

Albion Little River Fire District

FINANCIAL STATEMENTS

AUDIT REPORT

June 30, 2019

and

June 30, 2020



July 9, 2021

Albion Little River Fire District

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of Albion Little River Fire District as of and for the year-ended June 30, 2019 and June 30, 2020, as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

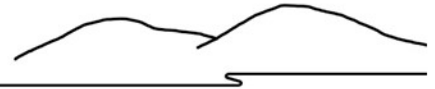
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion 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 applicable to financial audits contained in Governmental Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Albion Little River Fire District as of June 30, 2019 and June 30, 2020, and the respective changes in financial position, and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis information and Budget VS. Actual comparison 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 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 principally of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with managements 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 assurances on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide an assurance.

A handwritten signature in black ink, appearing to read 'Zach Pehling'.

Zach Pehling, CPA

Albion Little River Fire District

**Audit Report
June 30, 2019
and
June 30, 2020**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report.....	1
Financial Statements	
Government Funds Financial Statements	
Fund Balance Sheet.....	4
Statement of Revenues and Expenditures.....	6
Government-Wide Financial Statements	
Statement of Net Position.....	8
Statement of Activities.....	9
Notes to Financial Statements.....	10

Albion Little River Fire District

**Balance Sheet
June 30, 2019
and
June 30, 2020**

	2019 General Fund	2020 General Fund
	<u> </u>	<u> </u>
<u>ASSETS</u>		
<u>Assets:</u>		
Cash	\$ 628,361	\$ 673,380
Accounts Receivable	-	-
Deposits & Prepaid Expenses	-	-
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>628,361</u>	<u>673,380</u>
 <u>LIABILITIES & FUND BALANCES</u>		
<u>Liabilities:</u>		
Accounts Payable	-	436
Accrued Payroll	-	-
	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>-</u>	<u>436</u>
 <u>Fund Balances:</u>		
Unassigned	628,361	672,944
Unspendable	-	-
Committed	-	-
	<u> </u>	<u> </u>
Total Fund Balance	<u>628,361</u>	<u>672,944</u>
 <u>TOTAL LIABILITIES & FUND BALANCE</u>		
	<u><u>\$ 628,361</u></u>	<u><u>\$ 673,380</u></u>

The accompanying notes are an integral part of these financial statements.

**ALBION LITTLE RIVER FIRE DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION**

	June 30, 2019	June 30, 2020
Total Fund Balances - Governmental Funds	\$ 628,361	\$ 672,944
Capital Assets used in Governmental Funds are not financial resources and therefore are not reported as assets in the Governmental Funds.		
Total Historical Cost of Capital Assets	2,338,505	2,393,492
Less: Accumulated Depreciation	(806,009)	(869,707)
Prepaid expenses, some expenditures not due & payable within the current period were paid, those amounts are shown as expended in the governmental funds	-	-
Compensated Absences are reported in the Government-Wide Statement of Net Assets, but they do not require the use of current financial resources. Therefore, the liability is not reported in Governmental Funds.	-	-
Deferred Outflows not due and receivable in the current period and therefore are not reported as an asset in the governmental funds. This is comprised of GASB 68 Pension Outflows. Deferred Outflows at June 30 was:	-	-
Deferred Inflows are not due in the current period and therefore, are not reported as liabilities in the governmental funds. This is comprised of GASB 68 Pension Inflows. Deferred Inflows at June 30 was:	-	-
Long-term liabilities are not due in the current period and therefore, are not reported as liabilities in the governmental funds.	(880,807)	(834,611)
Net Position	\$ 1,280,050	\$ 1,362,118

The accompanying notes are an integral part of these financial statements

Albion Little River Fire District

**Statement of Revenues, Expenditures & Change in Fund Balance
For the Year Ended
June 30, 2019
and
June 30, 2020**

<u>REVENUE</u>	<u>2019</u> <u>General Fund</u>	<u>2020</u> <u>General Fund</u>
Tax Revenue	\$ 85,888	\$ 94,253
Fire Protection Tax	159,558	188,104
Charges for Service	68,939	8,137
Interest & Investment Earnings	3,194	410
Prop 172 Sales Tax	14,521	13,349
Grants & Contributions	89,123	80,575
Miscellaneous	-	-
TOTAL REVENUE	421,223	384,828
<u>EXPENDITURES</u>		
Capital Assets	282,819	101,682
Debt Service:		
Principle	42,760	44,440
Interest	35,441	33,710
Professional Fees	101,376	8,395
Insurance	11,703	13,426
Utilities	8,262	5,790
Salaries and Employee Benefits	71,024	43,581
Repairs and Maintenance	56,105	17,654
Services, Supplies and Refunds	52,104	71,567
TOTAL EXPENDITURES	661,594	340,245
Excess (Deficit) Revenues over Expenditures	(240,371)	44,583
Other Financing Sources	-	-
<u>CHANGE IN FUND BALANCE</u>	(240,371)	44,583
<u>FUND BALANCE, BEGINNING OF YEAR</u>	868,732	628,361
<u>FUND BALANCE, END OF YEAR</u>	\$ 628,361	\$ 672,944

The accompanying notes are an integral part of these financial statements.

ALBION LITTLE RIVER FIRE DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

	June 30, 2019	June 30, 2020
Net Change in Fund Balances - Total Governmental Funds	(240,371)	44,583
Amounts reported for governmental activities in the Statement of Activities are different as follows:		
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets are allocated over the estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense during the year		
Current Year Capital Outlays	229,384	56,652
Less: Current Year Depreciation Expense	(63,619)	(63,608)
In the Governmental Funds Acquisition of debt is considered an other financing source, which is the amounts actually received. In the Government-Wide Statement of Activities, Acquisition of debt increases liabilities.		
	-	-
In the Governmental Funds revenues are measured by the amount of financial resources received. In the Government-Wide Statement of Activities, revenues are measured by the amounts earned during the year		
	-	-
In the Governmental Funds compensated absences (sick pay and vacation) are measured by the amount of financial resources used, which is the amounts actually paid. In the Government-Wide Statement of Activities, compensated absences are measured by the amounts earned during the year		
	-	-
Repayment of principle on long-term liabilities is an expenditure for Governmental funds, but the repayment reduces long-term liabilities on the Government-Wide Statement of Net Position. Principle payments made on long-term liabilities during the year consist of:		
	42,760	44,440
Change in Net Position of Governmental Activities	\$ (31,846)	\$ 82,067

The accompanying notes are an integral part of these financial statements

Albion Little River Fire District

**Statement of Net Position
June 30, 2019
and
June 30, 2020**

<u>ASSETS</u>	<u>2019</u>	<u>2020</u>
<u>Current Assets:</u>		
Cash	\$ 628,361	\$ 673,380
Accounts Receivable	-	-
Deposits & Prepaid Expenses	-	-
Total Current Assets	<u>628,361</u>	<u>673,380</u>
<u>Capital Assets:</u>		
Land	377,971	377,971
Buildings & Improvements	403,552	403,552
Firefighting Equipment	1,545,549	1,545,549
Construction in Progress	11,433	66,420
Less: Accumulated Depreciation	<u>(806,009)</u>	<u>(869,707)</u>
Total Capital Assets	<u>1,532,496</u>	<u>1,523,785</u>
TOTAL ASSETS	<u>2,160,857</u>	<u>2,197,165</u>
<u>DEFERRED OUTFLOW</u>	<u>-</u>	<u>-</u>
TOTAL DEFERRED OUTFLOW	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>2,160,857</u>	<u>2,197,165</u>
<u>LIABILITIES</u>		
<u>Current Liabilities:</u>		
Current Portion of Long-Term Liabilities	44,491	47,057
Accounts Payable	-	436
Total Current Liabilities	<u>44,491</u>	<u>47,493</u>
<u>Long-term Liabilities:</u>		
Long-Term Liabilities	<u>836,316</u>	<u>787,554</u>
Total Long-term Liabilities	<u>836,316</u>	<u>787,554</u>
TOTAL LIABILITIES	<u>880,807</u>	<u>835,047</u>
<u>DEFERRED INFLOWS</u>	<u>-</u>	<u>-</u>
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS	<u>880,807</u>	<u>835,047</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	696,180	736,231
Unrestricted	<u>583,870</u>	<u>625,887</u>
TOTAL NET POSITION	<u>\$ 1,280,050</u>	<u>\$ 1,362,118</u>

The accompanying notes are an integral part of these financial statements.

Albion Little River Fire Districts
Statement of Activities
For the Year-Ended
June 30, 2019
and
June 30, 2020

2019

	Expenses	Operating Revenues		Excess of Revenues/(Expenses)
		Charges for Services	Grants and Contributions	
<u>Governmental Activities</u>				
Public Protection	389,450	\$ 68,939	\$ 89,123	\$ (231,388)
Depreciation (Unallocated)	63,619	-	-	(63,619)
Total Governmental Activities				(295,007)
General Revenues:				
Tax Revenue				85,888
Fire Fee				159,558
Interest & Investment Earnings				3,194
License, Permits & Rents				-
Prop 172 Sales Tax				14,521
Miscellaneous				-
Total General Revenues				263,161
NET CHANGE IN NET POSITION				(31,846)
NET POSITION, BEGINNING OF YEAR				1,311,896
NET POSITION, END OF YEAR				\$ 1,280,050

2020

	Expenses	Operating Revenues		Excess of Revenues/(Expenses)
		Charges for Services	Grants and Contributions	
<u>Governmental Activities</u>				
Public Protection	239,154	\$ 8,137	\$ 80,575	\$ (150,442)
Depreciation (Unallocated)	63,608	-	-	(63,608)
Total Governmental Activities				(214,050)
General Revenues:				
Tax Revenue				94,253
Fire Fee				188,104
Interest & Investment Earnings				410
License, Permits & Rents				-
Prop 172 Sales Tax				13,349
Miscellaneous				-
Total General Revenues				296,117
NET CHANGE IN NET POSITION				82,067
NET POSITION, BEGINNING OF YEAR				1,280,050
NET POSITION, END OF YEAR				\$ 1,362,118

The accompanying notes are an integral part of these financial statements.

Albion Little River Fire District

NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020

NOTE 1: SUMMARY OF GENERAL AND SIGNIFICANT ACCOUNTING POLICIES

A. General

The District was formed under the provisions of Division 12, Part 3 of the Health and Safety Code of the State of California. The Albion Little River Fire Districts is a special district in the County of Mendocino, California, providing Fire Protection to residents within its boundaries.

The District is a governed entity administered by a Board of Directors (the Board) that acts as the authoritative and legislative body of the entity.

The Board appoints the Chair (person) of the Board from existing board members. The Chair's responsibilities are to preside at all meetings of the Board; perform all duties commonly incident to the position of presiding officer of a board.

The accompanying general-purpose financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B. Basis of Accounting/Measurement Focus

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

C. Government-Wide Financial Statements

The District Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Albion Little River Fire District

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

D. Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net assets presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District’s governmental activities demonstrating the degree to which the direct expenses of a given project are offset by project revenues. Direct expenses are those that are specifically associated with a program or function and therefore, are clearly identifiable to a particular function or segment. Program revenues include (1) charges paid by the recipients of services offered by the program and (2) 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 taxes are presented instead as general revenues.

Governmental Funds – Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental assets and liabilities is reported as net assets. The District reports using the major governmental fund of General Fund. The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of California and the bylaws of the District.

Albion Little River Fire District

NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020

Exchange and Non-Exchange Transactions of Revenues – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. Non-exchange transactions, in which the District receives value without directly giving value in return, include taxes and donations. Revenues are recognized when susceptible to accrual, when they become both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible 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 60 days after year-end. The assessor of the County of Mendocino determines the assessed valuations of such property and the tax collector of the County collects the taxes. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

Expenses/Expenditures- On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

E. Budgets and Budgetary Accounting

The District operates under the general laws of the State of California and annually adopts a budget to be effective July 1 for the ensuing fiscal year. Formal budgetary integration is employed as a management control device during the year for the General Fund. The level of control (level at which expenditures may not exceed budget) is the fund. Unused appropriations for all the above annually budgeted funds lapse at the end of the fiscal year. Budgeted amounts are the final authorized amount as revised during the year. Actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items to the General Fund.

F. Cash

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, To maximize investment opportunities, the District participate in a pooling of cash and investment income with other local agencies. Each fund may liquidate its equity in the pool on demand. Investments are recorded at fair value, Fair value is based on quoted market prices.

Interest rate risk. - The District's policy is to seek market rates in a manner that meets liquidity requirements of the District at all times.

Albion Little River Fire District

NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020

Credit risk. - The District only invests at institutions that the treasurer has selected on the basis of credit worthiness, financial strength and minimal capitalization authorized to provide investment service.

Custodial credit risk. -The District's investment in the State and County Treasurer's investment pools represents a proportionate interest in the pool's portfolio; however, the District's portion is not identified with specific investments and is not subject to custodial credit risk. Cash in local bank is covered by federal depository insurance.

Concentration of credit risk. - The District has a policy that seeks to maintain capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio.

G. Accounts Receivable

On an accrual basis, revenues from charges for services are recognized in the fiscal year in which the services are rendered. Receivables are resources provided to the District on a reimbursement basis.

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

I. Capital Assets

Capital assets, which include property, plant, and equipment, infrastructure assets and intangible are reported in the applicable governmental -type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an estimated useful life in excess of one year. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Donated or contributed capital assets are recorded at their estimated fair value on the date received. The District maintains a capitalization threshold of \$2,000.

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

J. Accounts Payable and Other Current Liabilities

On an accrual basis, expenditures are recognized in the fiscal year in which the services are received.

L. Net Position

The District's net position represents the difference between its assets and liabilities in the statement of net position. Net Position are reported as restricted with there are legal limitations imposed on their use by their source. Portions of the unreserved net assets or fund balance may be designated to indicate tentative plans for financial resources utilization in a future period, such as for general contingencies, purchase of capital assets, or debt service. Such plans or intent are subject to change and may never be legally authorized or result in expenses.

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

M. Property Tax Revenue

The District assesses tax through the Mendocino County tax rolls. Property taxes attach as an enforceable lien on property as of March 1. Taxes are levied on July 1 and payable in two installments on December and April, for the secured roll. The unsecured roll is due August 31. All taxes become delinquent if not paid on the due dates.

N. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2: LONG-TERM LIABILITIES

I. DESCRIPTION OF THE EQUIPMENT:

Acquisition of one 2017 Type II Ford 4x4 Rescue Squad vehicle with all accessories, attachments, and substitutions to be purchased by the Albion-Little River Fire Protection District listed below and financed by this Equipment Schedule dated April 27, 2017 by and between Holman Capital Corporation and Albion-Little River Fire Protection District, including, without limitation, the following:

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

DATE DUE	TOTAL RENTAL PAYMENT DUE	INTEREST COMPONENT	PRINCIPAL COMPONENT	PURCHASE OPTION ^o
04/27/2017				
07/27/2017	\$ 7,050.18	\$ 2,518.49	\$ 4,531.69	\$ 275,770.05
10/27/2017	\$ 7,050.18	\$ 2,476.58	\$ 4,573.60	\$ 271,059.24
01/27/2018	\$ 7,050.18	\$ 2,434.27	\$ 4,615.91	\$ 266,304.85
04/27/2018	\$ 7,050.18	\$ 2,391.57	\$ 4,658.61	\$ 261,506.48
07/27/2018	\$ 7,050.18	\$ 2,348.48	\$ 4,701.70	\$ 256,663.73
10/27/2018	\$ 7,050.18	\$ 2,304.99	\$ 4,745.19	\$ 251,776.19
01/27/2019	\$ 7,050.18	\$ 2,261.10	\$ 4,789.08	\$ 246,843.43
04/27/2019	\$ 7,050.18	\$ 2,216.80	\$ 4,833.38	\$ 241,865.05
07/27/2019	\$ 7,050.18	\$ 2,172.09	\$ 4,878.09	\$ 236,840.62
10/27/2019	\$ 7,050.18	\$ 2,126.97	\$ 4,923.21	\$ 231,769.71
01/27/2020	\$ 7,050.18	\$ 2,081.43	\$ 4,968.75	\$ 226,651.90
04/27/2020	\$ 7,050.18	\$ 2,035.47	\$ 5,014.71	\$ 221,486.75
07/27/2020	\$ 7,050.18	\$ 1,989.08	\$ 5,061.10	\$ 216,273.82
10/27/2020	\$ 7,050.18	\$ 1,942.26	\$ 5,107.92	\$ 211,012.66
01/27/2021	\$ 7,050.18	\$ 1,895.02	\$ 5,155.16	\$ 205,702.85
04/27/2021	\$ 7,050.18	\$ 1,847.33	\$ 5,202.85	\$ 200,343.91
07/27/2021	\$ 7,050.18	\$ 1,799.21	\$ 5,250.97	\$ 194,935.41
10/27/2021	\$ 7,050.18	\$ 1,750.63	\$ 5,299.55	\$ 189,476.87
01/27/2022	\$ 7,050.18	\$ 1,701.61	\$ 5,348.57	\$ 183,967.85
04/27/2022	\$ 7,050.18	\$ 1,652.14	\$ 5,398.04	\$ 178,407.87
07/27/2022	\$ 7,050.18	\$ 1,602.21	\$ 5,447.97	\$ 172,796.46
10/27/2022	\$ 7,050.18	\$ 1,551.81	\$ 5,498.37	\$ 167,133.14
01/27/2023	\$ 7,050.18	\$ 1,500.95	\$ 5,549.23	\$ 161,417.43
04/27/2023	\$ 7,050.18	\$ 1,449.62	\$ 5,600.56	\$ 155,648.85
07/27/2023	\$ 7,050.18	\$ 1,397.82	\$ 5,652.36	\$ 149,826.92
10/27/2023	\$ 7,050.18	\$ 1,345.53	\$ 5,704.65	\$ 143,951.13
01/27/2024	\$ 7,050.18	\$ 1,292.77	\$ 5,757.41	\$ 138,021.00
04/27/2024	\$ 7,050.18	\$ 1,239.51	\$ 5,810.67	\$ 132,036.01
07/27/2024	\$ 7,050.18	\$ 1,185.76	\$ 5,864.42	\$ 125,995.66
10/27/2024	\$ 7,050.18	\$ 1,131.51	\$ 5,918.67	\$ 119,899.43
01/27/2025	\$ 7,050.18	\$ 1,076.77	\$ 5,973.41	\$ 113,746.81
04/27/2025	\$ 7,050.18	\$ 1,021.51	\$ 6,028.67	\$ 107,537.28
07/27/2025	\$ 7,050.18	\$ 965.75	\$ 6,084.43	\$ 101,270.32
10/27/2025	\$ 7,050.18	\$ 909.47	\$ 6,140.71	\$ 94,945.39
01/27/2026	\$ 7,050.18	\$ 852.66	\$ 6,197.52	\$ 88,561.94
04/27/2026	\$ 7,050.18	\$ 795.34	\$ 6,254.84	\$ 82,119.46
07/27/2026	\$ 7,050.18	\$ 737.48	\$ 6,312.70	\$ 75,617.38
10/27/2026	\$ 7,050.18	\$ 679.09	\$ 6,371.09	\$ 69,055.16
01/27/2027	\$ 7,050.18	\$ 620.16	\$ 6,430.02	\$ 62,432.23
04/27/2027	\$ 7,050.18	\$ 560.68	\$ 6,489.50	\$ 55,748.05
07/27/2027	\$ 7,050.18	\$ 500.65	\$ 6,549.53	\$ 49,002.03
10/27/2027	\$ 7,050.18	\$ 440.07	\$ 6,610.11	\$ 42,193.62
01/27/2028	\$ 7,050.18	\$ 378.92	\$ 6,671.26	\$ 35,322.22
04/27/2028	\$ 7,050.18	\$ 317.21	\$ 6,732.97	\$ 28,387.26
07/27/2028	\$ 7,050.18	\$ 254.93	\$ 6,795.25	\$ 21,388.16
10/27/2028	\$ 7,050.18	\$ 192.08	\$ 6,858.10	\$ 14,324.31
01/27/2029	\$ 7,050.18	\$ 128.64	\$ 6,921.54	\$ 7,195.13
04/27/2029	\$ 7,050.18	\$ 64.62	\$ 6,985.56	\$ -

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

1. DESCRIPTION OF THE EQUIPMENT:

Acquisition of a Type I Fire Truck and Water Tender Truck with all accessories, attachments, and substitutions to be purchased by the Albion-Little River Fire Protection District listed below and financed by this Equipment Schedule dated August 5, 2016 by and between Holman Capital Corporation and Albion-Little River Fire Protection District, including, without limitation, the following:

DATE DUE	TOTAL RENTAL PAYMENT DUE	INTEREST COMPONENT	PRINCIPAL COMPONENT	PURCHASE OPTION ^o
08/05/2016				\$ 698,958.04
11/05/2016	\$ 12,500.00	\$ 7,079.93	\$ 5,420.07	\$ 693,234.60
02/05/2017	\$ 12,500.00	\$ 7,023.02	\$ 5,476.98	\$ 687,451.07
05/05/2017	\$ 12,500.00	\$ 6,965.52	\$ 5,534.48	\$ 681,606.80
08/05/2017	\$ 12,500.00	\$ 6,907.40	\$ 5,592.60	\$ 675,701.17
11/05/2017	\$ 12,500.00	\$ 6,848.68	\$ 5,651.32	\$ 669,733.53
02/05/2018	\$ 12,500.00	\$ 6,789.34	\$ 5,710.66	\$ 663,703.23
05/05/2018	\$ 12,500.00	\$ 6,729.38	\$ 5,770.62	\$ 657,609.62
08/05/2018	\$ 12,500.00	\$ 6,668.79	\$ 5,831.21	\$ 651,452.02
11/05/2018	\$ 12,500.00	\$ 6,607.56	\$ 5,892.44	\$ 645,229.76
02/05/2019	\$ 12,500.00	\$ 6,545.69	\$ 5,954.31	\$ 638,942.18
05/05/2019	\$ 12,500.00	\$ 6,483.17	\$ 6,016.83	\$ 632,588.57
08/05/2019	\$ 12,500.00	\$ 6,419.99	\$ 6,080.01	\$ 626,168.24
11/05/2019	\$ 12,500.00	\$ 6,356.15	\$ 6,143.85	\$ 619,680.51
02/05/2020	\$ 12,500.00	\$ 6,291.64	\$ 6,208.36	\$ 613,124.65
05/05/2020	\$ 12,500.00	\$ 6,226.45	\$ 6,273.55	\$ 606,499.95
08/05/2020	\$ 12,500.00	\$ 6,160.58	\$ 6,339.42	\$ 599,805.70
11/05/2020	\$ 12,500.00	\$ 6,094.02	\$ 6,405.98	\$ 593,041.17
02/05/2021	\$ 12,500.00	\$ 6,026.76	\$ 6,473.24	\$ 586,205.60
05/05/2021	\$ 12,500.00	\$ 5,958.79	\$ 6,541.21	\$ 579,298.26
08/05/2021	\$ 12,500.00	\$ 5,890.10	\$ 6,609.90	

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

11/05/2021	\$	12,500.00	\$	5,820.70	\$	6,679.30	\$	572,318.39
02/05/2022	\$	12,500.00	\$	5,750.57	\$	6,749.43	\$	565,265.24
05/05/2022	\$	12,500.00	\$	5,679.70	\$	6,820.30	\$	558,138.02
08/05/2022	\$	12,500.00	\$	5,608.09	\$	6,891.91	\$	550,935.98
11/05/2022	\$	12,500.00	\$	5,535.72	\$	6,964.28	\$	543,658.30
02/05/2023	\$	12,500.00	\$	5,462.60	\$	7,037.40	\$	536,304.22
05/05/2023	\$	12,500.00	\$	5,388.70	\$	7,111.30	\$	528,872.91
08/05/2023	\$	12,500.00	\$	5,314.03	\$	7,185.97	\$	521,363.57
11/05/2023	\$	12,500.00	\$	5,238.58	\$	7,261.42	\$	513,775.39
02/05/2024	\$	12,500.00	\$	5,162.34	\$	7,337.66	\$	506,107.53
05/05/2024	\$	12,500.00	\$	5,085.29	\$	7,414.71	\$	498,359.16
08/05/2024	\$	12,500.00	\$	5,007.44	\$	7,492.56	\$	490,529.44
11/05/2024	\$	12,500.00	\$	4,928.76	\$	7,571.24	\$	482,617.49
02/05/2025	\$	12,500.00	\$	4,849.27	\$	7,650.73	\$	474,622.48
05/05/2025	\$	12,500.00	\$	4,768.93	\$	7,731.07	\$	466,543.51
08/05/2025	\$	12,500.00	\$	4,687.76	\$	7,812.24	\$	458,379.72
11/05/2025	\$	12,500.00	\$	4,605.73	\$	7,894.27	\$	450,130.21
02/05/2026	\$	12,500.00	\$	4,522.84	\$	7,977.16	\$	441,794.08
05/05/2026	\$	12,500.00	\$	4,439.08	\$	8,060.92	\$	433,370.41
08/05/2026	\$	12,500.00	\$	4,354.44	\$	8,145.56	\$	424,858.30
11/05/2026	\$	12,500.00	\$	4,268.91	\$	8,231.09	\$	416,256.81
02/05/2027	\$	12,500.00	\$	4,182.48	\$	8,317.52	\$	407,565.01
05/05/2027	\$	12,500.00	\$	4,095.15	\$	8,404.85	\$	398,781.94
08/05/2027	\$	12,500.00	\$	4,006.90	\$	8,493.10	\$	389,906.65
11/05/2027	\$	12,500.00	\$	3,917.72	\$	8,582.28	\$	380,938.17
02/05/2028	\$	12,500.00	\$	3,827.61	\$	8,672.39	\$	371,875.52
05/05/2028	\$	12,500.00	\$	3,736.55	\$	8,763.45	\$	362,717.71
08/05/2028	\$	12,500.00	\$	3,644.53	\$	8,855.47	\$	353,463.75
11/05/2028	\$	12,500.00	\$	3,551.55	\$	8,948.45	\$	344,112.62
02/05/2029	\$	12,500.00	\$	3,457.59	\$	9,042.41	\$	334,663.30
05/05/2029	\$	12,500.00	\$	3,362.65	\$	9,137.35	\$	325,114.77
08/05/2029	\$	12,500.00	\$	3,266.70	\$	9,233.30	\$	315,465.97
11/05/2029	\$	12,500.00	\$	3,169.75	\$	9,330.25	\$	305,715.86
02/05/2030	\$	12,500.00	\$	3,071.79	\$	9,428.21	\$	295,863.38
05/05/2030	\$	12,500.00	\$	2,972.79	\$	9,527.21	\$	285,907.44
08/05/2030	\$	12,500.00	\$	2,872.75	\$	9,627.25	\$	275,846.97
11/05/2030	\$	12,500.00	\$	2,771.67	\$	9,728.33	\$	265,680.86
02/05/2031	\$	12,500.00	\$	2,669.52	\$	9,830.48	\$	255,408.01
05/05/2031	\$	12,500.00	\$	2,566.30	\$	9,933.70	\$	245,027.29

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

08/05/2031	\$ 12,500.00	\$ 2,462.00	\$ 10,038.00	\$ 234,537.58
11/05/2031	\$ 12,500.00	\$ 2,356.60	\$ 10,143.40	\$ 223,937.73
02/05/2032	\$ 12,500.00	\$ 2,250.09	\$ 10,249.91	\$ 213,226.58
05/05/2032	\$ 12,500.00	\$ 2,142.47	\$ 10,357.53	\$ 202,402.96
08/05/2032	\$ 12,500.00	\$ 2,033.71	\$ 10,466.29	\$ 191,465.68
11/05/2032	\$ 12,500.00	\$ 1,923.82	\$ 10,576.18	\$ 180,413.58
02/05/2033	\$ 12,500.00	\$ 1,812.77	\$ 10,687.23	\$ 169,245.42
05/05/2033	\$ 12,500.00	\$ 1,700.55	\$ 10,799.45	\$ 157,960.00
08/05/2033	\$ 12,500.00	\$ 1,587.16	\$ 10,912.84	\$ 146,556.08
11/05/2033	\$ 12,500.00	\$ 1,472.57	\$ 11,027.43	\$ 135,032.41
02/05/2034	\$ 12,500.00	\$ 1,356.79	\$ 11,143.21	\$ 123,387.76
05/05/2034	\$ 12,500.00	\$ 1,239.78	\$ 11,260.22	\$ 111,620.83
08/05/2034	\$ 12,500.00	\$ 1,121.55	\$ 11,378.45	\$ 99,730.35
11/05/2034	\$ 12,500.00	\$ 1,002.08	\$ 11,497.92	\$ 87,715.02
02/05/2035	\$ 12,500.00	\$ 881.35	\$ 11,618.65	\$ 75,573.53
05/05/2035	\$ 12,500.00	\$ 759.35	\$ 11,740.65	\$ 63,304.55
08/05/2035	\$ 12,500.00	\$ 636.07	\$ 11,863.93	\$ 50,906.75
11/05/2035	\$ 12,500.00	\$ 511.50	\$ 11,988.50	\$ 38,378.76
02/05/2036	\$ 12,500.00	\$ 385.62	\$ 12,114.38	\$ 25,719.24
05/05/2036	\$ 12,500.00	\$ 258.42	\$ 12,241.58	\$ 12,926.79
08/05/2036	\$ 12,500.00	\$ 129.87	\$ 12,370.13	\$ -

NOTE 3: USE OF RESTRICTED/UNRESTRICTED POSITION

When an expense is incurred for purposes for which both restricted and unrestricted assets are available, the District's policy is to apply restricted assets first.

NOTE 4: COMPARATIVE DATA AND RECLASSIFICATIONS

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with current year's presentation.

NOTE 5: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2020, the District contracted with private insurance for liability, property, crime damage, and employee and director insurances.

Albion Little River Fire District

**NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED June 30, 2019 and June 30, 2020**

NOTE 6: CONTIGENCIES

As of June 30, 2020, the District is involved in a lawsuit arising in the ordinary course of operations. In the opinion of management and the District's attorney, the outcome of these legal matters will not have a material adverse effect on the District's financial position

NOTE 7: SUBSEQUENT EVENTS

The District's management has evaluated events and transactions subsequent to June 30, 2020 for potential recognition or disclosure in the financial statements. Subsequent events have been evaluated through **July 9, 2021**, the date the financial statements became available to be issued. The entity has not evaluated subsequent events after **July 9, 2021**.