

DICKINSON RURAL FIRE DISTRICT

FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

FOR THE YEARS ENDED
DECEMBER 31, 2023 AND 2022

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Dickinson Rural Fire District
Dickinson, North Dakota 58601

Management is responsible for the accompanying financial statements of the governmental activities and the major fund of the Dickinson Rural Fire District as of and for the years ended December 31, 2023 and 2022, and related notes to the financial statements, which collectively comprise the Dickinson Rural Fire District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Accounting principles generally accepted in the United States of America require that the required supplementary information on page 15 through page 16 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a required 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. Such information is the responsibility of management. The required supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Hoerner Rodakowski, P.C.

Dickinson, North Dakota
July 23, 2024

DICKINSON RURAL FIRE DISTRICT
STATEMENTS OF NET POSITION
DECEMBER 31, 2023 and 2022

	Primary Government	
	Governmental Activities	
	<u>2023</u>	<u>2022</u>
ASSETS		
CURRENT ASSETS		
Cash and Investments	\$ 1,467,593	\$ 1,124,178
Taxes Receivable	68,984	38,860
Prepaid Expenses	<u>35,285</u>	<u>34,870</u>
TOTAL CURRENT ASSETS	1,571,862	1,197,908
CAPITAL ASSETS		
Capital Assets - Not Being Depreciated	9,000	9,000
Capital Assets - Being Depreciated, Net	<u>2,734,697</u>	<u>3,065,332</u>
TOTAL CAPITAL ASSETS	<u>2,743,697</u>	<u>3,074,332</u>
TOTAL ASSETS	<u><u>\$ 4,315,559</u></u>	<u><u>\$ 4,272,240</u></u>
LIABILITIES		
Accounts Payable	\$ 38,873	\$ 40,023
Accrued Interest Payable	7,474	9,923
Noncurrent Liabilities:		
Due Within One Year	40,186	34,530
Due in More Than One Year	<u>384,391</u>	<u>517,338</u>
TOTAL LIABILITIES	<u>470,924</u>	<u>601,814</u>
NET POSITION		
Net Investment in Capital Assets	2,319,120	2,522,464
Unrestricted	<u>1,525,515</u>	<u>1,147,962</u>
TOTAL NET POSITION	<u><u>\$ 3,844,635</u></u>	<u><u>\$ 3,670,426</u></u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

2023	Function/Program	Expenses	Program Revenues			Net (Expenses)
			Charges for	Operating	Capital	Revenue and
			Services	Grants and	Grants and	Changes in
				Contributions	Contributions	Net Position
						Governmental
						Activities
PRIMARY GOVERNMENT						
GOVERNMENT ACTIVITIES						
	Fire Protection	\$ 599,368	\$ -	\$ -	\$ 2,200	\$ (597,168)
	Interest on Long-Term Debt	20,260	-	-	-	(20,260)
	TOTAL PRIMARY GOVERNMENT	<u>\$ 619,628</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,200</u>	<u>\$ (617,428)</u>
GENERAL REVENUES						
	Taxes					
	Property Taxes; levied for general purposes					\$ 747,790
	Earnings on Investments					43,427
	Miscellaneous Revenue					420
	TOTAL GENERAL REVENUES					791,637
	CHANGE IN NET POSITION					174,209
	NET POSITION – JANUARY 1, 2023					<u>3,670,426</u>
	NET POSITION DECEMBER 31, 2023					<u>\$ 3,844,635</u>
2022	Function/Program	Expenses	Program Revenues			Net (Expenses)
			Charges for	Operating	Capital	Revenue and
			Services	Grants and	Grants and	Changes in
				Contributions	Contributions	Net Position
						Governmental
						Activities
PRIMARY GOVERNMENT						
GOVERNMENT ACTIVITIES						
	Fire Protection	\$ 695,545	\$ -	\$ -	\$ 1,519	\$ (694,026)
	Interest on Long-Term Debt	24,345	-	-	-	(24,345)
	TOTAL PRIMARY GOVERNMENT	<u>\$ 719,890</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,519</u>	<u>\$ (718,371)</u>
GENERAL REVENUES						
	Taxes					
	Property Taxes; levied for general purposes					\$ 693,744
	Earnings on Investments					6,814
	Miscellaneous Revenue					23,827
	TOTAL GENERAL REVENUES					724,385
	CHANGE IN NET POSITION					6,014
	NET POSITION – JANUARY 1, 2022					<u>3,664,412</u>
	NET POSITION DECEMBER 31, 2022					<u>\$ 3,670,426</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
BALANCE SHEETS – GOVERNMENTAL FUND
DECEMBER 31, 2023 and 2022

	<u>2023</u>		<u>2022</u>	
	<u>Major Fund</u>		<u>Major Fund</u>	
	<u>General</u>	<u>Total Governmental Funds</u>	<u>General</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Investments	\$ 1,467,593	\$ 1,467,593	\$ 1,124,178	\$ 1,124,178
Taxes Receivable	68,984	68,984	38,860	38,860
Prepaid Expenses	35,285	35,285	34,870	34,870
TOTAL ASSETS	<u>\$ 1,571,862</u>	<u>\$ 1,571,862</u>	<u>\$ 1,197,908</u>	<u>\$ 1,197,908</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ 38,873	\$ 38,873	\$ 40,023	\$ 40,023
Deferred Revenue	68,984	68,984	38,860	38,860
TOTAL LIABILITIES	<u>107,857</u>	<u>107,857</u>	<u>78,883</u>	<u>78,883</u>
FUND BALANCES				
Nonspendable	35,285	35,285	34,870	34,870
Unassigned	1,428,720	1,428,720	1,084,155	1,084,155
TOTAL FUND BALANCES	<u>1,464,005</u>	<u>1,464,005</u>	<u>1,119,025</u>	<u>1,119,025</u>
TOTAL LIABILITIES and FUND BALANCES	<u>\$ 1,571,862</u>	<u>\$ 1,571,862</u>	<u>\$ 1,197,908</u>	<u>\$ 1,197,908</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
RECONCILIATIONS OF THE BALANCE SHEETS
TO THE STATEMENTS OF NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Total <i>Fund Balances</i> for Governmental Funds	\$ 1,464,005	\$ 1,119,025
Total <i>Net Position</i> Reported for Government Activities in the Statement of Net Positions Is Different Because:		
Property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as deferred revenues in the funds	68,984	38,860
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	2,743,697	3,074,332
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly not reported as fund liabilities. All liabilities-both current and long-term are reported in the statement of net position		
Interest Payable	(7,474)	(9,923)
Notes Payable	<u>(424,577)</u>	<u>(551,868)</u>
TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 3,844,635</u>	<u>\$ 3,670,426</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
STATEMENTS OF REVENUES, EXPENDITURES and
CHANGES IN FUND BALANCE – GOVERNMENTAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

	<u>2023</u>		<u>2022</u>	
	<u>General</u>	<u>Total Governmental Funds</u>	<u>General</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 717,666	\$ 717,666	\$ 662,570	\$ 662,570
Donations	2,200	2,200	1,519	1,519
Interest Income	43,427	43,427	6,814	6,814
Miscellaneous Revenue	420	420	23,827	23,827
TOTAL REVENUES	763,713	763,713	694,730	694,730
EXPENDITURES				
Fire Protection				
General Government				
Salaries and Benefits	58,098	58,098	57,542	57,542
Insurance	37,319	37,319	37,315	37,315
Office Expenses	2,036	2,036	995	995
Repairs and Maintenance	60,806	60,806	62,391	62,391
Communications	8,912	8,912	16,495	16,495
Supplies	38,343	38,343	91,693	91,693
Training and Travel	6,864	6,864	4,356	4,356
Professional Fees	3,000	3,000	12,335	12,335
Gas and Fuel	7,440	7,440	9,161	9,161
Inspection and Safety	9,897	9,897	11,569	11,569
Utilities	20,914	20,914	19,998	19,998
Dues, Licenses, and Miscellaneous	3,105	3,105	1,552	1,552
Capital Expenditures	-	-	7,759	7,759
Debt Service				
Principal	127,291	127,291	216,011	216,011
Interest	22,708	22,708	26,962	26,962
TOTAL EXPENDITURES	406,733	406,733	576,134	576,134
Excess (Deficiency) of Revenues Over Expenditures	356,980	356,980	118,596	118,596
Other Financing Sources (Uses)	(12,000)	(12,000)	-	-
NET CHANGE IN FUND BALANCES	344,980	344,980	118,596	118,596
FUND BALANCE – JANUARY 1	1,119,025	1,119,025	1,000,429	1,000,429
FUND BALANCE – DECEMBER 31	<u>\$ 1,464,005</u>	<u>\$ 1,464,005</u>	<u>\$ 1,119,025</u>	<u>\$ 1,119,025</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
RECONCILIATIONS OF THE GOVERNMENTAL FUND STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE – GOVERNMENT FUND
TO THE STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Net change in <i>Fund Balances</i> – Total Governmental Funds	\$ 344,980	\$ 118,596
The changes in Net Position reported for governmental activities in the Statement of Activities is different because:		
Some revenues reported on the Statement of Activities are not reported as revenue in the government funds since they do not represent available resources to pay current expenditures. This consists of the increase (decrease) in taxes receivable		
	30,124	31,174
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital expenditures	-	7,759
Depreciation expense	(330,635)	(370,143)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position		
	127,291	216,011
Some expenses reported in the Statement of Activities do not require the use of current financial resources and are not reported as expenditures in governmental funds.		
Net decrease (increase) in interest payable	<u>2,449</u>	<u>2,617</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 174,209</u>	<u>\$ 6,014</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Date of Management's Review – Management has evaluated subsequent events through July 23, 2024 the date on which the financial statements were available to be issued.

The financial statements of the Dickinson Rural Fire District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Financial Reporting Entity

The accompanying financial statements present the activities of Dickinson Rural Fire District. The district has considered all potential component units for which the district is financially accountable and other organizations for which the nature and significance of their relationships with the district are such that exclusion would cause the district's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of Dickinson Rural Fire District to impose its will on that organization for (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the Dickinson Rural Fire District.

Based on these criteria, there are no component units to be included within the fire district as a reporting entity.

Basis of Presentation

Government-wide statements: The statements of net position and the statements of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, charges for service, and other non-exchange transactions.

The statements of activities present a comparison between direct expenses and program revenues for each function of the district's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the district's funds. A separate statement for the fund category-governmental is presented. The emphasis of fund financial statements is on major governmental funds.

The District Reports the Following Major Governmental Fund:

General Fund: This is the district's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide: The government-wide financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the district gives (or receives) value without directly receiving (or giving) equal values in exchange, including property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The district considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. All revenues are considered susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital assets acquisitions are reported as expenditures in government funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the district funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the district's policy to first apply cost-reimbursement grant resources to such programs, and then by general revenues.

When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first, then unrestricted resources as they are needed.

Cash and Investments

Cash includes amount in demand deposits, money market accounts and liquid short-term investments with original maturities of three months or less.

Capital Assets

Capital assets include all land, buildings, equipment, and other elements of the fire district's infrastructure having an individual cost of \$5,000 or more. Capital assets, which are used for general governmental purposes and are not available for expenditure, are accounted for and reported in the government-wide financial statements. Donated capital assets are recorded at estimated fair market value. Depreciation is calculated over the estimated useful lives of the capital assets using the straight line method as follows:

<u>Description</u>	<u>Method</u>	<u>Estimated Useful Life</u>
Land	Nondepreciable	N/A
Land Improvements	Straight-Line	15 Years
Buildings	Straight-Line	39 Years
Building Improvements	Straight-Line	15 - 39 Years
Vehicles and Equipment	Straight-Line	3 - 10 Years

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend lives are not capitalized but shown in the financial statements as repairs and maintenance expense.

See Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

Use of Estimates

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

Fund Balances

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Unassigned: This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

Net Position Balances

The government-wide financial statements report information on all activities of the District. The state of net assets presents the following net asset classifications:

Net investment in capital assets: This classification consists of capital assets, net of accumulated depreciation

Unrestricted net position: This classification consists of net position that does not meet the definition of the preceding category.

NOTE 2 – LEGAL COMPLIANCE – BUDGETS

The fire district spent the general fund budget for 2023 and 2022, respectively, as the board approved revised budgets equal to actual for both 2023 and 2022.

NOTE 3 – DEPOSITS

In accordance with North Dakota statutes, the district maintains deposits at the depository banks designated by the governing board. All depositories are members of the Federal Reserve System.

Deposits must be either deposited with the Bank of North Dakota or in other financial institutions situation and doing business within the state. Deposits, other than with the Bank of North Dakota, must be fully insured or bonded. In lieu of a bond, a financial institution may provide a pledge of securities equal to 110% of the deposits not covered by insurance or bonds.

Authorized collateral includes bills, notes, or bonds issued by the United States government, its agencies or instrumentalities, all bonds and notes guaranteed by the United States government, Federal Land Bank bonds, bonds, notes, warrants, certificates of indebtedness, insured certificates of deposit, and shares of investment companies registered under the investment Companies Act of 1940. And all other forms of securities issued by the State of North Dakota, its boards, agencies or instrumentalities or by any county, city, township, school, unit, park unit, or other political subdivision of the state of North Dakota, whether payable from special revenues or supported by the full faith and credit of the issuing body and bonds issued by any other state of the United States or such other securities approved by the banking board.

See Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

At year ended December 31, 2023 the district's carrying amount of deposits was \$1,467,593 and the bank balance was \$424,577. Of the bank balances, up to \$250,000 was covered by Federal Depository Insurance and the remaining bank balance was covered by collateral held by the pledging bank in the District's name.

Credit Risk

The district may invest idle funds as authorized in North Dakota Statutes, as follows:

- (a) Bonds, Treasury bills and notes, or other securities that are direct obligation insured or guaranteed by, the Treasury of the United States, or its agencies, instrumentalities, or organizations created by an act of congress.
- (b) Securities sold under agreements to repurchase written by a financial institution in which the underlying securities for the agreement to repurchase are the type listed above.
- (c) Certificates of Deposit fully insured by the Federal Deposit Insurance Corporation.
- (d) Obligations of the State.

Concentration of Credit Risk

The district does not have a limit on the amount they may invest in any one issuer.

NOTE 4 – TAXES RECEIVABLE

The taxes receivable represents the past two years of uncollected current and delinquent taxes. No allowance has been established for uncollectible taxes receivable.

The county treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Any material tax collections are distributed after the end of each month.

Property taxes are levied as of January 1. The property taxes attach as an enforceable lien on property on January 1 and may be paid in two installments. The first installment includes one-half of the real estate taxes and all the special assessments and the second installment is the balance of the real estate taxes. The first installment is due by March 1 and the second installment is due by October 15. A 5% discount on property taxes is allowed if all taxes and special assessments are paid by February 15. After the due dates, the bill becomes delinquent and penalties are assessed.

Most property owners choose to pay property taxes and special assessments in a single payment on or before February 15 and receive the discount on the property taxes.

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

NOTE 5 – CAPITAL ASSETS

A summary of changes in capital assets are as follows:

	Balance 12-31-22	Additions (Disposals)	Balance 12-31-23	Accumulated Depreciation	Net Book Value 12-31-23
Land	\$ 9,000	\$ -	\$ 9,000	\$ -	\$ 9,000
Land Improvements	34,014	-	34,014	14,928	19,086
Buildings	2,474,065		2,474,065	524,506	1,949,559
Building Improvements	55,579	-	55,579	13,739	41,840
Vehicles and Equipment	3,226,445	-	3,226,445	2,502,233	724,212
	<u>\$ 5,799,103</u>	<u>\$ -</u>	<u>\$ 5,799,103</u>	<u>\$ 3,055,406</u>	<u>\$ 2,743,697</u>

Depreciation expense was charged to functions as follows:

	<u>2023</u>	<u>2022</u>
Governmental Activities		
Public Safety	<u>\$ 330,635</u>	<u>\$ 370,143</u>

See Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

NOTE 6 – LONG-TERM DEBT

During the years ended December 31, 2023 and 2022, the following changes occurred in liabilities reported in the long-term liabilities for governmental activities:

December 31, 2023	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Notes Payable	<u>\$ 551,868</u>	<u>\$ -</u>	<u>\$ 127,291</u>	<u>\$ 424,577</u>	<u>\$ 40,186</u>

December 31, 2022	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Notes Payable	<u>\$ 767,879</u>	<u>\$ -</u>	<u>\$ 216,011</u>	<u>\$ 551,868</u>	<u>\$ 34,530</u>

Notes payable outstanding in the District's governmental activities at December 31, 2023 and 2022 are as follows:

	<u>2023</u>	<u>2022</u>
Note payable initiated July 2, 2020 with a 3.65% interest rate over 20 years in order to expand the south building location with additional garage bays, restrooms, offices, and exercise room. Payments will be made annually in the amount of \$57,026.26. The note matures June 10, 2040 but with extra payments the note will be paid off before that date.	<u>\$ 424,577</u>	<u>\$ 551,868</u>

The annual requirements to amortize the notes payable are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 40,186	\$ 16,840	\$ 57,026
2025	43,025	14,002	57,027
2026	44,595	12,431	57,026
2027	46,223	10,804	57,027
2028-2031	<u>250,548</u>	<u>25,715</u>	<u>276,263</u>
	<u>\$ 424,577</u>	<u>\$ 79,792</u>	<u>\$ 504,369</u>

NOTE 7 – RISK MANAGEMENT

Dickinson Rural Fire District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district pays an annual premium for its general insurance coverage. The coverage by is limited to losses of three million dollars per occurrence for general liability, three million for personal injury, \$500,000 property damage liability, and \$80,000 for inland marine.

Dickinson Rural Fire District continues to carry commercial insurance for all other risks of loss, including workers' compensation.

Settlement claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

See Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
SCHEDULES OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET TO ACTUAL – GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

	2023				2022			
	Original Budget	Final Budget	Actual	Variance With Final Budget	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES								
Taxes	\$ 950,000	\$ 717,666	\$ 717,666	\$ -	\$ 600,274	\$ 662,570	\$ 662,570	\$ -
Interest Income	4,000	43,427	43,427	-	1,320	6,814	6,814	-
Donations	500	2,200	2,200	-	-	1,519	1,519	-
Grants	-	-	-	-	-	-	-	-
Charges for Services and Other Revenues	-	420	420	-	-	23,827	23,827	-
TOTAL REVENUES	954,500	763,713	763,713	-	601,594	694,730	694,730	-
EXPENDITURES								
Salaries and Benefits	60,000	58,098	58,098	-	60,000	57,542	57,542	-
Insurance	45,000	37,319	37,319	-	30,000	37,315	37,315	-
Utilities	33,600	20,914	20,914	-	15,000	19,998	19,998	-
Gas and Oil	20,000	7,440	7,440	-	7,000	9,161	9,161	-
Equipment Repairs and Maintenance	60,000	60,806	60,806	-	30,000	62,391	62,391	-
Health and Safety	17,500	9,897	9,897	-	13,500	11,569	11,569	-
Training and Travel	20,000	6,864	6,864	-	25,000	4,356	4,356	-
Office	3,000	2,036	2,036	-	4,250	995	995	-
Dues and Publications	30,000	3,105	3,105	-	1,050	1,552	1,552	-
Professional Fees	5,000	3,000	3,000	-	3,000	12,335	12,335	-
Supplies	56,000	38,343	38,343	-	52,294	91,693	91,693	-
Communications	25,900	8,912	8,912	-	18,000	16,495	16,495	-
Capital Expenditures	-	-	-	-	-	7,759	7,759	-
Debt Service								
Principal	-	127,291	127,291	-	-	216,011	216,011	-
Interest	27,000	22,708	22,708	-	2,500	26,962	26,962	-
TOTAL EXPENDITURES	403,000	406,733	406,733	-	261,594	576,134	576,134	-
Excess (Deficiency) of Revenues Over Expenditures	551,500	356,980	356,980	-	340,000	118,596	118,596	-
Other Financing Sources (Uses)	-	(12,000)	(12,000)	-	-	-	-	-
NET CHANGE IN FUND BALANCES	551,500	344,980	344,980	-	340,000	118,596	118,596	-
FUND BALANCE – JANUARY 1	1,094,677	1,119,025	1,119,025	-	754,677	1,000,429	1,000,429	-
FUND BALANCE – DECEMBER 31	<u>\$ 1,646,177</u>	<u>\$ 1,464,005</u>	<u>\$ 1,464,005</u>	<u>\$ -</u>	<u>\$ 1,094,677</u>	<u>\$ 1,119,025</u>	<u>\$ 1,119,025</u>	<u>\$ -</u>

See Accompanying Notes and Independent Accountant's Compilation Report

DICKINSON RURAL FIRE DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2023 and 2022

NOTE 1 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The board of directors adopts an “appropriated budget” on the modified cash basis of accounting.

The preliminary budget includes the estimated revenues and appropriations for the general fund of the fire district.

On or before October 7th the final budget is completed.

The budget is controlled by the board of directors and fire chief at the revenue and expenditure function/object level.

The current budget, except for property taxes, may be amended during the year for any revenues and appropriation not anticipated at the time the budget was prepared. NDCC 57-15-31.1.

All appropriations lapse at year-end.