There were no compensation, benefits, or other payments made to the agency head during 2023.

See accountant's compilation report.

WASHINGTON PARISH FIRE PROTECTION DISTRICT NO. 3
WASHINGTON PARISH GOVERNMENT
Franklinton, Louisiana

Schedule of Prior Year Findings and Responses
For the Year Ended December 31, 2022

Finding 2022-C1 Late Submittal of Audit Report

Criteria: Local auditees must engage a CPA firm approved by Louisiana Legislative Auditors to perform its audit or other engagement no later than sixty days after its fiscal year end. The statutory due date for an agency to file the audit report is six months after the fiscal year end.

Condition: The agency's report was submitted November 2023.

Cause of Condition: The District entered into a lease purchase agreement in 2022. The District was first thought to be required to undergo a review/attestation. However, the District is to undergo a compilation.

Potential Effect of Condition: Noncompliance with state audit law.

Recommendation: The condition noted was out of the District's hands. The District accountant will consult with the District on lease requirements on future agreements.

Management's Response: The District will implement the recommendation noted.

Status: Resolved.