

**WESTERN CASS FIRE PROTECTION DISTRICT**

**FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED  
DECEMBER 31, 2018**

**TOGETHER WITH  
INDEPENDENT AUDITORS' REPORT**

WESTERN CASS FIRE PROTECTION DISTRICT  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2018

	Page
Independent Auditors' Report	1
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	3
Statement of Activities	4
Fund Financial Statements:	
Balance Sheet	5
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance	6
Reconciliation of the Combined Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities	7
Notes to the Basic Financial Statements	8
Required Supplementary Information:	
Statement of Revenues, Expenditures, and Changes in Fund Balance, Budget and Actual	
General Fund	16
Special Revenue - Projects Fund	17
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	18
Schedule of Current Year Findings and Responses to the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	20
Schedule of Prior Year Findings and Responses to the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters <b>Based</b> on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	22
Other Supplementary Information:	
Statement of Revenues, Expenses, and Changes in Fund Balance, Budget and Actual - Debt Service Fund	27



210 W. Ohio  
Butler, MO 64730  
Fax: 660-679-6575

1626 Hedges Plaza  
Nevada, MO 64772  
Fax: 417-667-6420

1118A Remington Plaza  
Raymore, MO 64083  
Fax: 816-322-4626

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
The Western Cass Fire Protection  
District  
Cleveland, Missouri

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities and each major fund of the Western Cass Fire Protection District for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, except for the effects, if any, of not providing management's discussion and analysis as described in the following paragraph, the financial statements, as listed in the table of contents, present fairly, in all material respects, the respective financial position of the governmental activities and aggregate remaining fund information of the Western Cass Fire Protection District at December 31, 2018, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require the budgetary comparison information on pages 16 and 17 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Western Cass Fire Protection District's basic financial statements. The budgetary comparison schedule on page 27 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued a report dated October 21, 2020, on our consideration of the Western Cass Fire Protection District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*DSWA Certified Public Accountants, P.C.*

Raymore, Missouri  
October 21, 2020

**WESTERN CASS FIRE PROTECTION DISTRICT  
STATEMENT OF NET POSITION  
DECEMBER 31, 2018**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current assets:	
Cash and restricted cash	\$ 213,390
Investments	42,054
Taxes receivable	261,640
Accrued interest receivable	33
Due from general fund	56,689
Prepaid expenses	3,115
Total current assets	576,921
Capital assets:	
Apparatus	1,399,376
Buildings	141,000
Communication equipment	37,405
Furniture	58,493
Gear	100,187
Leasehold improvements	113,768
Medical equipment	23,740
Other equipment	207,202
Shop equipment	2,905
Less: accumulated depreciation	(1,289,427)
Total capital assets	794,649
Total assets	\$ 1,371,570
<b>LIABILITIES</b>	
Current liabilities:	
Current maturities of long-term obligations	\$ 144,383
Accounts payable	2,815
Interest payable	3,178
Due to debt service fund	56,689
Security deposits	700
Total current liabilities	207,765
Noncurrent liabilities:	
Capital leases payable	35,589
Bond payable	410,000
Total noncurrent liabilities	445,589
Total liabilities	\$ 653,354
<b>NET POSITION</b>	
Net investment in capital assets	\$ 201,499
Restricted for debt service	251,861
Unrestricted	264,856
Total net position	\$ 718,216

**WESTERN CASS FIRE PROTECTION DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2018**

Functions/ Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
Governmental activities:				
Buildings and grounds	\$ 6,676	\$ -	\$ -	\$ (6,676)
Dispatching	17,920	-	-	(17,920)
Firefighter appreciation	16,084	-	-	(16,084)
Fuel and truck maintenance	21,763	-	-	(21,763)
Insurance	17,932	-	-	(17,932)
Repairs and maintenance	611	-	-	(611)
Medical and firefighting supplies	14,962	-	-	(14,962)
Office supplies and postage	3,544	-	-	(3,544)
Other administrative expenses	483	-	-	(483)
Professional fees	10,684	-	-	(10,684)
Recruitment retention	21,046	-	-	(21,046)
Telephone and communications	1,651	-	-	(1,651)
Utilities	12,847	-	-	(12,847)
Training	4,685	-	-	(4,685)
Interest expense	12,698	-	-	(12,698)
Equipment and gear depreciation expense	150,023	-	-	(150,023)
Total governmental activities	\$ 313,609	\$ -	\$ -	\$ (313,609)
General Revenues:				
Property taxes-General purpose and debt service				331,577
Interest income				349
Miscellaneous				20,180
Total general revenues				352,106
Change in net position				38,497
Net position - beginning				679,719
Net position - ending				\$ 718,216

**WESTERN CASS FIRE PROTECTION DISTRICT  
BALANCE SHEET  
DECEMBER 31, 2018**

	General	Special Revenue (Projects) Fund	Debt Service	Total Governmental Funds
<b>ASSETS</b>				
Cash	\$ 59,397	\$ -	\$ 97,304	\$ 156,701
Investments	42,054	-	-	42,054
Taxes receivable	153,223	-	108,417	261,640
Accrued interest receivable	33	-	-	33
Prepaid insurance	3,115	-	-	3,115
Restricted cash	56,689	-	-	56,689
Due from other funds	-	-	56,689	56,689
Total assets	<u>\$ 314,511</u>	<u>\$ -</u>	<u>\$ 262,410</u>	<u>\$ 576,921</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>				
Liabilities:				
Accounts payable	\$ 2,815	\$ -	\$ -	\$ 2,815
Due to other funds	56,689	-	-	56,689
Interest payable	-	-	3,396	3,396
Security deposits	700	-	-	700
Total liabilities	<u>60,204</u>	<u>-</u>	<u>3,396</u>	<u>63,600</u>
Deferred inflows of resources:				
Deferred property tax revenue	<u>10,420</u>	<u>-</u>	<u>7,153</u>	<u>17,573</u>
Fund balance:				
Nonspendable:				
Prepaid expenses	3,115	-	-	3,115
Restricted:				
Debt service	-	-	251,861	251,861
Unassigned	<u>240,772</u>	<u>-</u>	<u>-</u>	<u>240,772</u>
Total fund balances	<u>243,887</u>	<u>-</u>	<u>251,861</u>	<u>495,748</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 314,511</u>	<u>\$ -</u>	<u>\$ 262,410</u>	<u>\$ 576,921</u>

**Reconciliation to Statement of Net Position**

Amounts reported for governmental activities in the statement of net position are different because:

<b>Total fund balance - governmental funds</b>	<b>\$ 495,748</b>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$2,062,083 and the accumulated depreciation is \$1,289,427.	794,649
Property tax revenue is recognized as it is earned in the government-wide financial statements, but the portion not meeting the definition of "available" is deferred in the funds.	17,573
Long-term liabilities, including bonds payable, changes in interest payable and capital leases, are not due and payable in the current period and therefore are not reported in the funds.	<u>(589,754)</u>
<b>Total net position - governmental activities</b>	<b>\$ 718,216</b>

**WESTERN CASS FIRE PROTECTION DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED DECEMBER 31, 2018**

	General	Special Revenue (Projects) Fund	Debt Service	Total Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 193,615	\$ -	\$ 133,322	\$ 326,937
Other	20,180	-	-	20,180
Total revenues	<u>213,795</u>	<u>-</u>	<u>133,322</u>	<u>347,117</u>
<b>EXPENDITURES</b>				
General:				
Buildings and grounds	6,676	-	-	6,676
Dispatching	17,920	-	-	17,920
Firefighter appreciation	16,084	-	-	16,084
Fuel and truck maintenance	36,631	-	-	36,631
Insurance	17,932	-	-	17,932
Repairs and maintenance	611	-	-	611
Medical and firefighting supplies	22,087	-	-	22,087
Office supplies and postage	3,544	-	-	3,544
Other administrative expenses	483	-	-	483
Professional fees	10,684	-	-	10,684
Recruitment retention	21,046	-	-	21,046
Telephone and communications	1,651	-	-	1,651
Utilities	12,847	-	-	12,847
Training	4,685	-	-	4,685
Debt service	36,839	-	114,294	151,133
Total expenditures	<u>209,720</u>	<u>-</u>	<u>114,294</u>	<u>324,014</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,075</u>	<u>-</u>	<u>19,028</u>	<u>23,103</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interest	349	-	-	349
Transfers in (out)	5,707	(5,707)	-	-
Total other financing sources (uses)	<u>6,056</u>	<u>(5,707)</u>	<u>-</u>	<u>349</u>
Net change in fund balance	10,131	(5,707)	19,028	23,452
Fund balances - beginning	233,756	5,707	232,833	472,296
Fund balances - ending	<u>\$ 243,887</u>	<u>\$ -</u>	<u>\$ 251,861</u>	<u>\$ 495,748</u>



**WESTERN CASS FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2018**

---

Amounts reported for governmental activities in the statement of activities are different because:

**Net change in fund balances** \$ 23,452

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an estimated useful life of greater than one year are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital outlays	\$ 21,993	
Depreciation expense	<u>(150,023)</u>	(128,030)

Lease payments are expensed in the governmental funds, but are reported as reductions to capital lease obligations in the government-wide financial statements.

Principal paid on capital leases	33,217
----------------------------------	--------

Some revenues reported in the statement of activities do not provide current financial resources and therefore are not reported as revenues in the governmental funds:

Change in deferred portion of property tax revenues	4,640
---	-------

The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. The net effect of this difference in the treatment of general obligation bonds and related items is as follows:

Principal payments	105,000	
Interest payable	<u>218</u>	<u>105,218</u>

**Change in net position of governmental activities** **\$ 38,497**

## **Western Cass Fire Protection District Notes to the Basic Financial Statements**

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

The district was organized in April 1983, to provide fire protection and first responder services to a designated district in Cass County, Missouri without charge. As an autonomous governmental entity, its operations are principally funded by annual levies of ad valorem taxes.

The District is governed by an elective board of five directors.

The accounting policies of the District conform to generally accepted accounting principles as applicable to governments.

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the residents of the District should be included as a component unit in the District's financial statements. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The District has determined that no other outside agency meets the above criteria, and therefore, no other agency has been included as a component unit in the District's financial statements.

#### **A. Basis of Presentation:**

##### **1. Government-wide Financial Statements**

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the District as a whole excluding any fiduciary activities. The statements show the governmental activities, which are generally supported by taxes and District general revenues.

In the government-wide statement of net position, activities are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets, restricted, and unrestricted.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which include fees, fines, and other charges to user of the District's services; (2) grants and contributions that are restricted to meeting the operational or capital requires of the particular program. Revenues that are not classified as program receipts, including all taxes, are presented as general revenues.

##### **2. Fund Financial Statements**

In the fund financial statements, the accounts of the District are organized on the basis of funds and account groups, 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; liabilities; fund equity; revenues; and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which spending activities are controlled. The District reports the following major governmental funds:

**Western Cass Fire Protection District  
Notes to the Basic Financial Statements**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

**A. Basis of Presentation (continued):**

2. Fund Financial Statements (continued)

- a. General Fund – Accounts for general activities of the District.
- b. Special Revenue (Projects) Fund –Accounts for the proceeds of long-term debt, taxes, and other revenues and expenditures designated for the construction or purchase of major capital assets and all other capital outlay. The Special Revenue Fund was closed in 2018 and the remaining funds were transferred to the General Fund.
- c. Debt Service Fund – Accounts for the accumulation of resources for the payment of long-term debt principal, interest, and related costs.

**B. Basis of Accounting:**

1. Government-wide Financial Statements

The government-wide financial statements report using the economic resources measurement focus and the accrual basis of accounting.

2. Governmental Fund Financial Statements

The governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The District considers revenues to be available if they are collected within 60 day of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred.

Major revenues susceptible to accrual include property taxes and investment income. In general, other revenues are recognized when cash is received. Deferred revenues include measurable but unavailable amounts of delinquent property taxes. Expenditures are generally recorded when the related liability is incurred. General capital asset acquisitions are reported as expenditures in the government's funds and general proceeds of long-term debt are reported as other financing sources.

**C. Inventory:**

Management considers any inventory to be immaterial; therefore, no inventory is recorded.

**D. Capital Assets:**

Capital assets, including land, buildings and improvements, and equipment with an original cost of more than \$500 are reported in the government-wide financial statements. Capital assets are defined by the District as items with an estimated useful life of more than one year. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. The costs of normal maintenance and repairs are not capitalized.

Capital assets are recorded at historical cost if purchased or constructed, or at estimated historical cost if actual cost is not available. Construction projects are capitalized as the costs are incurred. Interest incurred during the construction phase of capital assets in the proprietary funds is included as part of the capitalized value of the assets constructed. Donated capital assets are recorded at estimated fair market value as of the date received.

## Western Cass Fire Protection District Notes to the Basic Financial Statements

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

#### D. Capital Assets (continued):

Depreciation of all exhaustible capital assets is reported for all funds in the government-wide financial statements.

Depreciation is provided in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line basis. The service lives by type of asset are as follows:

Vehicles	10 years
Leasehold Improvements	20 years
Building	39 years
Equipment	5-7 years

Expenditures for maintenance and repairs are charged to expense; renewals and betterments are capitalized.

#### E. Security Deposits:

The District has one fire station at which two firefighters reside. No rent is charged to the individuals as they are members of the fire department. The firefighters are required to pay a deposit to live in the station. The balance of these deposits at December 31, 2018, was \$700.

#### F. Net Position:

Net position in the government-wide financial statements represents the difference in assets and deferred outflows of resources and liabilities and deferred inflows of resources and is reported in three categories.

1. Net investment in capital assets consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
2. Restricted net position consists of net position with use constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or bond covenants. Restricted net position is reduced by liabilities and deferred inflows of resources related to restricted assets.
3. Unrestricted net position consists of all other net position that does not meet the definition of the above two components and is available for general use by the District.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources before using unrestricted resources.

#### G. Fund Balance:

The fund financial statements present fund balance by classification based on the extent to which the District is bound to honor constraints on the specific purposes for which the funds may be spent.

1. Nonspendable – amounts that are either not in spendable form, or legally or contractually required to be maintained intact.

**Western Cass Fire Protection District**  
**Notes to the Basic Financial Statements**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

**G. Fund Balance (continued):**

2. Restricted – amounts constrained to specific uses by external groups such as creditors, grantors, or contributors; or by laws and regulations of other governments.
3. Committed – amounts constrained to specific uses by the District itself, using its highest level of decision making authority, the District's Board of Directors. Commitments may be established, modified, or rescinded only through resolutions passed by the District's Board of Directors.
4. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that the District intends to use for a specific purpose. For all funds other than the General Fund, this includes any remaining funds not otherwise classified, as they are assigned to the purposes for which the fund was established. For the General Fund, the assignment can result from intent expressed by the District's Board of Directors or by District administrators to which the Board of Directors delegates the authority.
5. Unassigned – amounts that are available for any purpose. Positive amounts are reported in only the General Fund. Negative unassigned fund balances are reported for all other governmental funds where the nonspendable, restricted, and committed fund balances exceed the total fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District applies restricted funds first. When an expenditure is incurred for which committed, assigned, and/or unassigned fund balances are available, the District first applies committed funds, and finally unassigned funds, as needed.

**H. Use of Estimates:**

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

**I. Budgetary Accounting:**

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Final tax valuations are received from the Cass County Assessor in July or August.
2. A detailed operating budget for the succeeding year is presented by the Chief to the Board of Directors.
3. The budget is legally enacted, together with the current year property tax levy, through approval by the Board of Directors prior to December 31 each year. For the year ended December 31, 2018, the budget was not approved prior to December 31, which appears to be a violation of Revised Missouri Statute (RSMo.) Section 67.010.
4. Budgets are prepared and lapse on an annual basis.
5. The Directors may authorize budget revisions during the year.

## Western Cass Fire Protection District Notes to the Basic Financial Statements

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

#### I. Budgetary Accounting (continued):

6. Budgets for District funds are prepared and adopted using the cash basis of accounting (budget basis). In the budget to actual comparison schedule, the actual results are presented in accordance with the basis of accounting used for budgeting.
7. RSMo. Section 67.040 limits expenditures from a Missouri political subdivision to the amount budgeted, unless amends are made to the budget. Therefore, any expenditure in excess of the annual budget is a violation of Missouri Revised Statutes.

#### J. Nonexchange Transactions:

Nonexchange transactions in which the District receives value without directly giving equal value in return include taxes, grants, entitlements, and donations.

### 2. CASH AND RESTRICTED CASH:

State statutes require that the District's deposits be collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of December 1, 2018, the District's bank balances were entirely covered by FDIC insurance.

Cash in the general fund in the amount of \$56,689 is due to the debt service fund to allocate property taxes per the District's levy. As this amount is restricted for the use of debt servicing, it is shown as restricted cash in the general fund.

### 3. INVESTMENTS:

The District's investments as of December 31, 2018, consisted of certificates of deposit totaling \$42,054.

Certificates of deposit with maturities in excess of three months are classified as investments but are considered deposits for custodial risk determination. State statutes require the District's deposits be collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2018, all certificates of deposit are entirely insured or collateralized with securities.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy mandates structuring the investment portfolio so that investments mature to meet cash requirements for ongoing operations thereby avoiding the need to sell investments on the open market prior to maturity.

**Western Cass Fire Protection District  
Notes to the Basic Financial Statements**

**4. CAPITAL ASSETS:**

The capital assets activity of the governmental funds during the year is as follows:

	Balance, January 1, 2018	Additions	Disposals	Balance, December 31, 2018
Apparatus	\$ 1,384,508	\$ 14,868	\$ -	\$ 1,399,376
Buildings	141,000	-	-	141,000
Communication equipment	37,405	-	-	37,405
Furniture	58,493	-	-	58,493
Gear	100,187	-	-	100,187
Leasehold improvements	113,768	-	-	113,768
Medical equipment	16,615	7,125	-	23,740
Other equipment	207,202	-	-	207,202
Shop equipment	2,905	-	-	2,905
Total capital assets	2,062,083	21,993	-	2,084,076
Accumulated depreciation	(1,139,404)	(150,023)	-	(1,289,427)
Net capital assets	\$ 922,679	\$ (128,030)	\$ -	\$ 794,649

Depreciation expense was charged to functions in the Statement of Activities as follows:

Buildings and grounds	\$ 7,392
Equipment and gear depreciation expense	142,631
	<u>\$ 150,023</u>

Included in the amount above are capital assets of with a purchase price of \$200,000, less \$70,000 accumulated depreciation, purchased under a capital lease.

**5. PROPERTY TAXES:**

Property taxes are assessed January 1 and levies are set and filed with the county clerk by September 1 each year. Property taxes attach as an enforceable lien on November 1, and the taxes are due to be collected by December 31. Uncollected amounts become delinquent after that date. The District considers any allowance for uncollectible property taxes to be immaterial; therefore, no allowance has been recorded.

The assessed value of tangible real and personal property was \$45,239,661. The tax levy per \$100 of assessed valuation of tangible taxable property for the calendar year 2018, for purposes of local taxation, was \$0.7232 as follows:

<u>Fund</u>	<u>Adjusted</u>
General	\$ 0.4362
Debt Service	0.3000
	<u>\$ 0.7362</u>

**Western Cass Fire Protection District  
Notes to the Basic Financial Statements**

**6. CAPITAL LEASE OBLIGATIONS:**

The following is a summary of the District's capital lease transactions for the year ended December 31, 2018:

Capital lease payable, January 1, 2018	\$ 103,188
Less - Current year payments	<u>(33,216)</u>
Capital lease payable, December 31, 2018	<u>\$ 69,972</u>

On January 22, 2015, the District entered into a capital lease arrangement that expires July 1, 2020, for the purchase of a 2000 Gladiator, a 2003 Spartan, and a 2002 Ford F550. At the end of the lease term, the District will assume ownership. The lease requires annual payments of \$36,839, with an interest rate of 3.45% per annum.

At December 31, 2018, future minimum lease payments under the capital leases are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
December 31, 2019	34,383	2,456	36,839
December 31, 2020	<u>35,589</u>	<u>1,249</u>	<u>36,838</u>
Total	<u>\$ 69,972</u>	<u>\$ 3,705</u>	<u>\$ 73,677</u>

Cash paid for interest was \$3,622 during the year ended December 31, 2018.

**7. LEGAL DEBT:**

Under Missouri Revised Statutes Section 321.230-321-242, the Board of Directors, by a vote of its qualified electorate, may borrow money and issue bonds for the purpose of purchasing any property or equipment necessary or incidental to the operation of a fire protection district. The loans authorized by this section shall not be contracted for a period longer than twenty years.

**8. COMMITMENTS AND CONTINGENCIES:**

The District is a party to various mutual aid agreements with neighboring cities and fire protection districts, whereby each party will provide assistance to the other parties in case of major fires, disasters, and other conflagrations.

**9. POSTEMPLOYMENT BENEFITS:**

The District is operated by volunteer firefighters. There are no employees of the District.

**10. DISPATCHING:**

The District has an agreement with the Lee's Summit Fire Department to provide all dispatching services. This center is a regional Fire and EMS dispatch center and provides the following communication services for the District:

Complete communication services for dispatch of fire and emergency medical services and other related emergency services from the receipt of the incident report until the termination of the incident through a computer-aided dispatch system which maintains information such as receipt time, arrival time, and incident termination time.

The District pays \$.03 per \$100 assessed valuation, less 1.7% which represents the County collection fee, of the funds received by the District. The payment is due on April 1, of each year. During the year ended December 31, 2018, the District made a payment of \$12,708 for 2018 services.



**Western Cass Fire Protection District  
Notes to the Basic Financial Statements**

**11. BONDS PAYABLE:**

Bonds payable at December 31, 2018, consisted of \$520,000 outstanding Series 2015 General Obligation Bonds issued February 24, 2015, due in varying annual installments through March 1, 2023, with an annual interest rate of 1.630%, payable semi-annually on March 1, and September 1, of each year, starting September 1, 2015.

Annual debt service requirements for these bonds for each of the next five years and in five-year increments thereafter are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 110,000	\$ 7,580	\$ 117,580
2020	115,000	5,746	120,746
2021	115,000	3,871	118,871
2022	120,000	1,956	121,956
2023	60,000	489	60,489
	<u>\$ 520,000</u>	<u>\$ 19,642</u>	<u>\$ 539,642</u>

Cash paid for interest was \$9,294 during the year ended December 31, 2018.

**12. DATE OF MANAGEMENT'S REVIEW:**

Management has evaluated subsequent events through October 21, 2020, the date the financial statements were issued.

**WESTERN CASS FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL-GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual Budget Basis	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
Taxes	\$ 187,287	\$ 187,287	\$ 193,711	\$ 6,424
Other	-	-	20,180	20,180
Interest	-	-	349	349
Total revenues	<u>187,287</u>	<u>187,287</u>	<u>214,240</u>	<u>26,953</u>
<b>EXPENDITURES</b>				
<b>General:</b>				
Buildings and grounds	8,088	8,088	6,666	1,422
Dispatching	19,737	19,737	17,920	1,817
Firefighter appreciation	13,000	13,000	15,890	(2,890)
Fuel and truck maintenance	24,940	24,940	35,195	(10,255)
Insurance	15,895	15,895	17,932	(2,037)
Repairs and maintenance	6,000	6,000	611	5,389
Medical and firefighting supplies	7,000	7,000	21,649	(14,649)
Office supplies and postage	3,500	3,500	3,445	55
Other administrative expenses	1,165	1,165	483	682
Professional fees	12,000	12,000	10,684	1,316
Recruitment retention	15,600	15,600	20,869	(5,269)
Telephone and communications	1,380	1,380	1,651	(271)
Utilities	12,125	12,125	10,956	1,169
Training	4,500	4,500	4,685	(185)
<b>Debt service:</b>				
Principal	33,217	33,217	33,217	-
Interest expense	3,622	3,622	3,622	-
Total expenditures	<u>181,769</u>	<u>181,769</u>	<u>205,475</u>	<u>(23,706)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,518</u>	<u>5,518</u>	<u>8,765</u>	<u>3,247</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	5,707	5,707
Net change in fund balance	5,518	5,518	14,472	<u>\$ 8,954</u>
Fund balance - beginning	<u>233,756</u>	<u>233,756</u>	<u>233,756</u>	
Fund balance - ending	<u>\$ 239,274</u>	<u>\$ 239,274</u>	248,228	
<b>Adjustments to reconcile to GAAP basis:</b>				
Accrual adjustments to revenues			(2,396)	
Accrual adjustments to expenses			(1,945)	
Fund balance - ending (GAAP Basis)			<u>\$ 243,887</u>	

**WESTERN CASS FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL-PROJECTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2018**

---

	<u>Budgeted Amounts</u>		<u>Actual Budget Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	\$ -	\$ -	(5,707)	(5,707)
Net change in fund balance	-	-	(5,707)	(5,707)
Fund balance - beginning	5,707	5,707	5,707	-
Fund balance - ending	<u>\$ 5,707</u>	<u>\$ 5,707</u>	<u>\$ -</u>	<u>\$ (5,707)</u>



210 W. Ohio  
Butler, MO 64730  
Fax: 660-679-6575

1626 Hedges Plaza  
Nevada, MO 64772  
Fax: 417-667-6420

1118A Remington Plaza  
Raymore, MO 64083  
Fax: 816-322-4626

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of  
The Western Cass Fire Protection  
District  
Cleveland, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities of the Western Cass Fire Protection District as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Western Cass Fire Protection District's basic financial statements and have issued our report thereon dated October 21, 2020.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Western Cass Fire Protection District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Western Cass Fire Protection District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Western Cass Fire Protection District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings as item 2018-001 that we consider to be a material weakness.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Western Cass Fire Protection District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings as item 2018-002.

## **Western Cass Fire Protection District's Response to Findings**

The Western Cass Fire Protection District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Western Cass Fire Protection District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*DSWA Certified Public Accountants, P.C.*

Raymore, Missouri  
October 21, 2020

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF CURRENT YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

FOR THE YEAR ENDED DECEMBER 31, 2018

INTERNAL CONTROL OVER FINANCIAL REPORTING

**2018-001 Segregation of Duties – Material Weakness**

Statement of Condition: The functions of receiving, depositing, disbursing and recording monies are performed by the same employee. This employee is also responsible for reconciling the cash accounts. The District Bookkeeper, who performs the bookkeeping services for the District, also prepares the bank reconciliations. Reviews of these reconciliations are not documented or signed by another individual.

Criteria: Adequate segregation of non-compatible duties is important for a sound and effective system of internal control.

Cause: Limited number of available personnel.

Effect: Without proper segregation of duties, the risk increases that errors and irregularities related to cash transactions could occur and not be detected on a timely basis. Misappropriation of cash frequently occurs in small entities without adequate segregation of duties.

Recommendation: Efficient segregation of duties in a small government environment is often difficult; however, the Board should be aware of the risk associated with this lack of duty segregation and attempt to exercise as much oversight control in these areas as possible and feasible.

District's Response: *The District will evaluate what additional procedures could be used to segregate duties.*

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF CURRENT YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

FOR THE YEAR ENDED DECEMBER 31, 2018

COMPLIANCE

2018-002      **Budget Compliance**

Statement of Condition: The District did not amend the budget to ensure final actual expenditures were equal to or less than final budgeted figures for the General Fund as required by RSMo Chapter 67.

Criteria: RSMo. 67.040 states that "the political subdivision shall not increase the total amount authorized for expenditures from any fund, unless the governing body adopts a resolution setting forth the facts and reasons making the increase necessary."

Effect: The District is out of compliance with RSMo. Chapter 67.

Cause: The District did not ensure final actual expenditures were equal to or less than final budgeted figures per fund.

Recommendation: We recommend the District ensure final actual expenditures are equal to or less than final budgeted figures per fund and monitor the budget to make contemporaneous changes when necessary.

District's Response: *The District concurs with the findings.*

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

FOR THE YEAR ENDED DECEMBER 31, 2018

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

**2017-001 Cash Activity Not Recorded in Software – Material Weakness**

Statement of Condition: The District is not recording all cash account activity in the accounting software.

Criteria: It is necessary for the District to record all cash account activity to provide accurate financial information to the Board of Directors when making financial decisions.

Cause: Not reconciling all bank accounts as a secondary check for the information entered into the accounting software.

Effect: Without recording and reconciling all cash account activity, the District cannot be certain the financial records received are accurate.

Recommendation: It is recommended that the District record and reconcile all cash account activity in the accounting software on a monthly basis. It is also recommended that there be a secondary review of bank statements and reconciliations on a monthly basis.

District's Response: *The District will start recording all cash account activity in accounting software.*

December 31, 2018 status: This was not a finding for the year ended December 31, 2018



WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT  
AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

FOR THE YEAR ENDED DECEMBER 31, 2018

INTERNAL CONTROL OVER FINANCIAL REPORTING (continued):

2017-002      **Segregation of Duties – Material Weakness**

Statement of Condition: The functions of receiving, depositing, disbursing and recording monies are performed by the same employee. This employee is also responsible for reconciling the cash accounts. The District Bookkeeper, who performs the bookkeeping services for the District, also prepares the bank reconciliations. Reviews of these reconciliations are not documented or signed by another individual.

Criteria: Adequate segregation of non-compatible duties is important for a sound and effective system of internal control.

Cause: Limited number of available personnel.

Effect: Without proper segregation of duties, the risk increases that errors and irregularities related to cash transactions could occur and not be detected on a timely basis. Misappropriation of cash frequently occurs in small entities without adequate segregation of duties.

Recommendation: Efficient segregation of duties in a small government environment is often difficult; however, the Board should be aware of the risk associated with this lack of duty segregation and attempt to exercise as much oversight control in these areas as possible and feasible.

District's Response: *The District will evaluate what additional procedures could be used to segregate duties.*

December 31, 2018 status: This finding is still considered a material weakness.

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT  
AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

FOR THE YEAR ENDED DECEMBER 31, 2018

INTERNAL CONTROL OVER FINANCIAL REPORTING (continued):

**2017-003      Cash Balances in Accounting Software – Material Weakness**

Statement of Condition: The cash balance in the District's accounting software does not reflect actual reconciled cash balances.

Criteria: All transactions should be recorded and reconciled in the District's accounting software.

Cause: Not all transactions are recorded in the accounting software. Some transactions were recorded incorrectly leading in inaccurate financial information. When reconciliations do not balance, general journal entries are recorded to show reconciliation discrepancies.

Effect: The District's accounting software does not accurately reflect the cash balances of the District.

Recommendation: We recommend the District require the cash balances to be reconciled to the general ledger.

District's Response: *The District will review the cash balance in the accounting software.*

December 31, 2018 status: This was not a finding for the year ended December 31, 2018

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT  
AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

FOR THE YEAR ENDED DECEMBER 31, 2018

INTERNAL CONTROL OVER FINANCIAL REPORTING (continued):

**2017-004 Missing Disbursement Records – Material Weakness**

Statement of Condition: The District could not locate disbursement records to substantiate all expenditures recorded in the District's books.

Criteria: The District should maintain supporting documentation for all expenditures incurred and paid by the District.

Cause: The District cannot locate all expenditures, in part, due to a change in District personnel.

Effect: The District is unable to substantiate the validity of all expenditures paid by the District.

Recommendation: We recommend the District adopt policies to ensure all disbursement records of the District are maintained.

District's Response: *The District will begin keeping records of supporting documentation for disbursements.*

December 31, 2018 status: This was not a finding for the year ended December 31, 2018

WESTERN CASS FIRE PROTECTION DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES TO THE INDEPENDENT  
AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

FOR THE YEAR ENDED DECEMBER 31, 2018

**COMPLIANCE**

**2017-005 Public Notices**

Statement of Condition: The District was unable to provide proof of publication of the tax levy public hearing for tax year 2017.

Criteria: RSMo. 67.110 states the governing body shall hold a public hearing and publish information related to the hearing at least seven days prior to the date of the hearing.

Cause: The District is unable to provide proof of the required publication.

Effect: It appears the District may be out of compliance with RSMo. 67.110.

Recommendation: We recommend the District publish the required notice at least seven days prior to the tax levy hearing and maintain documentation of such publication.

District's Response: *We will ensure that these requirements are met.*

December 31, 2018 status: This was not a finding for the year ended December 31, 2018

**2017-006 Budget Approval**

Statement of Condition: The District did not approve the budget prior to December 31, 2016.

Criteria: RSMo. 67.010 states the governing body shall prepare an annual budget and adopt it prior to December 31 of the prior year.

Cause: The Board did not approve the 2017 budget prior to December 31, 2016.

Effect: It appears the District may be out of compliance with RSMo. 67.010.

Recommendation: We recommend the District adopt the ensuing year's budget prior to December 31.

District's Response: *We will ensure that these requirements are met.*

December 31, 2018 status: This was not a finding for the year ended December 31, 2018

**WESTERN CASS FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL-DEBT SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2018**

---

	<b>Budgeted Amounts</b>		<b>Actual Budget Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Taxes	\$ 129,283	\$ 129,283	\$ 133,227	\$ 3,944
<b>EXPENDITURES</b>				
Debt service	114,322	114,322	114,294	28
Excess (deficiency) of revenues over (under) expenditures	14,961	14,961	18,933	3,972
Net change in fund balance	14,961	14,961	18,933	\$ 3,972
Fund balance - beginning	232,833	232,833	232,833	
Fund balance - ending	\$ 247,794	\$ 247,794	251,766	
Adjustments to reconcile to GAAP basis:				
Accrual adjustments to revenues			95	
Fund balance - ending (GAAP Basis)			\$ 251,861	