

*Financial Statements*  
*And*  
*Independent Auditor's Report of*  
**GEORGETOWN**  
**FIRE PROTECTION DISTRICT**  
*For the year ended June 30, 2016*

**GEORGETOWN FIRE PROTECTION DISTRICT**

**CONTENTS**

	Page
INDEPENDENT AUDITOR’S REPORT .....	1-2
<b>FINANCIAL STATEMENTS</b>	
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position .....	3
Statement of Activities .....	4
Fund Financial Statements:	
Balance Sheet – Governmental Fund .....	5
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position .....	6
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Fund .....	7
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	8
Notes to Financial Statements .....	9-16
Statement of Revenues, Expenditures & Changes in Fund Balances - Budget and Actual.....	17
Notes to the Required Supplementary Information .....	18
<b>SUPPLEMENTARY INFORMATION</b>	
Principal Officials .....	19

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Georgetown Fire Protection District.  
Georgetown, California

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

We have audited the accompanying consolidated financial statements of Georgetown Fire Protection District, as of and the year ended June 30, 2016, 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 consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and the 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion 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. 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 and 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 consolidated 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 consolidated 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 consolidated financial statements.

To the Board of Directors  
Georgetown Fire Protection District.  
Georgetown, California

### **Basis for Qualified Opinion**

The District did not implement GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* at June 30, 2016. This Statement requires governments providing defined benefit pension plans to recognize their long-term obligation for pension benefits as a liability on the statement of net position and to move comprehensively and comparably measure the annual costs of pension benefits. This Statement also requires revised and new note disclosures and required supplementary information (RSI) to be reported by employers.

### **Qualified Opinion**

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinion” paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Georgetown Fire Protection District as of June 30, 2016, and all the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America, as well as the accounting systems prescribed by the State Controller’s Office and State Regulations governing Special Districts.

### **Other Matters**

#### *Required Supplementary Information*

The Management’s Discussion and the Analysis is not a required part of the financial statements but is supplemental information required by the Governmental Auditing Standards Board. Management has elected to omit the Management’s Discussion and Analysis.

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The Information has been subjected to the auditing procedures applied of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly states, in all material respects, in relation to the financial statements as a whole.

Fechter & Company, CPAs



Sacramento, CA  
April 18, 2019

**GEORGETOWN FIRE PROTECTION DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

**ASSETS**

Cash in county treasury (note 3)	\$ 956,616
Accounts receivable	8,562
Prepaid expenses	75,923
Capital assets, net accumulated depreciation	1,321,262
	1,321,262

<b>TOTAL ASSETS</b>	<b>2,362,363</b>
	2,362,363

**LIABILITIES**

Accounts payable	88,828
Accrued salaries payable	12,502
Accrued vacation and sick pay	45,797
Other post-employment benefits payable (Note 7)	453,772
Long-term liabilities: (Note 5)	
Due within one year	25,713
Due after one year	160,439
	160,439

<b>TOTAL LIABILITIES</b>	<b>787,051</b>
	787,051

**NET POSITION**

Net invested in capital assets	1,135,110
Restricted (Note 8)	162,993
Unrestricted	277,209
	277,209

<b>NET POSITION</b>	<b>\$ 1,575,312</b>
	1,575,312

**GEORGETOWN FIRE PROTECTION DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2016**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	
Governmental Activities:					
Public Safety	\$ 1,203,669	\$ 50,000	\$ 20,608	\$ -	\$ (1,133,061)
Total Governmental Activities	<u>\$ 1,203,669</u>	<u>\$ 50,000</u>	<u>\$ 20,608</u>	<u>\$ -</u>	<u>(1,133,061)</u>

General Revenues

Property taxes and assessments	508,199
Strike team reimbursements	379,879
Special assessment	139,401
Development fees	6,145
Interest	3,714
Other	36,272
Rent	<u>3,100</u>
Total general revenues	1,076,710
Change in net position	(56,351)
Net position at beginning of fiscal year	<u>1,613,238</u>
Prior period adjustment (Note 10)	<u>18,425</u>
Net position at end of fiscal year	<u><u>\$ 1,575,312</u></u>

**GEORGETOWN FIRE PROTECTION DISTRICT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2016**

**ASSETS**

Cash and investments	\$ 956,616
Accounts receivable	8,562
Prepaid expenses	<u>75,923</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 1,041,101</u></u></b>

**LIABILITIES**

Accounts payable	\$ 88,828
Accrued payroll liabilities	12,502
Accrued vacation and sick pay	<u>45,797</u>
Total liabilities	<u>147,127</u>

**FUND BALANCES**

Fund balance:	
Reserved	162,993
Unassigned	<u>730,981</u>
Total fund balance	<u>893,974</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u><u>\$ 1,041,101</u></u></b>

**GEORGETOWN FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
JUNE 30, 2016**

Total fund balances - governmental funds	\$	893,974
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In governmental funds, only current assets are reported.  
In the statement of net position, all assets are reported,  
including capital assets and accumulated depreciation.

Capital assets at historical cost, net		1,321,262
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Long-term liabilities are not due and payable in the current period and, therefore  
are not reported in the funds. Those liabilities consist of:

Accrued compensated absences		(25,713)
Net pension liability		(160,439)
Net OPEB liability		(453,772)
		(453,772)

Net position of governmental activities	\$	1,575,312
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**GEORGETOWN FIRE PROTECTION DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

**REVENUES**

Property taxes and assessments	\$ 508,199
Charges for services	50,000
Strike team reimbursements	379,879
Inter-governmental revenues	20,608
Special assessment	139,401
Development fees	6,145
Interest	3,714
Other	36,272
Rent	3,100
	1,147,318
Total revenues	1,147,318

**EXPENDITURES**

Current:	
Salaries and benefits	877,748
Services and supplies	108,625
Debt service - principal	24,448
Debt service - interest	9,910
	1,020,731
Total operating expenditures	1,020,731

<b>NET OPERATING INCOME</b>	126,587
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Capital outlay - funded with reserves	190,349
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<b>NET CHANGE IN FUND BALANCES</b>	(63,762)
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<b>FUND BALANCES, BEGINNING OF YEAR</b>	644,510
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<b>PRIOR PERIOD ADJUSTMENT (NOTE 10)</b>	313,226
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<b>FUND BALANCE, END OF YEAR</b>	\$ 893,974
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**GEORGETOWN FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE STATEMENT OF  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2016**

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures, and Change in Fund Balances, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Position of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES	\$ (63,762)
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Amounts reported for governmental activities in the Statement of Activities are different because of the following:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay expenditures are therefore added back to fund balances	190,349
Depreciation expense not reported in governmental funds	(48,415)

The amounts below included in the Statement of Activities do not provide or require the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):

Change in OPEB liability	(158,971)
Change in long-term debt	24,448
	24,448

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ (56,351)
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**GEORGETOWN FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

**NOTE 1: ORGANIZATION**

In 1854 the citizens of the Georgetown community developed fire protection via a loosely organized group known as the Mountain Hook and Ladder Company. The Georgetown Fire Protection District was legally formed as a political governmental agency in 1938.

The District's financial and administrative functions are governed by a five-member Board of Directors elected by the voting population within the District.

Current District staffing includes a full time Chief, a part time Administrative Assistant, and a full-time Captain Fire Training Officer/Paramedic. There are five Engineer/Paramedics and one Captain/EMT assigned to the ambulance. There are approximately 30 fire line volunteer firefighters on the roster.

In 1981, the District became a part of a cooperative agreement with El Dorado County Service Area Seven. Thus, the District houses, operates and administers an Advanced Life Support ambulance twenty-four hours per day, seven days per week. Two personnel are on duty at any given time providing ambulance service to the entire Divide. In 1997 fire districts on the west slope of El Dorado County formed the El Dorado County Regional Pre-Hospital Joint Powers Authority.

The mission of the Georgetown Fire Protection District is to ensure the life safety, health and property of the public and business interests within the community. The methods utilized to accomplish the mission shall be through professional, cost efficient and effective emergency medical response, fire control, fire prevention and public education programs.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing GAAP for state and local government organizations. The District's significant accounting policies are described below.

*Measurement Focus and Basis of Accounting*

The District reports a General Fund that is used to account for all financial resources except those required or designated by the Board of Directors to be accounted for in another fund.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

**GEORGETOWN FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

*Measurement Focus and Basis of Accounting, continued*

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers revenues to be available if they are collectible in the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues that are accrued include property taxes, interest income, and charges for current services. Revenues that are not accrued include permits and fines, forfeitures, and penalties, if applicable. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due. General capital assets are reported as expenditures in governmental funds. Proceeds of general long-term and capital assets are reported as other financing sources.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

*Capital Assets*

Capital assets are recorded at historical cost if purchased or constructed. Amortization of assets acquired under capital lease and purchased goodwill is included in depreciation. Structures and equipment are depreciated using the straight-line method over their estimated useful lives.

*Budgets*

In accordance with the provisions of Sections 13901 through 13906 of the Capital Health & Safety Code and other statutory provisions, commonly known as the Budget Act, the District prepares and legally adopts a final budget for each fiscal year.

*Compensated Absences*

Vested or accumulated vacation and sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability.

*Cash*

The District maintains cash balances with the Treasurer of El Dorado County in an interest-bearing pooled investment account.

**GEORGETOWN FIRE PROTECTION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

*Property Taxes*

The District receives property taxes from El Dorado County. Property taxes become a lien on the first day of the year they are levied. Secured property tax is levied on July 1 and due in two installments, on November 1 and February 1. They become delinquent on December 10 and April 10, respectively. Unsecured property taxes are levied on July 1, and become delinquent on August 31. The District elected to receive the property taxes from the County under the Teeter Bill Program. Under this Program, the District receives 100% of the levied property taxes in periodic payments, with the County assuming responsibility for delinquencies.

*Uses 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 expenditures during the reporting period. Actual results may differ from those estimates.

**NOTE 3: CASH**

Cash with County consists of:

General Fund	\$	793,123
Developmental Fees		46,957
Health Insurance		116,036
Totals	<u>\$</u>	<u>956,116</u>

**NOTE 4: CAPITAL ASSETS**

Changes in capital assets for the year ended June 30, 2016 are as follows:

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Land	\$ 560,519	\$ -	\$ -	\$ 560,519
Building and Improvements	866,044	-	-	866,044
Equipment and Vehicles	999,461	190,349	-	1,189,810
Accumulated Depreciation	<u>(1,246,696)</u>	<u>(48,415)</u>	<u>-</u>	<u>(1,295,111)</u>
	<u>\$ 1,179,328</u>	<u>\$ 141,934</u>	<u>\$ -</u>	<u>\$ 1,321,262</u>

**GEORGETOWN FIRE PROTECTION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

**NOTE 5: LONG-TERM DEBT**

The following is a summary of the long-term activities for the year ended June 30, 2016:

	<u>June 30, 2015</u>	<u>New Debt Issued</u>	<u>Debt Retired</u>	<u>June 30, 2016</u>	<u>Current Portion</u>
Property Loan	\$ 180,600	\$ -	\$ 18,889	\$ 161,711	\$ 19,842
Vehicle Loan	<u>30,000</u>	<u>-</u>	<u>5,559</u>	<u>24,441</u>	<u>5,771</u>
	<u>\$ 210,600</u>	<u>\$ -</u>	<u>\$ 24,448</u>	<u>\$ 186,152</u>	<u>\$ 25,613</u>

On October 27, 2005, the District entered into a loan for the purchase of land for \$266,667. On July 24, 2008, the balance of this loan and the accrued interest were paid off from the proceeds of a new loan from West America Bank. The amount of the new loan was \$289,780 at 4.98% due semi-annually in an amount of \$13,827 for 15 years.

In October 2014, the District entered into a loan with a bank for the purchase of a fire vehicle. The amount of the loan was \$30,000 at 3.820%; principal and interest payments of \$6,705 due annually on September 1 for five years through 2019.

The future annual maturities of all long-term borrowings as June 30, 2016 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 25,713	\$ 8,745	\$ 34,458
2018	26,834	7,524	34,358
2019	28,113	6,244	34,357
2020	29,455	4,903	34,358
2021-2023	<u>76,037</u>	<u>5,877</u>	<u>81,914</u>
	<u>\$ 186,152</u>	<u>\$ 33,293</u>	<u>\$ 219,445</u>

**GEORGETOWN FIRE PROTECTION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

**NOTE 6: DEFINED BENEFIT RETIREMENT PLAN**

*Plan Description*

The District contributes to the California Public Employees Retirement System, (CalPERS), an agent multiple-employer defined benefit pension plan. For employees hired prior to March 31, 2012, the District participates in the miscellaneous 3% at 50 risk pool (safety) and 2.7% at 55 risk pool (miscellaneous). For employees hired after April 1, 2012, the District participates in the miscellaneous 2% @55 risk pool (safety) and 2% @60 risk pool (miscellaneous). CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts a common investment and administrative agent for participating public employers within the State of California. CalPERS require agencies with less than 100 active members in the plan to participate in the risk pool. A menu-of-benefits provision as well as other requirements is established by State Statues within the Public Employees Retirement Law. The plan selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through District resolution. CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS' annual financial report may be obtained from the CalPERS executive Office, 40 P Street, Sacramento, California, 95814.

*Funding Policy*

Covered employees are required by statute to contribute 9 percent (safety) and 8 percent (miscellaneous) of their salary to the plan after a formula to coordinate with Social Security. The District is required by the same statute to contribute the remaining amounts necessary to pay benefits when due; the District pays the employees' share. The District is required to contribute at an actuarially determined rate, The contribution requirements of the plan members and the District are established and may be amended by CalPERS.

The required employer contribution rates were:

	Safety	Miscellaneous
2013-14	27.094%	26.383%
2014-15	28.457%	27.356%
2015-16	17.557%	0.000%

The contribution rates decreased in the 15/16 fiscal year due to the fact that the unfunded component is now a separately paid item and the contribution rate only accounts for the current cost.

**GEORGETOWN FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

**NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

*Plan Description:* The District offers medical, dental or other health benefits to eligible retirees and their eligible dependents. The contribution requirements of the plan members and the District are established and may be amended by the District.

Under the current health plan, the District pays for coverage of the retirees and their eligible dependents. To be eligible, the employee must be age 50 (age 52 if a new miscellaneous member on or after January 1, 2013) with at least five years of service in the California Public Employees' Retirement System (PERS), or must qualify for PERS disability pension.

The District executed an "equal contribution" resolution effective January 1, 2013. This resolution provides for the District to contribute 100% of the premium for the retiree and his or her covered dependents, but not more than \$800 per month. The maximum amount increased from \$800 to \$1000 per month as of July 1, 2014.

At June 30, 2016, the District had eight retirees that received benefits at a cost of \$72,510.

*Annual OPEB Cost and Net OPEB Obligation:* The annual required Contribution (ARC) is an amount actuarially determined in accordance with the parameters of GASB Statement 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pension*. The District's ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost year and amortize the unfunded actuarial liability over a period of 30 years.

In June 30, 2016, the District contributed \$72,510, or 30.79%, of the actuarially required contributions to the retiree healthcare program.

*Funding Policy*

The District is currently funding the OPEB plan on a pay-as-you-go basis. These financial statements assume that pay-as-you-go funding will continue.

*Annual OPEB Cost and Net OPEB Obligation*

The following table shows the components of the District's annual OPEB cost for the year, the amounts actually contributed to the plan, and changes in the District's Net OPEB obligation for the year ended June 30, 2016 and 2015.



**GEORGETOWN FIRE PROTECTION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

**NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (OPEB), continued**

	2015	2016
Annual Required Contribution (ARC)	\$ 218,622	\$ 231,481
Interest on Net OPEB Obligation	5,738	-
Adjustment to Annual Required Contribution	(5,683)	-
Annual OPEB Cost (Expense)	218,677	231,481
Contributions Made	67,332	72,510
(Increase) Decrease in Net Asset	151,345	158,971
Net OPEB Obligation (asset)- Beginning of Year	143,456	294,801
Net OPEB Obligation (asset)- End of Year	<u>\$ 294,801</u>	<u>\$ 453,772</u>

The District's Annual OPEB Cost, the percentage of Annual OPEB Cost contributed to the Plan (as described in the funding policy above), and the Net OPEB Obligation for June 30, 2016 and June 30, 2015 is as follows:

Fiscal Year Ended	Annual OPEB Cost	Actual Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6-30-2016	\$ 231,481	\$ 72,510	31.32%	\$ 453,772
6-30-2015	\$ 218,677	\$ 67,332	30.79%	\$ 294,801
6-30-2014	\$ 206,236	\$ 62,780	30.44%	\$ 143,456

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with the past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**GEORGETOWN FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

**NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (OPEB), continued**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the type of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of calculations.

In the June 30, 2014, actuarial valuation, the Entry Age Normal Cost method was used. The actuarial assumptions included a 4% investment rate of return, an assumed inflation rate, and an increase in covered payroll at the rate of 3.25% per year. Medical premiums have been assumed to rise at a decreasing rate (from 8% in 2016 to 6% in 2020) and dental premiums by 3%.

The OPEB plan's unfunded actuarial accrued liability is being amortized by level percent of payroll contributions over 30 years. The remaining amortization period at June 30, 2015, was 29 years.

**NOTE 8: SUBSEQUENT EVENTS**

Management has evaluated subsequent events through May 2, 2019, the date these June 30, 2016 financial statements were available to be issued.

**NOTE 9: PRIOR PERIOD ADJUSTMENT**

The District recorded a prior period adjustment of \$313,226 to report differences between book and prior audited balances in the cash accounts in addition to moving the OPEB liability off of the fund financial statements.

**NOTE 10: RISK OF LOSS**

Georgetown Fire Protection District is exposed to various risks of loss related to theft of, damage to, and destruction of assets; and injuries to employees. During the 2016 fiscal year, the District purchased certain commercial insurance coverages to provide for these risks.

**GEORGETOWN FIRE PROTECTION DISTRICT  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>REVENUES</b>				
Property taxes and assessments	\$ 494,831	\$ 494,831	\$ 508,199	\$ 13,368
Charges for services	-	-	50,000	50,000
Strike team	-	-	379,879	379,879
Special assessment	138,000	138,000	139,401	1,401
Development fees	-	-	6,145	6,145
Interest	1,700	1,700	3,714	2,014
Other	470,000	470,000	36,272	(433,728)
Rent	-	-	3,100	3,100
	<u>1,104,531</u>	<u>1,104,531</u>	<u>1,147,318</u>	<u>42,787</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	439,580	439,580	422,205	17,375
Overtime	74,000	74,000	75,028	(1,028)
Retirement	132,080	132,080	111,579	20,501
Payroll taxes	22,578	22,578	19,960	2,618
Health insurance	143,610	148,410	39,200	109,210
Deferred compensation	14,000	14,000	14,182	(182)
Clothing and uniforms	20,000	20,000	18,870	1,130
Communications	16,000	16,000	12,827	3,173
Households	3,500	5,150	3,559	1,591
Insurance	20,700	20,700	21,194	(494)
Maintenance - equipment	92,885	92,885	63,881	29,004
Maintenance - structures	29,200	29,200	26,742	2,458
Memberships	3,150	3,150	3,217	(67)
Miscellaneous	-	1,120	16,928	(15,808)
Office expense	14,170	12,150	10,929	1,221
Professional and spec services	13,900	13,900	14,106	(206)
Processing services	100	100	-	100
Legal notices	-	-	275	(275)
Rent and leases - equipment	6,500	6,500	6,856	(356)
Small tools	25,400	25,400	8,311	17,089
Special department expense	17,000	17,000	7,383	9,617
Staff development	9,000	9,000	10,536	(1,536)
Transportation	2,660	2,660	2,682	(22)
Fuel	17,000	17,000	15,823	1,177
Utilities	20,000	20,000	19,768	232
Workers' Compensation insurance	51,900	47,100	40,332	6,768
Debt services - principal	6,800	6,800	24,448	(17,648)
Debt services - interest	-	-	9,910	(9,910)
Equipment additions	217,954	217,954	190,349	27,605
	<u>1,413,667</u>	<u>1,414,417</u>	<u>1,211,080</u>	<u>203,337</u>
Excess of revenues over expenditures			<u>\$ (63,762)</u>	

See accompanying footnote

**GEORGETOWN FIRE PROTECTION DISTRICT**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2016**

**Note 1:           Budgetary Basis of Accounting**

Budgets for the operating fund are prepared on the cash and expenditures/encumbrances basis. Revenues are budgeted in the year receipt is expected; expenditures are budgeted in the year that the applicable warrant requisitions are expected to be issued. In addition, the budget is prepared on a method of accounting different from Generally Accepted Accounting Principles in that the District budgets its fund balance carry-overs as revenues.

The following is a reconciliation from the District's amended budget to the budgetary statement on page 18:

Net income per budgetary document	\$	263,944
Fund balance carry-forwards		(734,891)
Expense reserve items		<u>161,061</u>
Total budgeted loss		(309,886)

Annual budget requests are submitted by the District's staff to the District Board of Directors for preliminary review and approval. After public hearing, a final budget is approved by the District Board of Directors, with a resolution adopting said budget. Copies of the approved budget are sent to all required agencies.

SUPPLEMENTAL DATA

GEORGETOWN FIRE PROTECTION DISTRICT  
PRINCIPAL OFFICIALS

Board of Directors:

Craig Davis	President
Larry Anderson	Vice President
Rod Williams	
Patti Smith	
Rick Todd	

Operations:

Greg Schwab	Fire Chief
Diana Sampson	Administrative Assistant