	A	B	C	D	E
1	**CASSIE VFD/EMS,INC. BUDGET BUILD FOR FY 2019-2020**				
2	**Page 1 of 3**				
3	**GROUP ACCT NO**	**DETAIL ACCT NO**	**CATEGORY NAME**	**BUDGET BUILD FOR FY 2019-2020 BY LINE ITEM**	**BUDGET BUILD FOR FY 2019-2020 TOTAL BY GROUP**
4	**4000**		**INCOME**		
5		4005	ESD PAYMENTS FOR OPERATIONS	$160,279.50	
6		4010	INDIVIDUAL DONATIONS	$0.00	
7		4015	MEMORIAL DONATIONS	$0.00	
8		4020	GROUP & COMPANY DONATIONS	$0.00	
9		4025	GRANTS/COST SHARE	$0.00	
10		4030	COUNTY FUNDS (dollar amount is an approximate)	$7,541.00	
11		4035	FD EQUIPMENT SALE	$0.00	
12		4040	FD REIMBURSEMENT	$0.00	
13		4045	FD INSURANCE RECOVERY	$0.00	
14		4050	FUND RAISERS	$0.00	
15		4055	LOANS	$0.00	
16		4060	INTEREST INCOME	$0.00	
17		4065	TRAINING REIMBURSEMENT	$0.00	
18		4070	ESD REIMBURSEMENT	$0.00	
19		4075	GRANT REIMBURSEMENT - NON-TRAINING	$0.00	
20		4095	ESD PAYMENTS - CAPITAL EXPENDITURES	$42,500.00	
21			**TOTAL INCOME**		**$210,320.50**
22	**5000**		**ADMINISTRATIVE**		
23		5005	ACCOUNTING	$1,300.00	
24		5010	LEGAL SERVICES	$100.00	
25		5015	MEETINGS	$225.00	
26		5020	OFFICE EQUIPMENT/ MAINTENANCE	$258.00	
27		5025	OFFICE SUPPLIES	$750.00	
28		5030	PRINTER SUPPLIES	$300.00	
29		5035	SHIPPING/POSTAGE/PO BOX RENTAL	$150.00	
30		5040	SUBSCRIPTIONS/DUES/MEMBERSHIPS/RECORD MGMT SYSTEM	$10,716.00	
31		5045	TRAVEL ALLOWANCE	$100.00	
32		5050	UNIFORMS (CAPS AND SHIRTS)	$4,000.00	
33		5055	PRINTING SERVICES	$100.00	
34		5060	SFTY DEP BOX/CHKS/PETTY CASH/BKGD CHKS	$100.00	
35		5065	FINANCE CHARGES/LATE FEES/SALES TAX	$0.00	
36		5070	PETTY CASH/TOLL CHARGES	$350.00	
37			**TOTAL ADMINISTRATIVE**		**$18,449.00**
38	**5200**		**PAID POSITION**		
39		5205	BASE SALARY (INCLUDES EMP TAX & INSURANCE)	$49,000.00	
40		5215	CVFD SS & MEDICARE TAX MATCH	$3,748.50	
41			**TOTAL PAID POSITION**		**$52,748.50**
42	**5300**		**BUILDING AND GROUNDS**		
43		5305	BOTANICAL SUPPLIES	$50.00	
44		5310	JANITORIAL SUPPLIES	$200.00	
45		5315	REFUSE COLLECTION	$0.00	
46		5320	REPAIRS AND MAINTENANCE	$3,500.00	
47		5325	FURNITURE REPL/REP/NEW	$520.00	
48		5330	ELECTRICAL SERVICE	$3,750.00	
49		5335	TELEPHONE SERVICE	$2,527.00	
50			**TOTAL BLDG &GRDS**		**$10,547.00**
51					
52					
53					

	A	B	C	D	E
54	**CASSIE VFD/EMS,INC. BUDGET BUILD FOR FY 2019-2020**				
55	**Page 2 of 3**				
56	**GROUP ACCT NO**	**DETAIL ACCT NO**	**CATEGORY NAME**	**BUDGET BUILD FOR FY 2019-2020 BY LINE ITEM**	**BUDGET BUILD FOR FY 2019-2020 TOTAL BY GROUP**
57					
58	**5600**		**COMMUNICATIONS**		
59		5605	BATTERIES, CLIPS, ACCESSORIES	$250.00	
60		5610	INSTALLATION AND CHANGES	$0.00	
61		5615	NON-WARANTY REPAIR	$150.00	
62		5620	DIGITAL RADIOS, PAGERS, CELL PHONES	$500.00	
63			**TOTAL COMMUNICATIONS**		**$900.00**
64	**6600**		**INSURANCE**		
65		6605	BUILDING AND PROPERTY	$3,613.00	
66		6610	VEHICLE	$8,786.00	
67		6615	PERSONNEL COVERAGE(Accident-Disability-Bonding)(Air Evac)	$8,901.00	
68			**TOTAL INSURANCE**		**$21,300.00**
69	**7000**		**OPERATIONS**		
70		7005	CHEMICAL SUPPLIES (VEHICLE WATER TANKS)	$0.00	
71		7010	FUEL - VEHICLE AND EQUIPMENT	$500.00	
72		7012	FUELMAN - VEHICLE AND EQUIPMENT	$4,530.00	
73		7015	EQUIPMENT MAINTENANCE/REPAIR (VENDOR)	$500.00	
74		7020	FIRE EXTINGUISHER TESTING/REPAIR	$250.00	
75		7025	FIRE SUPPRESSANT SUPPLIES-FOAM	$5,000.00	
76		7030	FIRST RESPONDER SUPPLIES	$4,000.00	
77		7035	LADDER TESTING/PUMP TESTING/HOSE TESTING	$3,000.00	
78		7040	MINOR TOOLS	$150.00	
79		7045	VEHICLE/EQUIPMENT LIGHTS-DECALS-SAFETY ITEMS	$100.00	
80		7050	PERSONAL PROTECTIVE EQUIPMENT (PPE)	$4,000.00	
81		7055	PPE TESTING/CLEANING/REPAIR	$500.00	
82		7060	REHABILITATION SUPPLIES (ICE/WATER/GATORADE)	$500.00	
83		7065	RESCUE EQUIPMENT MAINTENANCE/REPAIR	$100.00	
84		7070	SCBA TESTING/HYDRO/FACEMASK/PACK	$1,200.00	
85		7072	SCBA MAINTENANCE & REPAIR-CASCADE SYSTEM	$500.00	
86		7075	STATE VEHICLE SAFETY INSPECTION & REGISTRATION	$151.00	
87		7080	VEHICLE MAINTENANCE/REPAIR	$550.00	
88		7085	VEHICLE MAINTENANCE/REPAIR (VENDOR)	$5,000.00	
89		7090	EQUIPMENT REPLACEMENT (FIRE FIGHTING)	$1,750.00	
90		7095	FIRE FIGHTING EQUIPMENT - NEW	$2,500.00	
91		7100	RESCUE EQUIPMENT - NEW	$1,000.00	
92		7105	RESCUE EQUIPMENT - REPLACEMENT	$200.00	
93			**TOTAL OPERATIONS**		**$35,981.00**
94	**8000**		**TRAINING**		
95		8005	AED, CPR, FIRST AID	$454.00	
96		8010	EMS/TEEX	$0.00	
97		8015	ISO	$0.00	
98		8020	TRAINING - VENDOR	$12,500.00	
99		8025	PER DIEM TRAVEL/LODGING/FOOD	$5,000.00	
100		8030	WILDLAND	$500.00	
101		8035	EDUCATIONAL SUPPLIES(CD'S-TAPES-BOOKS-ETC)	$600.00	
102			**TOTAL TRAINING**		**$19,054.00**
103					
104					
105					
106					

	A	B	C	D	E
107					
108	**CASSIE VFD/EMS,INC. BUDGET BUILD FOR FY 2019-2020**				
109	**Page 3 of 3**				
110	**GROUP ACCT NO**	**DETAIL ACCT NO**	**CATEGORY NAME**	**BUDGET BUILD FOR FY 2019-2020 BY LINE ITEM**	**BUDGET BUILD FOR FY 2019-2020 TOTAL BY GROUP**
111					
112	**9000**		**PUBLIC RELATIONS**		
113		9005	EDUCATIONAL SUPPLIES	$100.00	
114		9010	PUBLIC EDUCATION/RELATION/APPRECIATION	$500.00	
115		9015	SHIPPING AND POSTAGE	$100.00	
116		9020	PRINTING	$100.00	
117		9025	RECOGNITION/THANK YOU	$500.00	
118			**TOTAL PUB REL**		**$1,300.00**
119	**9500**		**CAPITAL EXPENDITURES (IND. ITEM OVER $1000)**		
120		9530	AED'S (2)	$5,000.00	
121		9525	RIDING MOWER-COMMERCIAL GRADE	$8,000.00	
122		9521	6 TIRES FOR T1-#4440	$5,000.00	
123		9512	PAGERS	$9,500.00	
124		9515	FOLDING WATER TANK	$2,500.00	
125		9580	LAPTOP	$2,500.00	
126		9526	ICE MAKER	$5,000.00	
127		9545	FLAG POLE	$1,500.00	
128		9518	FIRE MONITOR-NOZZLE FOR T1-#4440	$2,000.00	
129		9570	THERMAL IMAGING UNIT	$1,500.00	
130					
131					
132			**TOTAL CAPITAL EXP**		**$42,500.00**
133					
134			**TOTAL ESD BUDGET with Capital Expenditures**	$202,779.50	$202,779.50
135			**TOTAL ESD BUDGET withOUT Capital Expenditures**	$160,279.50	$160,279.50
136			**BURNET COUNTY MUTUAL AID FUNDS**	$7,541.00	$7,541.00
137					
138			**TOTAL OF ESD W/ CAP EXP & BURNET CTY FUNDS**		**$210,320.50**
139					
140					
141					

Cassie Volunteer Fire Department
& Emergency Medical Services, Inc.
Audit Report
for the Year Ended
September 30, 2019
with Comparative Totals
as of September 30, 2018

Taber & Burnett, P.C.
A Professional Corporation
Certified Public Accountants

Page

Taber & Burnett, P.C.

A Professional Corporation
Certified Public Accountants

P.O. Box 1519, 412 Buchanan Drive, Burnet, Texas 78611
512/756-4904; Fax: 512/756-4227

INDEPENDENT AUDITORS' REPORT

Board of Directors
Cassie Volunteer Fire Department &
Emergency Medical Services, Inc.
Burnet, Texas

We have audited the accompanying Statement of Financial Position of the Cassie Volunteer Fire Department & Emergency Medical Services, Inc., (a non-profit organization), as of September 30, 2019, and the related Statements of Activities and Cash Flows for the year then ended and the related notes to the financial statements. The prior year comparative information has been derived from the Organization's 2018 financial statements, and in our report dated December 13, 2018, an unqualified opinion on those financial statements was expressed.

Management's Responsibility for the Financial Statements

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Cassie Volunteer Fire Department & Emergency Medical Services, Inc. as of September 30, 2019, and the results of activities and the cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of a Matter - Change in Accounting Principle

As discussed in Note 1 to the financial statements in 2019, Cassie Volunteer Fire Department adopted Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Preparation of Financial Statements of Not-for-Profit Entities.* Our opinion is not modified with respect to this matter.

Jaburt & Burnett, PC

Burnet, Texas
January 21, 2020

Assets

	2019	2018
Current Assets		
Cash and cash equivalents (Note 2)	$ 44,474	$ 39,496
County receivable	3,770	-
Prepaid insurance	-	6,038
Total Current Assets	48,244	45,534
Property and Equipment (Note 3)		
Building	113,751	106,746
Communication equipment	98,988	98,988
EMS equipment	5,038	5,038
Furniture and fixtures	7,967	7,967
Land	13,820	13,820
Vehicles and equipment	1,048,210	996,288
Total Property and Equipment	1,287,774	1,228,847
Accumulated Depreciation	(738,920)	(659,125)
Net Property and Equipment	548,854	569,722
Total Assets	$ 597,098	$ 615,256

Liabilities and Net Assets

	2019	2018
Current Liabilities		
Accrued liabilities	$ 906	$ 994
Total Current Liabilities	906	994
Net Assets (Note 4)		
Net assets without donor restrictions	596,192	614,262
Net assets with donor restrictions	-	-
Total Net Assets	596,192	614,262
Total Liabilities and Net Assets	$ 597,098	$ 615,256

The accompanying notes are an integral part of the financial statements.

Cassie Volunteer Fire Department & Emergency Medical Services, Inc.

Statement of Activities

For the Year Ended September 30, 2019
with Comparative Totals for 2018

	Without Donor Restrictions	With Donor Restrictions	2019 Total	2018 Total
Revenues, Gains, and Other Support:				
Emergency Services District No. 2 contributions	$ 198,058	$ -	$ 198,058	$ 201,763
County contract	16,041	-	16,041	28,067
Donations	9,300	-	9,300	12,259
Gain on sale of assets	14,000	-	14,000	-
Grants	28,683	-	28,683	19,827
Reimbursement income	4,583	-	4,583	-
Total Revenues, Gains, and Other Support	270,665	-	270,665	261,916
Cost of Special Activities and Programs:				
Buildings and grounds	7,476	-	7,476	4,970
Communication equipment	1,078	-	1,078	1,057
Depreciation	119,497	-	119,497	99,260
Insurance	18,040	-	18,040	16,568
Operations cost	59,455	-	59,455	27,845
Training and travel	15,191	-	15,191	9,781
Wages and taxes	52,749	-	52,749	52,748
Total Cost of Special Activities and Programs	273,486	-	273,486	212,229
Revenues Net of Cost of Special Activities and Programs	(2,821)	-	(2,821)	49,687
Supporting Services:				
Management and general	13,999	-	13,999	10,655
Professional fees	1,250	-	1,250	1,635
Total Supporting Services	15,249	-	15,249	12,290
Changes in Net Assets	(18,070)	-	(18,070)	37,397
Net Assets at Beginning of Year	614,262	-	614,262	576,865
Net Assets at End of Year	$ 596,192	$ -	$ 596,192	$ 614,262

The accompanying notes are an integral part of the financial statements.

Cassie Volunteer Fire Department & Emergency Medical Services, Inc.

Statements of Cash Flows *For the Years Ended September 30, 2019 and 2018*

	2019	2018
Cash Flows from Operating Activities:		
Changes in Net Assets	$ (18,070)	$ 37,397
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided by (Used In) Operating Activities:		
Depreciation	119,497	99,260
(Increase) decrease in county receivable	(3,770)	-
(Increase) decrease in prepaids	6,038	(6,038)
Increase (decrease) in accounts payable	-	(5,770)
Increase (decrease) in accrued expense	(88)	(350)
Net Cash Provided by (Used In) Operating Activities	103,607	124,499
Cash Flows from Investing Activities:		
Purchases of property and equipment	(98,629)	(112,041)
Net Cash Provided by (Used In) Investing Activities	(98,629)	(112,041)
Net Increase (Decrease) in Cash and Cash Equivalents	4,978	12,458
Cash and Cash Equivalents at Beginning of Year	39,496	27,038
Cash and Cash Equivalents at End of Year	$ 44,474	$ 39,496
Supplemental Cash Flows Disclosures:		
Cash Paid During the Year for:		
Interest	$ -	$ -
Income taxes	$ -	$ -
Noncash Activities		
In-kind donations	$ -	$ -

The accompanying notes are an integral part of the financial statements.

Cassie Volunteer Fire Department & Emergency Medical Services, Inc.

Statement of Functional Expenses

For the Year Ended September 30, 2019
with Comparative Totals for 2018

	Program	Administrative	Fundraising	2019 Total	2018 Total
Buildings and grounds	$ 7,476	$ -	$ -	$ 7,476	$ 4,970
Communication equipment	1,078	-	-	1,078	1,057
Depreciation	119,497	-	-	119,497	99,260
Insurance	18,040	-	-	18,040	16,568
Operations cost	59,455	-	-	59,455	27,845
Management and general	-	13,999	-	13,999	10,655
Professional fees	-	1.250	-	1,250	1,635
Training and travel	15,191	-	-	15,191	9,781
Wages and taxes	52,749	-	-	52,749	52,748
2019 Total	$ 273,486	$ 15,249	$ -	$ 288,735	$ -
2018 Total	$ 212,229	$ 12,290	$ -	$ -	$ 224,519

The accompanying notes are an integral part of the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Cassie Volunteer Fire Department & Emergency Medical Services, Inc. (the Organization) is a not-for-profit corporation, established to provide fire protection and emergency services. The Organization provides services to the citizens of the Burnet County Emergency Services District No. 2 (ESD). The Organization's primary source of revenue is from the ESD. See Note 5.

Basis of Presentation

Resources are classified for accounting and reporting purposes into two classes of net assets, according to externally imposed restrictions.

Net assets without donor restrictions: This is the portion of net assets of the Organization that can be used subject only to the board limits resulting from the nature of the Organization, the environment it operates in, or the purposes specified in its articles of incorporation or bylaws. In some cases, the use of these resources is also subject to limits resulting from contractual agreements with suppliers, creditors, and others entered into by the Organization in the course of its business. The Organization has the greatest ability to choose when using these resources.

Net assets without donor restrictions generally result from grants, contracts, and contributions that are not subject to donor-imposed restrictions, and income from investing excess operating cash, reduced by expenses incurred in providing services, raising contributions, and performing administrative functions.

Net assets with donor restrictions: This is the portion of net assets of the Organization that is subject to either donor-imposed time restrictions or donor-imposed purpose restrictions. These restrictions limit the Organization's choices when using these resources because the Organization has a fiduciary responsibility to its donors to follow the donor's instructions.

Net assets with donor restrictions generally result from donor-restricted contributions.

Tax Status

Under provisions of the Internal Revenue Code, Section 501(c)(3), the Organization is exempt from taxes on income other than unrelated business income. Since the Organization had no net unrelated business income during the year ended September 30, 2019 or 2018, no provision for income taxes has been made. The Organization's open audit periods are for the fiscal year ends September 30, 2017 through September 30, 2019.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contributions are recognized when the donor gives funds to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires because the contributed resources are spent in accordance with the donor's instructions or because of passage of time, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributed Services

The Organization receives many services from volunteers which are not recorded in these financial statements. The Organization records services in the financial statements if the volunteer services create or enhance a non-financial asset; or require specialized skills, are performed by people with those skills, and would otherwise be purchased. No contributed services were recognized in the years ending September 30, 2019 or 2018.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Prior-Year Summarized Information

The financial statements include certain prior-year summarized information in total. With respect to the statement of activities and the statement of functional expenses such prior-year information is not presented by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's 2018 financial statements from which the summarized information is derived.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. The carrying amount for cash and cash equivalents approximates fair value.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment is recorded at cost if purchased or at fair market value if donated. The Organization follows the practice of capitalizing all expenditures for or donations of property and equipment in excess of $1,000. Upon sale or retirement of property and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of activities. Deprecation is computed on the straight line basis over the useful lives of the assets as follows:

Buildings and Improvements	5 to 40 years
Communication Equipment	5 to 7 years
EMS Equipment	5 to 7 years
Furniture and Fixtures	5 years
Vehicles and Equipment	5 to 15 years

New Accounting Pronouncement

In August 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Top 958): Presentation of Financial Statements of Not-for-Profit Entities.* The Organization has adjusted the presentation of its financial statements accordingly, applying the changes retrospectively to the comparative period presented. The new standard changes the following aspects of the Organization's financial statements:

- The temporarily restricted and permanently restricted net asset classes have been combined into a single net asset class called *net assets with donor restrictions*.
- The unrestricted net asset class has been renamed *net assets without donor restrictions*.
- The financial statements include a new disclosure about liquidity and availability of resources (Note 7).

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The changes have the following effect on net assets at September 30, 2018:

Net Asset Class	As Originally Presented	After Adoption of ASU 2016-14
Unrestricted net assets	$ 614,262	$ -
Temporarily restricted net assets	-	-
Permanently restricted net assets	-	-
Net assets without donor restrictions	-	614,262
Net assets with donor restrictions	-	-
	$ 614,262	$ 614,262

In addition, certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

NOTE 2 - CASH AND CASH EQUIVALENTS

Cash and cash equivalents totaled $44,474 and $39,496 at September 30, 2019 and 2018, respectively. Cash and cash equivalents consist of bank accounts that are available for use in current operations.

NOTE 3 - PROPERTY AND EQUIPMENT

Changes in property and equipment during the year ended September 30, 2019, are as follows:

	Balance October 1, 2018	Additions	Reductions	Balance September 30, 2019
Building	$ 106,746	$ 7,005	$ -	$ 113,751
Communication Equipment	98,988	-	-	98,988
EMS Equipment	5,038	-	-	5,038
Furniture and Fixtures	7,967	-	-	7,967
Land	13,820	-	-	13,820
Vehicles and Equipment	996,288	91,624	39,702	1,048,210
	1,228,847	98,629	39,702	1,287,774
Less accumulated depreciation	(659,125)	(119,497)	(39,702)	(738,920)
Net Property and Equipment	$ 569,722	$ (20,868)	$ -	$ 548,854

NOTE 4 - NET ASSETS WITH DONOR RESTRICTIONS

There are no net assets with donor restrictions as of September 30, 2019 and 2018.

NOTE 5 - EMERGENCY SERVICE DISTRICT

The Burnet County Emergency Services District No. 2 (ESD) was created by an election held in May 2008. The ESD operates under Article III, Section 48-e of the Texas Constitution and Chapter 775 of the Texas Health and Safety Code and is run by a Board of Commissioners appointed by the Burnet County Commissioners Court. The ESD's major activities include providing emergency services to the residents of the District.

On October 7, 2008, the Organization entered into an agreement with the newly-formed ESD to provide emergency services to all persons and property within the ESD. The term is yearly and may be terminated by either party. Amounts to be paid to the Organization shall be disbursed at the discretion of the Commissioners and may include expenses for operations and other expenditures approved by the ESD for maintaining emergency services within the district. If at any time the Organization is dissolved or the agreement is terminated by either party, any assets purchased wholly or in part with funds from the ESD shall be immediately transferred to another Department contracted by the ESD or to the ESD at its sole discretion.

NOTE 6 - OTHER CONCENTRATIONS OF RISK

Revenues from the ESD were approximately 74 percent and 77 percent of the Organization's total revenues for the years ended September 30, 2019 and 2018, respectively. The Organization also received approximately 11 percent of its revenue from the Burnet County Fire Protection Contract during the years ended September 30, 2018. A significant reduction in or elimination of these funds would have a significant impact on the Organization.

NOTE 7 - LIQUIDITY AND RESERVES

The Organization has a policy to manage its liquidity and reserves in order to operate with financial stability, maintain adequate liquidity, and maintain sufficient reserves. The following table reflects the Organization's financial assets (cash and cash equivalents and investments) as of September 30, 2019, reduced by amounts not available for general expenditures within one year.

NOTE 7 - LIQUIDITY AND RESERVES (Continued)

		2019
Total financial assets	$	44,474
Less those unavailable for general expenditure within one year due to:		
None		-
Financial assets available to meet cash needs for general expenditures within one year	$	44,474

NOTE 8 - SUBSEQUENT EVENTS

The Organization did not have any subsequent events through January 21, 2020, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the fiscal year ended September 30, 2019.