

**CAHABA VALLEY FIRE AND
EMERGENCY MEDICAL RESCUE DISTRICT**
Birmingham, Alabama

Financial Statements

September 30, 2018

Including Report of
Independent Auditors

INDEPENDENT AUDITORS' REPORT

Board of Directors
Cahaba Valley Fire and
Emergency Medical Rescue District
Birmingham, Alabama

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of the Cahaba Valley Fire and Emergency Medical Rescue District as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 error or fraud.

Auditors' 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of the Cahaba Valley Fire and Medical Emergency Rescue District, as of September 30, 2018, and the respective changes in modified cash basis financial position, thereof for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cahaba Valley Fire and Emergency Medical Rescue District's basic financial statements. The schedule of changes in net pension liability and schedule of employer contributions on pages 17-18, respectively, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Birmingham, Alabama
January 21, 2020

CAHABA VALLEY FIRE AND EMERGENCY MEDICAL RESCUE DISTRICT
STATEMENT OF NET POSITION AND GOVERNMENTAL
FUND BALANCE SHEET - MODIFIED CASH BASIS
SEPTEMBER 30, 2018

	General Fund	Adjustments (Note 2)	Statement of Net Position
ASSETS			
Cash	\$ 556,327	\$ -	\$ 556,327
Certificates of deposit - nonnegotiable	113,547	-	113,547
Non-depreciable assets	-	100,544	100,544
Depreciable capital assets, net	-	3,578,793	3,578,793
Other	5,079	-	5,079
Total Assets	674,953	3,679,337	4,354,290
DEFERRED OUTFLOWS OF RESOURCES			
Pension	-	1,012,267	1,012,267
Total Deferred Outflows of Resources	-	1,012,267	1,012,267
LIABILITIES			
Room security deposits	1,470	-	1,470
Noncurrent liabilities:			
Due within one year	-	197,613	197,613
Due in more than one year	-	2,654,279	2,654,279
Total Liabilities	1,470	2,851,892	2,853,362
DEFERRED INFLOWS OF RESOURCES			
Pension	-	229,027	229,027
Total Deferred Inflows of Resources	-	229,027	229,027
FUND BALANCES / NET POSITION			
Fund Balances:			
Assigned	194,742	(194,742)	-
Unassigned	478,741	(478,741)	-
Total Fund Balances	673,483	(673,483)	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 674,953		
Net Position:			
Net investment in capital assets		1,819,059	1,819,059
Unrestricted		465,109	465,109
TOTAL NET POSITION		\$ 2,284,168	\$ 2,284,168

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

CAHABA VALLEY FIRE AND EMERGENCY MEDICAL RESCUE DISTRICT
STATEMENT OF ACTIVITIES AND
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – MODIFIED CASH BASIS
SEPTEMBER 30, 2018

	<u>General Fund</u>	<u>Adjustments (Note 2)</u>	<u>Statement of Activities</u>
REVENUES:			
Fire dues	\$ 2,975,112	\$ -	\$ 2,975,112
Transport services	421,570	-	421,570
Grants	44,861	-	44,861
Interest income	4,015	-	4,015
Other	11,733	-	11,733
Total Revenues	<u>3,457,291</u>	<u>-</u>	<u>3,457,291</u>
EXPENDITURES/EXPENSES:			
Salaries and employee benefits	1,942,768	159,611	2,102,379
Insurance	277,911	-	277,911
Depreciation	-	515,595	515,595
Fuel	59,713	-	59,713
Miscellaneous	206,042	-	206,042
Repairs, maintenance, and small equipment	140,328	-	140,328
Debt service - interest	56,285	-	56,285
Debt service - principal	270,432	(270,432)	-
Supplies	61,530	-	61,530
Hydrant rental	31,591	-	31,591
Payroll taxes	134,288	-	134,288
Utilities	52,079	-	52,079
Telephone	23,675	-	23,675
Capital outlay	170,166	(170,166)	-
Total Expenditures/Expenses	<u>3,426,808</u>	<u>234,608</u>	<u>3,661,416</u>
EXCESS OF REVENUES OVER EXPENDITURES	30,483	(234,608)	(204,125)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of assets/ (Loss) on sale of assets	99,910	(42,580)	57,330
Total Other Financing Sources (Uses)	<u>99,910</u>	<u>(42,580)</u>	<u>57,330</u>
EXCESS OF REVENUES AND SOURCES OVER EXPENDITURES AND USES	130,393	(130,393)	-
CHANGES IN NET POSITION	-	(146,795)	(146,795)
FUND BALANCE / NET POSITION - BEGINNING	<u>543,090</u>	<u>1,887,873</u>	<u>2,430,963</u>
FUND BALANCE/NET POSITION - ENDING	<u>\$ 673,483</u>	<u>\$ 1,610,685</u>	<u>\$ 2,284,168</u>

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