

**Hodge Fire Protection District**  
A Component Unit of the Jackson Parish Police Jury  
Hodge, Louisiana

Annual Financial Statements  
and Accountant's Compilation Report

As of and For the Year Ended  
August 31, 2020  
with Supplemental Information Schedules

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Hodge Fire Protection District  
Hodge, Louisiana

Annual Financial Statements  
As of and for the year ended August 31, 2020

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## Accountant's Compilation Report

Hodge Fire Protection District  
Hodge, Louisiana

Management is responsible for the accompanying financial statements of the General Fund of the Hodge Fire Protection District, a component unit of the Jackson Parish Police Jury, which comprise the balance sheet as of August 31, 2020, and the related statement of revenues, expenditures, and changes in fund balance for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Management has elected to omit the 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, as listed in the table of contents, 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. This information is the representation of management. This information was subject to our compilation agreement, however, we 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.

Act 706 of the Louisiana 2014 Legislative Session requires a Schedule of Compensation, Benefits, and Other Payments to Agency Head, as listed in 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 Hodge Fire Protection District.

*Kenneth D. Folden & Co., CPAs*

Jonesboro, Louisiana  
February 17, 2021

# **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

Hodge Fire Protection District  
Hodge, Louisiana

Statement of Net Position  
As of August 31, 2020

	Governmental Activities
<b>Assets</b>	
Cash and equivalents	\$ 8,956
Accounts receivable	41,900
Capital assets (net of accumulated depreciation)	<u>160,280</u>
<b>Total Assets</b>	<u>211,136</u>
<b>Liabilities</b>	
Accounts payable	<u>1,575</u>
<b>Total Liabilities</b>	<u>1,575</u>
<b>Deferred Inflows of Resources</b>	
<b>Net Position</b>	
Net investment in capital assets	160,280
Unrestricted	<u>49,280</u>
<b>Total Net Position</b>	<u><u>\$ 209,560</u></u>

See accountant's compilation report.

Hodge Fire Protection District  
Hodge, Louisiana

Statement of Activities  
For the Year Ended August 31, 2020

	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	\$ 75,261	\$ 50,834	\$ -	\$ 25,000	\$ 573
Total governmental activities	\$ 75,261	\$ 50,834	\$ -	\$ 25,000	\$ 573
<u>General Revenues</u>					
Intergovernmental					8,289
Investment earnings					150
Other revenue					203
Total general revenues and transfers					8,642
Change in net position					9,215
Net position - August 31, 2019					200,345
Net position - August 31, 2020					\$ 209,560

See accountant's compilation report.

# **FUND FINANCIAL STATEMENTS**



Hodge Fire Protection District  
Hodge, Louisiana

Balance Sheet - Governmental Funds  
As of August 31, 2020

	Governmental Funds
<b>Assets</b>	
Cash and equivalents	\$ 8,956
Accounts receivable	41,900
<b>Total Assets</b>	<b>\$ 50,856</b>
<b>Liabilities and Fund Balances</b>	
Liabilities:	
Accounts payable	\$ 1,575
<b>Total Liabilities</b>	<b>1,575</b>
Fund balances:	
Unassigned, reported in:	
General revenue fund	49,280
<b>Total Fund Balances</b>	<b>49,280</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 50,855</b>

See accountant's compilation report.

Hodge Fire Protection District  
Hodge, Louisiana

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position  
As of August 31, 2020

Total Fund Balances at August 31, 2020 - Governmental Funds (Statement C)	\$ 49,280
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.	<u>160,280</u>
Net Position at August 31, 2020	<u>\$ 209,560</u>

See accountant's compilation report.

Hodge Fire Protection District  
Hodge, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds  
For the Year Ended August 31, 2020

	Governmental Funds
<b>Revenues</b>	
Intergovernmental	8,289
Charges for services	50,834
Capital grant	25,000
<b>Total revenues</b>	<b>84,123</b>
<b>Expenditures</b>	
Current:	
Public safety	
Personnel services	3,700
Supplies	8,384
Utilities	7,243
Repairs and maintenance	3,341
Contractual services	1,719
Miscellaneous	3,003
Insurance	15,240
Legal and accounting	4,736
Office	10,066
Capital outlay	25,153
<b>Total expenditures</b>	<b>82,585</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,538</b>
<b>Other financing sources (uses)</b>	
Interest earnings	150
Miscellaneous	203
<b>Total other financing sources (uses)</b>	<b>353</b>
<b>Net changes in fund balances</b>	<b>1,891</b>
<b>Fund balances - August 31, 2019</b>	<b>47,389</b>
<b>Fund balances - August 31, 2020</b>	<b>\$ 49,280</b>

See accountant's compilation report.

Hodge Fire Protection District  
Hodge, Louisiana

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,  
and Changes in Funds Balances to the Statement of Activities  
For the Year Ended August 31, 2020

Total net change in Fund Balances - Governmental Funds (Statement E)	\$	1,891
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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 capitalized over their estimated useful lives as depreciation expense. This is the amount by which capital outlay differs from depreciation for the period.

Depreciation		(17,829)
Capital outlay		<u>25,153</u>
Change in net position of governmental activities (Statement B)	\$	<u><u>9,215</u></u>

See accountant's compilation report.

**REQUIRED SUPPLEMENTARY  
INFORMATION**

Hodge Fire Protection District  
Hodge, Louisiana

Budgetary Comparison Schedule - General Fund  
For the Year Ended August 31, 2020

	Budget - Original	Budget - Final	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Intergovernmental	8,000	8,289	8,289	-
Charges for services	50,328	50,834	50,834	-
Capital grant or contributions	-	-	25,000	25,000
<b>Total revenues</b>	<u>58,328</u>	<u>59,123</u>	<u>84,123</u>	<u>25,000</u>
<b>Expenditures</b>				
Current:				
Public safety				
Personnel services	3,600	3,600	3,700	100
Supplies	5,500	7,700	8,384	(684)
Utilities	6,550	6,650	7,243	(593)
Repairs and maintenance	3,450	2,900	3,341	(441)
Contractual services	-	1,800	1,719	81
Miscellaneous	3,600	3,000	3,003	(3)
Insurance	13,500	15,240	15,240	-
Legal and accounting	3,000	4,300	4,736	(436)
Office	7,700	9,925	10,066	(141)
Capital outlay	5,000	1,500	25,153	(23,653)
<b>Total expenditures</b>	<u>51,900</u>	<u>56,615</u>	<u>82,585</u>	<u>(25,770)</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>6,428</u>	<u>2,508</u>	<u>1,538</u>	<u>(770)</u>
<b>Other financing sources (uses)</b>				
Interest earnings	200	150	150	-
Capital lease principal expenditures	(9,014)	(9,014)	-	9,014
Capital lease interest expenditures	(403)	(403)	-	403
Miscellaneous	20	136	203	67
<b>Total other financing sources (uses)</b>	<u>(9,197)</u>	<u>(9,131)</u>	<u>353</u>	<u>9,484</u>
<b>Net changes in fund balances</b>	<u>(2,769)</u>	<u>(6,623)</u>	<u>1,891</u>	<u>8,714</u>
<b>Fund balances - August 31, 2019</b>	<u>47,389</u>	<u>47,389</u>	<u>47,389</u>	<u>-</u>
<b>Fund balances - August 31, 2020</b>	<u>\$ 44,620</u>	<u>\$ 40,766</u>	<u>\$ 49,280</u>	<u>\$ 8,714</u>

See accountant's compilation report.

# **SUPPLEMENTAL INFORMATION**

Hodge Fire Protection District  
Hodge, Louisiana

Schedule of Compensation, Benefits and Other Payments to Agency Head  
For the year ended August 31, 2020

Michael Heard Fire Chief	
Contract services	\$ 1,650
Reimbursement for call-out	250
Reimbursement for supplies	<u>33</u>
	<u>\$ 1,933</u>





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February 17, 2021

Board of Commissioners  
Hodge Fire Protection District  
Post Office Box 352  
Hodge, Louisiana

RE: Management Letter  
Compilation Report – For the Year Ended August 31, 2020

Dear Board of Directors:

We have performed our compilation of the Hodge Fire Protection District, and as a part of those procedures, we have the following information to report to you.

- 1) In August of 2019, the District adopted a budget according to the local government budget law for the year ended August 31, 2020. However, the District received a contribution of a van and a car (valued at \$25,000) and actual expenditures were more than budgeted expenditures by more than 5%. The budget was not amended to address this variance. The van contribution and expenditure were not cash transactions.

Management's Response: Management and the Board are aware of this oversight in the budget and will insure that the budget is amended for variances of more than 5% in subsequent year.

Sincerely,

*Kenneth D. Folden & Co., CPAs*

Kenneth D. Folden & Co., CPAs