

GREGG COUNTY EMERGENCY SERVICES DISTRICT #3

FINANCIAL STATEMENTS

MAY 31, 2020

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Board of Commissioners
Gregg County Emergency Services District #3

Management is responsible for the accompanying financial statements of Gregg County Emergency Services District #3, which comprise the statement of net position and governmental funds balance sheet as of May 31, 2020, and the related statement of activities and governmental funds revenues, expenditures, and changes in fund balances for the eight months then ended in accordance with accounting principles generally accepted in the United States of America. 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.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. 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, the financial statements are not designed for those who are not informed about such matters.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule on page 4 be presented to supplement the basic financial statements. Such 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. This information was subject to our compilation engagement; however, we have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Karen A. Jacks & Associates, P.C.

June 16, 2020

GREGG COUNTY EMERGENCY SERVICES DISTRICT #3
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET
MAY 31, 2020

	General Fund	Adjustments	Statement of Net Position
ASSETS			
Cash and cash equivalents	\$ 560,675	\$ -	\$ 560,675
Cash held in escrow	5,000	-	5,000
Property taxes receivable, net of allowance for uncollectibles	20,299	-	20,299
Capital assets, net of accumulated depreciation	-	492,911	492,911
Total assets	\$ 585,974	492,911	1,078,885
 LIABILITIES			
Accounts payable	\$ 61,595	-	61,595
Contract payable-Judson Fire Department	-	15,000	15,000
Long-term liabilities			
Due within one year	-	51,771	51,771
Due in more than one year	-	344,867	344,867
Total liabilities	61,595	411,638	473,233
 DEFERRED INFLOWS OF RESOURCES			
Uncollected property taxes	20,299	(20,299)	-
 FUND BALANCE/NET POSITION			
Fund balance:			
Unassigned	504,080	(504,080)	-
Total fund balance	504,080	(504,080)	-
Total liabilities, deferred inflows of resources, and fund balance	\$ 585,974		
 Net position:			
Net investment in capital assets		96,273	96,273
Unrestricted		509,379	509,379
Total net position		\$ 605,652	\$ 605,652

(See Accountants' Compilation Report)

GREGG COUNTY EMERGENCY SERVICES DISTRICT #3
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE EIGHT MONTHS ENDED MAY 31, 2020

	General Fund	Adjustments	Statement of Activities
REVENUES:			
Property Taxes- Gregg County	\$ 795,715	\$ 20,299	\$ 816,014
Penalties and interest on property taxes	3,432	-	3,432
Investment earnings	1,766	-	1,766
Total Revenues	800,913	20,299	821,212
EXPENDITURES/EXPENSES:			
General Government			
Accounting fees	2,075	-	2,075
Appraisal district fees	8,760	-	8,760
Appraisal fees	3,923	-	3,923
Bank charges	230	-	230
Office expense	500	-	500
Legal fees	12,904	-	12,904
Tax collection services	6,000	-	6,000
Insurance - Treasurer's Bond	280	-	280
Total General Government	34,672	-	34,672
Emergency Services			
Operations	179,800	-	179,800
Building	26,157	(26,157)	-
Equipment	466,754	(466,754)	-
Total Emergency Services	672,711	(492,911)	179,800
Debt Service:			
Principal	51,500	(51,500)	-
Interest	1,088	-	1,088
Total Debt Service	52,588	(51,500)	1,088
Total Expenditures/Expenses	759,971	(544,411)	215,560
Excess of revenues over expenditures/expenses before other sources (uses) of funds	40,942	564,710	605,652
Other Sources (Uses) of Funds:			
Proceeds of contract payable	30,000	(30,000)	-
Proceeds of bank loans	433,138	(433,138)	-
Total Other Sources (Uses) of Funds	463,138	(463,138)	-
Excess of revenues over expenditures/expenses	504,080	101,572	605,652
FUND BALANCE:			
Beginning of the year	-	-	-
End of the year	\$ 504,080	\$ 101,572	\$ 605,652

(See Accountants' Compilation Report)

**GREGG COUNTY EMERGENCY SERVICES DISTRICT #3
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE EIGHT MONTHS ENDED MAY 31, 2020**

	<u>Actual</u>	<u>Annual Budget</u>	<u>Remaining Budget</u>
REVENUES:			
Property Taxes- Gregg County	\$ 795,715	\$ 776,748	\$ (18,967)
Penalties and interest on property taxes	3,432	-	(3,432)
Investment earnings	1,766	-	(1,766)
Total Revenues	<u>800,913</u>	<u>776,748</u>	<u>(24,165)</u>
EXPENDITURES/EXPENSES:			
General Government			
Auditing/accounting fees	2,075	20,000	17,925
Miscellaneous expenses	-	20,000	20,000
Bank charges	230	150	(80)
Office expense	500	500	-
Appraisal district fees	8,760	-	(8,760)
Appraisal fees	3,923	-	(3,923)
Legal fees	12,904	18,000	5,096
Tax collection services	6,000	10,092	4,092
Training	-	5,000	5,000
Insurance - Treasurer's Bond	280	100	(180)
Total General Government	<u>34,672</u>	<u>73,842</u>	<u>39,170</u>
Emergency Services			
Operations	179,800	547,049	367,249
Building	26,157	-	(26,157)
Equipment	466,754	129,873	(336,881)
Total Emergency Services	<u>672,711</u>	<u>676,922</u>	<u>4,211</u>
Debt Service:			
Principal	51,500	-	(51,500)
Interest	1,088	-	(1,088)
Total Debt Service	<u>52,588</u>	<u>-</u>	<u>(52,588)</u>
Total Expenditures/Expenses	<u>759,971</u>	<u>750,764</u>	<u>(9,207)</u>
Excess of revenues over expenditures/expenses before other sources (uses) of funds	40,942	25,984	(14,958)
Other Sources (Uses) of Funds:			
Proceeds of contract payable	30,000	-	(30,000)
Proceeds of bank loans	433,138	-	(433,138)
Total Other Sources (Uses) of Funds	<u>463,138</u>	<u>-</u>	<u>(463,138)</u>
Excess of revenues over expenditures/expenses	504,080	25,984	(478,096)
FUND BALANCE:			
Beginning of the year	-	-	-
End of the year	<u>\$ 504,080</u>	<u>\$ 25,984</u>	<u>\$ (478,096)</u>

(See Accountants' Compilation Report)