

**BURNET COUNTY EMERGENCY SERVICES DISTRICT #1
COMPILED FINANCIAL STATEMENTS
SEPTEMBER 30, 2017**

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CERTIFIED PUBLIC ACCOUNTANTS

Accountant's Compilation Report

Board of Emergency Service Commissioners
Burnet County Emergency Services District #1
101 Ferguson Road, Suite A-103
Horseshoe Bay, Texas 78657

Members of the Board of Directors,

We have compiled the accompanying Statement of Financial Condition of the Burnet County Emergency Services District #1 as of September 30, 2017, and the related Statement of Revenues and Expenses and Change in Fund Balance, and Statement of Cash Flow for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modification that should be made to the financial statements.

Klein, Kraus and Company, LLC

Klein, Kraus and Company, LLC
Fredericksburg, Texas 78624

April 18, 2018

BURNET COUNTY EMERGENCY SERVICES DISTRICT NO. 1
STATEMENT OF FINANCIAL CONDITION
SEPTEMBER 30, 2017

<u>ASSETS</u>	<u>2017</u>
Cash	\$ 87,191.51
Taxes Receivable	7,147.52
Allowance for Uncollectible Accounts	<u>(357.37)</u>
Total Assets	<u>93,981.66</u>
<u>LIABILITIES AND NET ASSETS</u>	
Liabilities:	
Accounts Payable	-
Deferred Revenue	6,790.15
Total Liabilities	<u>6,790.15</u>
Net Assets:	
Fund Equity	87,191.51
TOTAL NET ASSETS	<u>\$ 93,981.66</u>

See Accountant's Compilation Report.

BURNET COUNTY EMERGENCY SERVICES DISTRICT NO. 1
STATEMENT REVENUES, EXPENSES AND CHANGE IN FUND BALANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	<u>2017</u>
<u>Revenues</u>	
Property Taxes	\$ 48387.08
Interest on Investments	608.76
Penalty and Interest	381.20
Miscellaneous	70.75
Total Revenues	<u>49,441.79</u>
<u>Expenditures</u>	
Ambulance & Administration Fees	41,337.00
Appraisal District Fees	807.02
Bonds & Insurance	819.28
Contingencies	45.00
Training	150.00
Total Expenditures	<u>43,158.30</u>
Excess (Deficit) of Revenues over (under) Expenditures	6,283.49
Net Assets – Beginning	80,908.02
Net Assets - Ending	<u>\$ 87,191.51</u>

See Accountant's Compilation Report.

BURNET COUNTY EMERGENCY SERVICES DISTRICT NO. 1
STATEMENT OF CASH FLOW
SEPTEMBER 30, 2017

	<u>2017</u>
Cash Provided Internally	
Net Income	\$ 6,283.49
Items Not Requiring the Use of Cash	
None	<u>-</u>
Cash Provided (Used) from Operations	<u>6,283.49</u>
Changes in Working Capital	
Increase (Decrease) in Accounts Payable	<u>-</u>
Total Changes in Working Capital	<u>-</u>
Total Cash Provided (Used) internally	<u>6,283.49</u>
Funds Invested	<u>-</u>
Financing Activities	<u>-</u>
Increase in Cash	6,283.49
Cash at Beginning of Year	<u>80,908.02</u>
Cash at End of Year	<u>\$ 87,191.51</u>

See Accountant's Compilation Report.

BURNET COUNTY EMERGENCY SERVICES DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

The Burnet County Emergency Services District No. 1 was approved by voters in February, 2002 and operates under Article III, Section 48E, of the Texas Constitution. The Burnet County Commissioners Court appoints five members to the Board of Emergency Service Commissioners. The District is a political subdivision of the State and has full authority to carry out the objects of its creation, including emergency medical services and ambulance services.

The accounting policies of the district conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

- A. Reporting Entity - The District has developed criteria to determine if the activities of any outside agencies or organizations should be included within its financial statements. The criteria includes the amount of oversight responsibility exercised by the District over the activities of an agency or organization, the scope of public service of an agency or organization, and the nature of any special financing relationships which may exist between the District and an agency or organization. Oversight responsibility includes financial interdependency, selection of the governing authority, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The District's financial statements include all funds over which the District exercises oversight responsibility. The District does not exercise oversight responsibility over any other reporting entity. Also, The District is not included as a part of any other reporting entity.
- B. Fund Accounting - The District accounts for its operations in governmental fund type, the general fund. The general fund is a budgeted fund and accounts for the general operations of the District.
- C. Basis of Accounting - Governmental fund type revenues and expenditures are recorded on the modified accrual basis. Revenues are recorded when they become available and measurable. Expenditures are recorded when the liability is incurred, if measurable.
- D. Investments - Investments are carried at cost.
- E. Taxes Receivable - Property taxes are recorded as revenue when collected and the amount of billed but uncollected taxes are deferred pending collection.
- F. Infrastructure Assets - Infrastructure assets are not included in the accompanying financial statements.
- G. Budget - The Board adopts an annual budget for the general fund in accordance with the accounting principles applicable to this fund.
- H. Estimates - The presentation 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.

NOTE 2. DEPOSITS

Deposits were with the contracted depository bank in demand and interest bearing accounts which were secured at the balance sheet date by FDIC coverage. Deposits with TexPool are managed by the State of Texas.

The cash deposits held at financial institutions can be categorized according to three levels of risk. These three levels of risk are:

- Category 1 - Deposits which are insured or collateralized with securities held by the entity or by its agent in the entity's name.
- Category 2 - Deposits which are collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name.
- Category 3 - Deposits which are not collateralized.

Based on these three levels of risk, all of the District's cash deposits are classified as category 1.

NOTE 4. BONDS & INSURANCE

The District has a Public Employee Dishonesty Bond with a \$15,000 blanket limit. The District also has management errors and omissions liability insurance with a \$1,000,000 per occurrence limit and an aggregate limit of \$2,000,000.