

**WILSON COUNTY
EMERGENCY SERVICES DISTRICT NO. 3**

ANNUAL FINANCIAL REPORT

**FISCAL YEAR ENDED
SEPTEMBER 30, 2019**



WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2019

DISTRICT OFFICIALS

PRESIDENT	RACE SKAGGS
VICE PRESIDENT	CARLOS SALAZAR
SECRETARY	JEFF DUGI
TREASURER	EDDIE CALLENDER, JR.
ASSISTANT TREASURER	CINDY COUCH
ATTORNEY	BURNS, ANDERSON, JURY & BRENNER, L.L.P.



WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED SEPTEMBER 30, 2019

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Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

District Commissioners
Wilson County Emergency Services District No. 3

Report on the Financial Statements

We have audited the accompanying basic financial statements of the governmental activities and the major fund of the Wilson County Emergency Services District No. 3, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise Wilson County Emergency Services District No. 3's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Wilson County Emergency Services District No. 3's 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 controls relevant to the preparation and fair presentation of the 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 of material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on 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 District'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 District'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 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 reasonable basis for our opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the major fund of Wilson County Emergency Services District No. 3, as of September 30, 2019, and the respective change in financial position for the year then ended in accordance 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 that the management's discussion and analysis and 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 (GASB), 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wilson County Emergency Services District No. 3's financial statements. The comparative statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The comparative statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 stated in all material respects in relation to the financial statements as a whole.



Armstrong, Vaughan & Associates, P.C.

July 9, 2020

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Wilson County Emergency Services District No. 3’s annual financial report presents our discussion and analysis of the District’s financial performance during the fiscal year ended September 30, 2019. Please read it in conjunction with the District’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The District’s total net position was \$493 thousand at September 30, 2019.
- During the year, the District’s expenses were \$169 thousand more than the \$1.1 million generated in taxes and other revenues for governmental activities.
- The total cost of the District’s programs increased by \$339 thousand from last year. There was a significant increase in personnel and operation costs.
- The General Fund reported a fund balance this year of \$17 thousand.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management’s discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the District’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-1, Required Components of the District’s Annual Financial Report

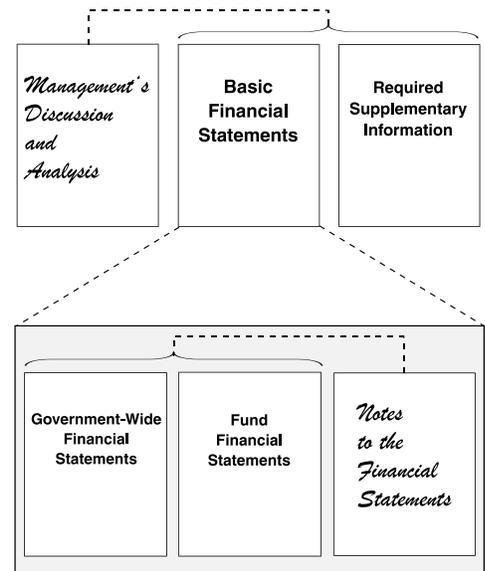


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

Figure A-2. Major Features of the District's Government-wide and Fund Financial Statements		
		Fund Statement
<i>Type of Statements</i>	Government-wide	Governmental Funds
<i>Scope</i>	Entire District's government (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary
<i>Required financial statements</i>	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures & Changes in Fund Balances
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how they have changed. Net Position—the difference between the District's assets and liabilities—is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in the District's tax base.

The government-wide financial statements of the District include the *Governmental activities*. Most of the District's basic services are included here, such as Emergency Services and general administration. Property taxes and EMS charges will finance most of these activities.

Fund Financial Statements

The District has the following kinds of funds:

- *Governmental funds*—All of the District’s basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District’s programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position. The District’s combined net position was \$493 thousand at September 30, 2019. (See Table A-1).

Table A-1
Wilson County Emergency Services District No. 3 Net Position
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2019	2018	2019-2018
Current assets:			
Cash and Investments	\$ 1	\$ 198	-99.4%
Property Tax Receivable	37	31	20.0%
EMS Charges Receivable	251	344	-27.1%
Prepaid Items	16	11	47.3%
Medical Supplies Inventory	39	12	222.5%
Noncurrent Assets:			
Land	15	-	100.0%
Buildings	213	-	100.0%
Equipment and Vehicles	487	378	28.8%
Accumulated Depreciation	(191)	(141)	35.6%
Total Assets	<u>868</u>	<u>833</u>	4.2%
Liabilities			
Current Liabilities	52	101	-48.5%
Long-term Liabilities	323	70	361.3%
Total Liabilities	<u>375</u>	<u>171</u>	119.2%
Net Position:			
Net Investment in Capital Assets	200	167	19.9%
Unrestricted	293	494	-40.7%
Total Net Position	<u>\$ 493</u>	<u>\$ 661</u>	-25.4%

Changes in Net Position. The District’s total revenues were \$1.1 million. The District’s revenue comes from property taxes, EMS revenues, service contracts, grants, donations and investment income. The District received \$28 thousand in state aid in the current year for EMS costs.

The total cost of all programs and services was \$1.2 million.

Governmental Activities

- Property tax rates were assessed at \$0.1000 per \$100 valuation.

Table A-2
Changes in District's Net Position
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2019	2018	2019-2018
General Revenues			
Property Taxes	\$ 420	\$ 361	16.5%
Miscellaneous	3	-	100.0%
Charges for Service			
EMS Charges	579	604	-4.1%
Operating Grants and Contributions	28	216	-86.9%
Capital Grants and Contributions	25	5	398.0%
Total Revenues	<u>1,055</u>	<u>1,186</u>	-11.0%
General Expenses			
Emergency Services	1,105	767	44.0%
General Government	118	116	1.5%
Interest on Long-term Debt	1	2	-40.0%
Total Expenses	<u>1,224</u>	<u>885</u>	38.3%
Increase (Decrease) in Net Position	<u>\$ (169)</u>	<u>\$ 301</u>	-156.0%

Table A-3 presents the cost of each of the District's largest functions, as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by local tax dollars.

- The cost of all governmental activities this year was \$1.2 million, and were financed through taxes, EMS revenues and contributions.

Table A-3
Net Cost of Selected District Functions
(In thousands dollars)

	Net Cost of Services		Total Percentage Change
	2019	2018	2019-2018
Emergency Services	\$ 473	\$ (57)	-929.3%
General Administration	118	116	1.5%
Interest on Long Term Debt	1	2	-40.0%
Net cost of District Functions	<u>\$ 592</u>	<u>\$ 61</u>	869.8%

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Revenues from governmental fund types totaled \$1.1 million, a decrease of 11%. The decrease in local revenues is a result of decreased EMS revenues and operating grant contributions.

General Fund Budgetary Highlights

Over the course of the year, the District revised its budget to include EMS charges and services to the La Vernia area. Actual expenditures were \$349 thousand more than budget amounts. Emergency Services expenses were over budget due to EMS billing fees and personnel costs. Revenues were \$77 thousand less than budgeted amounts due to lower state EMS contributions than expected.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2019, the District had invested \$523 thousand in equipment and vehicles, net of accumulated depreciation. (See Table A-4). More detailed information about the District's capital assets is presented in the notes to the financial statements.

District's Capital Assets
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2019	2018	2019-2018
Land	\$ 15	\$ -	100.0%
Buildings	213	-	100.0%
Vehicles	222	236	-5.8%
Equipment	264	142	85.9%
Totals at Historical Cost	<u>714</u>	<u>378</u>	88.9%
Total Accumulated Depreciation	<u>(191)</u>	<u>(141)</u>	35.2%
Net Capital Assets	<u>\$ 523</u>	<u>\$ 237</u>	120.8%

Long Term Debt

At year-end the District had \$323 thousand in long-term debt outstanding as is shown in Table A-5. More detailed information about the District's debt is presented in the notes to the financial statements.

Table A-5
Long-term Debt
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2019	2018	2019-2018
Notes Payable	\$ 323	\$ 55	487.1%
Capital Lease Obligation	-	15	-100.0%
	<u>\$ 323</u>	<u>\$ 70</u>	361.3%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The property tax rate for the 2020 remained the same at \$0.1000 per \$100 valuation. The projected revenues for the 2020 budget preparation increased to \$1.3 million.
- General operating fund spending increased in the 2020 budget from \$1.2 million to \$2.6 million or an 130% increase over 2019 actual expenses. The significant increase is primarily due to increased budgeted personnel expenses and capital outlay.

If the estimates are realized, the District's budgetary general fund balance is expected to increase by \$603 thousand by the close of 2020.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide Wilson County Emergency Services District No. 3 citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District Treasurer by phone at 210-872-1347.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2019

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board (GASB). The sets of statements include:

- Government – wide financial statements
- Fund financial statements:
 - Governmental funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 1,172
Accounts Receivables, Net of Allowance for Uncollectible:	
Property Taxes	37,173
EMS Charges, Net	250,926
Other	175
Prepaid Items	16,194
Medical Supplies Inventory	39,218
Capital Assets:	
Land	15,000
Buildings	212,553
Equipment and Vehicles	486,792
Accumulated Depreciation	(191,226)
TOTAL ASSETS	867,977
 LIABILITIES	
Accounts Payable	17,437
Payroll Liabilities	27,977
Accrued Compensated Absences	6,616
Long Term Debt:	
Due within One Year	75,929
Due in more than One Year	246,960
TOTAL LIABILITIES	374,919
 NET POSITION	
Net Investment in Capital Assets	200,230
Unrestricted	292,828
TOTAL NET POSITION	\$ 493,058

The accompanying notes are an integral part of these statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses), Revenues and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Primary Government:					
Governmental Activities:					
Emergency Services	\$ 1,104,741	\$ 579,318	\$ 28,277	\$ 24,447	\$ (472,699)
General Administration	117,677	-	-	-	(117,677)
Interest on Long-term Debt	1,235	-	-	-	(1,235)
Total Governmental Activities	<u>1,223,653</u>	<u>579,318</u>	<u>28,277</u>	<u>24,447</u>	<u>(591,611)</u>
Total Primary Government	<u><u>\$ 1,223,653</u></u>	<u><u>\$ 579,318</u></u>	<u><u>\$ 28,277</u></u>	<u><u>\$ 24,447</u></u>	<u><u>(591,611)</u></u>
General Revenues:					
General Property Taxes					420,378
Interest Income					155
Miscellaneous Income					2,591
Total General Revenues					<u>423,124</u>
Change in Net Position					(168,487)
Net Position at Beginning of Year					<u>661,545</u>
Net Position at End of Year					<u><u>\$ 493,058</u></u>

The accompanying notes are an integral part of these statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2019

	<u>General Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,172
Accounts Receivable, Net of Allowance for Uncollectible	
Property	37,173
EMS Charges	250,926
Other	175
Prepaid Items	16,194
Medical Supplies Inventory	39,218
TOTAL ASSETS	<u><u>\$ 344,858</u></u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
 <i>Liabilities</i>	
Accounts Payable	\$ 17,437
Payroll Liabilities	27,977
<i>Total Liabilities</i>	<u><u>45,414</u></u>
 <i>Deferred Inflows of Resources</i>	
Unavailable Property Tax Revenue	31,464
Unavailable EMS Charges	250,926
<i>Total Deferred Inflows of Resources</i>	<u><u>282,390</u></u>
 <i>Fund Balance</i>	
Nonspendable - Prepaid and Inventory Items	55,412
Unassigned (Deficit)	(38,358)
<i>Total Fund Balance</i>	<u><u>17,054</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	<u><u>\$ 344,858</u></u>

The accompanying notes are an integral part of these statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUND
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

TOTAL FUND BALANCE - GOVERNMENTAL FUND	\$ 17,054
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital Assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	523,119
Property taxes receivable are not available to pay current period expenditures and, therefore, are unavailable in the funds statements.	31,464
EMS revenues in the Statement of Activities do not provide current financial resources and are deferred in the fund statements.	250,926
Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the governmental funds.	(6,616)
Long-term notes payable and capital lease are not due in the current period and therefore, are not reported in the funds.	<u>(322,889)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	<u>\$ 493,058</u>

The accompanying notes are an integral part of these statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	<u>General Fund</u>
REVENUES	
EMS Charges	611,968
Property Taxes	414,722
State EMS Contributions	28,277
Service Contracts	60,000
Grants	23,997
Contributions	450
Interest	155
TOTAL REVENUES	<u>1,139,569</u>
EXPENDITURES	
Current:	
Emergency Services	1,045,130
General Administrative	117,677
Capital Outlay	351,562
Debt Service:	
Principal	52,073
Interest	1,235
TOTAL EXPENDITURES	<u>1,567,677</u>
OTHER FINANCING SOURCES (USES)	
Gain on Sale of Fixed Assets	11,525
Proceeds from Issuance of Debt	305,100
TOTAL OTHER FINANCING SOURCES (USES)	<u>316,625</u>
Net Change in Fund Balance	(111,483)
Fund Balance at Beginning of Year	<u>128,537</u>
Fund Balance at End of Year	<u><u>\$ 17,054</u></u>

The accompanying notes are an integral part of these statements.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCE OF THE
 GOVERNMENT FUND TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED SEPTEMBER 30, 2019

NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUND \$ (111,483)

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

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

Capital Outlay	351,563	
Depreciation Expense	<u>(56,734)</u>	294,829

Proceeds from capital asset dispositions produce current financial resources in the fund statements, while the net gain (loss) is recognized in the Statement of Activities. This is the net book value of capital assets disposed. (8,934)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. The changes are as follows:

Property Taxes	5,655	
EMS Revenues	<u>(92,650)</u>	(86,995)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated Absences		(2,877)
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The issuance of long-term debt (e.g. notes payable and capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the net effect of these differences in the treatment of long-term debt and related items.

Principal Payments of Notes Payable and Capital Lease	52,073	
Issuance of Debt	<u>(305,100)</u>	(253,027)

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ (168,487)

The accompanying notes are an integral part of these statements.



NOTES TO BASIC FINANCIAL STATEMENTS

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Wilson County Emergency Services District No. 3 is a political subdivision of the State of Texas and was created by the Wilson County Commissioners' Court after a Public Election on November 6, 2012 to be effective January 1, 2013. The District was created to provide emergency services and promote public safety, welfare, health and convenience of persons residing in the District.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below:

A. THE FINANCIAL REPORTING ENTITY

In evaluating how to define the government for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14, "The Financial Reporting Entity." The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based on the foregoing criteria, there was no component units identified that would require inclusion in this report.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the District. Governmental activities are supported primarily by property taxes and EMS revenues.

The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds. The General Fund meets the criteria of a *major governmental fund*. The District has no other governmental funds.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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 when a liability is incurred, regardless of the timing of related cash flows. Revenue types, which have been accrued, are revenue from the investments, intergovernmental revenue and charges for services. Property taxes are recognized in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs and investment earnings.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. EMS revenues which are measurable and collected as of September 30, 2019 are recorded as revenues.

Property taxes which were levied prior to September 30, 2018, and became due October 1, 2018 have been assessed to finance the budget of the fiscal year beginning October 1, 2018.

Expenditures generally are recorded when they become due and payable.

The government reports the following major governmental fund:

The General Fund is the general operating fund of the District and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, EMS charges and investment of idle funds. Primary expenditures are for general administration and emergency services.

The District has no other major governmental funds.

D. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash deposits and investments with a maturity date within three (3) months of the date acquired by the District.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

E. INVESTMENTS

State statutes authorize the District to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d); or, (e). Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. The District has all its monies in interest bearing checking accounts, savings accounts and money market accounts. Earnings from these investments are added to each account monthly or quarterly.

The District reports investments at fair value based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for similar assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

F. ACCOUNTS RECEIVABLE

Reimbursements for EMS services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Accounts receivable are reported net of allowances for uncollectible accounts. The allowance account represents management's estimate of uncollectible accounts based on historical trends.

Property taxes are levied based on taxable value at January 1 and become due October 1 and past due after the following January 31. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property taxes receivable for prior year's levy is shown net of the allowance for uncollectible accounts.

G. PREPAID ITEMS

Payments made for goods and services in advance are recorded as prepaid items in both government-wide and fund financial statements. At September 30, 2019, the District had prepaid insurance of \$16,194.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

H. INVENTORY

Inventories of medical supplies maintained by the District are valued using the first-in first-out method. At September 30, 2019, the District had an inventory balance of \$39,218.

I. CAPITAL ASSETS

Capital assets, which include land; buildings and improvements; and equipment and vehicles, are reported in the government-wide financial statements. Capital assets are defined as assets with a cost of \$1,000 or more and have a useful live of greater than one year. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Equipment	5-7 Years
Vehicles	10 Years
Buildings	25-50 Years

J. COMPENSATED ABSENCES

The District permits employees to accumulate earned but unused vacation pay benefits up to certain limits. Upon resignation, an employee may receive pay for any unused accrued vacation provided. Upon resignation or termination, a maximum of 48 hours of unused accrued vacation leave will be paid provided the employee gives sufficient notice of planned separation and all issued equipment and uniforms have been returned to the District.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

K. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period, while a deferred inflow of resources is an acquisition of net position. The deferred outflow of resources is presented in a separate section following assets (deferred outflows) or liabilities (deferred inflows) on the statement of net position.

Unavailable revenue is reported only in the governmental funds balance sheet under a modified accrual basis of accounting. Unavailable revenues from property tax and EMS charges are deferred and recognized as inflow of resource in the period the amount becomes available.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

L. LONG-TERM OBLIGATIONS

In government-wide financial statements, long-term debt and other long-term obligations (if any) are reported as liabilities under governmental activities. Bond premiums and discounts are amortized over the life of the bond using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental fund types recognize debt proceeds. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. FUND EQUITY

Fund balances in governmental funds are classified as follows:

Nonspendable – Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact.

Restricted – Represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed – Represents amounts that can only be used for a specific purpose determined by a formal action of the government’s highest level of decision making authority. The District Board of Commissioners is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. .

Assigned – Represents amounts which the District intends to use for a specific purpose but do not meet the criteria of restricted or committed. The District Commissioners may make assignments through formal documentation in the minutes. The District Commissioners are the only entities that may make assignments at this time.

Unassigned – Represents the residual balance that may be spent on any other purpose of the District.

When expenditure is incurred for a purpose in which multiple classifications are available, the District considers restricted balances spent first, committed second, assigned third, and unassigned fourth.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

N. NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

O. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles 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.

P. RECLASSIFICATIONS

Certain reclassifications have been made to the prior periods presented to conform to the current presentation. These reclassifications had no effect on fund equity.

NOTE 2 -- CASH AND CASH INVESTMENTS

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledge securities in an amount sufficient to protect District funds on a day to day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Cash

At September 30, 2019, the full bank balance was covered by federal deposit insurance. All of the District's cash was fully collateralized.

2. Investments

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 2 -- CASH AND CASH INVESTMENTS (CONT.)

2. Investments (Cont.)

The Public Funds Investment Act (“Act”) requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper. The District had no investments at September 30, 2019.

3. Analysis of Specific Deposits and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the specific investment risks at year end and if so, the reporting of certain related disclosures. The District has analyzed its investment risks and determined that for the year ending September 30, 2019 the District was not exposed to any significant risks.

NOTE 3 -- AD VALOREM (PROPERTY) TAXES

The District has contracted with the Wilson County Tax Assessor-Collector to collect taxes on its behalf. Current year taxes become delinquent February 1. Current year delinquent taxes not paid by July 1 are turned over to attorneys for collection action.

For fiscal year 2019, the assessed tax rate for the District was \$0.1000 per \$100 on an assessed valuation of \$414,084,525, net of exemptions. Legally, the District may assess up to \$0.1000 per hundred on assessed valuations. Total tax levy for fiscal year 2019 was \$414,084. As of September 30, 2019, the delinquent current taxes for 2019 were \$19,107. An allowance for uncollectible property taxes has not been established as of September 30, 2019, as management considers all amounts to be collectible.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2019

NOTE 4 -- RECEIVABLES

The following is a summary of the accounts receivable and the related allowances for uncollectible amounts:

<u>Assets</u>	Amount <u>Receivable</u>	Allowance for Uncollectible <u>Accounts</u>	Net <u>Receivable</u>
<i>Taxes:</i>			
Property Taxes	\$ 37,173	\$ -	\$ 37,173
<i>Charges for Services:</i>			
EMS Services	2,003,003	1,752,077	250,926
<i>Other</i>	175	-	175
Total	<u>\$2,040,351</u>	<u>\$1,752,077</u>	<u>\$ 288,274</u>

NOTE 5 -- CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2019, was as follows:

<u>Governmental Activities</u>	Beginning <u>Balance</u>	Additions	Adjustments and <u>Disposals</u>	Ending <u>Balance</u>
Land	\$ -	\$ 15,000	\$ -	\$ 15,000
Buildings	-	212,553	-	212,553
Vehicles	236,941	-	(15,100)	221,841
Equipment	140,941	124,010	-	264,951
Less: Accumulated Depreciation	(140,658)	(56,734)	6,166	(191,226)
	<u>\$ 237,224</u>	<u>\$ 294,829</u>	<u>\$ (8,934)</u>	<u>\$ 523,119</u>

Depreciation expense was charged to the governmental function in the Emergency Services.

NOTE 6 -- LONG TERM DEBT

1. Notes Payable

On March 5, 2015, the District entered into a note payable with Government Capital Corporation for the purchase of a new ambulance in the amount of \$166,350. The note calls for monthly payments of \$2,988 beginning May 1, 2015 through April 1, 2020. The interest rate on the note is at 2.99%, and the note secured by a pledge of the District's ad valorem tax revenue.

On December 30, 2018, The District entered into a note payable with Government Capital Corporation for the purchase of a 2012 Dodge 4500 Frazer Ambulance in the amount of \$90,100. The note calls for annual payments of \$20,464.01 beginning January 8, 2020 through January 8, 2024. The interest rate on the note is 4.395% and is secured by the ambulance.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2019

NOTE 6 -- LONG TERM DEBT (CONT.)

On March 15, 2019, The District entered into a note payable with Government Capital Corporation for the purchase of three bay metal ambulance storage facilities in the amount of \$100,000. The note calls for annual payments of \$22,713 beginning March 15, 2020 through March 15, 2024. The interest rate on the note is 4.395% and is secured by the three facilities.

On March 18, 2019, The District entered into a note payable with The City of Stockdale for the purchase of land in the amount of \$15,000. The note calls for three annual payments beginning March 18, 2020 through March 18, 2022 of 5,600, \$5,400 and \$5,200 respectively. The interest rate on the note is 4.00%.

On April 5, 2019, The District entered into a note payable with Government Capital Corporation for the purchase of a modular building in the amount of \$100,000. The note calls for annual payments of \$22,713 beginning April 5, 2020 through April 5, 2024. The interest rate on the note is 4.395% and is secured by the building.

Future minimum note payments are to be made as follows:

<u>Fiscal Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 75,929	\$ 13,506	\$ 89,435
2021	60,474	10,814	71,288
2022	62,913	8,176	71,089
2023	60,458	5,431	65,889
2024	63,115	2,774	65,889
Total Debt Payments	<u>\$ 322,889</u>	<u>\$ 40,701</u>	<u>\$ 363,590</u>

2. Capital Leases

On October 27, 2014, The District signed a lease for a 2 cardiac monitors and a LUCAS 2 chest compressor. The lease has a financed balance of \$72,316 and an interest rate of 2.99%. The lease will be paid in 60 monthly installments beginning October 27, 2014 through August 27, 2019. The lease has been paid off as of September 30, 2019. The equipment has current year depreciation of \$9,497 and accumulated depreciation of \$46,692.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2019

NOTE 6 -- LONG TERM DEBT (CONT.)

The changes in general long-term debt during the year are summarized as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
Governmental Activities					
<i>Notes Payable:</i>					
Loan #6932	\$ 55,399	\$ -	\$ (37,610)	\$ 17,789	\$ 17,789
Loan #8530	-	90,100	-	90,100	16,504
Loan #8590	-	100,000	-	100,000	18,318
Loan #8607	-	100,000	-	100,000	18,318
Land Note	-	15,000	-	15,000	5,000
<i>Total Notes Payable:</i>	<u>55,399</u>	<u>305,100</u>	<u>(37,610)</u>	<u>322,889</u>	<u>75,929</u>
Capital Lease Obligation	14,463	-	(14,463)	-	-
	<u>\$ 69,862</u>	<u>\$ 305,100</u>	<u>\$ (52,073)</u>	<u>\$ 322,889</u>	<u>\$ 75,929</u>

NOTE 7 -- LITIGATION

The District is not aware of any pending or threatened litigation.

NOTE 8 -- RISK MANAGEMENT

The Wilson County Emergency Services District No. 3 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. To cover the risk the District contracts with Volunteer Firemen's Insurance Services (VFIS) of Texas to provide insurance coverage for Property/Casualty. Contributions are set annually by VFIS. Liability by the District is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2019 were \$25,621.

NOTE 9 -- RELATED PARTIES

One of the District's paramedics is the spouse of the EMS Director. With the exception of payroll, the District did not make any payments to either employee.

NOTE 10 -- SUBSEQUENT EVENTS

1. On May 14, 2020, the District signed a promissory note for the purchase of an ambulance in the amount of \$200,000. The note calls for annual payments in the amount of \$43,540 May 14, 2021 through May 14, 2025. The note is subject to 2.895% interest per annum and is secured by a pledge of the District's ad valorem tax revenue.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2019

NOTE 10 -- SUBSEQUENT EVENTS (CONT.)

2. Subsequent to year end the District began participating in the Texas County & District Retirement System or TCDRS.

3. The District's ongoing profitability may experience instability and estimates included in the financial statements may change due to current political and economic conditions as a result of public health concerns related to the novel coronavirus, or COVID-19. The duration and intensity of these impacts and resulting disruption to which these events affect the District's business will depend on future developments, which are highly uncertain and cannot be predicted at this time.



REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budget Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
EMS Charges	\$ 500,000	\$ 550,000	\$ 611,968	\$ 61,968
Property Taxes	400,254	400,000	414,722	14,722
State EMS Contributions	232,000	200,000	28,277	(171,723)
Service Contracts	59,000	60,000	60,000	-
Grants	3,000	3,000	23,997	20,997
Contributions	650	3,580	450	(3,130)
Interest	100	100	155	55
TOTAL REVENUES	<u>1,195,004</u>	<u>1,216,680</u>	<u>1,139,569</u>	<u>(77,111)</u>
EXPENDITURES				
<i>Current:</i>				
Emergency Services	636,733	739,421	1,045,130	(305,709)
Administrative	126,376	112,093	117,677	(5,584)
Capital Outlay	351,562	351,562	351,562	-
<i>Debt Service:</i>				
Principal	14,665	14,665	52,073	(37,408)
Interest	1,235	1,235	1,235	-
TOTAL EXPENDITURES	<u>1,130,571</u>	<u>1,218,976</u>	<u>1,567,677</u>	<u>(348,701)</u>
OTHER FINANCING SOURCES (USES)				
Gain on Sale of Fixed Assets	-	-	11,525	11,525
Proceeds from Issuance of Debt	305,100	305,100	305,100	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>305,100</u>	<u>305,100</u>	<u>316,625</u>	<u>11,525</u>
Net Change in Fund Balance	369,533	302,804	(111,483)	(414,287)
Fund Balance - Beginning of Year	<u>128,537</u>	<u>128,537</u>	<u>128,537</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 498,070</u>	<u>\$ 431,341</u>	<u>\$ 17,054</u>	<u>\$ (414,287)</u>

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
SEPTEMBER 30, 2019

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The District maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District’s Board and as such is a good management control device.

It is recommended that actual expenditures do not exceed appropriations. However, actual expenditures exceed appropriations for the year ended September 30, 2019 due to costs associated with the District’s emergency services and capital outlay.

The District does not use encumbrances.



SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Comparative Balance Sheet – General Fund
- Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 COMPARATIVE BALANCE SHEETS – GENERAL FUND
 SEPTEMBER 30, 2019 AND 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	\$ 1,172	\$ 197,953
Accounts Receivable, Net of Allowance for Uncollectible		
Property	37,173	30,862
EMS Charges	250,926	343,576
Other	175	175
Prepaid Items	16,194	11,263
Medical Supplies Inventory	39,218	12,170
TOTAL ASSETS	\$ 344,858	\$ 595,999
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
<i>LIABILITIES</i>		
Accounts Payable	\$ 17,437	\$ 86,476
Payroll Liabilities	27,977	11,600
TOTAL LIABILITIES	45,414	98,076
 <i>DEFERRED INFLOWS OF RESOURCES</i>		
Unavailable Property Tax Revenue	31,464	25,810
Unavailable EMS Charges	250,926	343,576
TOTAL DEFERRED INFLOWS OF RESOURCES	282,390	369,386
 <i>FUND BALANCE</i>		
Nonspendable	55,412	23,433
Unassigned (Deficit)	(38,358)	105,104
TOTAL FUND BALANCE	17,054	128,537
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 344,858	\$ 595,999

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES – GENERAL FUND
 FOR THE YEARS ENDED SEPTEMBER 30, 2019 AND 2018

	2019	2018
REVENUES		
EMS Charges	\$ 611,968	\$ 440,871
Property Taxes	414,722	358,847
State EMS Contributions	28,277	214,126
Service Contracts	60,000	76,400
Grants	23,997	4,222
Contributions	450	2,125
Interest	155	96
TOTAL REVENUES	1,139,569	1,096,687
EXPENDITURES		
<i>Current:</i>		
Emergency Services	1,045,130	726,129
General Administration	117,677	115,757
Capital Outlay	351,562	60,791
<i>Debt Service:</i>		
Principal	52,073	48,116
Interest	1,235	2,204
TOTAL EXPENDITURES	1,567,677	952,997
OTHER FINANCING SOURCES (USES)		
Gain on Sale of Fixed Assets	11,525	-
Proceeds from Issuance of Debt	305,100	-
TOTAL OTHER FINANCING SOURCES (USES)	316,625	-
Net Change in Fund Balance	(111,483)	143,690
Fund Balance at Beginning of Year, (Deficit)	128,537	(15,153)
Fund Balance at End of Year, (Deficit)	\$ 17,054	\$ 128,537

