

**NEIGHBORHOOD DEVELOPMENT FUND**  
**Not-for-Profit Transmittal and Approval Form**

**Applicant/Program:** McMahan Fire Protection District/Community Room Chairs & Tables Replacement  
**Applicant Requested Amount:** \$6,100.00  
**Appropriation Request Amount:** \$6,100.00

**Executive Summary of Request**  
To purchase 80 chairs and 15 tables to replace the current 20 year old table and chairs. The tables and chairs are utilized at McMahan Fire Station's public community rooms for neighborhood meetings, training sessions, and classroom instructions.

Is this program/project a fundraiser?  Yes  No  
Is this applicant a faith based organization?  Yes  No  
Does this application include funding for sub-grantee(s)?  Yes  No

I have reviewed the attached Neighborhood Development Fund Application and have found it complete and within Metro Council guidelines and request approval of funding in the following amount(s). I have read the organization's statement of public purpose to be furthered by the funds requested and I agree that the public purpose is legitimate. I have also completed the disclosure section below, if required.

11 District #      Kevin A. Kramer Primary Sponsor Signature      \$4,100.00 Amount      10/27/2016 Date

**Primary Sponsor Disclosure**  
List below any personal or business relationship you, your family or your legislative assistant have with this organization, its volunteers, its employees or members of its board of directors.  
None

**Approved by:**  
\_\_\_\_\_  
Appropriations Committee Chairman      Date  
Final Appropriations Amount: \_\_\_\_\_

Applicant/Program: *McMahan Fire Protection District/Community Room Chairs & Tables*

### Additional Disclosure and Signatures

#### Additional Council Office Disclosure

List below any personal or business relationship you, your family or your legislative assistant have with this organization, its volunteers, its employees or members of its board of directors.

#### Council Member Signature and Amount

District 1	_____	\$ _____
District 2	_____	\$ _____
District 3	_____	\$ _____
District 4	_____	\$ _____
District 5	_____	\$ _____
District 6	_____	\$ _____
District 7	_____	\$ _____
District 8	_____	\$ _____
District 9	_____	\$ _____
District 10	_____	\$ _____
District 11	_____	\$ _____
District 12	_____	\$ _____
District 13	_____	\$ _____
District 14	_____	\$ _____
District 15	_____	\$ _____

Applicant/Program: McMahan Fire Protection District / Community Room Chairs & Tables

### Additional Disclosure and Signatures

#### Additional Council Office Disclosure

List below any personal or business relationship you, your family or your legislative assistant have with this organization, its volunteers, its employees or members of its board of directors.

None

District 16 \_\_\_\_\_ \$ \_\_\_\_\_

District 17 \_\_\_\_\_ \$ \_\_\_\_\_

District 18 Marilyn Parker \$ 2,000.00

District 19 \_\_\_\_\_ \$ \_\_\_\_\_

District 20 \_\_\_\_\_ \$ \_\_\_\_\_

District 21 \_\_\_\_\_ \$ \_\_\_\_\_

District 22 \_\_\_\_\_ \$ \_\_\_\_\_

District 23 \_\_\_\_\_ \$ \_\_\_\_\_

District 24 \_\_\_\_\_ \$ \_\_\_\_\_

District 25 \_\_\_\_\_ \$ \_\_\_\_\_

District 26 \_\_\_\_\_ \$ \_\_\_\_\_

## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

**Legal Name of Applicant Organization**

**Program Name and Request Amount**

	Yes/No/NA
Is the NDF Transmittal Sheet Signed by all Council Member(s) Appropriating Funding?	<input type="checkbox"/> Yes
Is the funding proposed by Council Member(s) less than or equal to the request amount?	<input type="checkbox"/> Yes
Is the proposed public purpose of the program viable and well-documented?	<input type="checkbox"/> Yes
Will all of the funding go to programs specific to Louisville/Jefferson County?	<input type="checkbox"/> Yes
Has Council or Staff relationship to the Agency been adequately disclosed on the cover sheet?	<input type="checkbox"/> Yes
Has prior Metro Funds committed/granted been disclosed?	<input type="checkbox"/> N/A
Is the application properly signed and dated by authorized signatory?	<input type="checkbox"/> Yes
Is proof of Tax Exempt status of 501(c) 3, 4, 6, 19, 1120-H included?	<input type="checkbox"/> N/A
If Metro funding is for a separate taxing district is the funding appropriated for a program outside the legal responsibility of that taxing district?	<input type="checkbox"/> Yes
Is the entity in good standing with: <ul style="list-style-type: none"> <li>▶ Kentucky Secretary of State?</li> <li>▶ Louisville Metro Revenue Commission?</li> <li>▶ Louisville Metro Government?</li> <li>▶ Internal Revenue Service?</li> <li>▶ Louisville Metro Human Relations Commission?</li> </ul>	<input type="checkbox"/> Yes
Is the current Fiscal Year Budget included?	<input type="checkbox"/> Yes
Is the entity's board member list (with term length/term limits) included?	<input type="checkbox"/> Yes
Is recommended funding less than 33% of total agency operating budget?	<input type="checkbox"/> Yes
Does the application budget reflect only the revenue and expenses of the project/program?	<input type="checkbox"/> Yes
Is the cost estimate(s) from proposed vendor (if request is for capital expense) included?	<input type="checkbox"/> Yes
Is the most recent annual audit (if required by organization) included?	<input type="checkbox"/> Yes
Is a copy of Signed Lease (if rent costs are requested) included?	<input type="checkbox"/> N/A
Is the Supplemental Questionnaire for churches/religious organizations (if requesting organization is faith-based) included?	<input type="checkbox"/> N/A
Are the Articles of Incorporation of the Agency included?	<input type="checkbox"/> N/A
Is the IRS Form W-9 included?	<input type="checkbox"/> Yes
Is the IRS Form 990 included?	<input type="checkbox"/> N/A
Are the evaluation forms (if program participants are given evaluation forms) included?	<input type="checkbox"/> No
Affirmative Action/Equal Employment Opportunity plan and/or policy statement included (if required to do so)?	<input type="checkbox"/> N/A
Has the Agency agreed to participate in the BBB Charity review program? If so, has the applicant met the BBB Charity Review Standards?	<input type="checkbox"/> No
Prepared by: <i>Scott W. Hanington</i>	Date: <i>10-24-16</i>



**LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION**

SECTION 1 – APPLICANT INFORMATION			
<b>Legal Name of Applicant Organization:</b>		<b>McMahan Fire Protection District</b>	
<i>(as listed on: <a href="http://www.scs.ky.gov/business/records">http://www.scs.ky.gov/business/records</a>)</i>			
<b>Main Office Street &amp; Mailing Address:</b> 4318 Taylorsville Road, Louisville, KY 40220			
<b>Website:</b> www.mcmahanfire.com			
<b>Applicant Contact:</b>	Pat Walsh	<b>Title:</b>	Fire Chief
<b>Phone:</b>	(502) 491-4745	<b>Email:</b>	pwalsh@mcmahanfire.com
<b>Financial Contact:</b>	Same	<b>Title:</b>	
<b>Phone:</b>		<b>Email:</b>	
<b>Organization's Representative who attended NDF Training:</b> Pat Walsh			
GEOGRAPHICAL AREA(S) WHERE PROGRAM ACTIVITIES ARE (WILL BE) PROVIDED			
<b>Program Facility Location(s):</b>	McMahan Fire District Station		
<b>Council District(s):</b>	11, 18, 26	<b>Zip Code(s):</b>	40220
SECTION 2 – PROGRAM REQUEST & FINANCIAL INFORMATION			
<b>PROGRAM/PROJECT NAME:</b> Community room chairs and table replacement			
<b>Total Request: (\$)</b>	6,100	<b>Total Metro Award (this program) in previous year: (\$)</b>	0
<b>Purpose of Request (check all that apply):</b>			
<input type="checkbox"/> Operating Funds (generally cannot exceed 33% of agency's total operating budget) <input type="checkbox"/> Programming/services/events for direct benefit to community or qualified individuals <input checked="" type="checkbox"/> Capital Project of the organization (equipment, furnishing, building, etc)			
<b>The Following are Required Attachments:</b>			
<input type="checkbox"/> IRS Exempt Status Determination Letter <input checked="" type="checkbox"/> Current Year Projected Budget <input checked="" type="checkbox"/> List of Board of Directors (include term & term limits) <input checked="" type="checkbox"/> Current financial statement <input type="checkbox"/> Most recent IRS Form 990 or 1120-H <input type="checkbox"/> Articles of Incorporation <input checked="" type="checkbox"/> Cost estimates from proposed vendor if request is for capital expense		<input type="checkbox"/> Signed lease if rent costs are being requested <input checked="" type="checkbox"/> IRS Form W9 <input type="checkbox"/> Evaluation forms if used in the proposed program <input checked="" type="checkbox"/> Annual audit (if required by organization) <input type="checkbox"/> Faith Based Organization Certification Form, if required <input type="checkbox"/> Staff including the 3 highest paid staff	
<b>For the current fiscal year ending June 30,</b> list all funds appropriated and/or received from Louisville Metro Government for this or any other program or expense, including funds received through Metro Federal Grants, from any department or Metro Council Appropriation (Neighborhood Development Funds). Attach additional sheet if necessary.			
<b>Source:</b>		<b>Amount: (\$)</b>	
<b>Source:</b>		<b>Amount: (\$)</b>	
<b>Source:</b>		<b>Amount: (\$)</b>	
Has the applicant contacted the BBB Charity Review for participation? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
Has the applicant met the BBB Charity Review Standards? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			



## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

### SECTION 3 – AGENCY DETAILS

**Describe Agency's Vision, Mission and Services:**

McMahan Fire Protection District provides fire protection and emergency services to the residents of the district. We also provide many community services including allowing groups and agencies to meet at our facility. We allow any civic group or public agency to utilize our facility at no charge to them. This includes many small cities, public associations, neighborhood groups, Metro Council members, emergency agencies, and planning groups.



## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

### SECTION 4 – PROGRAM/PROJECT NARRATIVE

**A: Describe the program/project start and end dates, a description of the program/project and applicable data with regards to specific client population the program will address (attach related flyers, planning minutes, designs, event permits, proposals for services/goods, etc.):**

When the funds are approved, we will contact the vendors and have the tables and chairs delivered. Projected lead time is 3-4 weeks.

**B: Describe specifically how the funding will be spent including identification of funding to sub grantee(s):**

The funds will be used to purchase (80) chairs and (15) tables to replace the current tables and chairs that are 20 years old. These tables and chairs are utilized in our public classrooms / training rooms.



## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

**C: If this request is a fundraiser, please detail how the proceeds will be spent:**

This is not a fund raiser.

**D: For Expenditure Reimbursement Only** – The grant award period begins with the Metro Council approval date and ends on June 30 of Metro fiscal year in which the grant is approved. If any part of this funding request is for funds to be spent before the grant award period, identify the applicable circumstances:

Effective October 24, 2013, reimbursements should not be made unless an emergency can be demonstrated by the primary council sponsor. The funding request is a reimbursement of the following expenditures (attach invoices or proof of payment):

- ✓ Attach a copy of invoices and/or receipts to provide proof of purchase of activities associated with the work plan identified in this application.
- ✓ Attach a copy of cancelled checks to provide proof of payment of the invoices or receipts associated with the work plan identified in this application.

The funding request is a reimbursement of the following expenditures that will probably be incurred after the application date, but prior to the execution of the grant agreement:

- ✓ If selecting this option, the invoice, receipt and payment documentation should not be available as of the date of this application.

The Grantee will be required to submit financial reporting in accordance with the reporting schedule provided in the grant agreement.





## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

**E: Describe the program's benefits to those being served (measurable outcomes). Include the program's process for collecting data and the indicators that will be tracked to measure the benefits to those being served:**

The room is used on a very regular basis by multiple groups and agencies including the following each year, many of these groups meet more than once per month:

Amateur Radio Transmitting Society, American Family Association, Arboro Place HOA, Casa Bendita Condo Assoc., City of Cambridge, City of St. Regis Park, CPR Training, WHAS Crusade for Children, Daisy Girl Scouts, Derby City DX Assoc., Jefferson County Fire Chiefs Assoc., Metro EMA, Hallsdale Drive HOA, Hikes Point Optimist Club, Houston Acres, Hunsinger Gardens HOA, Hurstbourne Acres, Jeff. Co. Homemakers, Metro LEPC, Louisville / FBI Executive Crisis Group, Manner Pointe Condo Assoc., Election Polling Station, Raptor Rehab, Stonybrook Woods HOA, Windmere Neighborhood Association, neighborhood zoning meetings.

**F: Briefly describe any existing collaborative relationships the organization has with other community organizations. Describe what those partners are bringing to the relationship in general and to this program/project specifically.**

Handwritten initials in a circle, possibly "JD" or similar, with a signature line extending from the bottom right.



**LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION**

**SECTION 5 – PROGRAM/PROJECT BUDGET SUMMARY**

THE PROGRAM/PROJECT BUDGET SHOULD REALISTICALLY ESTIMATE WHAT AMOUNT IS NEEDED FROM METRO GOVERNMENT AND WHAT IS EXPECTED FROM OTHER SOURCES.

Program/Project Expenses	Column 1	Column 2	Column (1+2)=3
	Proposed Metro Funds	Non-Metro Funds	Total Funds
<b>A: Personnel Costs Including Benefits</b>			
<b>B: Rent/Utilities</b>			
<b>C: Office Supplies</b>			
<b>D: Telephone</b>			
<b>E: In-town Travel</b>			
<b>F: Client Assistance (Attach Detailed List)</b>			
<b>G: Professional Service Contracts</b>			
<b>H: Program Materials</b>			
<b>I: Community Events &amp; Festivals (Attach Detail List)</b>			
<b>J: Machinery &amp; Equipment</b>			
<b>K: Capital Project</b>	6,100	0	6,100
<b>L: Other Expenses (Attach Detail List)</b>			
<b>*TOTAL PROGRAM/PROJECT FUNDS</b>	6,100	0	6,100
<i>% of Program Budget</i>	100 %	0 %	100%

List funding sources for total program/project costs in Column 2, Non-Metro Funds:

Other State, Federal or Local Government	
United Way	
Private Contributions (do not include individual donor names)	
Fees Collected from Program Participants	
Other (please specify)	
Total Revenue for Columns 2 Expenses **	

\*Total of Column 1 MUST match "Total Request on Page 1, Section 2"

\*\*Must equal or exceed total in column 2.



## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

**Detail of In-Kind Contributions for this PROGRAM only:** Includes Volunteers, Space, Utilities, etc. (Include anything not bought with cash revenues of the agency).

Donor*/Type of Contribution	Value of Contribution	Method of Valuation
<i>Total Value of In-Kind</i> <i>(to match Program Budget Line Item.</i> Volunteer Contribution & Other In Kind)		

\* DONOR INFORMATION REFERS TO WHO MADE THE IN KIND CONTRIBUTION. VOLUNTEERS NEED NOT BE LISTED INDIVIDUALLY, BUT GROUPED TOGETHER ON ONE LINE AS A TOTAL NOTING HOW MANY HOURS PER PERSON PER WEEK

Agency Fiscal Year Start Date: July 1 - June 30

Does your Agency anticipate a significant increase or decrease in your budget from the current fiscal year to the budget projected for next fiscal year? NO  YES

If YES, please explain:



## LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

### SECTION 6 – CERTIFICATIONS & ASSURANCES

By signing Section 7 of the Grant Application, the authorized official signing for the applicant organization certifies and assures to the best of his or her knowledge and/or belief the following Assurances and Certifications. If there is any reason why one or more of the assurances or certifications listed cannot be certified or assured, please explain in writing and attach to this application.

#### Standard Assurances

1. Applicant understands this application and its attachments as well as any resulting grant agreement, reports and proof of expenditure is subject to Kentucky's open records law.
2. Applicant will establish safeguards to prohibit employees or any person that receives compensation from awarded funds from using their position for a purpose that constitutes or presents the appearance of personal or organizational conflict of interest, or personal gain.
3. Applicant and any sub grantee will give Louisville Metro Government access to and the right to examine all paper or electronic records related to the awarded grant for up to five years of the grant agreement date.
4. Applicant assures compliance with the grant requirements and will monitor the performance of any third party (sub-grantee).
5. The Agency is in good standing with the Kentucky Secretary of State, Louisville Metro Government, the Jefferson County Revenue Commission, the Internal Revenue Service, and the Louisville Metro Human Relations Commission.
6. Applicant understands failure to provide the services, programs, or projects included in the agreement will result in funds being withheld or requested to be returned if previously disbursed.
7. Applicant understands they must return to Louisville Metro any unexpended funds by July 31 following the Metro Louisville's fiscal year end.
8. Applicant understands they must provide proof of all expenditures (canceled checks, receipts, paid invoices). The Applicant understands the failure to provide proof of expenditures as required in the grant agreement could result in funding being withheld or request to be returned if previously disbursed.
9. Applicant understands if this application is approved, the grant agreement will identify an award period that begins with the Metro Council approval date, and will end with June 30 of the fiscal year in which the grant is approved. Expenditures associated with this award expected to occur prior to the award period (approval date) must be disclosed in this application in order to be considered compliant with the grant agreement.
10. Applicant understands if we choose to incur expenditures prior to the approval of the application by the Metro Council, there is no guarantee that funding will be reimbursed, as the Council may choose not to award the application.
11. Applicant understands if the grant agreement is not returned to Louisville Metro within 90 days of its mailing to the applicant, the approval is automatically revoked.

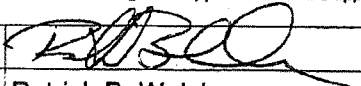
#### Standard Certifications

1. The Agency certifies it will not use Louisville Metro Government funds for any religious, political or fraternal activities.
2. The Agency has a written Affirmative Action/Equal Opportunity Policy.
3. The Agency does not discriminate in employment or in provision of any service/program/activity/event based on age, color, disabled status, national origin, race, religion, sex, gender identity or sexual orientation, or Vietnam era veteran status.
4. The Agency certifies it will not require clients, recipients, or beneficiaries to participate in religious, political, fraternal or like activities in order to receive services/benefits provided with Louisville Metro Government funds.
5. The Agency understands the Americans with Disabilities Act (ADA) and makes reasonable accommodations.

**Relationship Disclosure:** List below any relationship you or any member of your Board of Directors or employees has with any Councilperson, Councilperson's family, Councilperson's staff or any Louisville Metro Government employee.

### SECTION 7 – CERTIFICATIONS & ASSURANCES

I certify under the penalty of law the information in this application (including, without limitation, "Certifications and Assurances") is accurate to the best of my knowledge. I am aware my organization will not be eligible for funding if investigation at any time shows falsification. If falsification is shown after funding has been approved, any allocations already received and expended are subject to be repaid. I further certify that I am legally authorized to sign this application for the applying organization and have initialed each page of the application.

<b>Signature of Legal Signatory:</b>		<b>Date:</b>	8-23-16
<b>Legal Signatory: (please print):</b>	Patrick B. Walsh	<b>Title:</b>	Fire Chief
<b>Phone:</b>	(502) 491-4745	<b>Extension:</b>	
<b>Email:</b>	pwalsh@mcmahanfire.com		

## Request for Taxpayer Identification Number and Certification

Give Form to the  
requester. Do not  
send to the IRS.

Print or type See Specific Instructions on page 2.	1 Name (as shown on your income tax return). Name is required on this line; do not leave this line blank. <b>Jefferson County Fire Protection District #14</b>		
	2 Business name/disregarded entity name, if different from above <b>McMahan Fire Protection District</b>		
	3 Check appropriate box for federal tax classification; check only one of the following seven boxes: <input type="checkbox"/> Individual/sole proprietor or single-member LLC <input type="checkbox"/> Limited liability company. Enter the tax classification (C=C corporation, S=S corporation, P=partnership) ▶ _____ <b>Note.</b> For a single-member LLC that is disregarded, do not check LLC; check the appropriate box in the line above for the tax classification of the single-member owner. <input checked="" type="checkbox"/> Other (see instructions) ▶ <b>Local Government Agency</b>		4 Exemptions (codes apply only to certain entities, not individuals; see instructions on page 3): Exempt payee code (if any) _____ Exemption from FATCA reporting code (if any) _____ <small>(Applies to accounts maintained outside the U.S.)</small>
	5 Address (number, street, and apt. or suite no.) <b>4318 Taylorsville Road</b>		Requester's name and address (optional)
	6 City, state, and ZIP code <b>Louisville, KY 40220</b>		
	7 List account number(s) here (optional)		

**Part I Taxpayer Identification Number (TIN)**

Enter your TIN in the appropriate box. The TIN provided must match the name given on line 1 to avoid backup withholding. For individuals, this is generally your social security number (SSN). However, for a resident alien, sole proprietor, or disregarded entity, see the Part I instructions on page 3. For other entities, it is your employer identification number (EIN). If you do not have a number, see *How to get a TIN* on page 3.

**Note.** If the account is in more than one name, see the instructions for line 1 and the chart on page 4 for guidelines on whose number to enter.

<b>Social security number</b>	<b>Employer identification number</b>						
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%; height: 20px;"></td> <td style="width: 25%; height: 20px;"></td> <td style="width: 25%; height: 20px;"></td> <td style="width: 25%; height: 20px;"></td> </tr> </table>					<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; height: 20px;"></td> <td style="width: 50%; height: 20px;"></td> </tr> </table>		

**Part II Certification**

Under penalties of perjury, I certify that:

- The number shown on this form is my correct taxpayer identification number (or I am waiting for a number to be issued to me); and
- I am not subject to backup withholding because: (a) I am exempt from backup withholding, or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of a failure to report all interest or dividends, or (c) the IRS has notified me that I am no longer subject to backup withholding; and
- I am a U.S. citizen or other U.S. person (defined below); and
- The FATCA code(s) entered on this form (if any) indicating that I am exempt from FATCA reporting is correct.

**Certification instructions.** You must cross out item 2 above if you have been notified by the IRS that you are currently subject to backup withholding because you have failed to report all interest and dividends on your tax return. For real estate transactions, item 2 does not apply. For mortgage interest paid, acquisition or abandonment of secured property, cancellation of debt, contributions to an individual retirement arrangement (IRA), and generally, payments other than interest and dividends, you are not required to sign the certification, but you must provide your correct TIN. See the instructions on page 3.

<b>Sign Here</b>	Signature of U.S. person ▶		Date ▶ <b>8-26-16</b>
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**General Instructions**

Section references are to the Internal Revenue Code unless otherwise noted.

**Future developments.** Information about developments affecting Form W-9 (such as legislation enacted after we release it) is at [www.irs.gov/fw9](http://www.irs.gov/fw9).

**Purpose of Form**

An individual or entity (Form W-9 requester) who is required to file an information return with the IRS must obtain your correct taxpayer identification number (TIN) which may be your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN), to report on an information return the amount paid to you, or other amount reportable on an information return. Examples of information returns include, but are not limited to, the following:

- Form 1099-INT (interest earned or paid)
- Form 1099-DIV (dividends, including those from stocks or mutual funds)
- Form 1099-MISC (various types of income, prizes, awards, or gross proceeds)
- Form 1099-B (stock or mutual fund sales and certain other transactions by brokers)
- Form 1099-S (proceeds from real estate transactions)
- Form 1099-K (merchant card and third party network transactions)

- Form 1098 (home mortgage interest), 1098-E (student loan interest), 1098-T (tuition)
- Form 1099-C (canceled debt)
- Form 1099-A (acquisition or abandonment of secured property)

Use Form W-9 only if you are a U.S. person (including a resident alien), to provide your correct TIN.

*If you do not return Form W-9 to the requester with a TIN, you might be subject to backup withholding. See What is backup withholding? on page 2.*

By signing the filled-out form, you:

- Certify that the TIN you are giving is correct (or you are waiting for a number to be issued).
- Certify that you are not subject to backup withholding, or
- Claim exemption from backup withholding if you are a U.S. exempt payee. If applicable, you are also certifying that as a U.S. person, your allocable share of any partnership income from a U.S. trade or business is not subject to the withholding tax on foreign partners' share of effectively connected income, and
- Certify that FATCA code(s) entered on this form (if any) indicating that you are exempt from the FATCA reporting, is correct. See *What is FATCA reporting?* on page 2 for further information.



# McMAHAN FIRE PROTECTION DISTRICT

*Patrick B. Walsh, Fire Chief*

4318 Taylorsville Road

Louisville, Kentucky 40220 - 1519

phone (502) 491-4745 fax (502) 499-5501

[www.mcmahanfire.com](http://www.mcmahanfire.com)

## Current Board Members

Larry McCoskey – Mayor appointed – term expires June 30, 2019 (3 year term)

Robert Graves – Mayor appointed – term expires June 30, 2017 (3 year term)

Mr. Lynn Harpring – Mayor appointed – term expires June 30, 2018 (3 year term)

Kyle Rieber – Property owner – elected – term expires June 30, 2018 (4 year term)

John Shackleton – Property owner – elected – term expires June 30, 2019 (4 year term)

Gary Prater – Firefighter – elected – term expires June 30, 2018 (4 year term)

Current Vacancy – Firefighter elected – term expires June 30, 2017 (4 year term)

## The salaries of the top three employees for FY 16-17 are as follows:

- 1) Chief Pat Walsh- \$84,640 / year
- 2) Major Kenneth Amback - \$53,649
- 3) Captain Toby Marlin - \$47,759

# McMahan Fire Protection District (JCFPD #14)

## Balance Sheet

As of August 31, 2016

Aug 31, 16

### ASSETS

#### Current Assets

##### Checking/Savings

Fifth Third - Contingency Acct	85,496.94
Fifth Third - Debt Service SF	10,232.76
Fifth Third - Operating Account	60,252.84

Total Checking/Savings 155,982.54

Total Current Assets 155,982.54

#### Fixed Assets

15000 · Land - McMahan	49,723.00
15100 · Building & Improve. - McMahan	1,384,274.98
15121 · Buildings & improve - Jeff Co.	141,248.76
15200 · Trucks & Automobiles - McMahan	601,066.14
15221 · Trucks & Automobiles - Jeff Co.	836,245.23
15300 · Equipment	302,168.25
15400 · Furniture & Equipment	47,990.69
15500 · Accumulated Depreciation	(2,451,169.81)

Total Fixed Assets 911,547.24

TOTAL ASSETS 1,067,529.78

### LIABILITIES & EQUITY

#### Liabilities

##### Current Liabilities

##### Other Current Liabilities

15015 · GE Insurance Claims	255,647.00
15020 · Accrued Interest	15,168.00
18000 · Lease Payable Building	42,500.00
18001 · Lease Payable Equipment	79,500.00
20900 · Accrued Compensated Absence	27,812.51

##### 99010 · Payroll Liabilities

Deferred Compensation	(162.01)
Disability - AFLAC	(261.56)
Standard LTD	27.96
Supporting Heroes	(5.00)
Voluntary Insurance	(1,024.33)
2110 · SUIKY	(9.69)

##### 99011 · CERS

99011-2 · Company	13,645.26
99011-3 · Empl	3,011.99

Total 99011 · CERS 16,657.25

99013 · FICA

McMahan Fire Protection District (JCFPD #14)

Balance Sheet

As of August 31, 2016

	<u>Aug 31, 16</u>
99013-2 · Employee	42.00
99013 · FICA - Other	(91.00)
<b>Total 99013 · FICA</b>	<u>(49.00)</u>
99016 · Medicare	
99016-2 · Employee	159.54
<b>Total 99016 · Medicare</b>	<u>159.54</u>
99030 · Employee Health Insurance	1,275.03
99010 · Payroll Liabilities - Other	20.00
<b>Total 99010 · Payroll Liabilities</b>	<u>16,628.19</u>
<b>Total Other Current Liabilities</b>	<u>437,255.70</u>
<b>Total Current Liabilities</b>	437,255.70
<b>Long Term Liabilities</b>	
18003 · Lease Payable, Truck	4,890.00
21860 · Lease Payable, 5/3 Bank Equip	443,558.14
21870 · Lease Payable, Fire Station	1,031,021.59
21880 · Lease Payable Truck	17,762.00
22000 · Net Pension Liability	888,000.00
22001 · Deferred inflow - pension	87,000.00
22002 · Deferred outflow - pension	(116,519.00)
<b>Total Long Term Liabilities</b>	<u>2,355,712.73</u>
<b>Total Liabilities</b>	2,792,968.43
<b>Equity</b>	
30000 · Fund Balances	(682,269.36)
3900 · Retained Earnings	(902,715.75)
Net Income	(140,453.54)
<b>Total Equity</b>	<u>(1,725,438.65)</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>1,067,529.78</u></u>



**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss**  
 August 2016

	<u>Aug 16</u>
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
<b>100 · TAXES</b>	
102 · Motor Vehicle Taxes	4,340.49
103 · Franchise / Telecom	300.64
104 · Delinquent Taxes	1,240.48
105 · Personal / Tangible	146.85
109 · Distilled Spirits & Telecom	150.32
<b>Total 100 · TAXES</b>	<u>6,178.78</u>
<b>200 · STATE FUNDS</b>	
201 · Incentive Payroll	7,302.90
203 · CERS Contribution	2,306.28
<b>Total 200 · STATE FUNDS</b>	<u>9,609.18</u>
<b>300 · PROCEEDS</b>	
301 · Interest	2.43
303 · Rent	800.00
304 · Surplus Equipment	300.00
<b>Total 300 · PROCEEDS</b>	<u>1,102.43</u>
<b>500 · OTHER INCOME</b>	
501 · Donations	1,000.00
503 · Miscellaneous	17.92
504 · Grants Received	11,368.98
<b>Total 500 · OTHER INCOME</b>	<u>12,386.90</u>
<b>Total Income</b>	<u>29,277.29</u>
<b>Gross Profit</b>	29,277.29
<b>Expense</b>	
<b>1000 · EMPLOYEE PAYROLL</b>	
1001 · Salaries	26,896.28
1002 · Unscheduled Overtime	1,144.17
1003 · State Incentive Pay	2,999.97
1006 · Payroll Processing	205.79
1007 · Part-Time Salary	10,880.00
<b>Total 1000 · EMPLOYEE PAYROLL</b>	<u>42,126.21</u>
<b>1005 · Payroll Taxes</b>	
9901 · FICA	2,425.71
9902 · Medicare	567.26
9904 · SUI	143.73
<b>Total 1005 · Payroll Taxes</b>	<u>3,136.70</u>
<b>1100 · EMPLOYEE BENEFITS</b>	
1101 · Health and Dental	5,778.51
1102 · Retirement	12,092.06
1104 · Worker's Compensation	1,683.38
<b>Total 1100 · EMPLOYEE BENEFITS</b>	<u>19,553.95</u>
<b>1200 · ADMINISTRATION</b>	
1206 · Sympathy and Distress	59.95
1207 · Dues and Subscriptions	90.00
1208 · Awards and Recognition	600.00
1210 · Bank Service Charges	177.40
<b>Total 1200 · ADMINISTRATION</b>	<u>927.35</u>
<b>1300 · RETENTION, REIMBURSEMENT</b>	
1302 · Reimbursement	1,948.50
<b>Total 1300 · RETENTION, REIMBURSEMENT</b>	<u>1,948.50</u>

2:54 PM  
09/15/16  
Cash Basis

**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss**  
August 2016

	<u>Aug 16</u>
<b>1400 · UTILITIES</b>	
1401 · Facility Gas & Electric	1,762.49
1402 · Facility Telephone	171.16
1403 · Facility Water, Sewer	546.18
1405 · Cellular Telephone	194.05
1408 · Internet Service	90.00
<b>Total 1400 · UTILITIES</b>	<u>2,763.88</u>
<b>1600 · LEGAL, ACCOUNTING, INSUR.</b>	
1601 · Legal Representation	687.50
1602 · Accounting / Audit	120.00
1603 · Insurance	2,403.00
<b>Total 1600 · LEGAL, ACCOUNTING, INSUR.</b>	<u>3,210.50</u>
<b>1700 · MAINTENANCE</b>	
1701 · Personal	115.00
1702 · Vehicle and Apparatus	3,324.55
1704 · Portable, Support Equip.	66.72
1706 · Facility	1,075.36
<b>Total 1700 · MAINTENANCE</b>	<u>4,581.63</u>
<b>1900 · NEW EQUIPMENT</b>	
1901 · Radio	143.92
1902 · Portable Equipment	-2,372.39
1903 · Personal	-113.85
1904 · Vehicle and Apparatus	843.76
1907 · Computer Hardware	528.93
<b>Total 1900 · NEW EQUIPMENT</b>	<u>-969.63</u>
<b>2000 · SUPPLIES</b>	
2001 · Cleaning	156.00
2002 · Office and Computer	272.88
2003 · Food and Refreshments	36.47
2006 · Computer Software	499.50
2010 · Vending Machine	-96.00
<b>Total 2000 · SUPPLIES</b>	<u>868.85</u>
<b>2100 · TRAINING</b>	
2101 · Schools and Conferences	-506.15
2103 · Supplies	-10.00
<b>Total 2100 · TRAINING</b>	<u>-516.15</u>
<b>2200 · FIRE PREVENTION</b>	
2203 · Supplies	875.00
<b>Total 2200 · FIRE PREVENTION</b>	<u>875.00</u>
<b>Total Expense</b>	<u>78,506.79</u>
<b>Net Ordinary Income</b>	<u>-49,229.50</u>
<b>Net Income</b>	<u><u>-49,229.50</u></u>

**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss Budget vs. Actual (Accrual)**  
 July 2015 through April 2016

**FY 2016-17 BUDGET**

		<b>Approved FY 2016-17</b>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
<b>100 · TAXES</b>		
101 · Real Estate Taxes		1,138,415.00
102 · Motor Vehicle Taxes		70,000.00
103 · Franchise / Telecom		24,000.00
104 · Delinquent Taxes		11,000.00
105 · Personal / Tangible		67,000.00
<b>Total 100 · TAXES</b>		<b>1,310,415.00</b>
<b>200 · STATE FUNDS</b>		
201 · Incentive Payroll		40,000.00
202 · State Aid		11,000.00
203 · CERS Contribution		12,400.00
<b>Total 200 · STATE FUNDS</b>		<b>63,400.00</b>
<b>300 · PROCEEDS</b>		
301 · Interest		0.00
302 · Tax Anticipation Note		180,000.00
303 · Rent		8,500.00
304 · Surplus Equipment		0.00
306 · Line of Credit		0.00
<b>Total 300 · PROCEEDS</b>		<b>188,500.00</b>
<b>400 · FEES AND REIMBURSEMENT</b>		
401 · Administration		
402 · Fire Prevention		0.00
403 · Maintenance		3,300.00
404 · Training		0.00
407 · Cost Recovery		8,000.00
<b>Total 400 · FEES AND REIMBURSEMENT</b>		<b>11,300.00</b>
<b>500 · OTHER INCOME</b>		
501 · Donations		0.00
502 · Insurance Recoverables		0.00
503 · Miscellaneous		0.00
504 · Grants Received		63,182.00
505 · Reimbursables		0.00
506 · Crusade Expense Donations		200.00
500 · OTHER INCOME - Other		

**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss Budget vs. Actual (Accrual)**  
 July 2015 through April 2016

<b>Approved FY 2016-17</b>	
<b>Total 500 · OTHER INCOME</b>	63,382.00
<b>Total Income</b>	1,636,997.00
<b>Gross Profit</b>	1,636,997.00
<b>Expense</b>	
<b>1000 · EMPLOYEE PAYROLL</b>	
1001 · Salaries	404,732.00
1002 · Unscheduled Overtime	35,000.00
1003 · State Incentive Pay	40,000.00
1004 · Vacation Buy Back	3,000.00
1006 · Payroll Processing	3,000.00
1007 · Part-Time Salary	38,502.00
<b>Total 1000 · EMPLOYEE PAYROLL</b>	524,234.00
<b>1005 · Payroll Taxes</b>	
9901 · FICA	32,440.00
9902 · Medicare	7,586.00
9904 · SUI	2,302.00
<b>Total 1005 · Payroll Taxes</b>	42,328.00
<b>1100 · EMPLOYEE BENEFITS</b>	
1101 · Health and Dental	105,056.00
1102 · Retirement	145,247.00
1104 · Worker's Compensation	19,000.00
<b>Total 1100 · EMPLOYEE BENEFITS</b>	269,303.00
<b>1200 · ADMINISTRATION</b>	
1202 · Advertising	500.00
1203 · Public Relations	500.00
1204 · Recruiting	500.00
1206 · Sympathy and Distress	800.00
1207 · Dues and Subscriptions	13,100.00
1208 · Awards and Recognition	14,000.00
1210 · Bank Service Charges	2,000.00
1211 · District Taxrolls	0.00
1212 · Certifications and Recert	
1215 · Miscellaneous	0.00
1218 · Financing Expense	3,000.00
1219 · Contingency Fund	14,961.58
1220 · Crusade Expenses	200.00
<b>Total 1200 · ADMINISTRATION</b>	49,561.58

**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss Budget vs. Actual (Accrual)**  
July 2015 through April 2016

<b>Approved FY 2016-17</b>	
<b>1300 · RETENTION, REIMBURSEMENT</b>	
1302 · Reimbursement	40,000.00
1303 · Disability, Life Insur.	2,000.00
<b>Total 1300 · RETENTION, REIMBURSEMENT</b>	<b>42,000.00</b>
<b>1400 · UTILITIES</b>	
1401 · Facility Gas & Electric	20,000.00
1402 · Facility Telephone	2,000.00
1403 · Facility Water, Sewer	4,000.00
1404 · Facility Cable Television	100.00
1405 · Cellular Telephone	3,800.00
1406 · Facility Sanitation	1,400.00
1408 · Internet Service	1,500.00
<b>Total 1400 · UTILITIES</b>	<b>32,800.00</b>
<b>1500 · LOANS, RENT AND INTEREST</b>	
1501 · Apparatus Loan/Lease Prin	71,500.00
1502 · Apparatus Loans/Lease Int	31,850.00
1503 · Facility Loans Principle	46,000.00
1504 · Facility Loans Interest	33,508.00
1505 · Tax Anticipation Note Princ.	180,000.00
1506 · Tax Anticipation Note Interest	500.00
1509 · Equipment Loans/Lease Pri	17,826.00
1510 · Equipment Loan/Lease Interest	804.42
<b>Total 1500 · LOANS, RENT AND INTEREST</b>	<b>381,988.42</b>
<b>1600 · LEGAL, ACCOUNTING, INSUR.</b>	
1601 · Legal Representation	5,000.00
1602 · Accounting / Audit	9,500.00
1603 · Insurance	39,500.00
1605 · Jeff. Co. Fire Trustee Assoc.	500.00
<b>Total 1600 · LEGAL, ACCOUNTING, INSUR.</b>	<b>54,500.00</b>
<b>1700 · MAINTENANCE</b>	
1701 · Personal	1,000.00
1702 · Vehicle and Apparatus	30,000.00
1703 · Radio	500.00
1704 · Portable, Support Equip.	1,500.00
1705 · Office and Computer	1,000.00
1706 · Facility	15,000.00
1707 · Tool	1,000.00
1708 · Hydrant	100.00
<b>Total 1700 · MAINTENANCE</b>	<b>50,100.00</b>

**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss Budget vs. Actual (Accrual)**  
 July 2015 through April 2016

<b>Approved FY 2016-17</b>	
<b>1800 · FACILITY IMPROVEMENTS</b>	
1801 · General Improvements	58,182.00
<b>Total 1800 · FACILITY IMPROVEMENTS</b>	<b>58,182.00</b>
<b>1900 · NEW EQUIPMENT</b>	
1901 · Radio	1,500.00
1902 · Portable Equipment	10,000.00
1903 · Personal	30,000.00
1904 · Vehicle and Apparatus	15,000.00
1905 · Office	0.00
1906 · Tool	1,500.00
1907 · Computer Hardware	4,500.00
1908 · Miscellaneous	0.00
1910 · Emergency Equipment	4,000.00
1911 · Grants Disbursed	0.00
<b>Total 1900 · NEW EQUIPMENT</b>	<b>66,500.00</b>
<b>2000 · SUPPLIES</b>	
2001 · Cleaning	3,000.00
2002 · Office and Computer	5,500.00
2003 · Food and Refreshments	2,000.00
2004 · Firefighting	0.00
2005 · Fuel and Oil	20,000.00
2006 · Computer Software	7,000.00
2007 · Postage and Shipping	500.00
2008 · EMT and First Aid	0.00
2009 · General Maintenance	0.00
2010 · Vending Machine	500.00
<b>Total 2000 · SUPPLIES</b>	<b>38,500.00</b>
<b>2100 · TRAINING</b>	
2101 · Schools and Conferences	7,000.00
2102 · Equipment	2,000.00
2103 · Supplies	2,000.00
2104 · Training Awards	0.00
2106 · Medical Testing	9,000.00
2107 · Outside Instructors	0.00
2108 · Training Recoverables	0.00
2109 · Continuing Education	5,000.00
<b>Total 2100 · TRAINING</b>	<b>25,000.00</b>
<b>2200 · FIRE PREVENTION</b>	
2201 · Public Education	1,000.00

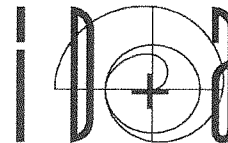
**McMahan Fire Protection District (JCFPD #14)**  
**Profit & Loss Budget vs. Actual (Accrual)**  
July 2015 through April 2016

2202 · Equipment  
2203 · Supplies  
2204 · Fire Prevention Recover.  
Total 2200 · FIRE PREVENTION  
  
Total Expense  
  
Net Ordinary Income  
  
Net Income

<b>Approved FY 2016-17</b>	
	0.00
	1,000.00
	0.00
	2,000.00
	1,636,997.00
	0.00
	0.00

Groups using community rooms	
<u>Group name</u>	<u># of times a year</u>
✓ Amateur Radio Transmitting Society	3x monthly
American Family Association	2x
Arboro Place Association	1x
Casa Bendita Condo Association	1x
✓ City of Cambridge	12x
✓ City of St Regis Park	12x
✓ CPR training	as needed/requested
Crusade for Children events	2-4x
Daisy Girl Scout Troop	8x
✓ Derby City DX Association	12x
East Chief's Meeting	1-2x
EMA meeting	1x
Hallsdale Drive HOA	1x
Hikes Point Optimist Club	4x
Houston Acres	12x
Hunsinger Gardens HOA	2x
Hurstbourne Acres	as needed
Jefferson Co Fire School - community firefighters	1x
jefferson Co Homemakers cultural arts fair	1x
Kevin Kramer - councilman	2-4x
LEPC meetings	4x
Louisville WMD Executive Crisis Group	4x
Manor Point Condo Association	1x
Election polling station	2-3x
Raptor Rehab	1x
Stonybrook Woods HOA	1x
Town Hall Meetings	4x
Windmere Neighborhood Association	1x
Zoning meeting for community	as needed/requested





*Spaces that inspire...Ideas that work*

July 22, 2016

**Pat Walsh**

*Fire Chief*

*McMahan Fire Protection District*

*4318 Taylorsville Road*

*Louisville, Kentucky 40220*

*Office - (502) 491-4745*

*Fax - (502) 499-5501*

*Cell - (502) 817-0540*

## QUOTATION

80 Banquet Chairs

### KY STATE CONTRACT:

• Product, per attached detail	\$4,087.20
• Technical Design	\$
• Freight	
• Delivery & Installation	<u>\$408.72</u>
• <b>Total selling price (Sales Tax, if applicable, not included.)</b>	<b>\$4,495.92</b>

### Po to be made out to:

***KFI SEATING C/O ID&A, INC.  
1533 BANK STREET  
LOUISVILLE, KY 40201***

---

### 3 WEEK LEAD TIME TO SHIP

LOUISVILLE  
1700 S. Fifth Street  
Louisville, KY 40208  
T (502) 562-9255  
F (502) 562-9270

LEXINGTON  
155 E. Main Street  
Lexington, KY 40507  
T (859) 255-7595  
F (859) 259-3384

EVANSVILLE  
1229 E. Virginia Street  
Evansville, IN 47711  
T (812) 422-7811  
F (812) 423-6035

NASHVILLE  
414 Union Street  
Nashville, TN 37219  
T (615) 695-9255  
F (615) 252-8937

**Prices** ♦ Prices quoted are good for thirty (30) days.

**Payment** ♦ ACCEPTANCE OF DELIVERY CONSTITUTES ACCEPTANCE OF MERCHANDISE AS DELIVERED. THE BUYER AGREES TO PAY ACCORDING TO THE FOLLOWING TERMS:

50% deposit required with receipt of Buyer purchase order  
40% due upon completion of installation/delivery – **Net 15 days**  
10% due upon punch list completion

**VISA, MC and American Express credit card payments are accepted. A service fee of 2.4% will be added to orders over \$2,000.00. Incorrect or missing information could result in an additional service fee to Buyer at time of processing.**

The Buyer agrees to pay a finance charge of 1.5% per month at the annual percentage rate of 18% on all delinquent invoices as well as expenses, attorney fees and court costs which ID+A incurs by reason of Buyer's default.

ID&A reserves a purchase money security interest in the products included in this sale, which shall be considered collateral for payment. Buyer shall be in default in the event the Buyer fails to make required payments, transfers ownership of collateral to a third party, or files a petition of bankruptcy or is adjudicated bankrupt. In the event of default by Buyer, ID&A may declare the payments required to be made by Buyer immediately due and payable and shall have all of the rights and remedies of a secured creditor under Article 9 of the Uniform Commercial Code of the State of Kentucky in addition to any other rights or remedies provided by law. Said rights shall include, but not be limited to, the right of possession of the collateral and the right to dispose of the collateral at public or private sale and distribute the sale proceeds according to applicable law.

**Taxes** ♦ Sales, use, excise and other taxes are **NOT** included in quote prices above and will be invoiced as applicable.

**Cancellation and Changes** ♦ In the event that this proposal becomes an order, it is understood and agreed that it cannot be canceled except by mutual consent. Changes in quantity or specifications are subject to approval by ID+A and manufacturer. The Buyer shall pay resulting restocking charges from the manufacturer. **All products are custom ordered per the Buyer's specifications, of which most are custom manufactured, and thus cannot be returned.**

**Delivery & Installation** ♦ In the event that delivery and/or installation is required as part of this proposal, the following provisions shall apply:

1. **Receiving, Staging and Installing:** Unless otherwise quoted, all installations are delivered in one trip. If more than one delivery is required because of unforeseen circumstances, additional charges will be incurred by the Buyer.

LOUISVILLE  
1700 S. Fifth Street  
Louisville, KY 40208  
T (502) 562-9255  
F (502) 562-9270

LEXINGTON  
155 E. Main Street  
Lexington, KY 40507  
T (859) 255-7595  
F (859) 259-3384

EVANSVILLE  
1229 E. Virginia Street  
Evansville, IN 47711  
T (812) 422-7811  
F (812) 423-6035

NASHVILLE  
414 Union Street  
Nashville, TN 37219  
T (615) 695-9255  
F (615) 252-8937

2. **Condition of job site:** All existing product should be removed from the area and the job site shall be clean, clear and free of debris prior to installation. Ceiling tiles, carpet, lighting etc. should be installed prior to ID&A, Inc. beginning the installation.
3. **Job Site Services:** Electric, heat, hoisting and/or elevator service will be furnished without charge to ID+A. Adequate facilities for off-loading, staging, moving and handling of merchandise shall be provided. Electrician & cabling contractors provided by the customer and to be available during scheduled installation.
4. **Normal Business Hours:** Unless otherwise specified, delivery and installation will be made during normal business hours, 8 a.m. - 5 p.m., Monday through Friday.
5. **Storage Space:** Provided the merchandise does not arrive at the site earlier than the date requested, safe conveniently located and adequate storage space will be provided by the Buyer. If the space provided is inadequate and requires excessive sorting, handling, or storage costs, the Buyer will reimburse such excess cost.
6. **Trade/Union Labor:** The installation and delivery personnel are not enforced by local trade regulations. Any trade/union labor required will be billed as an additional charge.
7. **Insurance:** General liability, workman's compensation, property and automotive insurance are carried by ID+A and certificates can be delivered upon request. Fire, tornado, flood and other insurance at the site will be provided and paid for by the buyer. Risk of loss passes to the buyer upon delivery.
8. **Damage:** After arrival at the site, any loss or damage by weather, other trades such as electrical, flooring, carpentry, painting or plastering, fire or other elements, shall be the responsibility of the Buyer, and the Buyer agrees to hold ID&A, Inc. harmless from loss for such reasons.

**Claims** ♦ Claims for transportation damage will be prosecuted by ID+A and damaged merchandise will be repaired to the satisfaction of the buyer or merchandise replaced.

**Warranty** ♦ All furniture is warranted by ID+A to be free from defects in materials of workmanship for a period of twelve (12) months from date of delivery unless otherwise specified by the manufacturer.

**Delays** ♦ In the event that construction delays or other causes not within ID+A's control cause postponement of the installation, the furnishings will be stored by ID+A at a cost of \$1.50/square foot/month until installation can be resumed. The furnishings will be considered accepted by the buyer for purposes of payment.

Account Executive	Date	Accepted	Date
LOUISVILLE 1700 S. Fifth Street Louisville, KY 40208 T (502) 562-9255 F (502) 562-9270	LEXINGTON 155 E. Main Street Lexington, KY 40507 T (859) 255-7595 F (859) 259-3384	EVANSVILLE 1229 E. Virginia Street Evansville, IN 47711 T (812) 422-7811 F (812) 423-6035	NASHVILLE 414 Union Street Nashville, TN 37219 T (615) 695-9255 F (615) 252-8937

Item	Color	✓	3	↕	Preview	Mfg	Cat	Part Number	Part Description	Tag	Generic	Qty	Sell	Ext Sell
1		✓						820CH-9607	KFI Banquet Chair with Chrome Frame and Red Vinyl Upholstery			80	\$ 51.09	\$ 4,087.20
sub									<b>Subtotal</b>					\$ 4,087.20
2		✓							DELIVERY OF 80 CHAIRS			1	\$ 408.72	\$ 408.72
									<b>Grand Total</b>					\$ 4,495.92

1(844) 475-2329

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- [Round Banquet Tables](#)
- [Square Banquet Tables](#)
- [Banquet Table Caddies](#)

SCHOOL FURNITURE

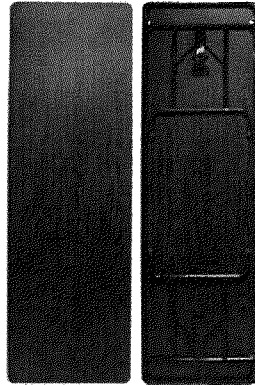
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15-pack Advantage 8 ft. (30x96) High Pressure Laminate Folding Banquet Table [MEW-3096-WB-15]



List Price: \$2,647.05  
 Our Price: \$1,604.25  
 You save \$1,042.80!

Qty:

Add to Cart

Questions? Please Call Us:  
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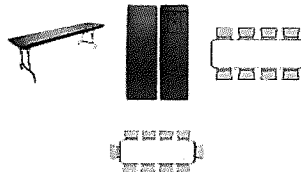
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15-pack 8 ft. (30x96) High Pressure Laminate Folding Banquet Table

Bulk 15-pack of heavy-duty Advantage 8 ft. high pressure laminate folding banquet tables. These folding banquet tables include a .7 inch thick high pressure laminate walnut top with black t-mold edge banding. The particle board core of all Advantage laminate folding tables meet E1 CARB specifications. Each laminate folding table features a double sided high pressure laminate finish for added moisture protection and a brown powder coated, 18 gauge steel frame and legs with gravity locks and non-marring floor caps. These commercial grade high pressure laminate folding banquet tables fold easily for quick storage and can seat up to 3 adults comfortably. An ideal banqueting table solution for rental centers, caterers, hotel banquet facilities, meeting and conference centers, and church fellowship halls. Advantage 8 ft. high pressure laminate folding tables are manufactured to meet demanding standards, ensuring exceptional value and durability.

Please feel free to call us with questions on folding tables, banquet tables or other products. Our friendly, knowledgeable sales team is always happy to be of service!

Features

- Particle board core meets E1 CARB specification
- .7 inch thick high pressure laminate walnut top
- Laminated on both sides for increased moisture protection
- Black t-mold edge banding
- 18 gauge steel frame and legs
- Brown powder coated frame and leg finish
- Gravity locks
- Non-marring floor caps
- Folds for quick and easy storage
- Holds 1,000 lbs of equally distributed static weight
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Advantage 8 ft. (30x96) High Pressure Laminate Folding Banquet Table [MEW-3096-WB]  
 Our Price: \$109.95

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Advantage 5 ft. Round White Plastic Folding Table [ADV60R-WHITE] - White Granite  
 Our Price: \$92.95

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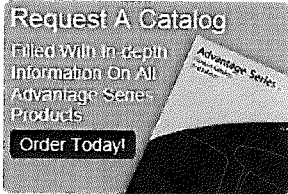
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Our Price: **\$94.95**

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**Jefferson County Fire Protection District No. 14  
McMahan Fire Protection District Holding Company, Inc.**

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June 30, 2015

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## **Independent Auditor's Report**

To the Board of Trustees  
**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**

### **Report on the Financial Statements**

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of the Jefferson County Fire Protection District No. 14 and McMahan Fire Protection District Holding Company, Inc. (the District) as of and for the year ended June 30, 2015, 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 as described in Note B; 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 fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 to provide a basis for our audit opinions.

**Kentucky**  
**Indiana**  
**Ohio**

**Mountjoy Chilton Medley LLP**

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## **Independent Auditor's Report (Continued)**

### **Opinions**

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities and each major fund, of the District, as of June 30, 2015, and the respective changes in financial position - modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note B.

### **Emphasis of Matter - New GASB Implementation**

As discussed in Note E to the financial statements, the District adopted Statement No. 68, Accounting and Financial Reporting for Pension - an amendment of GASB Statement No. 27. The implementation resulted in a restatement of prior year net position (See Note N).

### **Basis of Accounting**

We draw attention to Note B 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 that matter.

### **Disclaimer of Opinion on Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements. The management's discussion and analysis, budgetary comparison information, and schedule of county employee retirement system contributions on pages 3 through 7, 27 through 29, and 31, 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.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated November 2, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in considering the District's internal control over financial reporting and compliance.



Louisville, Kentucky  
November 2, 2015

**Jefferson County Fire Protection District No. 14  
McMahan Fire Protection District Holding Company, Inc.  
Management's Discussion and Analysis  
Year Ended June 30, 2015**

Our discussion and analysis of the Jefferson County Fire Protection District No. 14 and McMahan Fire Protection District Holding Company, Inc.'s (the District), financial performance provides an overview of the District's activities for the fiscal year ended June 30, 2015. Please read this Management's Discussion and Analysis in conjunction with the District's financial statements that begin on page 8.

**Financial Highlights**

As a result of this year's operations, the District's net position increased by \$307,382. The liabilities of the District exceeded its assets by \$1,070,813 at fiscal year-end. Of this amount, (\$707,685) is the net investment in capital assets, leaving a deficit of \$363,128 as the unrestricted net position. The negative net position is largely attributable to the implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, which required the District to recognize a liability for its pro rata share of the unfunded pension liability

**Report Components**

This annual report consists of four parts as follows:

1. Government-wide Financial Statements: The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities with the difference being reported as net position. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Revenues and expenditures are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g. taxes receivable).

The government-wide financial statements include not only the District itself, but also legally separate entities which have a significant operational or financial relationship with the District. The District has one such entity, the McMahan Fire Protection District Holding Company, Inc. It is known as a blended component unit.

2. Fund Financial Statements: The fund financial statements focus on the individual parts of the District. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending.

**Governmental Funds**: Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's current financing requirements.

**Jefferson County Fire Protection District No. 14  
McMahan Fire Protection District Holding Company, Inc.  
Management's Discussion and Analysis (Continued)  
Year Ended June 30, 2015**

**Report Components (Continued)**

2. Fund Financial Statements (Continued): Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's current financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains (2) two individual governmental funds, the General fund and the Debt Service fund.

3. Notes to the Financial Statements: The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.
4. Supplementary Information: The Management's Discussion and Analysis provides users of this report with additional data that supplements the government-wide statements, fund financial statements, and notes (referred to as "the basic financial statements").

The Budgetary Comparison Information on pages 27 - 29 reflects the comparison of actual revenues and expenditures to that budgeted by the District.

**Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Management's Discussion and Analysis (Continued)  
 Year Ended June 30, 2015**

**Financial Analysis of the District's Funds**

Our finances are secure under Chapter 75 of the Kentucky Revised Statutes. We budget our finances accordingly. A condensed analysis of the financial information of the District is as follows:

Condensed Statement of Net Position (in thousands) - June 30, as indicated by Governmental Activity

	<u>2015</u>	<u>2014 (Restated)</u>
<b>Assets</b>		
Current and other assets	\$ 559	\$ 297
Property and equipment, net of depreciation	912	1,049
<b>Total Assets</b>	<u>1,471</u>	<u>1,346</u>
<b>Deferred Outflows of Resources</b>	<u>117</u>	<u>-</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$ 1,588</u>	<u>\$ 1,346</u>
<b>Liabilities and Net Position</b>		
Current Liabilities		
Current portion of long-term debt and other current liabilities	\$ 191	\$ 197
Non-current liabilities		
Long-term debt	1,492	1,621
Net pension obligation	888	906
<b>Total Noncurrent Liabilities</b>	<u>2,380</u>	<u>2,527</u>
<b>Total Liabilities</b>	<u>2,571</u>	<u>2,724</u>
<b>Deferred Inflows of Resources</b>	<u>87</u>	<u>-</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>2,658</u>	<u>2,724</u>
Net Position		
Restricted		
Net investment in capital assets	(707)	(706)
Unrestricted (Restated)	(363)	(672)
<b>Total Net Position</b>	<u>(1,070)</u>	<u>(1,378)</u>
<b>Total Liabilities and Net Position</b>	<u>\$ 1,588</u>	<u>\$ 1,346</u>

**Jefferson County Fire Protection District No. 14  
McMahan Fire Protection District Holding Company, Inc.  
Management's Discussion and Analysis (Continued)  
Year Ended June 30, 2015**

**A Financial Analysis of the District's Funds (Continued)**

*A summary of the District's Statement of Activities is presented below:*

Condensed Statement of Activities (in thousands) - June 30, as indicated by Governmental Activity

	<u>2015</u>	<u>2014</u>
Revenues		
Taxes	\$ 1,146	\$ 1,135
Fees and reimbursement	10	7
Other Income	260	5
Rent	8	8
Federal grant revenue	131	-
Gain on sale of capital assets	-	37
Salary reimbursement	38	35
Total Revenues	<u>1,593</u>	<u>1,227</u>
Expenses		
Personnel	728	646
Administration	34	23
Facilities improvements	3	4
Fire prevention	1	3
Interest	65	73
Legal and professional	48	49
Maintenance	70	50
New equipment	45	28
Retention reimbursement	40	42
Supplies	35	41
Training	20	28
Utilities	35	36
Depreciation	161	171
Total Expenses	<u>1,285</u>	<u>1,194</u>
Change in Net Position	308	33
Net Position, Beginning of Year	(1,378)	(505)
Restatement for change in accounting principle	-	(906)
Net Position, End of Year	<u>\$ (1,070)</u>	<u>\$ (1,378)</u>

**Jefferson County Fire Protection District No. 14  
McMahan Fire Protection District Holding Company, Inc.  
Management's Discussion and Analysis (Continued)  
Year Ended June 30, 2015**

**Financial Analysis of the District's Financial Position and Results of Operations and Individual Funds**

The focus of the District's general fund is to provide information on the near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's resources available for spending at the end of the fiscal year. At the end of the current fiscal year, the District's general fund reported an ending fund balance of \$495,353.

**General Fund Budgetary Highlights for the Year Ended June 30, 2015**

Total revenues were more than budgeted amounts by \$233,706 or 17.1%. This result is primarily due to insurance proceeds received from damages to fire truck, higher than budgeted revenues from delinquent and personal taxes, coupled with lower than budgeted revenues from real property, motor vehicle and franchise taxes. Total expenditures were less than budgeted amounts by \$67,503 or 4.4%. The net effect of the over budgeted revenues and under budgeted expenses resulted in a \$301,209 increase in the net difference between total budget and actual results on the fiscal year. See budgetary comparison schedule on pages 27-29 for detailed comparisons of budget to actual.

**Capital Asset and Long Term Debt Activity**

*Capital Assets*

The District's investment in fixed assets as of June 30, 2015 amounts to \$911,547 (net of accumulated depreciation of \$2,451,170). This investment in fixed assets includes land, buildings, equipment, and vehicles. The District purchased fixed asset additions totaling \$23,555 during the year.

Depreciation expense amounts to \$160,636 for the year ended June 30, 2015.

**Economic Factors and Budget and Rates**

The District has again adopted a tax rate of ten cents (\$.10) per one hundred dollars (\$100) of assessed value for both real and personal property for the fiscal year ended June 30, 2015 which is the maximum rate allowed under the Kentucky Revised Statutes.

No external factors are known that are expected to have an impact on future financial position.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Statement of Net Position**  
**June 30, 2015**

	<u>Governmental Activities</u>
<b>Assets</b>	
Current Assets	
Cash and cash equivalents	\$ 559,468
Total Current Assets	<u>559,468</u>
Capital Assets	
Land	49,723
Buildings and improvements	1,525,524
Furniture and equipment	350,159
Vehicles	<u>1,437,311</u>
	3,362,717
Less accumulated depreciation	<u>(2,451,170)</u>
Net Capital Assets	<u>911,547</u>
Total Assets	1,471,015
<b>Deferred Outflows of Resources</b>	<u>116,519</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>1,587,534</u>
<b>Liabilities and Net Position</b>	
Current Liabilities	
Accounts payable	5,701
Accrued payroll expense	15,433
Accrued compensated absences	27,813
Current portion - leases payable	126,890
Accrued interest expense	<u>15,168</u>
Total Current Liabilities	191,005
Non-current Liabilities	
Leases payable - long-term portion	1,492,342
Net pension obligation	<u>888,000</u>
Total Non-current Liabilities	<u>2,380,342</u>
Total Liabilities	2,571,347
<b>Deferred Inflows of Resources</b>	<u>87,000</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	2,658,347
Net Position	
Net investment in capital assets	(707,685)
Unrestricted (Restated)	<u>(363,128)</u>
Total Net Position	<u>\$ (1,070,813)</u>

See accompanying notes.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Statement of Activities**  
**For the Year Ended June 30, 2015**

	<u>Total</u>
Expenses:	
Personnel	
Salaries	\$ 505,571
Benefits	184,965
Payroll taxes	38,873
Administration	34,279
Facilities improvements	2,950
Fire prevention	829
Interest	65,400
Legal and professional	48,291
Maintenance	69,566
New equipment	45,257
Retention reimbursement	39,995
Supplies	34,927
Training	19,679
Utilities	34,637
Depreciation	<u>160,636</u>
Total Expenses	1,285,855
General Revenues:	
Taxes	
Delinquent tax	13,695
Franchise tax	1,804
Motor vehicles tax	76,678
Personal/tangible tax	90,146
Real estate tax	963,533
Federal grant revenue	130,840
Fees and reimbursements	9,987
Other income	346
Rent	8,179
Insurance recoverables	259,575
Salary reimbursement	<u>38,454</u>
Total General Revenues	1,593,237
Change in Net Position	307,382
Net Position, Beginning of Year (Restated)	<u>(1,378,195)</u>
Net Position, End of Year	<u><u>\$ (1,070,813)</u></u>

See accompanying notes.



**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Balance Sheet - Governmental Funds and**  
**Reconciliation of Governmental Funds Balance Sheet**  
**to Statement of Net Position - Modified Cash Basis**  
**June 30, 2015**

	<u>General Fund</u>
<b>Assets</b>	
Cash and cash equivalents	\$ 559,468
Total Assets	<u>\$ 559,468</u>
<b>Liabilities and Fund Balances</b>	
Liabilities	
Accounts payable	\$ 5,701
Accrued payroll expense	15,433
Accrued compensated absences	27,813
Accrued interest expense	15,168
Total Liabilities	<u>64,115</u>
Fund Balances	
Unassigned	495,353
Total Fund Balances	<u>495,353</u>
Total Liabilities and Fund Balances	<u>\$ 559,468</u>
Total Governmental Fund Balances	\$ 495,353
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. This is the amount by which capital outlays exceeded depreciation.	911,547
Deferred outflows of resources are expensed in the current period and, therefore, are not reported in the governmental funds	116,519
Net pension obligation is not due and payable in the current period and, therefore, is not reported in the governmental funds	(888,000)
Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the governmental funds	(87,000)
Leases payable are not due and payable in the current period and therefore not reported in the funds	
Due within one year	(126,890)
Due in more than one year	(1,492,342)
Net Position of Governmental Activities	<u>\$ (1,070,813)</u>

See accompanying notes.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Statement of Revenues, Expenditures, and Changes in Fund**  
**Balance - Governmental Funds - Modified Cash Basis**  
**For the Year Ended June 30, 2015**

	General Fund	Debt Service Fund	Total
Revenues			
Taxes			
Delinquent	\$ 13,695	\$ -	\$ 13,695
Franchise	1,804	-	1,804
Motor vehicle	76,678	-	76,678
Personal/tangible	90,146	-	90,146
Real estate	963,533	-	963,533
	<u>1,145,856</u>	-	<u>1,145,856</u>
Federal funds - grant revenue	130,840	-	130,840
State funds			
CERS contribution	7,732	-	7,732
Incentive payroll	22,472	-	22,472
State aid	8,250	-	8,250
	<u>169,294</u>	-	<u>169,294</u>
Fees and reimbursements			
Cost recovery	6,598	-	6,598
Maintenance	3,389	-	3,389
	<u>9,987</u>	-	<u>9,987</u>
Other proceeds			
Interest	28	-	28
Miscellaneous	318	-	318
Insurance Recoverables	259,575	-	259,575
Rent	8,179	-	8,179
	<u>268,100</u>	-	<u>268,100</u>
Total Revenues	<u>\$ 1,593,237</u>	<u>\$ -</u>	<u>\$ 1,593,237</u>

See accompanying notes.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Statement of Revenues, Expenditures, and Changes in Fund**  
**Balance - Governmental Funds - Modified Cash Basis (Continued)**  
**For the Year Ended June 30, 2015**

	General Fund	Debt Service Fund	Total
Expenditures			
Personnel			
Salaries	\$ 505,571	\$ -	\$ 505,571
Benefits	232,484	-	232,484
Payroll taxes	38,873	-	38,873
	<u>776,928</u>	<u>-</u>	<u>776,928</u>
Administration	34,279	-	34,279
Facilities improvements	2,950	-	2,950
Fire prevention	829	-	829
Legal and professional	48,291	-	48,291
Maintenance	69,566	-	69,566
New equipment	45,257	-	45,257
Retention and reimbursement	39,995	-	39,995
Supplies	34,927	-	34,927
Training	19,679	-	19,679
Utilities	34,637	-	34,637
Capital expenditures	23,555	-	23,555
Debt service:			
Principal paid	-	275,735	275,735
Interest and finance charges	-	65,400	65,400
	<u>-</u>	<u>65,400</u>	<u>65,400</u>
Total Expenditures	<u>1,130,893</u>	<u>341,135</u>	<u>1,472,028</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	462,344	(341,135)	121,209
Other Financing Sources (Uses), Including Transfers			
Transfers in	-	201,135	201,135
Transfers out	(201,135)	-	(201,135)
Proceeds from note obligations	-	140,000	140,000
	<u>-</u>	<u>140,000</u>	<u>140,000</u>
Total Other Financing Sources (Uses)	<u>(201,135)</u>	<u>341,135</u>	<u>140,000</u>
Net Change in Fund Balances	261,209	-	261,209
Fund Balances, Beginning of Year	<u>234,144</u>	<u>-</u>	<u>234,144</u>
Fund Balances, End of Year	<u>\$ 495,353</u>	<u>\$ -</u>	<u>\$ 495,353</u>

See accompanying notes.

**Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Reconciliation of Statement of Revenues, Expenditures  
 and Changes in Fund Balance of Governmental Funds  
 to the Statement of Activities  
 For the Year Ended June 30, 2015**

Net Change in Fund Balance - Total Governmental Funds	\$ 261,209
<p>The change in net position reported for governmental activities in the Statement of Activities is different because:</p>	
<p>Governmental funds report capital outlays as expenditures.</p>	
<p>However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense:</p>	
	(160,636)
Capital Asset Purchases Recorded	23,555
<p>Pension expense related to long-term net pension obligations that is not included in the Governmental Funds</p>	
	47,519
<p>Governmental funds report long-term debt borrowings as other financing sources and long-term debt payments as expenditures. However, the results of these transactions are reflected as changes in debt on the statement of net position and not on the statement of activities.</p>	
<p>This is the amount by which principal payments exceeded borrowings on long-term debt during the year.</p>	
	<u>135,735</u>
Change in Net Position as Reflected on Statement of Activities	<u><u>\$ 307,382</u></u>

See accompanying notes.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements**  
**Year Ended June 30, 2015**

**Note A - Nature of Organization and Operations**

Reporting Entity: The Jefferson County Fire Protection District No. 14 and McMahan Fire Protection District Holding Company, Inc. (collectively "the District") is a special purpose taxing district established pursuant to the provisions of the Kentucky Revised Statutes. The District is governed by a seven-member Board of Trustees. Two of the trustees are property owners who reside in the district and are elected by District-voting property owners. Three of the trustees are appointed by the county mayor/executive. Two trustees each are elected by members of the firefighters of the District.

The District's basic financial statements include the accounts of all District operations. The District's criteria for including organizations as component units with the District's reporting entity, as set forth in Section 2100 of Governmental Accounting Standards Board's (GASB) Codification of Governmental Accounting and Financial Reporting Standards include whether:

- The organization is legally separate (can sue and be sued in their own name).
- The District holds the corporate powers of the organization.
- The District appoints voting majority of the organization's board.
- The District is able to impose its will on the organization.
- The organization has the potential to impose a financial benefit/burden on the District.
- There is fiscal dependency by the organization on the District.

Based on the aforementioned criteria the District has one component unit. McMahan Fire Protection District Holding Company, Inc. (the Holding Company), a Kentucky nonprofit corporation, was established to acquire and finance capital improvements for the District. The Holding Company is governed by seven directors consisting of the same persons as the District's Board of Trustees. Even though the Holding Company is a legally separate entity from the District, it is reported as if it were part of the District due to the fact that the District's Board of Trustees is responsible for the oversight of the Holding Company and its overall economic dependency on the District. As of June 30, 2015 and for the year then ended, the Holding Company has no assets, liabilities, revenues and expenditures. The Holding Company is inactive.

In late May or early June of each year, the District participates in collecting donations for the Crusade for Children (Crusade), a non-profit organization in Louisville, Kentucky. The District's firefighters and volunteers collect donations over a short period, which are deposited into a bank account owned and controlled by the Crusade and designated for the District's Crusade collections. The District is authorized to make deposits into this account only; no District personnel are authorized signers on this account. Since the District does not have ownership or control of this account and since the donations are merely collected on behalf of the Crusade, none of the donations or cash balances, if any, are reflected in these financial statements.

**Note B - Summary of Significant Accounting Policies**

1. Basis of Accounting: The District's government-wide financial statements have been prepared on the modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues and expenditures/expenses when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis differs from generally accepted accounting principles primarily because the Fire District recognizes certain revenues when received rather than when earned and certain expenses are recognized when cash is disbursed rather than when the obligation is incurred. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note B - Summary of Significant Accounting Policies (Continued)**

1. Basis of Accounting (Continued): If the District utilized the basis of accounting as generally accepted, the government-wide financial statements would have been prepared on the accrual basis of accounting while the fund financial statements would have used the modified accrual basis of accounting.
2. Donated Services: With the exception of certain paid employees that the organization employs on a full or part-time basis, firefighting functions are services donated by volunteers. These donated services have no monetary value assigned to them in these financial statements.
3. Basis of Presentation:

*Government-wide Financial Statements*: The Statement of Net Position and Statement of Activities reflect financial information of the District as a whole. These statements include the primary government and its component units if applicable. Governmental activities generally are financed through taxes, inter-governmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which expenses of a given program are affected by specific program revenues as indicated. Direct expenses are those that are clearly identifiable with a specific program. Indirect expenses are allocated to each program area based on direct expenses.

*Fund Financial Statements*: The District uses funds to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions relating to certain government functions or activities. A fund is a separate entity with a self-balancing set of accounts. Funds of the District are classified as governmental which account for all or most of the District's general activities including the collection of legally restricted monies, administrative expense and the acquisition or construction of capital assets and include the following:

*General Fund*: This fund is established to account for resources devoted to financing the fire protection and prevention services the District provides for its residents. Property tax revenues and other sources of revenues used to finance the fundamental operations of the District are included in this fund. The fund is charged with all costs of operating the Fire District for which a separate fund has not been established.

*Debt Service Fund*: This fund accounts for the servicing of general long-term obligations of the District through the payment of both principal and interest and revenues generated by the District that are required to be used in payment of long-term debt obligations. The fund balance on the debt service is committed (if board approved) to signify the amounts that are intended exclusively for debt service expenditures.

The general fund and debt service fund are both considered to be major funds by the District.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note B - Summary of Significant Accounting Policies (Continued)**

4. Measurement Focus: The government-wide financial statements are reported using the "economic resources" measurement focus as applied within the limitations of the modified cash basis of accounting. Expenses are classified by function. Program revenues include federal and state municipal aid. The economic resource measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statement present increases (revenues) and decreases (expenses) in net total position. The modified cash basis of accounting combines elements of the accrual and cash bases of accounting and has been developed over a period of usage. The method utilizes accrual for long-term balance sheet elements and a combination of accrual and cash basis is used when recognizing short term balance sheet elements.

Fund financial statements are reported using the "current financial resources" measurement focus as applied to the modified cash basis of accounting. Under this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The operating statements present sources and uses of available spendable financial resources during the given period. The funds use fund balance as their measure of available spendable financial resources at the end of a period. Governmental funds are classified by character and function.

The revenues susceptible to accrual are property taxes, state aid, and interest income. All other revenues are recognized when received. Expenditures are recorded in a consistent manner, based upon previous years' application.

5. Cash and Cash Equivalents: State statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, certificates of deposit, money market savings accounts, repurchase agreements, passbooks and other available bank investments provided that such financial institutions are insured by an agency of the U.S. Government. Investments in excess of the insured amount must be secured with approved securities pledged by the financial institutions. For purposes of these financial statements, the District considers as cash equivalents all highly liquid investments, with a maturity of three months or less when purchased, and are readily convertible to cash.

The cash and cash equivalents bank balances of \$322,744 at June 30, 2015 are either insured by the Federal Deposit Insurance Corporation or are collateralized with securities pledged by the bank in the District's name. The difference between the bank balance and the balance per financial statements of \$559,468 is due to outstanding checks and deposits.

6. Prepaid Expense: Prepaid balances are for payments made by the District in the current year to provide services occurring in the subsequent fiscal year and a reserve for prepaid items has been recorded to signify that a portion of fund balance is not available for other subsequent expenditures.
7. Capital Assets: Capital assets are recorded at cost and depreciated over their estimated useful service lives using the straight-line method. Estimated service years are 5-20 years.

Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized when additions are placed into service.

The District reviewed its capital assets as of June 30, 2015 and determined that there are no impaired capital assets.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note B - Summary of Significant Accounting Policies (Continued)**

8. Compensated Absences: Employees of the District are entitled to paid vacations and sick leave depending on length of service and other factors. Unpaid compensated absences are recorded as a liability when the benefits are earned.
9. Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources, and pension expense, information about the District's participation in the County Employees Retirement System of the Kentucky Retirement Systems (KRS) have been determined on the same basis (CERS) as they are reported by the KRS for the CERS plan. For this purpose, benefits including refunds of employee contributions are recognized when due and payable in accordance with the benefit terms of the CERS plan of KRS. The liability was measured at June 30, 2014.
10. Net Position/Fund Balance: In the statement of net position, the difference between the District's assets and liabilities is recorded as net position. The three components of net position are as follows:

*Net Investment in Capital Assets* - This category consists of assets, net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those capital assets.

*Restricted* - This category of net position with constraints placed on the use either by (1) external sources such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The District has no restricted net assets.

*Unrestricted* - This category represents anything that do not meet the definition of "restricted" or "net investment in capital assets."

In the balance sheet-governmental funds, fund balances are segregated as:

*Nonspendable* - This category includes amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

*Restricted* - This category of net position with constraints placed on the use either by (1) external sources such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The District has classified certain cash accounts as being restricted because their use is restricted by Kentucky Revised Statutes and/or a Metro Government Ordinance. Debt service resources are to be used for future servicing of the revenue note and are restricted through debt covenants.

*Committed* - This category represents resources that are segregated because their use is earmarked by the District's highest level of decision making authority for a specific purpose.

*Assigned* - This category includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed.

*Unassigned* - This category represents resources that are not appropriated for expenditures or legally segregated for a specific future use.



**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note B - Summary of Significant Accounting Policies (Continued)**

10. Net Position/Fund Balance (Continued): The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend District unassigned resources first to defer the use of these other classified funds.

District Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by District Board of Trustees through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

11. Budgetary Accounting: The District is required, pursuant to Kentucky Revised Statutes (KRS), to prepare an annual budget and file it with the fiscal court within 30 days prior to the start of the fiscal year. On or before June 30<sup>th</sup> of each year, the Fire Chief must present the proposed budget to the District's Board of Trustees for review. The Board of Trustees holds hearings and a final budget must be prepared and adopted no later than July 1<sup>st</sup> of the new fiscal year. Any changes to the budget, once it has been submitted, must be approved by the Board of Trustees.

As required by generally accepted governmental accounting principles, the budgetary comparison schedule has been prepared in the same general form as the legally adopted budget and is presented using the modified cash basis of accounting. Its format varies somewhat from the Statement of Revenues, Expenditures and Changes in Fund Balance.

12. Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.
13. Interfund Transactions: Interfund transactions are reflected as loans, services provided, and reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.
14. Income Taxes: The District is a governmental organization; therefore the District is exempt from federal, state and local taxes.
15. Advertising Expense: Advertising is expensed as incurred.
16. Fair Value of Financial Instruments: The carrying amount of cash and cash equivalents, investments and debt approximates their market value as of June 30, 2015.
17. Subsequent Events: Subsequent events for the District have been considered through the date of the Independent Auditor's Report which represents the date the financial statements were available to be issued. See Note F.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note C - Capital Assets**

Capital assets balances and activity at June 30, 2015 and for the year then ended are as follows:

	Balance 6/30/2014	Additions	Disposals	Balance 6/30/2015
Land	\$ 49,723	\$ -	\$ -	\$ 49,723
Building and improvements	1,517,044	8,480	-	1,525,524
Furniture and equipment	335,084	15,075	-	350,159
Vehicles	1,437,311	-	-	1,437,311
	<hr/>	<hr/>	<hr/>	<hr/>
Total	3,339,162	23,555	-	3,362,717
Less accumulated depreciation	(2,290,534)	(160,636)	-	(2,451,170)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Book Value of Capital Assets	<u>\$ 1,048,628</u>	<u>\$ (137,081)</u>	<u>\$ -</u>	<u>\$ 911,547</u>

**Note D - Compensated Absences**

It is the policy of the District to permit District employees to accumulate a limited amount of earned but unused leave benefits which will be paid to District employees upon separation from service. Unpaid compensated absences are recorded as a liability when the benefits are earned. Effective July 1, 2013, the District amended the compensated absences policy to allow the carry forward of sick time earned and to accrue paid holiday time. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16, Accounting for Compensated Absences. The District has recorded a liability of \$27,813 for accrued compensated absences at June 30, 2015.

**Note E - Pension Plan**

**General information about the Pension Plan**

*Plan description.* Employees of the District are provided a defined benefit pension plan through the CERS, a cost-sharing multiple-employer Public Employee Retirement System (PERS), defined pension plan administered by the KRS, which covers its career firefighters. The KRS was created by state statute under Kentucky Revised Statute Section 61.645. The KRS Board of Trustees is responsible for the proper operation and administration of the KRS. The KRS issues a publically available financial report that can be obtained by writing to Kentucky Retirement System, Perimeter Park West, 1260 Louisville Road, Frankfort, Kentucky 40601, or by telephone at (502) 564-4646.

*Benefits provided.* Kentucky Revised Statute Section 61.645 establishes the benefit terms and can be amended only by the Kentucky General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. All full-time employees are eligible and must participate in the CERS plan. Effective September 1, 2008, new participants must contribute an additional 1% to be deposited into the KRS Insurance Fund. Some part-time employees also must participate if they are already active in the CERS plan. The plan provides for pension benefits, disability and death benefits, and medical insurance benefits. Vesting in a pension benefit begins immediately upon entry into the System.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note E - Pension Plan (Continued)**

**General information about the Pension Plan (Continued)**

The participant has a fully vested interest after the completion of sixty months of service, twelve of which must be current service. Currently all full-time positions at the District are hazardous duty positions.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65. Nonhazardous employees who begin participation on or after September 1, 2008 must meet the rule of 87 (members age plus years of service credit must equal 87, and the member must be a minimum of 57 years of age) or the member is age 65, with a minimum of 60 months service credit.

Aspects of benefits for hazardous employees include retirement after 20 years of service or age 55. For hazardous employees who begin participation on or after September 1, 2008, aspects of benefits include retirement after 25 years of service or the member is age 60, with a minimum of 60 months of service credit.

Prior to July 1, 2009, cost-of-living adjustments (COLA) were provided annually equal to the percentage increase in the annual average of the consumer price index for all urban consumers for the most recent calendar year, not to exceed 5% in any plan year. Effective July 1, 2009, and on July 1 of each year thereafter, the COLA is limited to 1.5% provided the recipient has been receiving a benefit for at least 12 months prior to the effective date of the COLA. If the recipient has been receiving a benefit for less than 12 months prior to the effective date of the COLA, the increase shall be reduced on a pro-rata basis for each month the recipient has not been receiving benefits in the 12 months preceding the effective date of the COLA. The Kentucky General Assembly reserves the right to suspend or reduce cost-of-living adjustments if, in its judgment, the welfare of the Commonwealth so demands.

*Contributions.* Contributions for employees are established in the statutes governing the KRS and may only be changed by the Kentucky General Assembly. The District rate of contribution for the year ended June 30, 2015 was 34.31% for employees occupying hazardous positions and 18.89% for employees occupying non-hazardous positions. Currently, employees occupying hazardous positions, as defined by statute, with employment dates prior to September 1, 2008 must contribute 8% of compensation, and employees hired after that date must contribute 9%. Of the contribution, 24.76% (hazardous) and 13.63% (non-hazardous) was deposited to the member's account while 9.55% (hazardous) and 5.26% (non-hazardous) was deposited to an account created for the payment of health insurance benefits under 26 USC Section 401(h) in the Pension Fund (see Kentucky Administrative Regulation 105 KAR 1:420E). The District makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2015, employer contributions for the District were \$161,481 based on a rate of 95.35% of covered payroll. The total covered payroll amounted to \$482,074 for the year ended June 30, 2015; total payroll amounted to \$505,571 for the same period. By law, employer contributions are required to be paid. The KRS may intercept the District's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Net Pension Liability**

The District's net pension liability (asset) was measured as of June 30, 2014, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date. (See Note N for a restatement related to the net pension liability).

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note E - Pension Plan (Continued)**

**Net Pension Liability (Continued)**

*Actuarial assumptions.* The total pension liability as of June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	4.0 percent
Salary increases	Representative values of the assumed annual rates of future salary increases from 4.75%-13.0% for nonhazardous members and 4.5%-20.0% for hazardous members, including inflation.
Investment rate of return	7.75% per annum, compounded annual for retirement and insurance benefits.

The rates of mortality for the period after service retirement are according to the 1983 Group Annuity Mortality Table for all retired members and beneficiaries as of June 30, 2006 and the 1994 Group Annuity Table for other members. The Group Annuity Mortality Table set forward five years is used for the period after disability retirement.

The actuarial assumptions used in the June 30, 2014 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2005 through June 30, 2008. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on plan assets is reviewed as part of the regular experience study prepared every five years for KRS. The most recent analysis, performed for the period covering fiscal years 2005 through 2008, is outlined in a report dated August 25, 2009. Several factors are considered in evaluating the long-term rate of return assumption including long term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected return, net of investment expense, and inflation) were developed by the investment consultant for each major asset class (See chart below.). These ranges were 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 then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumptions is intended to be a long term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Notes to Financial Statements (Continued)  
 Year Ended June 30, 2015

Note E - Pension Plan (Continued)

Net Pension Liability (Continued)

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
Domestic Equity	8.45%	30.00%
International Equity	8.85%	22.00%
Emerging Market Equity	10.50%	5.00%
Private Equity	11.25%	7.00%
Real Estate	7.00%	5.00%
Core US Fixed Income	5.25%	10.00%
High Yield US Fixed Income	7.25%	5.00%
Non US Fixed Income	5.50%	5.00%
Commodities	7.75%	5.00%
TIPS	5.00%	5.00%
Cash	3.25%	1.00%
		100.00%

The long-term expected rate of return on pension plan investments was established by the KRS Board of Trustees as 7.75 percent based on a blending of the factors described above.

*Discount rate.* The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the District will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the KRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive 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.

*Sensitivity of the net pension liability (asset) to changes in the discount rate.* The following presents the net pension liability (asset) of the District calculated using the discount rate of 7.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's net pension liability	\$ 1,161,645	\$ 888,000	\$ 655,653

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note E - Pension Plan (Continued)**

**Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

*Pension expense.* For the year ended June 30, 2015, the District recognized pension expense of \$69,000.

*Deferred outflows of resources and deferred inflows of resources.* For the year ended June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2014," will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$	\$ (87,000)
Contributions subsequent to the measurement date of June 30, 2014	<u>116,519</u>	<u>                    </u>
Total	<u>\$ 116,519</u>	<u>\$ (87,000)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended June 30:</b>	
2016	\$ (21,750)
2017	(21,750)
2018	(21,750)
2019	<u>(21,750)</u>
	<u>\$ (87,000)</u>

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

**Payable to the Pension Plan**

At June 30, 2015, the District reported a payable of \$13,645 (included in payroll liabilities amount on the Statement of Net Position and on the Balance Sheet - Governmental Funds) and for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2015.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note F - Tax and Revenue Anticipation Note**

The District has a tax and revenue anticipation note agreement with Fifth Third Bank that provides for borrowing up to \$167,588, with interest at a floating rate equal to 0.25% plus 65% of the sum of the LIBOR rate plus 1.25% (1.55% at June 30, 2015). This note expired February 13, 2015. There was no balance due on this note as of June 30, 2015.

	<u>June 30, 2014</u>	<u>Increase</u>	<u>Decrease</u>	<u>June 30, 2015</u>
Tax and Revenue Anticipation Note	\$ -	\$ 140,000	\$ (140,000)	\$ -

Tax and Revenue Anticipation Note obligations were paid from fiscal year ended June 30, 2015 general fund revenues. Interest paid on the note agreement during the year ended June 30, 2015 was \$238.

On October 23, 2015, the tax and revenue anticipation note agreement was renewed with Fifth Third Bank that provides for borrowing up to \$152,669, with interest consistent with the terms described above. The renewed note expires on February 28, 2016.

**Note G - Leases Payable**

The following is a summary of capital leases of the District for the year ended June 30, 2015:

	<u>Balance June 30, 2014</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2015</u>
Fifth Third Bank, interest at 3.50% per annum, due January 12, 2017, secured by real property	\$ 8,500	\$ -	\$ (8,500)	\$ -
Fifth Third Bank, interest at 3.80% per annum, due January 12, 2017, secured by equipment	600,058	-	(77,000)	523,058
Fifth Third Bank, interest at 3.80% per annum, due January 12, 2017, secured by real property	1,116,022	-	(42,500)	1,073,522
De Lage Landen, interest at 5.13% per annum, due September 04, 2018, secured by real property	30,387	-	(7,735)	22,652
	<u>\$ 1,754,967</u>	<u>\$ -</u>	<u>\$ (135,735)</u>	<u>\$ 1,619,232</u>

Long-term obligations were paid from fiscal year ended June 30, 2015 general fund revenues.

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note G - Leases Payable (Continued)**

Interest paid on capital lease obligations during fiscal year ended June 30, 2015 was \$67,311.

Future maturities of the Fifth Third and De Lage Landen leases payable are as follows:

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Future Maturities</u>
2016	\$ 126,890	\$ 30,913	\$ 157,803
2017	1,481,407	44,027	1,525,434
2018	7,194	437	7,631
2019	3,741	74	3,815
	<u>\$ 1,619,232</u>	<u>\$ 75,451</u>	<u>\$ 1,694,683</u>

**Note H - Property Tax Calendar and Rate**

Property taxes are assessed on January 1, issued in November of each year and submitted to the County Clerk for computation. Such taxes become a lien on property on the following May 1. The Sheriff of Jefferson County collects the property tax revenues and remits monthly to the District its portion less applicable discounts and fees beginning in November. A final settlement of such property taxes is received from the Sheriff at the time of audit. The tax rate set for the year ended June 30, 2015 was \$.10 per \$100 assessed valuation for real and personal property.

**Note I - Risk Management**

The District is subject to normal insurance risks as other fire protection districts of its size, including theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. In order to minimize its loss due to these various risks, the District carries insurance for general liability, workers' compensation, property, and commercial risk. The District has not had any significant reduction in coverage in the past year.

**Note J - Related Party Transactions**

In a governmental entity, related parties include members of the governing body (District Board of Trustees, etc.), board members, administrative officials (Fire Chief, Assistant Chief, etc.), immediate family members of the preceding individuals, and affiliated governmental units that are not included in the financial statements as part of the reporting entity such as water and sewer systems. There are no related party transactions to be disclosed.

**Note K - Contingencies**

The District's counsel has not been informed of any pending or threatened litigation, claims, and assessments with respect to which legal counsel has received sufficient information to determine unasserted possible claims or assessments that require or may call for financial statement disclosure upon which legal counsel has formed a professional conclusion that should be disclosed.



**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Notes to Financial Statements (Continued)**  
**Year Ended June 30, 2015**

**Note L - Deficit Balance - Unrestricted Net Position**

Net positions of the governmental activities are in a deficit balance as of June 30, 2015 due to current and prior years' operating losses and recording of pension liability.

**Note M - On Behalf Payments**

The District received \$22,472 from the State of Kentucky as administered by the Commission on Fire Protection Personnel Standards and Education for educational pay incentive.

**Note N - Restatement of Beginning Net Position Related to Fiscal Year 2014**

Beginning net position for governmental activities for fiscal year 2014 was restated to implement No. 68, Accounting and Financial Reporting for Pension - an amendment of GASB Statement No. 27 and record the beginning pension liability. The net pension for June 30, 2013 was not restated as information was not available to allow the restatement of the 2014 financial statements as the retirement plan did not measure the pension liability as of June 30, 2013, as such, only the liability has been restated as of June 30, 2014.

Statement of Net Position

Net position - Governmental Activities, June 30, 2014, prior to restatement	\$ (472,195)
June 30, 2014 Pension Liability	<u>(906,000)</u>
Net position - Governmental Activities, June 30, 2014 (Restated)	<u>\$ (1,378,195)</u>

**Note O - Future Accounting Pronouncements**

In February 2015, the GASB issued Statement No. 72, Fair Value and Measurement and Application. The requirements of the Statement are effective for financial statements for reporting periods beginning after June 15, 2015. This statement establishes standards for the hierarchy of inputs to valuation techniques used to measure fair value. This statement requires disclosures to be made about fair value measurements, the level of fair value hierarchy, and valuation techniques.

In June 2015, the GASB issued Statement No. 75, *Accounting and Reporting for Postemployment Other Than Pensions*. The provisions of this statement are effective for fiscal years beginning after June 15, 2017. This statement establishes new accounting and financial reporting requirements for OPEB plans. The scope of this Statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

The District is currently evaluating the impact that will result from adopting GASB No. 72 and GASB No. 75 and is therefore unable to disclose the impact that adopting these Standards will have on the District's financial position and the results of its operations when the Statement is adopted.

**Supplementary Information**

Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds  
 Budget and Actual  
 For the Year Ended June 30, 2015

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Real property taxes	\$ 968,055	\$ 968,055	\$ 963,533	\$ (4,522)
Motor vehicle taxes	82,000	82,000	76,678	(5,322)
Delinquent taxes	6,000	6,000	13,695	7,695
Franchise taxes	24,000	24,000	1,804	(22,196)
Personal/tangible tax	64,000	64,000	90,146	26,146
Federal grant revenue	147,690	147,690	130,840	(16,850)
Intergovernmental revenues	49,886	49,886	38,454	(11,432)
Fees and reimbursement	9,200	9,200	9,987	787
Other revenues	8,700	8,700	268,100	259,400
Total Revenues	1,359,531	1,359,531	1,593,237	233,706
<b>Expenditures</b>				
<b>Employee Payroll</b>				
Salaries and wages	377,049	377,049	379,076	(2,027)
Unscheduled overtime	18,000	18,000	21,708	(3,708)
State incentive pay	31,000	31,000	25,787	5,213
Vacation back pay	3,000	3,000	-	3,000
Payroll processing	2,500	2,500	2,808	(308)
Part-time salary	58,991	58,991	76,192	(17,201)
Total Employee Payroll	490,540	490,540	505,571	(15,031)
<b>Payroll Taxes</b>				
FICA - employer	31,436	31,436	29,168	2,268
Medicare - employer	7,352	7,352	6,822	530
State unemployment insurance	2,302	2,302	2,883	(581)
Total Payroll Taxes	41,090	41,090	38,873	2,217
<b>Employee Benefits</b>				
Health and dental insurance	86,092	86,092	49,439	36,653
Retirement expense	155,603	155,603	161,481	(5,878)
Workers compensation	18,500	18,500	21,564	(3,064)
Total Employee Benefits	260,195	260,195	232,484	27,711
<b>Administration</b>				
Advertising	500	500	60	440
Public relations	1,000	1,000	316	684
Recruiting	1,000	1,000	-	1,000
Sympathy and distress	800	800	442	358
Dues and subscriptions	13,100	13,100	12,915	185
Awards and recognition	15,000	15,000	15,435	(435)
Bank service charges	2,000	2,000	2,047	(47)
District tax rolls	100	100	-	100
Financing expenses	2,500	2,500	2,682	(182)
Contingency fund	8,591	8,591	382	8,209
Crusade expenses	200	200	-	200
Total Administration	44,791	44,791	34,279	10,512

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds**  
**Budget and Actual - Continued**  
**For the Year Ended June 30, 2015**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>Retention and Reimbursement</b>				
Reimbursement	40,000	40,000	38,075	1,925
Disability and life insurance	2,100	2,100	1,920	180
Total Retention and Reimbursement	42,100	42,100	39,995	2,105
<b>Utilities</b>				
Facility gas and electric	19,000	19,000	20,543	(1,543)
Facilities telephone	2,000	2,000	2,051	(51)
Facilities sewer	5,400	5,400	5,444	(44)
Facilities cable television	100	100	-	100
Cellular telephone	3,800	3,800	4,397	(597)
Facilities sanitation	1,200	1,200	1,122	78
Internet service	1,500	1,500	1,080	420
Total Utilities	33,000	33,000	34,637	(1,637)
<b>Loans, Rent and Interest</b>				
Apparatus loan/lease principal	77,000	77,000	77,000	-
Apparatus loan/lease interest	22,802	22,802	22,070	732
Facility loans principal	42,500	42,500	42,500	-
Facility loans interest	42,409	42,409	42,005	404
Tax anticipation note principal	180,000	180,000	140,000	40,000
Tax anticipation note interest	500	500	238	262
Equipment loans/lease principal	16,152	16,152	16,235	(83)
Equipment loans/lease interest	252	252	1,087	(835)
Total Loans, Rent and Interest	381,615	381,615	341,135	40,480
<b>Legal, Accounting and Insurance</b>				
Legal representation	7,000	7,000	4,389	2,611
Accounting/audit	8,500	8,500	7,860	640
Insurance	40,000	40,000	35,542	4,458
Jefferson County Fire Trustee Assn.	500	500	500	-
Total Legal, Accounting and Insurance	56,000	56,000	48,291	7,709
<b>Maintenance</b>				
Personal	1,000	1,000	1,118	(118)
Vehicle and apparatus	30,000	30,000	48,252	(18,252)
Radio	1,000	1,000	89	911
Portable and support equipment	6,000	6,000	2,019	3,981
Office and computer	1,000	1,000	797	203
Facility	15,000	15,000	17,291	(2,291)
Tool	2,000	2,000	-	2,000
Hydrant	100	100	-	100
Total Maintenance	56,100	56,100	69,566	(13,466)
<b>Facility improvements</b>				
General improvements	10,000	10,000	2,950	7,050
Total Facility Improvements	10,000	10,000	2,950	7,050

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds**  
**Budget and Actual - Continued**  
**For the Year Ended June 30, 2015**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>New Equipment</b>				
Radio	3,000	3,000	293	2,707
Portable equipment	10,000	10,000	19,301	(9,301)
Personal	28,000	28,000	18,894	9,106
Vehicle and apparatus	-	-	626	(626)
Tool	2,000	2,000	72	1,928
Computer hardware	5,000	5,000	3,544	1,456
Emergency equipment	4,000	4,000	2,527	1,473
<b>Total New Equipment</b>	<b>52,000</b>	<b>52,000</b>	<b>45,257</b>	<b>6,743</b>
<b>Supplies</b>				
Cleaning	3,000	3,000	3,110	(110)
Office and computer	5,500	5,500	3,829	1,671
Food and refreshments	2,000	2,000	1,997	3
Firefighting	500	500	448	52
Fuel and oil	25,000	25,000	19,416	5,584
Computer software	7,000	7,000	5,316	1,684
Postage and shipping	600	600	419	181
Vending supplies	500	500	392	108
<b>Total Supplies</b>	<b>44,100</b>	<b>44,100</b>	<b>34,927</b>	<b>9,173</b>
<b>Training</b>				
Schools and conferences	7,000	7,000	6,318	682
Equipment	2,000	2,000	856	1,144
Supplies	2,000	2,000	2,675	(675)
Medical testing	10,000	10,000	9,815	185
Outside instructors	5,000	5,000	15	4,985
<b>Total Training</b>	<b>26,000</b>	<b>26,000</b>	<b>19,679</b>	<b>6,321</b>
<b>Fire Prevention</b>				
Public education	1,000	1,000	-	1,000
Supplies	1,000	1,000	829	171
<b>Total Fire Prevention</b>	<b>2,000</b>	<b>2,000</b>	<b>829</b>	<b>1,171</b>
<b>Capital Expenditures</b>	<b>-</b>	<b>-</b>	<b>23,555</b>	<b>(23,555)</b>
<b>Total Expenditures</b>	<b>1,539,531</b>	<b>1,539,531</b>	<b>1,472,028</b>	<b>67,503</b>
<b>Deficiency Of Revenue</b>				
Over Expenditures	(180,000)	(180,000)	121,209	301,209
<b>Other Financing Sources</b>				
Proceeds from note obligations	180,000	180,000	140,000	(40,000)
<b>Total Other Financing Sources</b>	<b>180,000</b>	<b>180,000</b>	<b>140,000</b>	<b>(40,000)</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>261,209</b>	<b>261,209</b>
<b>Fund Balances, Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>234,144</b>	<b>234,144</b>
<b>Fund Balances, End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 495,353</b>	<b>\$ 495,353</b>

**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**  
**Explanation of Budget to GAAP Differences**  
**Year Ended June 30, 2015**

**Budgetary Basis of Accounting**

While the District reports financial position, results of operations and changes in fund balance on the modified cash basis of accounting, the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts and disbursements. The Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual presented RSI for each major governmental fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

**Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Schedule of Net Pension Liability and Related Ratios Based on Participation in  
 County Employees Retirement System of KRS  
 Year Ended June 30**

	<u>2014</u>
Total Net Pension Liability for County Employees Retirement Systems	\$ 1,201,825,000
Employer's Proportion (Percentage) of Net Pension Liability	0.07%
Employer's Proportion (Amount) of Net Pension Liability	\$ 888,000
Employer's Covered-Employer payroll	\$ 388,303
Employer's Proportionate Share (Amount) of the Net Pension Liability As a Percentage of Employer's Covered-Employer Payroll	228.69%
Total Pension Plan's Fiduciary Net Position	\$ 2,087,001,000
Total Pension's Plan Pension Liability	\$ 3,288,826,000
Total Pension Plan's Fiduciary Net Position as a Percentage of Total Pension Liability	63.46%

**Jefferson County Fire Protection District No. 14  
 McMahan Fire Protection District Holding Company, Inc.  
 Schedule of Contributions Based on Participation in the County Employees  
 Retirement System of KRS  
 Year Ended June 30**

Actuarially determined contribution	<u>2015</u>
Contributions in relation to the actuarially determined contribution	\$ 116,519
Contribution deficiency (excess)	<u>116,519</u>
Covered-employee payroll	\$ -
Contributions as a percentage covered- employee payroll	\$ 482,074
	24.17%

**NOTES TO SCHEDULES RELATED TO THE COUNTY EMPLOYEES RETIREMENT SYSTEM OF KRS  
 INFORMATION**

*Valuation date:* Actuarially determined contribution rates for 2015 were calculated based on the June 30, 2014 actuarial valuation.

*Methods and assumptions used to determine contribution rates:*

Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll, closed Remaining
Amortization period	29 years
Asset valuation	5-year smoothed market
Inflation	4.0 percent
Salary increases	4.5% - 20.0%
Investment Rate of Return	7.75 percent, net of investment expense, including inflation
Retirement age	55 years, age 50 with 15 years of service, or any age with 20 years of service (if hired before 9/1/2008) or 60 years, age 50 with 15 years of service, or any age with 25 years of service (if hired on or after 9/1/2008)



**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With Government Auditing Standards**

To the Board of Trustees  
**Jefferson County Fire Protection District No. 14**  
**McMahan Fire Protection District Holding Company, Inc.**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jefferson County Fire Protection District No. 14 and McMahan Fire Protection District Holding Company, Inc. (District) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 2, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With Government Auditing Standards (Continued)**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Montgomery Chilton Wadley, LLP*

Louisville, Kentucky  
November 2, 2015