

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

Applicant/Program: Jeffersontown Community Meeting Room Furnishings

Executive Summary of Request:

Jeffersontown Community Meeting Room Furnishings for Chairs, Tables & Dollies for the Community Room (\$12,770.40). The funding will provide tables and chairs for community meetings that are held throughout the year. In 2014 alone, Jeffersontown Fire Department had 500 people participate in community meetings, 600 children participate in tours and approximately 200 people participate in CPR classes. The meeting room is offered to the public free of charge.

Is this program/project a fundraiser?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Is this applicant a faith based organization?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does this application include funding for sub-grantee(s)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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.

<u>20</u> District #	<u>Stewart Bunker</u> Council Member Signature	<u>4385.20</u> Amount	<u>10/27/18</u> Date
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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.
N/A

Approved by:
_____ Date _____
Appropriations Committee Chairman

Clerk's Office Only:
Request Amount: _____ Committee Amended Appropriation: _____
Original Appropriation: _____ Council Amended Appropriation: _____

Applicant/Program: Jeffersontown Community Meeting Room Furnishings

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.

N/A

<u>22</u> District #	<u>Kevin J. Engel</u> Council Member Signature	<u>\$1,000.00</u> Amount	<u>10-22-15</u> Date
<u>11</u> District #	<u>Kevin J. Kramer</u> Council Member Signature	<u>\$4385.20</u> Amount	<u>10-27-15</u> Date
<u>18</u> District #	<u>Mark Fisher</u> Council Member Signature	<u>\$3,000.00</u> Amount	<u>10/27/15</u> Date
_____ District #	_____ Council Member Signature	_____ Amount	_____ Date
_____ District #	_____ Council Member Signature	_____ Amount	_____ Date
_____ District #	_____ Council Member Signature	_____ Amount	_____ Date
_____ District #	_____ Council Member Signature	_____ Amount	_____ Date

**LOUISVILLE METRO COUNCIL
NEIGHBORHOOD DEVELOPMENT FUND APPLICATION CHECKLIST**

Legal Name of Applicant Organization: Jeffersontown Fire Protection Distric

Program Name and Request Amount: 12,770.40

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



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 1 – APPLICANT INFORMATION			
Legal Name of Applicant Organization:		Jeffersontown Fire Protection District	
<i>(as listed on: http://www.sos.ky.gov/business/records)</i>			
Main Office Street & Mailing Address: 10530 Watterson Trail Louisville, Ky. 40299			
Website: www.jeffersontownfire.com			
Applicant Contact:	James Sebastian	Title:	Lt. Col.
Phone:	502-639-6865	Email:	jsebastian@jeffersontownfire.com
Financial Contact:	Leah Burton	Title:	Admin. Asst.
Phone:	502-267-7300	Email:	lburton@jeffersontownfire.com
Organization's Representative who attended NDF Training: James Sebastian			
GEOGRAPHICAL AREA(S) WHERE PROGRAM ACTIVITIES ARE (WILL BE) PROVIDED			
Program Facility Location(s):	10540 Watterson Trail		
Council District(s):	Benson	Zip Code(s):	40299
SECTION 2 – PROGRAM REQUEST & FINANCIAL INFORMATION			
PROGRAM/PROJECT NAME: Community Meeting Room Furnishing			
Total Request: (\$)	\$12,770.40	Total Metro Award (this program) in previous year: (\$)	0
Purpose of Request (check all that apply):			
<input type="checkbox"/> Operating Funds (generally cannot exceed 33% of agency's total operating budget) <input checked="" 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)			
The Following are Required Attachments:			
<input checked="" 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 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 checked="" type="checkbox"/> Staff including the 3 highest paid staff	
For the current fiscal year ending June 30, 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.			
Source:		Amount: (\$)	
Source:		Amount: (\$)	
Source:		Amount: (\$)	
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 checked="" 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:

I am writing to ask for your support in Jeffersontown Fire's request for Neighborhood Development Funding. This funding would provide tables and chairs for community meetings held in our facility throughout the calendar year.

In 2014, Jeffersontown had several Community events at our facility.

Public Meetings: approximately 500 participants

Children tours: approximately 600 participants

CPR class: approximately 200 participants

Current chairs and tables being used are over 10 years old and were donated from a hotel, which already had seen heavy traffic and wear.

Funding request would provide 100 chairs and 30 tables for the community meeting room.

Jeffersontown Fire Department believes that the benefit in allowing exposure to our facility and educating the public is detrimental in the growth of the community.



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.):

Start date would be when funds are made available, and finish date would be around 60 days for furniture arrival.

Program funding would allow continued use of our community room by Neighborhood Associations, Schools, Free CPR classes, and Public Preparedness.

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

Funds would be spent on chairs and tables for public use, which would allow more attendance and community involvement.

Some of these uses would be:

- Free CPR classes
- Community meetings
- Child Education
- Public Events

Handwritten initials "JES" in black ink.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

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

N/A

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:

In 2014, Jeffersontown had several Community events at our facility.

Public Meetings: approximately 500 participants

Children tours: approximately 600 participants

CPR class: approximately 200 participants

Jeffersontown Fire tracks the use of all attendants from each event and would be able to increase size of participation for each of the events above.

Jeffersontown Fire predicts that all numbers would at least double in the next calendar year. Jeffersontown Fire must limit use because of availability of chairs and tables.

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.

Currently working with LG&E on funding for CPR instructors and materials for free public classes. \$10,000.00



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
A: Personnel Costs Including Benefits			
B: Rent/Utilities			
C: Office Supplies			
D: Telephone			
E: In-town Travel			
F: Client Assistance (Attach Detailed List)			
G: Professional Service Contracts			
H: Program Materials			
I: Community Events & Festivals (Attach Detail List)			
J: Machinery & Equipment			
K: Capital Project			
L: Other Expenses (Attach Detail List)	\$12,770.40		\$12,770.40
*TOTAL PROGRAM/PROJECT FUNDS			
% of Program Budget	100 %	%	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
<p align="center"><i>Total Value of In-Kind</i> <i>(to match Program Budget Line Item.</i> Volunteer Contribution & Other In Kind)</p>		

* 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: **June 01, 2015**

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.

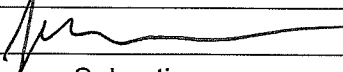
Standard Certifications

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.

Signature of Legal Signatory:		Date:	9/28/18
Legal Signatory: (please print):	James Sebastian	Title:	Lt. Col.
Phone:	502-639-6865	Extension:	
Email:	jsebastian@jeffersontownfire.com		



Quotation

1533 BANK STREET
 LOUISVILLE KY 40203
 (800) 457-5073
 (502) 585-4676

DATE: 09/17/15
 EXPIRES 12/31/15

SOLD TO JEFFERSONTOWN FIRE DEPARTMENT
 10530 WATTEYSON TRAIL
 JEFFERSONTOWN, KY 40299

SHIP TO CUSTOMER PICK UP

QUOTE #	SHIPPING METHOD	LEAD TIME
091715SW	CUSTOMER PICK UP	TBA

QTY	MODEL#	FRAME/FABRIC/OPTIONS	LIST PRICE EA	NET PRICE EA	EXTENDED
100	CS1311-SL	SILVER FRAME/GRADE TWO OR THREE FABRIC	\$ 307.00	\$ 91.43	\$ 9,143.00
30	TFD-1872-OAK	BLACK LEGS/OAK TOP	\$ 341.00	\$ 101.89	\$ 3,056.70
10	DLY-UNV	UNIVERSAL DOLLY	\$ 191.00	\$ 57.07	\$ 570.70

SUBTOTAL	\$ 12,770.40
FREIGHT	\$ -
TOTAL	\$ 12,770.40

FIRE DISTRICT CERTIFICATION
BY THE JEFFERSONTOWN FIRE PROTECTION DISTRICT

1. The name of the district is:

JEFFERSONTOWN FIRE PROTECTION DISTRICT.

The address of the headquarters of the Jeffersontown Fire Protection District is:

10530 Watterson Trail
Jeffersontown, Kentucky 40299.

2. Statutory authority under which the Jeffersontown Fire Protection was created is:

Kentucky Revised Statutes
Chapter 65 and Chapter 75.

3. The name and address of the chief executive officer of the Jeffersontown Fire Protection District are:

Sean F. Dreisbach
4113 Bolling Brook Drive
Jeffersontown, KY 40299

4. The names, addresses, and the date of expiration of the terms of Office of the members of the governing body of the Jeffersontown Fire Protection District are:

Chairperson: THOMAS E. RUCKRIEGEL
3611 Canterbury Drive
Jeffersontown, KY 40299
Term expires: 06/30/2016

Treasurer: MARK S. RATTERMAN
10410 Taylorsville Road
Jeffersontown, KY 40299
Term expires: 06/30/2016

Secretary: KEVIN CULVER
4703 Mile of Sunshine
Louisville, KY 40219
Term expires: 06/30/2019

ANITA JOHNSON
4410 Renaissance Dr.
Jeffersontown, KY 40299
Term Expires: 06/30/2018

DARIN NATION
10717 Alderbrook Place
Jeffersontown, KY 40299
Term Expires: 06/30/2017

STAN ADLER
4702 Stony Brook Dr
Jeffersontown, KY 40299
Term expires: 06/30/2017

JAMES KOESTEL
4215 Chenoweth Run Rd.
Louisville, KY 40299
Term expires: 6/30/2018

5. A legal description of the service area of the Jeffersontown Fire Protection District is attached as:

Exhibit "A"

IT IS HEREBY CERTIFIED THAT the foregoing information is true and accurate statement of: (a) the name of the Jeffersontown Fire Protection District; (b) the legal description of the service area of the Jeffersontown Fire Protection District; (c) the statutory authority under which the Jeffersontown Fire Protection District was created; (d) names, addresses and the date of expiration of the terms of office of each of the members of the Board of Trustees which is the governing body of the Jeffersontown Fire Protection District and its chief executive officer; on this August 12, 2015.



Kevin Culver, Secretary
JEFFERSONTOWN FIRE PROTECTION DISTRICT

This report is in the standard reporting form furnished by the Kentucky Finance & Administration Cabinet, pursuant to KRS 65.070(2), to the Jefferson County Clerk.



Jeffersontown Fire Protection District

Independent Auditors' Report

And Financial Statements

For The Year Ended

June 30, 2015

Jeffersontown Fire Protection District
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Jeffersontown Fire Protection District
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Independent Auditors' Report

To the Members of the Board of Trustees
Jeffersontown Fire Protection District
Jeffersontown, Kentucky

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the major fund of the Jeffersontown Fire Protection District (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 accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also included evaluation the appropriateness of accounting policies used and the reasonableness or significant accounting estimates made by management, as well as evaluation the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the major fund, of the Jeffersontown Fire Protection District, as of June 30, 2015, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information on pages 3 through 6 and pages 25 through 27, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary schedules on pages 28 through 30 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Governmental Auditing Standards*, we have also issued our report dated September 8, 2015, on our consideration of the Jeffersontown Fire Protection District's internal control over financial reporting and on our test 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Jeffersontown Fire Protection District's internal control over financial reporting and compliance.

Baldwin CPAs, PLLC

Baldwin CPAs, PLLC
September 8, 2015

Jeffersontown Fire Protection District
Management's Discussion and Analysis (MD&A)
June 30, 2015

As management of the Jeffersontown Fire Protection District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the financial statements.

FINANCIAL HIGHLIGHTS

- As of June 30, 2015, the District's total assets amounted to approximately \$5,920,000, an increase of approximately \$500,000 from the prior year.
- Cash available for use to pay the District's obligations as of June 30, 2015 is \$1,359,661, an increase of approximately \$720,000 from the prior year. This increase was primarily the result of the sale of fire station number two and insurance proceeds from damage to fire truck.
- The District's net position increased by approximately \$1.1 million from the prior year.
- Depreciation expense (noncash expenditure) for the year was approximately \$303,000.
- The District received property taxes totaling approximately \$5,023,000 for the year. Prior year amount was approximately \$4,920,000.
- The District's total expenses were under budget by approximately \$684,000 taking contingencies into consideration.
- The District implemented two new required reporting standards from the Governmental Accounting Standards Board (GASB) that resulted in significant changes in financial reporting for FY 2015.
- GASB No. 68 – Accounting and Financial Reporting for Pensions – required the District, for the first time, to record its proportionate share of the County Employees' Retirement System's (CERS) net pension liability. The District has recorded a net pension liability of approximately \$5.9 million as well as related deferred outflows and inflows of resources as a result of the new standard.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The Fire District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

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, deferred outflows and deferred inflows, and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District's is improving or deteriorating.

Jeffersontown Fire Protection District
Management's Discussion and Analysis (MD&A)
June 30, 2015

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The government-wide financial statements outline functions of the District's that are principally supported by various taxes, licenses and fees. The governmental activities of the District include fire and administrative services.

Property taxes, licenses and permits also support fixed assets and related debt. The government-wide financial statements can be found on pages 7-8 of this report.

FUND FINANCIAL STATEMENTS - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District's uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are classified as governmental funds. The basic fund financial statements can be found on pages 9-12 of this report.

NOTES TO THE FINANCIAL STATEMENTS - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13-24 of this report.

The District's financial position is the product of several financial transactions including the net results of the activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

Financial Analysis (Government-wide Basis)

**Table 1
Net Position**

	Activities	
	2015	2014
Current and other assets	\$ 1,605,948	\$ 745,528
Capital assets	4,315,288	4,630,026
Deferred outflows of resources	519,015	-
Total assets and deferred outflows	<u>6,440,251</u>	<u>5,375,554</u>
Deferred inflows of resources	464,652	-
Current and other liabilities	585,763	649,791
Long-term debt outstanding	661,509	964,835
Net pension liability	5,897,737	6,021,372
Total liabilities and deferred inflows	<u>7,609,661</u>	<u>7,635,998</u>
Net position:		
Invested in capital assets	3,350,454	3,287,139
Restricted	-	35,000
Unrestricted	(4,504,935)	(5,601,713)
Total net position	<u>\$ (1,154,481)</u>	<u>\$ (2,279,574)</u>

Jeffersontown Fire Protection District
Management's Discussion and Analysis (MD&A)
June 30, 2015

Table 2
Changes in Net Position

	Governmental Activities	
	2015	2014
Revenues		
Program Revenues:		
Charges for services	\$ 9,900	\$ 13,200
Operating Grants and Contributions	188,244	205,539
General Revenues:		
Taxes	5,023,478	4,920,322
Interest Income	196	180
Miscellaneous Income	229,753	35,352
Gain on sale of assets	444,863	1,889
Violation Fees	-	3,800
Total Revenues	<u>5,896,434</u>	<u>5,180,282</u>
Expenses:		
Administration	381,396	391,794
General Fire Services	4,389,945	4,598,227
Total Expenses	<u>4,771,341</u>	<u>4,990,021</u>
Increase in net position	<u>\$ 1,125,093</u>	<u>\$ 190,261</u>

Tangible personal property taxes and omitted taxes increased approximately \$70,000 from prior year. Miscellaneous income includes approximately \$212,000 of insurance proceeds from a damaged fire truck. Total expenses decreased approximately \$550,000 from prior year as a result of the new pension reporting standards which defers cost recognition to future periods. Group health and dental insurance expenses increased approximately \$110,000 from prior year.

CAPITAL ASSETS

The District purchased approximately \$127,000 in capital additions in fiscal year 2015 including fire gear, a generator, a vehicle and replaced the phone system and the IT server due to lightning damage. On June 30, 2015 the District sold land and property related to fire station #2 for approximately \$514,000. The District recognized approximately \$212,000 in revenue related to insurance proceeds from damage to the ladder truck.

Table 3
Capital Assets

	Governmental Activities	
	2015	2014
Land	\$ 668,410	\$ 694,889
Buildings and improvements	4,382,185	4,501,971
Equipment	2,379,727	1,313,707
Vehicles	1,458,175	1,835,702
Accumulated depreciation	<u>(4,573,210)</u>	<u>(4,605,773)</u>
Total Capital Assets, Net	<u>\$ 4,315,287</u>	<u>\$ 3,740,496</u>

Jeffersontown Fire Protection District
 Management's Discussion and Analysis (MD&A)
 June 30, 2015

DEBT

The District made bond principal payments of \$232,087 in fiscal year 2015. The capital lease liability with PNC was paid in full in FY 2015. The District did not incur any new debt financing in FY 2015.

**Table 4
 Outstanding Debt at Year-End**

	Governmental Activities	
	2015	2014
Bond payable	\$ 622,357	\$ 854,440
Capital lease payable	342,478	469,317
Totals	<u>\$ 964,835</u>	<u>\$ 1,323,757</u>

COMMENTS ON BUDGET COMPARISONS

- Property tax rates remain consistent with prior year.
- Actual revenues exceeded budget by approximately \$226,000.
- Actual expenses were under budget by approximately \$684,000 primarily related to employee payroll and benefits and contingency.

Contacting the Fire District:

This financial report is designed to provide citizens, creditors, and other users with an overview of the Fire District's finances, fiscal practices and responsibility. If you have questions or need additional information, please contact the Fire Chief at 10530 Watterson Trail Jeffersontown, KY 40299-3754.

Jeffersontown Fire Protection District
Statement of Net Position
June 30, 2015

Assets

Current Assets:	
Cash and cash equivalents	\$ 1,349,661
Taxes receivable	51,748
Other receivables	212,378
Prepaid insurance	7,080
Total Current Assets	<u>1,620,867</u>

Capital Assets:	
Land	668,410
Buildings and improvements (Net of \$1,925,820 depreciation)	2,456,365
Equipment (Net of \$1,468,911 depreciation)	213,909
Vehicles (Net of \$1,178,479 depreciation)	976,604
Net Capital Assets	<u>4,315,288</u>

Total Assets	<u>5,936,155</u>
--------------	------------------

Deferred Outflows of Resources	
Pension contributions - current year	<u>519,015</u>

Liabilities

Current Liabilities:	
Accounts payable	22,582
Accrued payroll expense	48,839
Accrued employee benefits	75,269
Accrued interest expense	4,102
Accrued insurance payable	5,768
Other current liabilities	1,977
Current portion of bond and lease payable	303,325
Total Current Liabilities	<u>461,862</u>

Noncurrent Liabilities	
Accrued vacation	123,891
Bond payable and lease	661,509
Net pension liability	5,897,737
Total Noncurrent Liabilities	<u>6,683,137</u>

Total Liabilities	<u>7,144,999</u>
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Deferred Inflows of Resources	
Net difference between projected and actual investment earnings on pension plan investments	<u>464,652</u>

Net Position	
Net investment in capital assets	3,350,454
Restricted	-
Unrestricted	(4,504,935)
Total Net Position	<u>\$ (1,154,481)</u>

Jeffersontown Fire Protection District
Statement of Activities
For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues		Net Revenue(Expense) Governmental Activities
		Charges for Services	Operating Grants and Contributions	
Administration	\$ 381,396	\$ 9,900	\$ -	\$ (371,496)
General Fire Services	4,389,945	-	188,244	(4,201,701)
Total	\$ 4,771,341	\$ 9,900	\$ 188,244	(4,573,197)
General Revenues				
Taxes				5,023,478
Interest Income				196
Miscellaneous Income				229,753
Gain on sale of assets				444,863
Total General Revenues				5,698,290
Change in Net Position				1,125,093
Net Position-beginning of year, as originally reported				3,760,928
Prior Period Adjustment				(6,040,502)
Net Position-beginning of year, as restated				(2,279,574)
Net position-end of year				\$ (1,154,481)

Jeffersontown Fire Protection District
 Balance Sheet - Governmental Funds
 June 30, 2015

	<u>General</u>
Assets	
Cash and cash equivalents	\$ 1,349,661
Taxes receivable	51,748
Other receivables	212,378
Prepaid insurance	<u>7,080</u>
Total Assets	<u><u>\$ 1,620,867</u></u>
Liabilities	
Accounts payable	\$ 22,582
Accrued employee benefits	75,269
Accrued payroll expense	48,839
Accrued insurance payable	5,768
Other current liabilities	1,977
Accrued interest expense	<u>4,102</u>
Total Liabilities	<u>158,537</u>
Fund Balances	
Nonspendable:	7,080
Unrestricted	<u>1,455,250</u>
Total Fund Balances	<u>1,462,330</u>
Total Liabilities and Fund Balances	<u><u>\$ 1,620,867</u></u>

Jeffersontown Fire Protection District
 Reconciliation of the Governmental Funds Balance Sheet to
 the Statement of Net Position
 For the Year Ended June 30, 2015

Total fund balance - total governmental funds	\$ 1,462,330
Amounts reported for governmental activities in the statement of activities are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds, net of accumulated depreciation and amortization of \$4,572,543.	4,315,288
Deferred outflows and inflows used in governmental activities are not financial resources and therefore are not reported in the governmental funds:	
Outflows related to pension	519,015
Inflows related to pension	(464,652)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:	
Due within 1 year	(303,325)
Due in more than 1 year	(785,400)
Net pension liability	<u>(5,897,737)</u>
 Net Position of governmental activities	 <u>\$ (1,154,481)</u>

Jeffersontown Fire Protection District
Statement of Revenues, Expenditures, and Changes in Fund
Balances - Governmental Funds
For the Year Ended June 30, 2015

	<u>General Fund</u>
Revenues:	
Taxes	\$ 5,023,478
State aid	188,244
Rent income	9,900
Interest income	196
Miscellaneous income	229,753
Total Revenues	<u>5,451,571</u>
Expenditures:	
Fire protection - operations	4,267,578
Administration	328,694
Capital outlay	130,155
Debt service:	
Principal	358,854
Interest	37,829
Total Expenditures	<u>5,123,110</u>
Revenues Over Expenditures	328,461
Other Financing Sources (Uses)	
Proceeds of line of credit	1,267,500
Payments of line of credit	(1,267,500)
Proceeds on capital assets sold	560,004
Total Other Financing Sources and (Uses)	<u>560,004</u>
Net Change in Fund Balances	888,465
Fund balances - beginning of year, as originally reported	568,742
Prior period adjustment	<u>5,123</u>
Fund balances - beginning of year, as restated	<u>573,865</u>
Fund balances - end of year	<u>\$ 1,462,330</u>

See accompanying notes to financial statements.

Jeffersontown Fire Protection District
 Reconciliation of the Statement of Revenues, Expenditures and
 Changes in Fund Balances - Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2015

Net change in fund balances - total governmental funds	\$ 888,465
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:</p>	
Capital asset purchases recorded	127,422
The net effect of various transactions involving capital assets (sales, trade ins, and contributions) is to decrease capital assets recorded in the current period	(115,140)
Depreciation and amortization expense not recorded as expenditure in governmental funds	(302,767)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:	358,923
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:</p>	
Accrued compensated absences	(9,808)
Net pension liability	<u>177,998</u>
Change in Net Position of Governmental Activities	<u>\$ 1,125,093</u>

Jeffersontown Fire Protection District
Notes to Financial Statements
June 30, 2015

Note 1 – Summary of Significant Accounting Policies

The Reporting Entity

The Jeffersontown Fire Protection District (The District) was created and established for the purpose of providing fire protection and fire prevention services to the citizens and property owners of the City of Jeffersontown. The District was established under provisions of Chapter 75 of the Kentucky Revised Statutes as a special taxing district and is recognized by the Internal Revenue Service as a political subdivision of the Commonwealth of Kentucky for federal income tax purposes.

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 trustees are appointed by either the county judge/executive or the mayor. Two trustees are elected by members of the firefighters of the District.

A review of other agencies was performed in order to determine if they met the criteria as discussed above for inclusion in the District's financial statements. District management determined that no other agencies should be in the District's financial statements.

Basis of Accounting

The accounting and reporting policies of the Jeffersontown Fire Protection District relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles presented by the Government Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governments and by the Financial Accounting Standards Board (when applicable). The District first applies restricted resources when an expense is incurred for restricted and unrestricted purposes. The more significant policies of the District are described below.

Net Position/Fund Balances

In the combined statement of net position, the difference between the District's assets and deferred outflows and the District's liabilities and deferred inflows is recorded as the District's net position. The three components of net position are as follows:

Invested in Capital Assets – This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes, or other borrowing attributable to the acquisition, construction, or improvement of capital assets.

Restricted Net Position – Net assets that are restricted by external sources such as banks or by law are reported separately as restricted net assets. When assets are required to be retained in perpetuity, these non-expendable net assets are recorded separately from expendable net assets. These are components of restricted net assets. The District has no restricted net assets as of June 30, 2015.

Unrestricted Net Position – This category represents net assets not appropriated for expenditures or legally segregated for a specific future use.

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balances (Continued)

In the balance sheet of governmental funds the difference between the assets and liabilities of governmental funds is reported as fund balance. Fund balance is divided into the following classifications, as applicable:

Non-spendable – These resources include amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. The District's non-spendable funds consisted of prepaid expenses of \$7,080 as of June 30, 2015.

Restricted – Amounts constrained for a specific purpose by external parties, constitutional provisions or enabling legislation. The District had no restricted funds as of June 30, 2015.

Committed – Amounts constrained for a specific purpose by the District using its highest level of decision-making authority. For resources considered committed the Board of Trustees or the member from the Board of Trustees given authority to assign amounts. The District had no committed funds for capital expenditures as of June 30, 2015.

Assigned – Amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Amounts may be assigned by the Board of Trustees or the member from the Board of Trustees given authority to assign amounts. The District had no assigned funds as of June 30, 2015.

Unassigned – Amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund.

Basis of Presentation

The Government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all activities of the District. These are district activities normally supported by taxes.

The Statement of Activities demonstrated 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.

Component Unit Presentation

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, is set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards.

Based on the aforementioned criteria the District has no component unit.

General Fund

The General fund is the general operating fund of the District. All financial resources, except those required to be accounted for in other funds, are accounted for in the general fund.

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured, basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting refers to timing of the measurement made regardless of the measurement focus applied

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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 presents increases (revenues) and decreases (expenses) in net total position. Under the accrual basis of accounting revenues are recognized when earned. Expenses are recognized at the time a liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible, that is: when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectable within the current period or soon enough thereafter to be used to pay liabilities of the current period.

The District considers property taxes as available if they are collected within 30 days after year end. A one year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when related fund liability is incurred. However, debt service expenditures are recorded only when the payment is due. The revenues susceptible to accrual are property taxes, state aid, and interest income and all other revenues are recognized when received.

Budgets and Budgetary Accounting

The District follows these procedures in establishing the budgetary data reflected in the financial statements: Formal budgetary integration is employed as a management control device during the year for the General Fund. The budget is prepared on a basis consistent with generally accepted accounting principles.

The budget by statute, including expenditures set aside for emergency purposes, is required to be approved by the Board of Trustees.

The Statement of Revenues and Expenditures – Budget and Actual amounts for the General Fund present a comparison of the legally adopted budget (approved by the Board of Trustees May 13, 2014 and amended October 21, 2014) with actual data on a budgetary basis.

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. Accordingly, actual results differ from those estimates.

Deposits and Investments

Deposits and investments are carried at cost. State statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, certificates of deposits, 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.

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

Investments in excess of the insured amount must be secured with approved securities pledged by the financial institutions. The District had no investments at June 30, 2015.

Cash and Cash Equivalents

The District has defined cash and cash equivalents to include cash on hand and demand deposits and highly liquid investments with and original maturity of three months or less.

The District's cash and cash equivalents of \$835,376 were held entirely by one financial institution at June 30, 2015. Of this balance, \$250,000 was covered by Federal depository insurance, and \$585,376 was collateralized with securities pledged by the financial institution in the District's name at June 30, 2015.

Prepaid Items

Prepaid balances are for payments made by the District in the current year to provide services occurring in the subsequent fiscal year and reserve for prepaid (if required) has been recorded to signify that a portion of fund balance is not available for other subsequent expenditures.

Compensated Balances

All unpaid, compensated absences that will be liquidated with expendable available financial resources have been accrued as a liability in the general fund. In the government-wide Statement of Net Position, the total amount of unpaid compensated absences is reported within accrued expenses. Earned vacation pay may be paid upon termination.

Property and Equipment

Capital assets which include land, buildings and improvements, equipment and vehicles are reported in the applicable governmental columns in the governmental-wide financial statements. All capital assets are valued at their historical cost or estimated historical cost if actual historical is not available.

Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expense. Renewals and betterments are capitalized with a threshold of \$2,000 at the completion of construction, when additions are placed into service.

Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	50 Years
Improvements	20 Years
Fire Trucks	15-25 Years
Vehicles	5-10 Years
Equipment	5-10 Years
Fire Fighting Gear	5-10 Years

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 2 – Property and Equipment

A summary of changes in property and equipment for the year ended June 30, 2015, follows:
Governmental Activities:

	Beginning Balance	Additions	Disposals	Ending Balance
Land	\$ 694,889	\$ -	\$ 26,478	\$ 668,411
Buildings and improvements	4,501,971	3,700	123,486	4,382,185
Equipment	2,313,707	88,706	22,686	2,379,727
Vehicles	1,835,702	35,018	412,545	1,458,175
Total Assets at Historical Cost	<u>9,346,269</u>	<u>127,424</u>	<u>585,195</u>	<u>8,888,498</u>
Less: accumulated depreciation				
Buildings and improvements	1,929,250	95,155	98,585	1,925,820
Equipment	1,426,447	57,514	15,050	1,468,911
Vehicles	1,384,799	150,099	356,419	1,178,479
Total Acc. Depreciation	<u>4,740,496</u>	<u>302,768</u>	<u>470,054</u>	<u>4,573,210</u>
Total Capital Assets, Net	<u>\$ 4,605,773</u>	<u>\$ (175,344)</u>	<u>\$ 115,141</u>	<u>\$ 4,315,288</u>

Depreciation expense was charged to the functions of the District as follows:

Administration	\$ 5,134
Fire	<u>297,634</u>
Total depreciation expense governmental activities	<u>\$ 302,768</u>

Note 3 – Long-term Debt

Bond Payable

Bonds payable consists of the following at June 30, 2015:

<u>Bank/Lessor</u>	<u>Amount</u>	<u>Origin</u>	<u>Due</u>	<u>Rate</u>	<u>Secured By</u>
Kentucky				Variable	(2) KME Pumper Trucks
League of Cities	\$1,840,000	1/19/98	2/15/18	1.00%	Facilities

The following is a summary of long-term bond transactions of the District for the year ended June 30, 2015:

Bond payable at June 30, 2014	\$ 854,440
Principal paid	<u>(232,083)</u>
Bond payable at June 30, 2015	<u>\$ 622,357</u>

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 3 – Long-term Debt (Continued)

Future maturities of bond payable are as follows:

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>
2016	237,357	15,822
2017	242,083	10,238
2018	142,917	3,930
Total Payments	<u>\$ 622,357</u>	<u>\$ 29,990</u>

Capital Lease Payable

Capital lease payable consists of the following at June 30, 2015:

The following is a summary of long-term lease transactions of the District for the year ended June 30, 2015:

<u>Bank/Lessor</u>	<u>Amount</u>	<u>Origin</u>	<u>Due</u>	<u>Rate</u>	<u>Secured By</u>
PNC Equipment Finance	\$387,380	5/13/08	5/13/15	3.98%	2009 Pierce 2000 GPM
Lease payable at June 30, 2014					\$ 62,088
Principal paid					<u>(62,088)</u>
Lease payable at June 30, 2015					<u>\$ -</u>
<u>Bank/Lessor</u>	<u>Amount</u>	<u>Origin</u>	<u>Due</u>	<u>Rate</u>	<u>Secured By</u>
BB & T Bank	\$470,000	12/13/12	1/20/20	1.88%	2013 Seagrave
Lease payable at June 30, 2014					\$ 407,502
Principal paid					<u>(64,751)</u>
Lease payable at June 30, 2015					<u>\$ 342,751</u>

Future maturities of lease payable are as follows:

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>
2016	65,968	6,439
2017	67,208	5,198
2018	68,472	3,935
2019	69,759	2,648
2020	71,344	1,336
Total Payments	<u>\$ 342,751</u>	<u>\$ 19,556</u>

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 4 – Property Tax Calendar and Rate

Property taxes 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 January 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 Sherriff 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 5 – Retirement Plan

Recent Accounting Pronouncements

In June 2012, the GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions- An Amendment of GASB Statement No. 27. The objective of this Statement is to improve financial reporting by state and local governmental pension plans. In addition, it requires the liability of the employers and non-employer contributing entities to employees for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. In addition, this Statement requires additional changes to the Required Supplementary Information, among other extensive changes. This Statement is effective for the fiscal year 2015 and the District implemented in fiscal year 2015.

Plan Description

The District contributes to the County Employees' Retirement System (CERS). CERS is a cost-sharing multiple-employer defined benefit pension plan that cover all regular full-time members employed in non-hazardous and hazardous duty positions of any state department, board, agency, county, city, school board, and any additional eligible local agencies electing to participate. The plan provides for retirement, disability, and death benefits to plan members. Retirement benefits may be extended to beneficiaries of plan members under certain circumstances.

CERS was created by the Kentucky General Assembly. Benefits are fully vested immediately upon reaching 60 months of service and are established by state statutes. Benefits of CERS members are calculated on the basis of age, final average salary and service credit. CERS also provides survivor, disability and health care coverage. Authority to establish and amend benefits is provided by Kentucky Revised Statutes Section 61.645.

For the fiscal year ended June 30, 2015 the District's covered payroll for hazardous and non-hazardous positions was \$2,567,836..

Kentucky Revised Statutes provides authority for employee and employer contributions. Employees and the District have contributed all of the required contributions for the fiscal year ending June 30, 2015.

Contribution rates are as follows:

	<u>Employee</u>	<u>Employer</u>
Non-hazardous	5.0%-6.0%	17.67%
Hazardous	8.0%-9.0%	34.31%

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 5 - Retirement Plan (Continued)

The District's contribution for the fiscal year ended June 30, 2015 amounted \$1,074,245, of which \$845,735 was contributed by the District and \$228,510 by the District's employees.

Membership in CERS consisted of the following at June 30, 2014:

	<u>Non-Hazardous</u>	<u>Hazardous</u>	<u>Total</u>
Retirees and beneficiaries currently receiving benefits	46,112	6,006	52,178
Inactive memberships	70,231	2,038	72,269
Active plan members	<u>82,494</u>	<u>9,189</u>	<u>91,683</u>
	<u>198,837</u>	<u>17,233</u>	<u>216,130</u>
Number of participating employers			<u>1,137</u>

CERS issues a stand-alone financial report, which may be obtained from Kentucky Retirement System, 1260 Louisville Road, Frankfort, Kentucky, 40601.

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

At June 30, 2015, the District reported a liability of \$5,897,737 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2014, the District's proportion was 0.486 percent for hazardous and .001 percent for non-hazardous.

For the year ended June 30, 2015, the District recognized pension expense of \$667,737. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual results	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on Plan investments	-	580,813
Amortization of deferred inflows from net difference between projected and actual earnings on Plan investments (5-years)	-	(116,153)
District contributions subsequent to the measurement date	519,019	-
Total	<u>\$ 519,019</u>	<u>\$ 464,660</u>

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 5 - Retirement Plan (Continued)

The \$519,019 of deferred outflows of resources resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending June 30,	
2016	\$(116,200)
2017	(116,200)
2018	(116,200)
2019	(116,200)

The Schedule of Deferred Inflows and Outflows, and Pension Expense include only certain categories of deferred outflows of resources and deferred inflows of resources. These include differences between expected and actual experience, changes of assumptions and differences between projected and actual earnings on plan investments. The Schedule does not include deferred outflows/inflows of resources for changes in the employer's proportionate share of contributions or employer contributions made subsequent to the measurement date. The net pension liability as of June 30, 2014, is based on the June 30, 2014, actuarial valuation for the first year of implementation. As a result, there are no differences between expected and actual experience or changes in assumptions subject to amortization.

Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed five year period.

Actuarial Methods and Assumptions

The total pension liability for CERS was determined by applying procedures to the actuarial valuation as of June 30, 2014. The financial reporting actuarial valuation as of June 30, 2014, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2014
Experience Study	July 1, 2005 – June 30, 2008
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	30 years
Asset Valuation Method	5-year smoothed market
Inflation	3.5%
Salary Increase	4.5%, average, including inflation
Investment Rate of Return	7.75%, net of pension plan investment expense, including inflation

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 Mortality Table for all other members. The Group Annuity Mortality Table set forward five years is used for the period after disability retirement.

The long-term expected return on plan assets is reviewed as part of the regular experience studies 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,

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 5 – Retirement Plan (Continued)

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. 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 assumption 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.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	
Domestic equity	30	8.45	%
International equity	22	8.85	
Emerging Market Equity	5	10.5	
Private equity	7	11.25	
Real estate	5	4.5	
Core US Fixed Income	10	5.25	
High yield US fixed income	5	7.25	
Non US fixed income	5	5.5	
TIPS	5	5.9	
Commodities	5	7.75	
Cash	1	3.25	
Total	<u>100</u>		%

Discount Rate

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment return of 7.75%. The long-term assumed investment rate of return was applied to all periods of projected of benefit payments to determine the total pension liability.

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 5 – Retirement Plan (Continued)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

	Discount rate	District's proportionate share of net pension liability
1% decrease	6.75%	\$ 7,666,000
Current discount rate	7.75%	\$ 5,898,000
1% increase	8.75%	\$ 4,327,000

Note 6 – Contingencies – Lawsuits

The District is not involved in lawsuits or matters which require disclosure with the ABA Statement policy regarding Lawyer's Responses to Auditors' Request per the opinion of counsel.

Note 7 – Risk Management

Significant losses are covered by commercial insurance with premiums (based on industry information adjusted for any District claims) for general liability, vehicles, personal and real property. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

Note 8 – On Behalf Payment Salaries

The District received \$173,325 from the State of Kentucky as administered by the Commission on Fire Protection Personnel Standards and Education for educational pay incentive.

Note 9 – Fire Training Academy and Financial Guarantees

During 2002, the District, along with Fern Creek, Buechel, and Lyndon Fire Districts, signed a Construction/Permanent Loan Note (the "Note") with a local bank as equal borrowers up to \$620,000. The Note is secured by real estate with a cost basis of approximately \$570,000. As draws were made on the Note, the above noted districts loaned the proceeds to the Jefferson County Fire Training Academy (the "Academy") to construct a new training facility. A total of \$618,268 was converted into a "permanent" note at a fixed rate of 4.55% for 72 months. In November 2009 five additional members joined the Academy and refinanced the loan at \$463,268 at a fixed rate of 4.72% to be paid in full in annual payments beginning in January 2011. In November 2014, the loan was refinanced at 2.85% with a maturity date of November 2019. At that time, two of the nine districts were released of the financial responsibility.

Jeffersontown Fire Protection District is one of nine district members of the Jefferson County Fire Training Academy, Inc. which reported unrestricted assets in excess of liabilities at June 30, 2015 of \$1,642,007.

Jeffersontown Fire Protection District
Notes to Financial Statements (Continued)
June 30, 2015

Note 9 – Fire Training Academy and Financial Guarantees (Continued)

The District as an equal co-borrower is responsible for 14.3% of the outstanding balance of the Note as a guarantor. Management evaluated the District's exposure to loss at June 30, 2015 and no accrual was deemed necessary.

The districts pay fees to the Academy to utilize the facilities for fire training for their employees. In addition, the facility is available to use for a fee by other Metro Louisville area fire protection districts. The fees are intended to cover operating expenses and debt retirement of the facility.

Note 10 – Line of Credit

The District opened a Line of Credit July 1, 2010 with a commercial bank with a maximum borrowing limit of \$2,000,000 bearing interest at 2.19% per annum or the prime rate whichever is greater. Amounts outstanding under the Line of Credit are collateralized by the District's property tax receipts. There was no outstanding balance at June 30, 2015. Effective July 1, 2015 the maturity of this Line of Credit was extended to June 30, 2016.

Note 11 – Prior Period Adjustments

Government-wide net assets were decreased by \$6,040,502 as a result of adjustments to net pension liability and unamortized loan costs.

As described in Note 5 regarding the District's participation in the County Employee's Retirement Plan, the Government Accounting Standards Board's Statement #68 became effective for fiscal year 2015. The new standard required the District to report its proportionate share of the net pension liability. That amount was calculated to be \$6,021,372 as of June 30, 2014.

Unamortized loan costs of \$19,130 were written-off in accordance with GASB 65 which was effective for FY 2014.

Note 12 – Subsequent Events

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through September 8, 2015 the date the financial statements were available to be issued.

On July 15, 2015 the District ordered a new fire truck from Pierce Manufacturing, Inc. for approximately \$1,022,000. Approximately \$730,000 will be financed over 10 years at 2.5% through BB&T.

Required Supplementary Information

Jeffersontown Fire Protection District
Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds
Budget and Actual
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$4,947,253	\$ 4,959,015	\$ 5,023,478	\$ 64,463
State aid	194,600	194,600	188,244	(6,356)
Grants	-	2,500	-	(2,500)
Rent income	13,200	13,200	9,900	(3,300)
Interest income	100	100	196	96
Miscellaneous income	57,830	56,049	229,753	173,704
Unencumbered cash balance carryover	387,731	568,742		(568,742)
Total Revenue and Carryover	5,600,714	5,794,206	5,451,571	(342,635)
Expenditures:				
Employee payroll and taxes	2,873,580	2,831,115	2,761,810	(69,305)
Employee benefits	1,509,389	1,538,018	1,463,031	(74,987)
Administration	38,110	39,410	41,724	2,314
Utilities	120,300	120,300	115,257	(5,043)
Legal, accounting and insurance	79,600	79,600	93,907	14,307
Maintenance	96,000	86,500	83,657	(2,843)
Supplies	35,000	49,500	15,604	(33,896)
Training	16,750	16,750	19,297	2,547
Fire prevention	4,000	4,000	1,916	(2,084)
Capital outlay	75,000	75,000	130,155	55,155
Contingency	387,731	568,742	-	(568,742)
Debt service:				
Principal	358,855	358,855	358,854	(1)
Interest	33,416	33,416	31,344	(2,072)
Line of credit interest	10,000	8,000	6,554	(1,446)
Total Expenditures	5,637,731	5,809,206	5,123,110	(684,650)
Other Financing Sources (Uses):				
Proceeds of line of credit			1,267,500	1,267,500
Payments of line of credit	-	-	(1,267,500)	(1,267,500)
Proceeds on sale of surplus property	-	-	560,004	560,004
Total Other Financing Sources and (Uses)	-	-	560,004	560,004
Net Change in Fund Balances	\$ -	\$ -	\$ 888,465	\$ 888,465

Jeffersontown Fire Protection District
Schedule of the District's Proportionate Share of the Net Pension Liability
County Employees' Retirement System

	June 30, 2015	
	<u>Hazardous</u>	<u>Non-Hazardous</u>
District's proportion of the net pension liability (asset)	0.485824%	0.001818%
District's proportionate share of the net pension liability (asset)	\$ 5,838,754	\$ 58,983
District's covered-employee payroll	\$ 2,525,781	\$ 62,908
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	231.17%	93.76%
Plan fiduciary net position as a percentage of the total pension liability	63.46%	66.80%

Jeffersontown Fire Protection District
Schedule of the District's Contributions
County Employees' Retirement System
For the Year Ended
June 30, 2015

	<u>2015</u>
Contractually required contribution (includes \$326,716 for Health Insurance Fund)	\$ 845,735
Contributions in relation to the contractually required contribution	<u>(845,735)</u>
Contribution deficiency (excess)	<u>\$ -</u>
District's covered-employee payroll	\$ 2,588,689
Contributions as a percentage of covered-employee payroll	32.67%

Supplementary Information

Jeffersontown Fire Protection District
Schedule of Revenues
For the Year Ended June 30, 2015

Revenues:

Taxes - assessments as of January 1, 2014	\$ 5,023,478
State aid	188,244
Rent income	9,900
Interest income	196
Miscellaneous	<u>229,753</u>
Total Revenues	<u>\$ 5,451,571</u>

Jeffersontown Fire Protection District
Schedule of Expenditures
For the Year Ended June 30,2015

Employee Payroll:	
Salaries	<u>\$ 2,575,401</u>
Total Employee Payroll	<u>2,575,401</u>
Payroll Taxes:	<u>186,409</u>
Employee Benefits:	
Group health and dental insurance	505,495
Firefighter pension	845,735
Clothing allowance	29,639
Payroll-vacation	-
Unemployment insurance	5,141
Workers compensation insurance	<u>77,021</u>
Total Employee Benefits	<u>1,463,031</u>
Administration:	
Hydrant painting	3,710
Contingency fund	-
Nominal fee	-
Administrative expense	7,661
Extermination services	822
Security services	385
Public meetings	1,648
Dues and subscriptions	8,673
Physicals	15,119
Board meetings	1,475
Advertising	1,850
Flowers	<u>381</u>
Total Administration	<u>41,724</u>
Utilities and Fuel:	
Electricity and cable	34,097
Telephone and electronic communications	17,868
Water, sewage, and garbage	11,625
Vehicle fuel	<u>51,667</u>
Total Utilities and Fuel	<u>115,257</u>
Legal, Accounting, and Insurance:	
Legal accounting and auditing	32,663
Insurance	<u>61,244</u>
Total Legal, Accounting, and Insurance	<u>93,907</u>

Jeffersontown Fire Protection District
Schedule of Expenditures (Continued)
For the Year Ended June 30,2015

Maintenance:	
Vehicle and apparatus	62,253
Radios	1,887
Portable and support	8,998
Office and computer	6,311
Fire stations	<u>4,208</u>
Total Maintenance	<u>83,657</u>
Supplies:	
Office and computer	5,844
Uniforms	1,694
Firefighting	<u>8,066</u>
Total Supplies	<u>15,604</u>
Training:	
Schools and conferences	15,743
Travel	<u>3,554</u>
Total Training	<u>19,297</u>
Fire Prevention:	
Supplies	<u>1,916</u>
Total Fire Prevention	<u>1,916</u>
Capital Outlay:	
Vehicle and apparatus	35,018
Portable support	39,130
Office equipment	35,408
Facilities and improvement	<u>20,599</u>
Total Capital Outlay	<u>130,155</u>
Debt Service:	<u>358,854</u>
Interest:	<u>37,898</u>
Total Expenditures	<u><u>\$ 5,123,110</u></u>

Independent Auditors' 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 Chief and the Board of Trustees
Jeffersontown Fire Protection District

We have audited, 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, the financial statements of the governmental activities and each major fund for Jeffersontown Fire Protection District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Jeffersontown Fire Protection District's basic financial statements and have issued our report thereon dated September 8, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Jeffersontown Fire Protection 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 Jeffersontown Fire Protection District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Jeffersontown Fire Protection District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist were not identified. However, as described in the accompanying schedule or findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiency.

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. We consider the deficiencies described in the accompanying schedule of findings and responses as 2015-1 and 2015-2 to be material weaknesses.

A *significant deficiency* is a deficiency, or 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jeffersontown Fire Protection District's financial statements are free of 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.

Jeffersontown Fire Protection District's Responses to Findings

The Jeffersontown Fire Protection District's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The Jeffersontown Fire Protection District's responses were not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

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 entity'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.

Baldwin CPAs, PLLC

Baldwin CPAs, PLLC
September 8, 2015

Jeffersontown Fire Protection District
Schedule of Findings and Responses
June 30, 2015

A. Findings – Financial Statement Audit

2015-1

Criteria:

As discussed in *Standards for Internal Control in the Federal Government* published by the General Accounting Office of the United States, internal control is an integral component of an organization's management that provides reasonable assurance that an objective of reliable financial reporting is being achieved. Organizations should implement procedures to ensure this objective is achieved.

Condition:

During the audit procedures performed, instances of this objective not being completely achieved were noted.

Cause:

The District's limited internal resources prevent the preparation of financial statements and related note disclosures in accordance with Generally Accepted Accounting Principles.

Effect:

The District was unable to prepare or review their financial statements and related note disclosures in accordance with Generally Accepted Accounting Principles.

Views of responsible officials and planned corrective actions:

We are aware that we have limited resources which prevent the preparation of financial statements and related note disclosures in accordance with Generally Accepted Accounting Principles. It is due to these limited resources that we cannot have additional personnel or seek the assistance of outside accounting firms to assist with this process.

2015-2

Criteria:

As discussed in *Standards for Internal Control in the Federal Government* published by the General Accounting Office of the United States, internal control is an integral component of an organization's management that provides reasonable assurance that an objective of reliable financial reporting is being achieved. Organizations should implement procedures to ensure this objective is achieved.

Condition:

During the audit procedures performed, instances of this objective not being completely achieved were noted.

Cause:

There are not appropriate segregation of duties in the areas of general ledger bookkeeping, cash receipts and disbursements. The individual charged with maintaining the general ledger is also responsible for collecting and recording cash receipts, making deposits, preparing checks, receives the bank statements, prepares the bank reconciliation without adequate mitigating controls in place.

Effect:

This condition could provide an opportunity for misappropriation of funds and concealment of such activity.

2014-2 (continued)

Views of responsible officials and planned corrective actions:

The District has limited resources that prevent being able to further segregate duties, but will implement stronger internal controls to help mitigate any risk associated with the process.

SUBSTITUTE

IDENTIFICATION NUMBER

RA 95-0057018

PLEASE LIST THE APPROPRIATE NUMBER BELOW

JEFFERSONTOWN FIRE PROTECTION DISTRICT

P O BOX 99204
LOUISVILLE KY

40299

EMPLOYER IDENTIFICATION NUMBER

SOCIAL SECURITY NUMBER
- INDIVIDUALS ONLY -

OR

CERTIFICATION - UNDER PENALTIES OF PERJURY, I CERTIFY THAT THE NUMBER SHOWN ON THIS FORM IS MY CORRECT TAXPAYER IDENTIFICATION NUMBER

SIGNATURE

Robert H. Maddox, Chief

DATE

11-15-83

2015-2016
Budget Worksheet

2015 - 2016 Budget

Ordinary Income/Expense

Income

6000 · REVENUE	
6100 · REAL PROPERTY TAXES	3,776,000.00
6101 · TANGIBLE PERSONAL PROPERTY	656,783.00
6103 · STATE PENSION REIMBURSEME	52,000.00
6104 · MISC INCOME	15,701.00
6105 · INCENTIVE PAY INCOME	142,600.00
6106 · JEFF CO MOTOR TAX INCOME	290,000.00
6107 · OMITTED INTANGIBLE	40,000.00
6108 · DELINQUENT TAX INCOME	30,000.00
6109 · LINK ACCOUNT INTEREST	100.00
6110 · KY STATE MOTOR TAX	12,000.00
6202 · RENT INCOME	-
6205 · IN LIEU OF TAX INCOME	162,515.00
6206 · VIOLATIONS FEE	-
6207 · GRANT INCOME	-
6209 · TELECOMMUNICATIONS	17,830.00
6210 · EQUIPMENT DISPOSAL	5,000.00
Total 6000 · REVENUE	<u>5,200,529.00</u>
6204 · LINE OF CREDIT PROCEEDS	2,000,000.00
Total Income	<u>5,200,529.00</u>
Total Revenue + Line of Credit	7,200,529.00
Contingency	568,742.00
Revenue + Line of Credit + Contingency	7,769,271.00

2015-2016

Budget Worksheet

2015 - 2016 Budget

Expense

7000 · PERSONAL SERVICES	
7100 · SALARIES	
7101 · ADMINISTRATIVE	129,776.00
7102 · ADMINISTRATIVE OPERATIONS	82,759.00
7103 · EMERGENCY OPERATIONS	71,998.00
7104 · SUPPORT SERVICES	52,395.00
7106 · FIRE SUPPRESSION	1,988,213.00
7114 · INCENTIVE PAY	139,500.00
7115 · OVERTIME	218,703.00
Total 7100 · SALARIES	<u>2,683,344.00</u>
7107 · FICA-EMPLOYER SHARE	205,987.00
7108 · WORKMANS COMP	90,013.00
7109 · PENSION	875,987.00
7110 · CLOTHING ALLOWANCE	25,920.00
7111 · GROUP & DENTAL INS.	540,000.00
7112 · UNEMPLOYMENT INS.	6,400.00
7113 · ADMINISTRATIVE EXPENSE	10,000.00
Total 7000 · PERSONAL SERVICES	<u>4,437,651.00</u>
8000 · CONTRACTURAL SERVICES	
8001 · NOMINAL FEE	0.00
8003 · EXTERMINATION SERVICES	950.00
8005 · GARBAGE COLLECTION SERV.	800.00
8007 · SECURITY SERVICE	360.00
8008 · ELECTRONIC COMMUNICATIONS	7,000.00
Total 8000 · CONTRACTURAL SERVICES	<u>9,110.00</u>
8200 · BLDG/GROUNDS MAINT & SUP	
8201 · MAINTENANCE & SUPPLIES EX	25,000.00
Total 8200 · BLDG/GROUNDS MAINT & SUP	<u>25,000.00</u>

**2015-2016
Budget Worksheet**

2015 - 2016 Budget

8300 · OFFICE EXPENSE	
8301 · ADVERTISING	1,500.00
8302 · DUES & SUBSCRIPTIONS	10,300.00
8303 · OFFICE EQUIP MAINT & SERV	7,500.00
8304 · POSTAGE	1,200.00
8305 · PRINTING & PRODUCTION	500.00
8306 · OFFICE SUPPLIES & EXP	3,000.00
Total 8300 · OFFICE EXPENSE	24,000.00
8400 · TRAINING, TRAVEL & EDUCAT	
8401 · TRAVEL EXPENSE	3,000.00
8403 · TRAINING TUITION	2,000.00
8405 · EDUCATIONAL & TRAIN SUPPL	1,750.00
8406 · TRAINING EQUIPMENT	
8410 · TRAINING ACADEMY	10,000.00
Total 8400 · TRAINING, TRAVEL & EDUCAT	16,750.00
8500 · UTILITIES	
8501 · ELECTRICITY	32,000.00
8502 · GAS	7,000.00
8503 · WATER	8,000.00
8504 · PHONE	8,000.00
Total 8500 · UTILITIES	55,000.00
8700 · FIRE APP,AUTO & PUMP EXP	
8701 · AUTO-MAINT & SUPPLIES	6,500.00
8702 · AUTO - FUEL	21,000.00
8703 · APPARATUS-MAINT & SUPPLIE	44,000.00
8704 · APPARATUS - FUEL	28,500.00
8706 · FIREFIGHTING EQUIP MAINT	2,500.00
8707 · SCBA MAINTENANCE	4,000.00
Total 8700 · FIRE APP,AUTO & PUMP EXP	106,500.00

2015-2016

Budget Worksheet

2015 - 2016 Budget

8800 · RADIO REPAIR & MAINT.
 8801 · RADIO MAINT & REPAIR
 Total 8800 · RADIO REPAIR & MAINT.

2,000.00
 2,000.00

8900 · OTHER EXPENSES
 8901 · INSURANCE
 8904 · PROFESSIONAL SERVICES
 8905 · FLOWER FUND EXPENSE
 8906 · BOARD OF TRUSTEES MTG EXP
 8907 · FIREFIGHTER PHYSICAL EXAM
 8908 · PUBLIC MEETINGS

47,600.00
 33,000.00
 500.00
 2,100.00
 13,000.00
 4,000.00

Total 8900 · OTHER EXPENSES

100,200.00

9000 · SPECIALIZED SUPPLIES
 9001 · CLOTHING-CLASS A,B,C UNIF
 9002 · FIRE FIGHTING SUPPLIES
 9003 · FOOD SUPPLIES
 9004 · FIRE PREVENTION SUPPLIES

3,000.00
 12,000.00
 4,000.00
 4,000.00

Total 9000 · SPECIALIZED SUPPLIES

23,000.00

2015-2016

Budget Worksheet

2015 - 2016 Budget

9800 · CAPITAL EXPENDITURES
 9801 · IMPROVEMENTS
 9802 · BUILDING
 9803 · FIRE FIGHTING EQUIP
 9804 · RADIO EQUIPMENT
 9805 · UNIFORMS
 9806 · HOSE
 9807 · BOND ISSUE- INTEREST
 9807.1 · BOND ISSUE - PRINCIPAL
 9809 · COMPUTERS
 9810 · OFFICE EQUIPMENT
 9811 · COMMAND VEHICLES
 9816 · APPARATUS-BB&T-3338
 Total 9800 · CAPITAL EXPENDITURES

14,000.00
 0.00
 5,000.00
 0.00
 40,000.00
 0.00
 24,266.00
 303,052.00
 3,000.00
 4,000.00
 0.00
 393,318.00

9900 · CONTINGENCY FUND
 9901 · LINE OF CREDIT INTEREST
 Total Expense

568,742.00
 8,000.00
 5,769,271.00

Total Expenses subtract Contingency

\$5,200,529.00

Jeffersontown Staff

Chief Sean Dreisbach

Lt. Col. Tom Darst

Lt. Col. James Sebastian

Administrative Assistant Leah Burton

Captains

Eran Dunn
Matt Keith
Darin Nation

Eric Dunn
Bill Howard
Chris Rader

Sean Brinley
Rick Ruckriegel
Joey Klumb

Sergeants

Daniel Latosinski
Matt Slyter
Chris Wright

James Marble
Kevin Culver
Scott White

Rob Frizzell
Greg Price
Tony Lawson

Firefighters

Paul Birchall
Sam Haverstick
Josh Johnson
Nathan Lyons
Randy Reid
Michael Schuerman
Mike Vasta
Mark Williams
Lance Beckner

Chad Conway
Andrew Hutchinson
Ron Kaelin
Kerry Martin
Kyle Reiber
Nick Shopa
Mike Wallingford
Brian Kuhn

Bob Frizzell
Charles Jarboe
Jordan Lyons
David Obrein
Brian Schmitt
Zachary Taylor
Bruce Wardrip
Andrew Hinton