

**LAKE CITY AREA FIRE PROTECTION DISTRICT  
FINANCIAL STATEMENTS  
WITH  
INDEPENDENT AUDITOR'S REPORT  
DECEMBER 31, 2021**

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# Green & Associates LLC

Certified Public Accountants & Business Consultants

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Lake City Fire Protection District

### Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of Lake City Fire Protection District as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Lake City Fire Protection District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Lake City Fire Protection District as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Lake City Fire Protection District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Lake City Fire Protection District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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Certified Public Accountants & Business Consultants

In performing an audit in accordance with generally accepted auditing standards, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures of the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Lake City Fire Protection District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Lake City Fire Protection District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Schedule of Revenues, Expenditures and Changes in Fund balances – Budget and Actual, Schedule of Contributions – Multiyear, Schedule of Changes in Net Pension Liability / (Asset) and Related Ratios Multiyear, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, 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.

#### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake City Fire Protection District's basic financial statements. The other supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Longmont, Colorado  
April 26, 2021

## **Management's Discussion and Analysis**

# **Lake City Area Fire Protection District**

## **Management's Discussion and Analysis**

### **Introduction:**

Management's Discussion and Analysis is intended to provide the reader and user of our financial statements with a narrative overview of the District's financial activities. Management's Discussion and Analysis (MD&A) should be read in conjunction with the District's financial statements and notes to the financial statements, beginning on page 7.

### **Overview of the Financial Statements of the District:**

The audited financial statements of the District are:

- Statement of Net Position
- Statement of Activities
- Balance Sheet – Governmental Fund
- Statement of Revenues, Expenditures, and Changes in Fund Balance-Governmental Fund
- Notes to the Financial Statements

The financial statements of the District are presented as a special purpose government engaged in government type activities. These financial statements distinguish between the functions of the District that will be principally supported by taxes. The functions of the District include the provision of fire protection services and the preventive mitigation of fire dangers.

The **Statement of Net Position** is prepared using the full accrual basis of accounting, provides information about what is owned (assets) by the District, what is owed (liabilities) by the District, and what is the District's equity in its assets (Net Position). Over time, the comparison of changes in Net Position may provide a useful method of evaluating whether the financial position of the District is improving, deteriorating, or maintaining a status quo.

The **Statement of Activities** provides information about the components – Program Expenses, Program Revenue, General Revenue – of the District's annual operating activities and how those activities affected Net Position.

The **Balance Sheet – Governmental Funds** presents the financial position of the District's funds using the traditional government modified accrual method of accounting, which does not reflect capital assets and debt obligations.

The **Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds** presents the activities of the District's funds using the modified accrual method of accounting which includes expenditures for capital assets and debt service obligations. This method approximates the reporting on a cash basis and closely follows the budgetary method.

The two reconciliations, which accompany these governmental funds statements, provide explanations of the specific differences in these statements as compared to the Statement of Net Position and the Statement of Activities.

**Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund** provides information comparing budgeted revenue and expenditure activities

with the actual revenue and expenditure activities. When applicable, this will include a comparison of the originally approved budget with the final amended budget.

The **Notes to Financial Statements** provide additional, required disclosures about the District, its accounting policies and practices, its financial position and operating activities, and other required information. The information included in these notes is essential to a full understanding of the information contained in the financial statements.

**Condensed Comparative Financial Information:**  
**Statement of Net Position**

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Current Assets			
Cash and cash equivalents	\$ 622,122	\$ 571,733	\$ 562,006
Other current assets	161,738	158,459	156,959
	<u>783,860</u>	<u>730,192</u>	<u>718,965</u>
Non Current Assets			
Pension asset	78,168	101,744	90,364
Capital assets – net	473,112	521,840	571,436
Total Assets	<u>1,335,140</u>	<u>1,353,776</u>	<u>1,380,765</u>
Deferred outflows of resources	<u>19,956</u>	<u>9,123</u>	<u>12,541</u>
Current Liabilities	483	1,840	22,069
Total Liabilities	<u>483</u>	<u>1,840</u>	<u>22,069</u>
Deferred Inflows of Resources	<u>144,168</u>	<u>139,518</u>	<u>142,146</u>
Net Position			
Net investment in capital assets	473,112	521,840	571,436
Restricted	82,748	4,296	4,726
Unrestricted	654,585	695,405	652,929
Total Net Position	<u>\$ 1,210,445</u>	<u>\$ 1,221,541</u>	<u>\$ 1,229,091</u>

## Statement of Activities

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Program Expenses			
Firefighting and rescue	80,158	72,360	62,618
Administration	66,721	66,722	60,205
Building and grounds	16,883	11,674	14,315
Fireworks	-	-	7,413
Total Program Expenses	<u>163,762</u>	<u>150,756</u>	<u>144,551</u>
Program Revenues			
Charges for services	3,258	3,069	3,229
Grants & contributions	15,248	6,325	14,222
Total Program Revenue	<u>18,506</u>	<u>9,394</u>	<u>17,451</u>
Net Program Expense	<u>145,256</u>	<u>141,362</u>	<u>127,100</u>
General Revenues	<u>134,160</u>	<u>133,812</u>	<u>133,868</u>
Change in Net Position	<u>(11,096)</u>	<u>(7,550)</u>	<u>6,768</u>
Net Position, Beginning of Year	1,221,541	1,229,091	1,222,323
Net Position, End of Year	<u>\$ 1,210,445</u>	<u>\$ 1,221,541</u>	<u>\$ 1,229,091</u>

This foregoing information is a summary of the financial information contained in the District's financial statements. For more about the information contained in this condensed, comparative financial information, we recommend a close review of the accompanying audited financial statements beginning on page 7.

### Discussion of Financial Position and Operating Activities

The District's Net Position as of December 31, 2021 was \$1,210,445. This is a decrease of \$11,096 from 2020 relating to expenses exceeding revenues by that amount. Capital expenditures are not expensed in this statement.

Unrestricted cash, cash equivalents, and investments of the District at December 31, 2021, totaled \$642,122, which represents approximately 82% of the District's current assets.

Capital Assets, net of accumulated depreciation, of the District at December 31, 2021, totaled \$473,112, which represents approximately 35% of the District's total assets. The change from the prior year consists of depreciation.

General revenues increased in 2021 to \$134,160 from \$133,812 due to increases in taxes. Program expenses increased to \$163,762. The increase in expenses cannot be attributed to one specific item. See page 8 of the accompanying Financial Statements for details of these revenues and expenses.

## **Fund Discussion**

The General Fund balance decreased to \$155,551. The fund balance includes \$4,580 for emergencies in accordance with TABOR requirements. The assets and liabilities are comprised primarily of cash and property tax revenues to be realized in 2021. General Fund revenues exceeded expenditures by \$172 see page 10 of the accompanying financial statements for the details of the revenues and expenditures.

**Capital Reserve Fund** - The capital reserve fund balance increased by \$43,449. The increase is attributed to the District's decreased need for capital outlay.

## **General Fund Budgetary Discussion**

Actual revenues for 2021 were \$21,391 more than the final budget. This is attributed to higher than anticipated specific ownership taxes and donations. Actual expenditures for 2021 were \$14,995 less than the final budgeted expenditures due to various savings. See page 22 of the accompanying financial statements for more detail. The budget was not amended for the year, as such all numbers are compared to the final budgeted amounts.

## **Capital Assets and Long-term Obligations**

**Capital Assets.** The District's primary capital assets are buildings and fire suppression equipment. The District the District did not purchase any assets during the year. The District did not dispose of any assets. See Note 3 of the Notes to the Financial Statements on page 21.

**Long-term Debt.** The District does not have any long-term debt.

**Economic Factors and Next Year's Budget.** Tax revenue for 2022 should be slightly higher than 2022, attributable to inclusions of new territories. The District is currently well-equipped and all major upgrades to the fire station have been completed. Operating expenses are projected to increase in 2022.

**Requests for Information.** This financial report is designed to provide a general overview of Lake City Area Fire Protection District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or request for additional information should be addressed to the District at P.O. Box 574, Lake City, CO 81235.

## **Basic Financial Statements**

**Lake City Area Fire Protection District**  
**Statement of Net Position**  
**December 31, 2021**

**Assets**

**Current Assets**

Cash and cash equivalents	\$ 622,122
Investments	20,000
Accounts receivable	3,126
Intergovernmental receivables	3,208
Prepaid expenses	10,696
Property taxes receivable	124,708
Total Current Assets	783,860

**Noncurrent Assets**

Net pension asset	78,168
Capital assets	
Nondepreciable	42,021
Depreciable	906,646
Less: Accumulated depreciation	(475,555)
Net Capital Assets	473,112
Total Noncurrent Assets	551,280
Total Assets	1,335,140

**Deferred Outflows of Resources**

Pension	19,956
Total Deferred Outflows of Resources	19,956

**Liabilities**

**Current Liabilities**

Accounts payable	380
Other accrued liabilities	103
Total Liabilities	483

**Deferred Inflows of Resources**

Deferred property taxes	124,708
Pension	19,460
Total Deferred Inflows of Resources	144,168

**Net Position**

Net investments in capital assets	473,112
Restricted for emergencies	4,580
Restricted pension asset	78,168
Unrestricted	654,585
Total Net Position	\$ 1,210,445

**Lake City Area Fire Protection District  
Statement of Activities  
For the Year Ended December 31, 2021**

		Program Revenues		Net (Expenses) Revenue and Changes in Net Position
<b>Governmental Activities</b>	Expenses	Charges for Service	Operating and Capital Grants and Contributions	Governmental Activities
Firefighting and rescue operations	\$ 80,158	\$ 3,258	\$ 15,248	\$ (61,652)
Administration	66,721	-	-	(66,721)
Building and grounds	16,883	-	-	(16,883)
<b>Total Governmental Activities</b>	<b>\$ 163,762</b>	<b>\$ 3,258</b>	<b>\$ 15,248</b>	<b>(145,256)</b>
<b>General Revenues</b>				
Property taxes				118,788
Specific ownership taxes				10,804
Earnings on investments				1,142
Other				3,426
<b>Total Revenues</b>				<b>134,160</b>
Change in Net Position				(11,096)
Net Position - Beginning of Year				1,221,541
Net Position - End of Year				<b>\$ 1,210,445</b>

## **Fund Financial Statements**

**Lake City Area Fire Protection District  
Balance Sheet  
December 31, 2021**

	<u>Major Funds</u>		<u>Nonmajor Funds</u>		Total Governmental Funds
	<u>General Fund</u>	<u>Capital Reserve Fund</u>	<u>Facilities Fund</u>	<u>Contingency Fund</u>	
<b>Assets</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ 120,153	\$ 426,332	\$ 5,700	\$ 69,937	\$ 622,122
Investments	20,000	-	-	-	20,000
Accounts receivable	3,126	-	-	-	3,126
Intergovernmental receivables	2,021	1,123	-	64	3,208
Prepaid expenses	10,696	-	-	-	10,696
Property taxes receivable	78,566	43,648	-	2,494	124,708
<b>Total Assets</b>	<u>\$ 234,562</u>	<u>\$ 471,103</u>	<u>\$ 5,700</u>	<u>\$ 72,495</u>	<u>\$ 783,860</u>
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Accounts payable	\$ 380	\$ -	\$ -	\$ -	\$ 380
Other accrued liabilities	65	36	-	2	103
<b>Total Liabilities</b>	<u>445</u>	<u>36</u>	<u>-</u>	<u>2</u>	<u>483</u>
<b>Deferred Inflows of Resources</b>					
Deferred property tax revenue	78,566	43,648	-	2,494	124,708
<b>Total Deferred Inflows of Resources</b>	<u>78,566</u>	<u>43,648</u>	<u>-</u>	<u>2,494</u>	<u>124,708</u>
<b>Equity</b>					
Fund Balance					
Non-Spendable	10,696	-	-	-	10,696
Restricted	4,580	-	-	-	4,580
Assigned	-	427,419	5,700	69,999	503,118
Unassigned	140,275	-	-	-	140,275
Total Fund Balance	<u>155,551</u>	<u>427,419</u>	<u>5,700</u>	<u>69,999</u>	<u>658,669</u>
Total Liabilities, Fund Balance and Deferred Inflows	<u>\$ 234,562</u>	<u>\$ 471,103</u>	<u>\$ 5,700</u>	<u>\$ 72,495</u>	<u>\$ 783,860</u>

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position**

Amounts reported for governmental funds in the Statement of Net Position are different because:

Total fund balance	658,669
Capital Assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	473,112
Net pension asset and the related deferred inflows and outflows of resources are not current financial resources and are therefore not reported in the fund financial statements.	78,664
<b>Total Net Position</b>	<u>\$ 1,210,445</u>

**Lake City Area Fire Protection District**  
**Statement of Revenue, Expenditures and Changes in Fund Balance**  
**For the Year Ended December 31, 2021**

	<u>Major Funds</u>		<u>Nonmajor Funds</u>		Total Governmental Funds
	General Fund	Capital Reserve Fund	Facilities Fund	Contingency Fund	
<b>Revenues</b>					
Property taxes	\$ 74,836	\$ 41,576	\$ -	\$ 2,376	\$ 118,788
Specific ownership taxes	6,807	3,781	-	216	10,804
Fire Services	1,603	-	-	-	1,603
Interest income	952	180	-	10	1,142
Donations	15,248	-	-	-	15,248
Petitions and special services	1,655	-	-	-	1,655
Miscellaneous	3,426	-	-	-	3,426
Total Revenue	<u>104,527</u>	<u>45,537</u>	<u>-</u>	<u>2,602</u>	<u>152,666</u>
<b>Expenditures</b>					
Firefighting and rescue	19,845	-	-	-	19,845
Administration	60,756	-	-	-	60,756
Building and grounds maintenance	11,772	-	-	-	11,772
Training	330	-	-	-	330
Communications	4,894	-	-	-	4,894
County treasurer fees	3,758	2,088	-	119	5,965
Total Expenditures	<u>101,355</u>	<u>2,088</u>	<u>-</u>	<u>119</u>	<u>103,562</u>
Revenue Over (Under) Expenditures	<u>3,172</u>	<u>43,449</u>	<u>-</u>	<u>2,483</u>	<u>49,104</u>
<b>Other Financing Sources</b>					
Transfers in	-	-	3,000	-	3,000
Transfers out	(3,000)	-	-	-	(3,000)
Total Other Financing Sources	<u>(3,000)</u>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	172	43,449	3,000	2,483	49,104
Fund Balance, beginning of year	<u>155,379</u>	<u>383,970</u>	<u>2,700</u>	<u>67,516</u>	<u>609,565</u>
Fund Balance, end of year	<u>\$ 155,551</u>	<u>\$ 427,419</u>	<u>\$ 5,700</u>	<u>\$ 69,999</u>	<u>\$ 658,669</u>
Total Change in Fund Balance Governmental Fund					\$ 49,104
Depreciation expense reported in the Statement of Activities does not require the use of current financial resources therefore is excluded from the fund statements.					(48,728)
Changes arising from the change in net pension asset and the related deferred inflows and outflows of resources are not current financial resources and are therefore not reported in the fund financial statements.					<u>(11,472)</u>
Change in Net Position of Governmental Activities					<u>\$ (11,096)</u>

**Lake City Area Fire Protection District**  
**Notes to Financial Statements**  
**December 31, 2021**

**Note 1 Summary of Significant Accounting Policies**

**Financial Reporting Entity**

In conformance with Governmental Accounting and Financial Reporting Standards, Lake City Area Fire Protection District, (the "District"), is the reporting entity for financial reporting purposes. The District is the primary government financially accountable for all activities of the District within the geographical area organized as the Lake City Area Fire Protection District. The District meets the criteria of a primary government: its Board of Directors is the publicly elected governing body; it is a legally separate entity; and it is fiscally independent. The District was formed in 1982 to provide firefighting, fire prevention, and search and rescue operations for the Lake City area. The District has no employees and all operations are contracted or volunteer.

In accordance with governmental accounting standards, the District has considered the possibility of inclusion of additional entities in its financial statements. The definition of the reporting entity is based primarily on financial accountability. No other entities have been included in the District's financial statements.

**Basis of Presentation**

The District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of information.

***Government-wide Financial Statements***

The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the primary government and exclude the activity of funds that are fiduciary in nature.

The Statement of Net Position presents the financial position of the governmental activities at the end of the year. The Statement of Activities presents a comparison between program expenses and the program revenue for each program or function of the District's governmental activities. Program expenses are those that are specifically associated with a service, program or department; and therefore, clearly identifiable to a particular function. Program revenue includes charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenue are presented as general revenue of the District, with certain limited exceptions. The comparison of program expenses with program revenue identifies the extent to which each governmental function is self-financing or draws from the general revenue of the District.

***Fund Financial Statements***

During the year the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 1 Summary of Significant Accounting Policies (Continued)**

***Fund Accounting***

The accounts of the District are organized on the basis of funds each of which is considered a separate accounting entity. Fund types used by the District are described below.

***Fund Type***

General Fund – the General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Capital Reserve Fund - is used to account for the ongoing capital needs of the District including the acquisition of sites, buildings, equipment and vehicles.

Contingency Reserve Fund – is used to accumulate resources for unforeseen circumstances.

Facilities Fund - is used to account for the reserves for future maintenance of the facilities.

**Measurement Focus**

***Government-wide Financial Statement***

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the District are included in the Statement of Net Position.

***Fund Financial Statements***

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet and only revenues that are available within 60 days are recorded in the Statement of Revenues, Expenditures and Changes in Fund Balance. The Statement of Revenues, Expenditures, and Changes in Fund Balance reports on the sources (revenue and other financing sources) and uses (expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental funds statements.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

***Revenue***

Revenue resulting from exchange transactions, in which each party gives and receives essentially the same value, is recorded on the accrual basis, when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are both measurable and available to finance expenditures of the fiscal period, which is typically within sixty days of realization. The transactions are classified as operating revenues.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 1 Summary of Significant Accounting Policies (Continued)**

Non-exchange transactions, in which the District receives value without directly giving value in return, include property taxes, grants, entitlements and donations. Revenue from property tax is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. These transactions are classified as non-operating revenues.

***Property Taxes***

The County Treasurer collects and remits property taxes to the District monthly. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied for the current year prior to December 31 and are payable in full on April 30 of the subsequent year, or in two installments on February 28 and June 15. Property taxes are recorded as receivables and deferred revenue when levied. As taxes are collected, the receivable and deferral are reduced and income is recognized.

***Expenses/Expenditures***

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the fund liability is incurred, if measurable. Allocations of costs, such as depreciation and amortization, are not recognized in governmental funds.

Cash and cash equivalents- The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments with maturities of 90 days or less at the date of their acquisition.

Investments – investments are recorded at fair value, which approximates cost.

Receivables – all receivables are reported at their book value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Management has evaluated the collectability of the receivables and determined that all accounts are collectible, and no allowance for doubtful accounts is necessary.

***Assets and Liabilities***

Capital assets –Capital assets are stated at cost or estimated cost. The capitalization threshold for fixed assets is \$5,000. Depreciation over the estimated useful lives of the assets is computed using the straight-line method. Estimated useful lives are as follows:

<u>Description</u>	<u>Estimated Lives</u>
Land	N/A
Buildings	50 years
Equipment	5-25 years

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. General capital assets are those assets not specifically related to activities reported in other funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the government-wide Statement of Net Position but are not reported in the fund financial statements.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 1 Summary of Significant Accounting Policies (Continued)**

**Basis of Accounting (continued)**

***Accrued Liabilities and long-Term Obligation***

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. Long-term debt obligations are not recognized as a liability on the governmental fund financial statements but instead are recorded when paid.

***Deferred Outflows / Inflows of Resources***

The District implemented the provisions of GASB No. 63 Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position (GASB 63) and the provisions of GASB No. 65 Items Previously Reported as Assets and Liabilities (GASB 65). As a result in addition to assets, liabilities and net position, the statement of net position will sometimes report a separate section for deferred outflows of resources and deferred inflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period (deferred outflow) or the acquisition of net position that applies to future periods (deferred inflows).

***Net Position***

Equity is classified as net position and displayed in three components:

- a. Net investments in capital assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Position – consists of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The District utilizes restricted net position before utilizing unrestricted net position when an expense is incurred for both purposes.
- c. Unrestricted Net Position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets.” These net position are available for future operations or distributions.

***Fund Balance***

*Nonspendable*- consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The nonspendable fund balance was \$10,696 as of December 31, 2021.

*Restricted* - General Fund - Article X, Section 20 of the Constitution of the State of Colorado (TABOR) requires the District to establish Emergency reserves (see Note 4). A reservation of \$4,580 of the General Fund balance has been made in compliance with this requirement.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 1 Summary of Significant Accounting Policies (Continued)**

***Fund Balance (Continued)***

*Committed- General Fund* - Committed fund balance includes those items which can be used for specific purposes pursuant to constraints imposed by formal action of the Board of Directors. Those committed amounts cannot be used for any other purpose unless the Board of Directors formally removes or changes the specified uses. The District had a committed fund balance of \$0 as of December 31, 2021.

*Assigned* – Includes all amounts that are constrained by the District's intent to be used for a specific purpose but are neither committed nor restricted. The assignment of these balances must occur through a formal action of the Board of Directors. As of December 31, 2021 the assigned fund balance was \$503,118, which was assigned for the purpose of capital projects and contingencies.

Unassigned- consists of the residual classification for the General Fund. This represents amounts that have not been assigned to other funds and that has not been restricted, committed, or assigned for specific purposes.

When resources are available for use by multiple categories, it is the District's policy to use the most restrictive resources first, then those with lesser restrictions as they are needed.

**Budgets and Budgetary Accounting**

Budgets are adopted on a cash basis except for accrual of current vendor invoices. Annual appropriated budgets are adopted for the fund. All annual appropriations lapse at fiscal year-end.

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- Budgets are required by state law for all funds. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year-end.
- Prior to December 31, the budget is adopted by formal resolution.
- Budgets are required to be filed with the State of Colorado within thirty days after the beginning of the fiscal year.
- Expenditures may not legally exceed appropriations at the fund level.
- The District Board must approve revisions that alter the total expenditures of any fund.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted by the District Board or revised by the District Board.

**Use of Estimates in the Preparation of Financial Statements**

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

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 2 Cash and Investments**

**Cash Deposits**

As of December 31, 2021, the District's cash deposits had a carrying balance of \$536,983 with corresponding bank balance of \$537,651, of which \$250,000 is federally insured. The District had deposits in the amount of \$287,651 which are in excess of FDIC coverage. These deposits are collateralized under the Colorado Public Deposit Protection Act.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is specified under the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

The Colorado Divisions of Banking and Financial Services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's deposit policy is in accordance with State statute. As of December 31, 2021, none of the District's bank deposits were exposed to custodial credit risk.

**Interest Rate Risk**

Colorado statutes require that no investment may have a maturity in excess of five years from the date of purchase, unless an available active market exists. The District's investment portfolio does not contain investments that exceed that limitation of five years.

**Investments**

Colorado statutes specify in which investment instruments the units of local government may invest:

- Obligations of the United States and certain United States government agency securities.
- Certain international agency securities.
- General obligation and revenue bonds of United States local government entities.
- Bankers' acceptances of certain banks.
- Commercial paper.
- Local government investment pools.
- Written repurchase agreements collateralized by certain authorized securities.
- Certain money market funds.
- Guaranteed investment contracts.

At December 31, 2021 the District had \$85,114 invested in COLOTRUST, which is an investment vehicle established for government entities in Colorado to pool surplus funds. As an investment pool, the trusts operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. The State Securities Commissioner

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 2 Cash and Investments (Continued)**

administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

The District had investments in Certificates of Deposit at December 31, 2021 totaling \$20,000, all maturing within one year that are not rated. The District has not adopted a formal investment policy. A summary of cash and cash equivalents at December 31, 2021, is as follows:

Cash deposits	\$ 536,983
Colostrust	85,114
Cash on hand	25
Total cash and cash equivalents	<u>\$ 622,122</u>

**Note 3 Capital Assets**

	Balance at 12/31/2020	Additions	Deletions	Balance at 12/31/2021
Nondepreciable				
Land	\$ 42,021	\$ -	\$ -	\$ 42,021
Total Nondepreciable	<u>42,021</u>	<u>-</u>	<u>-</u>	<u>42,021</u>
Depreciable				
Buildings and improvements	255,557	-	-	255,557
Equipment	651,089	-	-	651,089
Total Depreciable	<u>858,413</u>	<u>-</u>	<u>-</u>	<u>906,646</u>
TOTAL	<u>900,434</u>	<u>-</u>	<u>-</u>	<u>948,667</u>
Less Accumulated Depreciation				
Buildings and improvements	(140,859)	(5,111)	-	(145,970)
Equipment	(285,968)	(43,617)	-	(329,585)
Total Accumulated Depreciation	<u>(328,286)</u>	<u>(48,728)</u>	<u>-</u>	<u>(475,555)</u>
Net Capital Assets	<u>\$ 572,148</u>	<u>\$ (48,728)</u>	<u>\$ -</u>	<u>\$ 473,112</u>

Depreciation expense has been allocated to the various activities as follows:

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 3 Capital Assets (Continued)**

Building and grounds	\$ 5,111
Firefighting and rescue operations	43,617
Total depreciation charged to expense	<u>\$ 48,728</u>

**Note 4 Tax, Spending, and Debt Limitation**

Article X, Section 20 of the Colorado Constitution, The Taxpayer’s Bill of Rights (TABOR), contains several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. TABOR is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of TABOR.

Spending and revenue limits are determined based on the prior year’s fiscal year spending adjusted for allowable increases based upon inflation and local growth. Fiscal year spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the fiscal year spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish emergency reserves, which must be at least 3% of fiscal year spending, excluding bonded debt service. Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls or salary or benefit increases. This District had an emergency reserve of \$ 4,580 as of December 31, 2021.

**Note 5 Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The District maintains commercial insurance to mitigate their risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**Note 6 Pension Plans**

The District has established an agent multiple-employer defined benefit pension plan for volunteer firefighters (the “Plan”) as authorized by the State of Colorado statute. The Plan is administered by the FPPA. Any firefighter who has both attained the age of 50 and completed 10 years of active service shall be eligible for monthly pension. A firefighter, who is disabled in the line of duty and whose disability is of such character and magnitude as to deprive the firefighter of earning capacity and extends beyond one year, shall be compensated in an amount determined by the pension Board of Directors. The annual financial report of FPPA may be obtained by contacting FPPA at 5290 DTC Parkway, Suite 100, Greenwood Village, CO 80111-2721.

The Plan receives contributions from the District in an amount to be established by the Pension Board annually. As established by the legislature, the State of Colorado contributes 90% of the District’s contribution. The contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. For the year ended December 31, 2021, the District contributed \$2,700. The State contributed \$0, which was equal or greater than the required contributions to the Plan. The plan covers 2 retiree and beneficiary, 8 active member and 0 inactive members.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 6 Pension Plans (Continued)**

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At December 31, 2021, the Department reported an asset of (\$78,168) for its net pension liability / (asset). The net pension liability / (asset) was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date. For the year ended December 31, 2021, the Department recognized pension income of \$11,472. At December 31, 2021, the Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows Resources</b>	<b>of</b>	<b>Deferred Inflows of Resources</b>
Differences between actual and expected experience	\$13,281		\$6,465
Changes in assumptions	547		0
Net difference between actual and projected earnings on pension plan investments	3,428		12,995
Department contributions subsequent to the measurement date	2,700		0
Total	\$19,956		\$19,460

\$2,700 reported as deferred outflows of resources related to pensions resulting from Department contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. Additional deferred outflows and inflows of resources, inflows of resources to be recognized in future periods are as follow:

<u>Year Ending</u>	<u>Net Deferred Outflows / (Inflows) of Resources</u>
2021	(3,108)
2022	34
2023	(228)
2024	1,098
2025	-
Thereafter	-
Total	<u>(2,204)</u>

*Actuarial assumptions* - The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 6 Pension Plans (Continued)**

Investment rate of return	7.00 percent, compounded annually net of operating expenses, and including inflation
Projected salary increases	N/A
Cost of Living Adjustment	0.0 percent
Inflation	2.5 percent

On-duty related mortality is assumed to be 0.00020 per year for all members. The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2012–December 31, 2016.

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long Term Expected Rate of Return</b>
Cash	2%	2.32%
Fixed Income – Rates	10%	4.01%
Fixed Income – Credit	5%	5.25%
Absolute Return	10%	5.60%
Long Short	8%	6.87%
Global Equity	39%	8.23%
Private markets	26%	10.63%
<b>Total</b>	<b>100%</b>	

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Plans target asset allocation as of December 31, 2020, are summarized in the above table.

*Discount rate.* The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Fire & Police Pension Association Board of Director’s funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the Plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Lake City Area Fire Protection District  
Notes to Financial Statements (Continued)  
December 31, 2021**

**Note 6 Pension Plans (Continued)**

*Sensitivity of the Department's proportionate share of the net pension liability to changes in the discount rate.* The following presents the Department's net pension liability/(asset) calculated using the discount rate of 7.50 percent, as well as what the Department's net pension liability/(Asset) would be if it were calculated using a discount rate that is 1-percentagepoint lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	<b>1.00% Decrease*</b>	<b>Current Discount Rate*</b>	<b>1.00% Increase*</b>
Department's net pension liability/(asset)	(\$70,618)	(\$78,168)	(\$84,530)

\* *The long-term rate of return used was 7.0 percent. The municipal bond rate used was 2.00 percent. The single discount rate for the plans was 7.00 percent.*

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued Fire & Police Pension Association of Colorado financial report.

## **Required Supplementary Information**

**Lake City Area Fire Protection District**  
**Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2021**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with final budget Positive (negative)</b>
<b>Revenues</b>			
Property taxes	\$ 74,836	\$ 74,836	\$ -
Specific ownership taxes	3,000	6,807	3,807
Fire Services	-	1,603	1,603
Interest income	2,800	952	(1,848)
Donations	2,500	15,248	12,748
Petitions and special services	-	1,655	1,655
Miscellaneous	-	3,426	3,426
<b>Total Revenue</b>	<b>83,136</b>	<b>104,527</b>	<b>21,391</b>
<b>Expenditures</b>			
Administration	61,650	60,756	894
Fire Fighting and prevention	28,800	19,845	8,955
Training	2,000	330	1,670
Communications	6,500	4,894	1,606
Buildings and grounds	13,650	11,772	1,878
County Treasurer fees	3,750	3,758	(8)
Transfers out	3,000	3,000	-
<b>Total Expenditures</b>	<b>119,350</b>	<b>104,355</b>	<b>14,995</b>
<b>Net Change in Fund Balance</b>	<b>\$ (36,214)</b>	<b>172</b>	<b>\$ 36,386</b>
Fund Balance, beginning of year		155,379	
Fund Balance, end of year		<b>\$ 155,551</b>	

**Lake City Area Fire Protection District  
Schedule of Contributions Multiyear  
Last 10 Fiscal Years \*\***

FY Ending December 31, (a)	Actuarially Determined Contribution (b)	Actual Contribution * (c)	Contribution Deficiency (Excess) (d) = (b) - (c)	Covered Payroll (e)	Actual Contribution as a % of Covered Payroll (f)
2014	\$ -	\$ 2,438	\$ (2,438)	N/A	N/A
2015	-	4,763	(4,763)	N/A	N/A
2016	-	7,442	(7,442)	N/A	N/A
2017	-	5,130	(5,130)	N/A	N/A
2018	-	5,130	(5,130)	N/A	N/A
2019	-	2,700	(2,700)	N/A	N/A
2020	-	5,130	(5,130)	N/A	N/A

\* Includes both employer and State of Colorado Supplemental Discretionary Payment

**Notes to the Schedule of Contributions**

**Valuation Date**

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2021, determines the contribution amounts for 2021 and 2022.

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 Years*
Asset Valuation Method	5-Year smoothed market
Inflation	2.50%
Salary Increases	N/A
Rate of Return	7.00%
Retirement Age	50% per year of eligibility until 100% at age 65
Mortality	Pre-retirement: RP -2014 Combined Mortality Table with Blue Collar Adjustment, 55% multiplier for off-duty mortality Post-retirement: RP-2014 Combined Mortality Table, for Blue Collar employees Disabled:RP-2014 Disabled Mortality Table All tables projected with Scale BB

\* Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

\* This schedule is intended to show 10 years of data. Additional years will be presented as they become

**Lake City Area Fire Protection District**  
**Required Supplementary Information**  
**Schedule of Changes in Net Pension Liability / (Asset) and Related Ratios Multiyear**  
**Last 10 Fiscal Years \***

Measurement date December 31,	2020	2019	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>							
Service cost	\$ 1,554	\$ 1,554	\$ 2,058	\$ 2,058	\$ 1,882	\$ 1,882	\$ 1,774
Interest	1,763	1,689	2,327	2,105	2,897	2,650	3,763
Changes of benefit terms	23,881	-	-	-	-	-	-
Differences between expected and actual experience	16,796	-	(10,848)	-	(15,119)	-	(19,226)
Changes of assumptions	-	-	1,012	-	944	-	-
Benefit payments, including refunds of employee contributions	(3,200)	(1,200)	(1,200)	(1,200)	(1,300)	(1,200)	(1,200)
<b>Net Change in Total Pension Liability</b>	<b>40,794</b>	<b>2,043</b>	<b>(6,651)</b>	<b>2,963</b>	<b>(10,696)</b>	<b>3,332</b>	<b>(14,889)</b>
<b>Total Pension Liability -Beginning</b>	<b>25,996</b>	<b>23,953</b>	<b>30,604</b>	<b>27,641</b>	<b>38,337</b>	<b>35,005</b>	<b>49,894</b>
<b>Total Pension Liability - Ending</b>	<b>66,790</b>	<b>25,996</b>	<b>23,953</b>	<b>30,604</b>	<b>27,641</b>	<b>38,337</b>	<b>35,005</b>
<b>Plan Fiduciary Net Position</b>							
Contributions - Employer	2,700	2,700	2,700	2,700	5,196	2,507	62
Net investment income	17,135	16,278	(17)	14,522	4,954	1,602	5,391
Benefit payments, including refunds of employee contributions	(3,200)	(1,200)	(1,200)	(1,200)	(1,300)	(1,200)	(1,200)
Administrative expense	(1,847)	(4,355)	(3,442)	(3,458)	(422)	(2,476)	(509)
State of Colorado supplemental discretionary payments	2,430	-	2,430	2,430	2,246	2,256	2,376
<b>Net Change in Plan Fiduciary Net Positions</b>	<b>17,218</b>	<b>13,423</b>	<b>471</b>	<b>14,994</b>	<b>10,674</b>	<b>2,689</b>	<b>6,120</b>
<b>Plan Fiduciary Net Position - Beginning</b>	<b>127,740</b>	<b>114,317</b>	<b>113,846</b>	<b>98,852</b>	<b>88,178</b>	<b>85,489</b>	<b>79,369</b>
<b>Plan Fiduciary Net Position - Ending</b>	<b>144,958</b>	<b>127,740</b>	<b>114,317</b>	<b>113,846</b>	<b>98,852</b>	<b>88,178</b>	<b>85,489</b>
<b>Net Pension liability (Asset) - Ending</b>	<b>(78,168)</b>	<b>(101,744)</b>	<b>(90,364)</b>	<b>(83,242)</b>	<b>(71,211)</b>	<b>(49,841)</b>	<b>(50,484)</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	217.04%	491.38%	477.26%	372.00%	357.63%	230.01%	244.22%
<b>Covered employee payroll</b>	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Net pension liability as a percentage of covered employees payroll.</b>	N/A	N/A	N/A	N/A	N/A	N/A	N/A

\* This schedule is intended to show 10 years of data. Additional years will be presented as they become available.

## **Other Supplementary Information**

**Lake City Area Fire Protection District**  
**Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Capital Reserve Fund**  
**For the Year Ended December 31, 2021**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with final budget Positive (negative)</u>
<b>Revenues</b>			
Property taxes	\$ 41,575	\$ 41,576	\$ 1
Specific ownership taxes	1,850	3,781	1,931
Interest income	75	180	105
Total Revenue	<u>43,500</u>	<u>45,537</u>	<u>2,037</u>
<b>Expenditures</b>			
County Treasurer fees	2,080	2,088	(8)
Capital outlay	8,485	-	8,485
Total Expenditures	<u>10,565</u>	<u>2,088</u>	<u>8,477</u>
Net Change in Fund Balance	<u>\$ 32,935</u>	43,449	<u>\$ 10,514</u>
Fund Balance, beginning of year		<u>383,970</u>	
Fund Balance, end of year		<u>\$ 427,419</u>	

**Lake City Area Fire Protection District**  
**Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Contingency Reserve Fund**  
**For the Year Ended December 31, 2021**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with final budget Positive (negative)</u>
<b>Revenues</b>			
Property taxes	\$ 2,376	\$ 2,376	\$ -
Specific ownership taxes	120	216	96
Interest income	10	10	-
Total Revenue	<u>2,506</u>	<u>2,602</u>	<u>96</u>
<b>Expenditures</b>			
County Treasurer fees	150	119	31
Total Expenditures	<u>150</u>	<u>119</u>	<u>31</u>
Net Change in Fund Balance	<u>\$ 2,356</u>	2,483	<u>\$ 127</u>
Fund Balance, beginning of year		<u>67,516</u>	
Fund Balance, end of year		<u>\$ 69,999</u>	

**Lake City Area Fire Protection District**  
**Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Facilities Fund**  
**For the Year Ended December 31, 2021**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with final budget Positive (negative)</u>
<b>Revenues</b>			
Transfers in	\$ 11,000	\$ 3,000	\$ (8,000)
Total Revenue	<u>11,000</u>	<u>3,000</u>	<u>(8,000)</u>
<b>Expenditures</b>			
Buildings and grounds maintenance	8,000	-	8,000
Total Expenditures	<u>8,000</u>	<u>-</u>	<u>8,000</u>
Net Change in Fund Balance	<u>\$ 3,000</u>	3,000	<u>\$ -</u>
Fund Balance, beginning of year		<u>2,700</u>	
Fund Balance, end of year		<u>\$ 5,700</u>	