

NACOGDOCHES COUNTY
EMERGENCY SERVICES DISTRICT #1
Compiled Financial Statements - Regulatory Basis
December 31, 2018

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Nacogdoches County Emergency Service District #1
P.O. Box 343
Douglass, Texas 75943

Management is responsible for the accompanying financial statements of the governmental activities of Nacogdoches County Emergency Service District #1 (the "District"), as of and for the year then ended December 31, 2018, which comprise the District's basic financial statements in accordance with the regulatory basis of accounting. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the regulatory basis, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures required by regulatory accounting framework. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Management has omitted the management's discussion and analysis and supplementary information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context.

Emphasis of Matter

We draw attention to the prior period adjustment on the financial statements which describe the correction of the debt balance. A prior period adjustment increases beginning equity by \$81.48. Amortization on the note was not properly calculated in the past due to a double payment in 2015. Secondly, a bill was generated for the 2017 period after the calendar year-end December 31, 2017, which created an expense and liability of \$100.00.

Halls, Johnson, McLemore, Redfield & White LLP

Halls, Johnson, McLemore, Redfield & White, LLP

August 2, 2019

**NACOGDOCHES COUNTY EMERGENCY SERVICES DISTRICT #1
STATEMENT OF NET POSITION - REGULATORY BASIS**

December 31, 2018

	Governmental Activities
ASSETS	
Current Assets	
Cash	\$ 66,055
Total current assets	66,055
Fixed Assets	
Land	22,240
Buildings and improvements	10,000
Vehicles	255,000
Equipment	44,632
Subtotal	331,872
Less accumulated depreciation	(224,432)
Total fixed assets	107,440
TOTAL ASSETS	\$ 173,495
 LIABILITIES AND NET ASSETS	
Liabilities	
Current Liabilities	
Note payable - current maturities	\$ 19,402
Total current liabilities	19,402
Noncurrent Liabilities:	
Note payable - due in more than one year	-
Total long-term debt	-
Total liabilities	19,402
Net position	
Unrestricted	154,093
Total net position	154,093
TOTAL LIABILITIES AND NET POSITION	\$ 173,495

See accountant's compilation report.

**NACOGDOCHES COUNTY EMERGENCY SERVICES DISTRICT #1
STATEMENT OF ACTIVITIES - REGULATORY BASIS**

For the Year Ended December 31, 2018

	Governmental Activities
General Revenues:	
Property taxes	\$ 53,986
Other Income	21
Interest	113
Total Revenues	54,120
Expenditures	
Program:	
Assistance to VFD's	19,915
General and administrative:	
Administrative	1,829
Professional fees	850
Interest expense	1,571
Depreciation expense	45,149
Total governmental activities	69,314
Change in net position	(15,194)
Net position at beginning of year	169,369
Prior period adjustments:	
Correction of prior debt balance	(82)
Net position at end of year	\$ 154,093

See accountant's compilation report.