

EAST FORK FIRE
PROTECTION DISTRICT, NEVADA
FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

**FINANCIAL REPORT
EAST FORK FIRE PROTECTION DISTRICT, NEVADA
FOR THE YEAR ENDED JUNE 30, 2024**

TABLE OF CONTENTS

	<u>PAGE NO.</u>
I. Introductory Section	
List of Board Members	
II. Financial Section	
Independent Auditor's Report on Financial Statements	1-4
Management Discussion and Analysis	5-14
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	17
Reconciliation of the Balance Sheet of Governmental	
Funds to Statement of Net Position	18
Statement of Revenues, Expenditures and Changes in	
Fund Balance – Budget and Actual:	
Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and	
Changes in Fund Balances of Governmental Funds to the	
Statement of Activities	20
Notes to Financial Statements	21-43
Required Supplementary Information:	
Reconciliations of Budget Basis to GAAP Basis General Fund:	
Combining Balance Sheet	44
Combining Statement of Revenues, Expenditures,	
and Changes in Fund Balance	45
Schedule of Changes in Total OPEB Liability and Related Ratios	46
Schedule of Net Pension Liability	47

**FINANCIAL REPORT
EAST FORK FIRE PROTECTION DISTRICT, NEVADA
FOR THE YEAR ENDED JUNE 30, 2024**

TABLE OF CONTENTS

PAGE NO.

III. Other Information Section:

Schedules of Revenues, Expenditures and Changes in Fund Balance – Budgetary Basis:	
General Fund	48-50
Emergency Reserve Fund	51

IV. Compliance Section

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	52-53
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	54-55
Schedule of Expenditures of Federal Awards	56
Notes to Schedule of Expenditures of Federal Awards	57
Schedule of Findings and Questioned Costs	58-59
Status of Prior Year Findings and Responses	60
Independent Auditor's Nevada Revised Statutes Chapter 354 Compliance Examination Report	61
Independent Auditor's Comments	
On Prior Year Audit Recommendations	62
On Current Year Audit Recommendations	62

EAST FORK FIRE PROTECTION DISTRICT, NEVADA

BOARD MEMBERS

John Bellona – District 1 (President)

Barbara Griffin – District 2

Bernard Curtis– District 3

Jacques Etchegoyhen – District 4

Mike Sommers– District 5 (Secretary)

MANAGEMENT

Tod Carlini – District Fire Chief

Larry Goss – Deputy Chief - Training

Amy Ray – Deputy Chief – Fire Marshall

Scott Gorgon - Deputy Chief – Operations

Julie Andress – Director of Finance

Lisa Owen – Director of Administrative Services



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
East Fork Fire Protection District, Nevada

Opinions

We have audited the accompanying financial statements of the governmental activities, and each major fund of the East Fork Fire Protection District, Nevada, as of and for the year ending June 30, 2024, and the related notes to the financial statements, which collectively comprise the East Fork Fire Protection District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and each major fund and the aggregate remaining fund information of the East Fork Fire Protection District, Nevada, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the East Fork Fire Protection District, Nevada's and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the East Fork Fire Protection District, Nevada's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 East Fork Fire Protection District, Nevada's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the East Fork Fire Protection District, Nevada's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5-14, and the Reconciliation of budgetary basis funds and the schedule of other-post-employment benefits and the schedule of proportionate share of the net pension liability on pages 44-47 as listed as Required Supplementary Information in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Prior-Year Comparative Information

We have previously audited the East Fork Fire Protection District, Nevada's 2023 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, and each major fund in our report dated November 3, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived, restated for the changes in accounting principles described above.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Fork Fire Protection District, Nevada's basic financial statements. The budgetary basis financial schedules and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2024, on our consideration of the East Fork Fire Protection District, Nevada's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 East Fork Fire Protection District, Nevada's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Sciarani & Co.".

Yerington, Nevada
November 12, 2024

**EAST FORK FIRE PROTECTION DISTRICT, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

Nevada Revised Statutes (NRS) 354.624 requires the East Fork Fire Protection District (District) to submit a "complete set" of financial statements presented in accordance with accounting principles generally accepted in the United States and audited by a firm of independent certified public accountants in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

As financial management of the East Fork Fire Protection District (the "District"), we offer the readers of these financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ending June 30, 2024. This discussion and analysis is designed to assist the reader in focusing on the significant financial issues, provide an overview of the District's financial activities, identify any significant changes in financial position, and to identify individual issues and concerns. We encourage readers to consider the information presented herein in conjunction with the financial statements and notes to gain a more complete picture of the information presented.

District Profile

The East Fork Fire Protection District was established on April 16, 1981 by the Douglas County Board of Commissioners under NRS 474.460. The Douglas County Board of Commissioners served as the *ex officio* Board of Fire Commissioners from inception through December 31, 2016 and therefore, the District's financial position and results of operations were included within the County's financial statements. On July 6, 2016, the Douglas County Board of Commissioners approved a resolution authoring the District's administration to commence with a reorganization process in response to a desire to have a governing board focused on the District's needs. Consequently, effective January 1, 2017, the Douglas County Board of Commissioners reorganized the East Fork Fire Protection District as a district created by election to operate in accordance with NRS 474.010 to 474.450. The East Fork Fire Protection District is now governed by a five-member board of directors, initially appointed by the Douglas County Board of Commissioners, thus creating a separate reporting entity.

The East Fork Fire Protection District provides all hazard services to approximately 96% of Douglas County. The balance of Douglas County, 4% or 17.7 square miles, is served by the Tahoe Douglas Fire Protection District. The East Fork Fire Protection District, covering 695.4 square miles, also includes areas inside the Lake Tahoe Basin, and is one of the region's largest fire protection agencies. A resident population of 47,000 people is served by 14 fire stations, 5 of which are staffed with career personnel 365 days of the year, 1 station is staffed 10 hours ad with the Districts Fuels and Fire Crew and respond only to wildland fires. The remaining stations are reserve stations or active stations staffed by a limited number of volunteer personnel. During both the winter and summer months, tourism and special events in the areas can see the population increase to over 65,000 people on some days. In years past the district was served by an almost all

volunteer program which over time has been transitioned to one where primary services are provided by career employees with volunteer staff specializing in task specific functions namely water supply, logistics, and wildland fire response. The District currently enjoys and maintains an ISO Grading of 3-10 which has a very positive impact on the costs of fire insurance within the area. Over 85% of the District falls into the protection class 3 category. Other areas are classified as a Protection Class 8 or in some cases a 10.

Services are provided by a career staff of up to 79 personnel, 64 volunteer personnel, and 80 pieces of apparatus. The district maintains 8 positions in clerical support, medical billing, human resources, finance, fire prevention, maintenance, and other administrative functions. The district's administration is divided into six divisions, each administered by the District Fire Chief, a Deputy District Fire Chief, Director of Finance, Director of Administration and Program Manager. Single point authority has been promoted to allow each division head, to manage his or her division as necessary, with ultimate accountability falling upward to the District Fire Chief. The six divisions include:

- ✓ Administration
- ✓ Operations
- ✓ Training and Safety
- ✓ Fire Prevention, Investigation and Support Services
- ✓ Finance/Budget
- ✓ Executive Program, Facilities, Fleet, Support Services and Fuels Management

Services provided by these divisions include responding to and managing requests for emergency services, fire investigations, building inspection, plan reviews, code enforcement, training, safety, public education, budget and finance, medical billing, contract negotiation, resource management, grant administration, vehicle maintenance, communications, volunteer recruitment and retention, support services, general administration, and internal and external customer services.

The district receives funding from several different sources, with property tax assessments being the largest contributor. The basic direction from the District Board is to work towards a balanced budget with no impacts on existing services and to do so using existing tax rates and user fees, where applicable.

Eligible employees are represented by the East Fork Professional Firefighters Association, (IAFF Local 3726). Personnel up to the rank of Battalion Chief are covered by Collective Bargaining Agreements (CBA) as are some support level positions with safety sensitive support roles.

The district continues to be challenged geographically and demographically by the populations that it services. From the geographical standpoint, the district has developed a unique deployment model which is supported by an aggressive "*Standard of Cover.*" Many of our responses, in particular our medical responses, can and do extend patient transport times to appropriate medical facilities. Additionally, inter-facility transports of patients can at times tax resource availability and staffing. East Fork has attempted to address this cause and effect with the introduction of paramedic engine companies, where

by each of four staffed fire engines also are staffed with a Firefighter Paramedic and the necessary equipment. Over the years, East Fork's call volume has increased from less than 1000 calls per year since its creation in 1981 to 7,500 calls today annually. The ten-year average annual increase is 3.75 percent.

Factors Affecting Financial Condition

With its proximity to the State of California, and its favorable tax laws, the District experienced significant growth in residential housing and commercial development prior to the economic downturn, which stagnated in the years after the Great Recession. Current data from the County Assessor's offices indicates that residential property sales and prices have stabilized and are continuing to trend upward. Residential building permits have also been trending higher over the last few years. The County's unemployment rate, which increased from 4.1% in September 2004 to 14.0% by September 2010 during the economic downturn, has dropped to around 4.8%. With the full implementation of the Affordable Health Care Act in 2014, the District did see some significant reductions in revenue associated with its provision of Emergency Medical Services.

Major industries in the County include tourism, research and manufacturing, government and services. The District offers the facilities and amenities of a metropolitan area, yet remains pleasantly rural with easy access to services, and has one of the best school districts in the State with scores well above the national standard. Major County employers include leaders in the fields of technology, manufacturing and research. Several dozen technology entrepreneurs and advanced manufacturers are located within the District. This sector includes Bentley Nevada, a world leader in its field. Other major employers include a Starbucks Roasting Facility, North Sails (maker of America's Cup sails), Douglas County School District, Walmart, the Carson Valley Health and the Carson Valley Inn. The Minden Mill and the Starbuck' Expansion Project are two most recent examples of commercial and industrial growth within the District.

Financial Highlights

- Net position decreased by \$2,760,105 to a deficit position of (\$7,301,904) compared to (\$4,541,799) in year 2023.
- The District's investment in capital assets exceeds related debt by \$9,641,012 compared to \$9,083,996 in year 2023.
- The District's primary revenue source is ad valorem taxes of \$11,745,531 and charges for services of \$6,501,538 which comprise of 77.5% of all revenues.
- The District received operating grants, contracts and contributions of \$2,453,888 in year 2024 compared to \$1,741,171 during the year 2023.
- The District's total expenses were \$26,864,848 in year 2024 compared to \$24,152,983 in year 2023 and increase of \$2,711,865 which is an increase of 11.2% over the prior year amount.

- The District received \$1,419,257 in Ground Emergency Medical Transport revenue compared to \$988,404 in year 2023 which is an increase of \$430,853.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's financial statements, which are comprised of the basic financial statements and the notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Government-wide Financial Statements

Government-wide financial statements are designed to provide an overview of the District's financial position by governmental activities, as well as the government as a whole. The Statement of Net Position combines and consolidates all of the District's current financial resources with capital assets and long term obligations, distinguishing between governmental and business-type activities. The end result is net position which is segregated into three components: net investment in capital assets, net of related debt; restricted and unrestricted position.

The Statement of Activities is focused on both the gross and net cost of governmental and business-type activities. Program revenue which directly offset costs of specific functions is allocated to those functions, resulting in net expenses for governmental activities. The District's general revenues offset remaining costs resulting in the annual increase or decrease in net position. This statement is intended to summarize the user's analysis of the net cost of various governmental services that is supported by general revenues.

Governmental activities reflect the District's basic services on a functional basis. Ad valorem taxes support the majority of these services.

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 objects. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds. Fund financial statements provide detailed information about the District's major funds. Based on restrictions placed on the use of monies, the District has established two funds that account for the services provided to our residents. The District's major governmental funds are the General Fund and Debt Service Fund.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. All of the District's basic services are reported in these funds that focus on how money flows into and out of the funds and the year-end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The

governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services being provided, along with the financial resources available.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The District maintains two individual major governmental funds as prescribe by NRS 474 Information for each is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balance.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding as of the date provided on the government-wide and fund financial statements.

Other Information – In addition to the basic financial statements and accompanying notes, this financial report also presents combining and individual fund statements and schedules.

The District adopts an annual budget for all of its funds. Budgetary comparison schedules have been provided for all funds to demonstrate compliance with the budget and are presented as required supplementary information.

Financial Analysis of the District

One of the most important questions asked about the District's finances is, "Is the District as a whole better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position report information about the District's activities in a way that will help answer this question. These two statements report the net position of the District and the changes in them. One can think of the District's net position – the difference between assets and liabilities – as one way to measure financial health or financial position. Over time, increases and decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, and new or changed government legislation.

.

Net Position

To begin our analysis, a summary of the District's Statement of Net Position is presented in Table 1.

Table 1
Condensed Statements of Net Position

	FY 2024	FY 2023	Dollar Change	Total Percent Change
Current assets	\$ 8,860,748	\$ 6,544,093	\$ 2,316,655	35.4%
Capital assets	10,219,202	9,952,996	266,206	2.7%
Total Assets	19,079,950	16,497,089	2,582,861	15.7%
Deferred Outflows	12,393,925	12,605,922	(211,997)	-1.7%
Current Liabilities	1,299,474	1,591,214	(291,740)	-18.3%
Long-term Liabilities	36,845,497	31,849,402	4,996,095	15.7%
Total Liabilities	38,144,971	33,440,616	4,704,355	14.1%
Deferred inflows	870,002	204,194	665,808	326.1%
Invested in Capital Assets	9,634,202	9,083,996	550,206	6.1%
Restricted Net Position	353,897	335,474	18,423	5.5%
Unrestricted Net Position	(17,529,197)	(13,961,269)	(3,567,928)	25.6%
Total Net Position	\$ (7,541,098)	\$ (4,541,799)	\$ (2,999,299)	66.0%

Net position decreased by \$2,999,299 to (\$7,541,098) in 2024 from (\$4,541,799) in 2023.

A significant portion in the decrease in net position was related to net of deferred outflows, long-term liabilities, and deferred inflows decreasing by \$3,015,264 from the net pension liability and other post-employment benefit liabilities.

The following Table 2 reflects fiscal year 2024 operations detailing the financial activity of the District.

Table 2
Condensed Statements of Activities

	FY 2024	FY 2023	Dollar Change	Total Percent Change
Program Revenues:				
Charges for services	\$ 6,719,924	\$ 7,314,348	\$ (594,424)	-8.1%
Operating grants	2,203,888	1,741,171	462,717	26.6%
Capital grants	250,000	-	250,000	0.0%
General revenues:				
Property taxes	11,726,425	10,946,556	779,869	7.1%
Consolidated tax distribution	2,447,948	2,293,819	154,129	6.7%
Investment earnings	313,133	131,324	181,809	138.4%
Donations	22,600	23,450	(850)	-3.6%
Miscellaneous income	29,942	25,531	4,411	17.3%
Gain (loss) sale of assets	-	20,669	(20,669)	-100.0%
Bond issuance costs	(55,714)	-	(55,714)	n/a
Insurance proceeds	207,403	309,144	(101,741)	-32.9%
Total Revenues	<u>23,865,549</u>	<u>22,806,012</u>	<u>1,059,537</u>	4.6%
Expenses				
Public safety expenses	<u>26,864,848</u>	<u>24,152,983</u>	<u>2,711,865</u>	11.2%
Total Expenses	<u>26,864,848</u>	<u>24,152,983</u>	<u>2,711,865</u>	11.2%
Change in Net Position	(2,999,299)	(1,346,971)	(1,652,328)	122.7%
Net Position, beginning	<u>(4,541,799)</u>	<u>(3,194,828)</u>	<u>(1,346,971)</u>	42.2%
Net Position, ending	<u>\$ (7,541,098)</u>	<u>\$ (4,541,799)</u>	<u>\$ (2,999,299)</u>	66.0%

While the Statement of Net Position shows both the composition of and change in net position, the Statement of Activities provides answers as to the nature and scope of these changes. As can be seen in Table 2 above, the net position reflected an decrease of \$2,999,299 from (\$4,541,799) in 2023 to (\$7,541,098) in year 2024.

- Property tax revenue was \$11,726,425 and consolidated tax revenue was \$2,447,948 which is an increase of \$933,998 over the prior year amounts which is an increase of 7.1%.
- Charges of services revenue was \$6,719,924 in year 2024 compared to \$7,314,348 in year 2023 which is a decrease of \$594,424 or 8.1%. A significant portion of this decrease is attributable to the District not renewing its contract with Nevada Energy Fuels Management Program which resulted in \$919,823 less revenue compared to 2023.

- Total expenses for the year were \$26,864,549 compared to \$24,152,983 in year 2023 an increase of \$2,711,865 or a 11.2% increase of the prior year amount.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of the District's governmental funds is to provide information on the near-term inflow, outflow, and balances of spendable resources. Such information is useful in assessing the District's financial requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$7,263,586 compared to \$4,794,590 in 2023. This resulted in an increase of \$2,468,996 in ending fund balance. The increase is largely due to the District holding \$2,944,286 in unspent bond proceeds issued during the year.

The General Fund is the operating fund of the District. At the end of the current fiscal year, the fund balance of the General Fund was \$6,909,689. The key factors for the fund balance increase are as follows:

- The District's General Fund's ending fund balance is \$6,909,689 compared to a beginning fund balance of \$4,459,116 which represents an increase of \$2,450,573. This increase is largely due to the District holding \$2,944,286 in unspent bond proceeds issued during the year but not yet spent.
- The District's General Fund details actual revenues of \$23,496,157 compared to total expenditures of \$24,197,273.
- The District's ad valorem tax increased by \$823,185 to \$11,745,531 compared to \$10,922,346 in year 2023 an increase of 7.5% over the prior year.
- The District's applied for G.E.M.T. reimbursement program revenues through the State of Nevada Division of Health Care Financing and Policy and received \$1,419,257 in revenues for medical services provided to Medicaid recipients compared to \$988,404 in year 2023.
- The District's outside mutual aid increased from \$888,136 in year 2023 to \$1,069,411 in year 2024. The District executed a fuels management program agreement with Nevada Energy beginning in year 2021 and ending in year 2024, which generated \$918,787 in revenues in 2024 compared to \$1,838,610 in year 2023.

- The District's total expenses of \$24,197,273 increased 7.2% or by \$1,616,570 compared to total expenses of \$22,580,703 in year 2023.
- The District's salaries of \$11,723,585 increased 3.0% or by \$341,085 compared to salaries of \$11,382,500 in year 2023. Employee benefits of \$7,326,158 increased by 1.3% or by \$97,452 compared to \$7,228,706 in year 2023.

General Fund Budgetary Highlights

The District's General Fund budget is prepared according to Nevada law and is based on generally accepted accounting principles. The District adopts an annual budget following budget workshops and a public hearing. The budget provides proposed expenditures and the means of financing them. The most significant budgeted fund is the General Fund. There were three budget augmentations during the year which increased total budgeted resources by \$4,239,716. To provide meaningful comparisons, the following financial highlights are presented.

- The District's General Fund's actual revenues of \$23,496,157 in year 2024 was \$317,431 over budgeted resources of \$23,178,726.
- The District's General Fund reflects \$27,803,643 of budgeted appropriations compared to actual expenditures of \$24,197,273 which resulted in expenditures being under budget by \$3,606,370. The final budget was built on the anticipation of spending the \$3,000,000 in bond proceeds in the current fiscal year.
- The budget was augmented three times which increased budgeted appropriations over the original adopted budget. The main budget revisions include additional resources from intergovernmental revenues, charges of services, and other financing sources which reflected budget increases of \$3,986,576. Budgeted appropriations reflected an increase of \$4,475,912 to various budget categories.

Capital Assets

Capital Assets: The District's net investment in capital assets for its governmental activities as of June 30, 2024 is \$10,219,202 (net of accumulated depreciation and related debt). This investment in capital assets includes leasehold improvements, equipment and vehicles. In the notes to the financial statements, Note 4 (Capital Assets) provides capital asset activity during 2024. The net capital asset additions for the period totaled \$1,233,276 which included additions to construction in progress of \$610,391 for the training center, \$31,414 to complete Station 15 remodel, \$51,587 for a 2024 Polaris Ranger, \$29,517 Defibtech Chest Compression Device, \$350,000 for a 2024 INTL Brush Truck, and \$160,368 for a 2023 Ford F450 Braun Remount. Depreciation expense for the year was \$967,071.

Debt Administration

Long-Term Debt: The District has two long-term debt obligations totaling \$3,585,000 at June 30, 2024, consisting of Series 2019 totaling \$585,000 and \$3,000,000 on the Series 2023 – General Obligation Bonds issued on December 12, 2023. Scheduled principal payments totaling \$284,000 and interest of \$53,002 were made during the year. Series 2023 – General Obligation Bonds were issued for the future purchases of equipment and had one scheduled interest only payment of \$38,150.

The District accrued compensated absences representing accrued vacation, accrued sick leave and compensatory time was \$1,721,170 at June 30, 2024. Accrued compensated absences totaled \$1,547,571 at June 30, 2023. The Note 5 to the financial statements, (Long-Term Debt Obligations) provides a detail listing of debt activity during the period.

Economic Factors and Next Year's Budget

The Board of Directors and management of the District considered many factors when setting the fiscal year 2025 budget, tax rates and other charges. Some of those factors are the local economy and the impact that taxes, charges and rates have on the customers.

All of these factors were considered in the preparation of the District's 2025 budget. The District has maintained a standard of limiting appropriations to those anticipated revenues for the period. This approach has allowed the District to maintain an unreserved fund balance carrying sufficient resources deemed necessary to provide services and programs with the goal of minimizing additional burdens to its citizens.

Requests for Information

This financial report is designed to provide our customers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information provided in this report or request for additional financial information should be directed to District Chief Tod Carlini at the East Fork Fire Protection District, 1694 County Road, Minden, Nevada, 89423.

THIS PAGE LEFT INTENTIONALLY BLANK

EAST FORK FIRE PROTECTION DISTRICT, NEVADA**STATEMENT OF NET POSITION****JUNE 30, 2024***(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)*

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets:		
Cash and investments - Note 3	\$ 5,861,335	\$ 4,061,369
Accounts receivable, net of allowance	850,919	624,282
Due from other governments	1,988,320	1,585,006
Taxes receivable, secured roll	134,365	152,158
Interest receivable	25,809	-
Prepaid items	-	121,278
	<u>8,860,748</u>	<u>6,544,093</u>
<i>Total Current Assets</i>		
Noncurrent Assets:		
Capital Assets - Note 4		
Land	1,371,229	1,001,866
Equipment	26,871,651	26,007,737
Less: Accumulated depreciation	<u>(18,023,678)</u>	<u>(17,056,607)</u>
	<u>10,219,202</u>	<u>9,952,996</u>
<i>Total Noncurrent Assets</i>		
Total Assets	<u>19,079,950</u>	<u>16,497,089</u>
Deferred Outflows of Resources		
Deferred pension outflows - Note 7	9,926,557	10,294,444
Post measurement date		
pension contributions - Note 7	2,012,462	1,848,049
Deferred OPEB outflows - Note 8	<u>454,906</u>	<u>463,429</u>
	<u>12,393,925</u>	<u>12,605,922</u>
Total Deferred Outflows of Resources		

	2024	2023
Liabilities		
Current Liabilities:		
Accounts payable	\$ 353,714	\$ 226,933
Accrued salaries and wages	596,540	1,074,942
Accrued interest	34,220	5,339
Current portion of long-term debt - Note 5	<u>315,000</u>	<u>284,000</u>
<i>Total Current Liabilities</i>	<u>1,299,474</u>	<u>1,591,214</u>
Long-term Liabilities:		
Fire equipment bonds - Series 2019 - Note 5	585,000	869,000
General Obligation bonds - 2023 - Note 5	3,000,000	-
Accrued compensated absences - Note 5	1,721,170	1,547,534
Net pension liability - Note 7	29,142,041	26,776,572
OPEB liabilities payable - Note 8	2,712,286	2,940,296
Less: current portion long-term debt	<u>(315,000)</u>	<u>(284,000)</u>
<i>Total Long-term Liabilities</i>	<u>36,845,497</u>	<u>31,849,402</u>
Total Liabilities	<u>38,144,971</u>	<u>33,440,616</u>
Deferred Inflow of Resources		
Deferred pension inflows - Note 7	272,770	58,833
Deferred OPEB inflows - Note 8	<u>597,232</u>	<u>145,361</u>
Total Deferred Inflow of Resources	<u>870,002</u>	<u>204,194</u>
Net Position		
Investment in capital assets, net of related debt	9,634,202	9,083,996
Restricted - Note 11	353,897	335,474
Unrestricted	<u>(17,529,197)</u>	<u>(13,961,269)</u>
Total Net Position	<u>\$ (7,541,098)</u>	<u>\$ (4,541,799)</u>

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

EAST FORK FIRE PROTECTION DISTRICT, NEVADA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	PROGRAM REVENUE				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	TOTALS	
					2024	2023
Governmental Activities:						
Public safety	<u>\$ 26,864,848</u>	<u>\$ 6,719,924</u>	<u>\$ 2,203,888</u>	<u>\$ 250,000</u>	<u>\$ (17,691,036)</u>	<u>\$ (15,097,464)</u>
General Revenues:						
Property taxes, levied for general purposes					11,726,425	10,946,556
Consolidated tax					2,447,948	2,293,819
Unrestricted investment income					313,133	131,324
Unrestricted donations					22,600	23,450
Miscellaneous					29,942	25,531
Gain (Loss) on sale of assets					-	20,669
Bond Issuance Costs					(55,714)	-
Insurance proceeds					<u>207,403</u>	<u>309,144</u>
Total General Revenues					<u>14,691,737</u>	<u>13,750,493</u>
Change in Net Position					(2,999,299)	(1,346,971)
Net Position, July 1					<u>(4,541,799)</u>	<u>(3,194,828)</u>
Net Position, June 30					<u>\$ (7,541,098)</u>	<u>\$ (4,541,799)</u>

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

EAST FORK FIRE PROTECTION DISTRICT, NEVADA**BALANCE SHEET
GOVERNMENTAL FUNDS****JUNE 30, 2024***(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)*

	<u>2024</u>	<u>2023</u>
Assets		
Cash - Note 3	\$ 5,861,335	\$ 4,061,369
Accounts receivable	850,919	624,282
Due from other governments	1,988,320	1,585,006
Taxes receivable, secured roll	134,365	152,158
Interest Receivable	25,809	-
Prepaid items	<u>-</u>	<u>121,278</u>
<i>Total Assets</i>	<u><u>\$ 8,860,748</u></u>	<u><u>\$ 6,544,093</u></u>
Liabilities		
Accounts payable	353,714	226,933
Accrued wages and benefits	<u>596,540</u>	<u>1,074,942</u>
<i>Total Liabilities</i>	<u>950,254</u>	<u>1,301,875</u>
Deferred Inflow of Resources		
Unavailable property tax revenue	121,974	141,080
Unavailable ambulance fee revenue	<u>524,934</u>	<u>306,548</u>
<i>Total Deferred Inflow of Resources</i>	<u>646,908</u>	<u>447,628</u>
Fund Balance - Note 11		
Nonspendable	-	121,278
Restricted - Emergency Reserve Fund	353,897	335,474
Restricted - Bond proceeds	2,944,286	-
Restricted - Water tender equipment	222,400	-
Assigned	3,563,461	1,240,399
Unassigned	<u>179,542</u>	<u>3,097,439</u>
<i>Total Fund Balance</i>	<u>7,263,586</u>	<u>4,794,590</u>
<i>Total Liabilities, Deferred Inflow of Resources and Fund Balance</i>	<u><u>\$ 8,860,748</u></u>	<u><u>\$ 6,544,093</u></u>

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

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	2024	2023
Total Fund Balance - Governmental Funds	\$ 7,263,586	\$ 4,794,590
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental funds are not current financial resources and therefore not reported in the governmental fund financial statements.	28,242,880	27,009,603
Accumulated depreciation has not been included in the governmental fund financial statements.	(18,023,678)	(17,056,607)
That portion of taxes and other receivables, not current financial resources, are reported as a deferred inflows of resources in the governmental fund financial statements.	646,908	447,628
The liability for compensated absences is not reflected in the governmental fund financial statements since its not payable from current resources.	(1,721,170)	(1,547,534)
Long-term debt obligations are not included in the governmental fund financial statements.	(3,585,000)	(869,000)
The post-employment health insurance liability is not due and payable in the current period and therefore is not reported in the governmental fund.	(2,712,286)	(2,940,296)
Deferred inflows of resources for other post-employment benefits does not effect current financial resources and is therefore not reported in the governmental funds.	454,906	463,429
The net pension liability is not due and payable in the current period and therefore is not reported in the governmental fund.	(29,142,041)	(26,776,572)
Deferred pension inflows and outflows of resources represent changes in the net pension liability that are to be amortized over future periods. They will not require current financial resources and are therefore not reported in the governmental funds.	11,069,017	11,938,299
Interest is accrued on outstanding debt in the statement of net position, whereas in the governmental fund financial statements an interest expenditure is reported when due.	(34,220)	(5,339)
Net Position of Governmental Activities	<u>\$ (7,541,098)</u>	<u>\$ (4,541,799)</u>

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

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
GOVERNMENTAL FUNDS - BUDGET BASIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>BUDGETED AMOUNTS</u>				
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2023</u>
Revenues					
Taxes	\$ 11,820,391	\$ 11,820,391	\$ 11,745,531	\$ (74,860)	\$ 10,922,346
Intergovernmental revenues	4,059,978	4,029,762	4,901,836	872,074	4,034,990
Charges for services	6,405,620	7,090,509	6,501,538	(588,971)	7,122,695
Other revenues	<u>113,564</u>	<u>238,064</u>	<u>365,675</u>	<u>127,611</u>	<u>180,305</u>
<i>Total Revenues</i>	<u>22,399,553</u>	<u>23,178,726</u>	<u>23,514,580</u>	<u>335,854</u>	<u>22,260,336</u>
Expenditure					
Public Safety, Fire					
Salaries and wages	10,454,475	11,936,916	11,723,585	213,331	11,382,500
Employee benefits	7,216,277	7,395,131	7,326,158	68,973	7,228,706
Services and supplies	2,290,831	3,286,366	3,578,558	(292,192)	2,864,516
Capital outlay	1,550,000	4,850,980	1,231,970	3,619,010	807,949
Debt Service					
Principal	284,000	284,000	284,000	-	277,000
Interest	<u>12,100</u>	<u>53,002</u>	<u>53,002</u>	<u>-</u>	<u>20,032</u>
<i>Total Expenditures</i>	<u>21,807,683</u>	<u>27,806,395</u>	<u>24,197,273</u>	<u>3,609,122</u>	<u>22,580,703</u>
Excess (Deficiency) of					
Revenues over Expenditures	<u>591,870</u>	<u>(4,627,669)</u>	<u>(682,693)</u>	<u>3,944,976</u>	<u>(320,367)</u>
Other Financing Sources (Uses)					
Contingency	(322,224)	(569,448)	-	569,448	-
Sale of capital assets	10,000	10,000	-	(10,000)	20,669
Bond proceeds	-	3,000,000	3,000,000	-	-
Bond issuance costs	-	-	(55,714)	-	-
Insurance recoveries	<u>-</u>	<u>207,403</u>	<u>207,403</u>	<u>-</u>	<u>309,144</u>
<i>Total Other Financing (Uses)</i>	<u>(312,224)</u>	<u>2,647,955</u>	<u>3,151,689</u>	<u>559,448</u>	<u>329,813</u>
Excess (Deficiency) of Revenues					
and Other Sources over					
Expenditures and Other Uses	279,646	(1,979,714)	2,468,996	4,504,424	9,446
Fund Balance, July 1	<u>4,221,735</u>	<u>4,819,187</u>	<u>4,794,590</u>	<u>(24,597)</u>	<u>4,785,144</u>
Fund Balance, June 30	<u>\$ 4,501,381</u>	<u>\$ 2,839,473</u>	<u>\$ 7,263,586</u>	<u>\$ 4,424,113</u>	<u>\$ 4,794,590</u>

The accompanying notes are an integral part of these financial statements

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>2024</u>	<u>2023</u>
Change in Fund balances - Total Governmental Funds	\$ 2,468,996	\$ 9,446
Amounts reported for governmental activities in the statement of activities are different because:		
Current period capital outlays are expenditures in the governmental fund financial statements, but increase capital assets in the government-wide financial statements.	1,233,277	816,238
Depreciation is not recognized as an expense in governmental funds, since it does not require the use of current financial resources. The effect on the current year's depreciation is to decrease net assets.	(967,071)	(902,089)
Capital assets sales and retirements are reported as expenses in the statement of activities but do not require the use of current financial resources and therefore not reported as expenditures in the governmental funds.	-	-
Property taxes and other revenues not received within sixty days of year end are not recognized in the fund financial statements as not available to finance current expenditures but are recognized when assessed or due in the government-wide financial statements.	199,280	215,863
Compensated absences are not due and payable in the current period and therefore are not reported in the governmental fund financial statements.	(173,636)	(159,532)
Future health insurance post-employment benefits are reported in the statement of activities but do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	(232,384)	(227,380)
Current year long-term debt principal payments are reported as expenditures in the governmental fund financial statements, but are shown as a reduction in long-term debt in the government-wide financial statements.	(2,716,000)	277,000
Changes in net pension liability resulting from differences in actual and projected earnings, experience and changes in proportionate share do not affect current financial resources and not reported in governmental funds.	(2,782,880)	(1,377,805)
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the governmental fund financial statements an interest expenditure is reported when due.	<u>(28,881)</u>	<u>1,288</u>
Change in Net Position of Governmental Activities	<u><u>\$ (2,999,299)</u></u>	<u><u>\$ (1,346,971)</u></u>

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

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 1 - Summary of Significant Account Policies:

The East Fork Fire Protection District (the “District”) is a public fire protection district operated under the applicable laws and regulations of the State of Nevada. It is governed by a five-member Board of Directors. The financial statements of the East Fork Fire Protection District have been prepared in accordance with generally accepted accounting principles in the United States of America (“GAAP”) as applied to governmental units. The Governmental Accounting Standards Board (“GASB”) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units in addition to other authoritative sources issued by the American Institute of Certified Public Accountants.

GASB Statement No. 34 established a new financial reporting model for state and local governments that includes in addition to management’s discussion and analysis, government-wide financial statements, required supplementary information and the elimination of the effects of internal service activities and the use of account groups to the already required fund financial statements and notes.

The GASB determined that fund accounting has been and will continue to be essential in helping governments achieve fiscal accountability and should, therefore, be retained. The GASB also determined that government-wide financial statements are needed to allow the users of the financial reports to assess a government’s operational accountability. The new GASB model integrates fund-based financial reporting and government-wide financial reporting as complementary components of a single comprehensive financial reporting model.

Reporting Entity

The East Fork Fire Protection District, Nevada, for financial purposes, includes all of the funds relevant to the operations of the District. The District was formed to provide fire protection and ambulance services for the citizens of Douglas County excluding the Lake Tahoe area. The financial statements of the East Fork Fire Protection District, Nevada include those organizations that are controlled by or dependent on the District and fall under the direct jurisdiction of the Board of Directors. Control or dependency is determined on the basis of budget adoption, taxing authority, funding and appointment of respective governing boards. The East Fork Fire Protection District was established on April 16, 1981 by the Douglas County Board of Commissioners who served as the *ex officio* Board of Fire Commissioners until January 1, 2017, when governance was transferred to an appointed five member board of directors.

Basic Financial Statements – GASB Statement No. 34:

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. While the previous model emphasized fund types (the total of all funds of a particular type), the GASB 34 model focuses on either the District as a whole or major individual funds (within the fund financial statements). Both the government-

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

wide and fund financial statements categorize activities as either governmental activities or business-type activities. In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) are reflected, on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (public safety) which are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function or a business-type activity. Program revenues include revenues largely from charges for services. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs by function are normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc.). Historically, the previous model did not summarize or present net cost by function or activity.

This government-wide focus is more on the substantiality of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. For the most part, the effect of interfund activity has been removed from the government-wide statements. Interfund activities relating to services provided and used between functions are not eliminated.

The fund financial statements are, in substance, very similar to the financial statements presented in the previous model. The report emphasis is on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund types are summarized into a single column.

The governmental funds major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the District's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements as shown in the governmental column, a reconciliation is presented on the page following each statement which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Each presentation provides valuable information that can be analyzed and compared (between years and between governments) to enhance the usefulness of the information.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Basis of Presentation:

The accounts of East Fork Fire 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, net assets, revenues and expenditures (or expenses, as appropriate). 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. The various funds are reported by generic classification within the financial statements.

The model as defined in Statement No. 34 establishes criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Management may also elect to designate a fund, which does not meet the criteria, as a major fund. The nonmajor funds are combined in a single column in the fund financial statements (when applicable). The District considers the following funds as major funds.

Major Funds:

Governmental Major Funds

- (1) The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in other funds.

Basis of Accounting:

Governmental Fund Types:

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

The East Fork Fire Protection District maintains its accounting records for governmental funds on the modified accrual method of accounting. This method provides for recognizing expenditures, other than accrued interest on general long-term obligations at the time liabilities are incurred, while revenues are recorded when measurable and available to finance expenditures of the fiscal period. Available is defined as being due and collected within the current period or 60 days after year-end. When revenues are due but will not be collected within 60 days, a receivable is recorded, and an offsetting deferred revenue account is established. Most major sources of revenue reported in governmental funds are susceptible to accrual under the modified accrual basis of accounting.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Budgets and Budgetary Accounting:

Budget Policies:

The East Fork Fire Protection District adheres to the Local Government Budget Act, incorporated within state statutes, which includes the following major procedures to establish the budgetary data, which is reflected in these financial statements.

1. On or before April 15 of each year, the budget officer shall prepare, or the governing body shall cause to be prepared, on appropriate forms prescribed by the Department of Taxation for the use of local governments, a tentative budget for the ensuing fiscal year. The tentative budget must be filed for public record and inspection.
2. Public hearings on the tentative budget are held not sooner than the third Monday in May and not later than the last day in May.
3. Prior to June 1, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the Board Directors. The final budget must then be forwarded to the Nevada Tax Commission to approve the requested ad valorem tax rate.
4. Formal budgetary integration in the financial records of all funds is employed to enhance management control during the year.
5. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The District does not use the encumbrance method of accounting. Appropriations lapse at year-end.
6. Budget amounts within funds, and between funds, may be transferred if amounts do not exceed the original budget. Such transfers are to be approved by the budget officer and/or the District, depending on established criteria. Budget augmentations in excess of original budgetary amounts may not be made without prior approval of the Board, following a scheduled and noticed public hearing. The General Fund's original budget was amended three times by board action.
7. The above dates may be modified as necessary during years when the Nevada Legislature is in session.

For budgetary purposes, the District established the Emergency Reserve Fund. This fund is reported within the District's General Fund in accordance with GASB 54 requirements.

In accordance with state statutes, actual expenditures may not exceed budget appropriations of the various governmental functions of the General Fund, or total appropriations of the individual Emergency Reserve Fund.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Taxes Receivable, delinquent

Secured roll property taxes receivable reflect only those taxes receivable from the delinquent roll years. No provision for uncollectible accounts has been established since management does not anticipate any material collection loss in respect to the remaining balances. Amounts not collected within 60 days after year-end has been recorded as deferred revenue in the governmental funds.

Inventory of Consumable Supplies

All funds account for materials and supplies inventories as expenditures using the “purchase method”, whereby inventories are recorded as expenditures when they are purchased.

Capital Assets

Governmental Activities:

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost varying by classification and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of the donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset life are not capitalized.

Depreciation is provided in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line basis. The service lives and capitalization threshold by type of asset are as follows:

	<u>Service Life</u>	<u>Capitalization Threshold</u>
Land and improvements	N/A	All
Buildings and other improvements	15-80 years	Above \$50,000
Vehicles	7-20 years	Above \$25,000
Equipment	5-10 years	Above \$25,000

Property Taxes

All real property in the District is assigned a parcel number by the Douglas County Assessor in accordance with state laws, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The property and its improvements are assessed at 35% of “taxable value”, as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the District's tax rate. The maximum tax rate was established in the State Constitution at \$5.00 per hundred dollars of assessed valuation; however, as a result of the 1979 legislature session, the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation unless an additional rate is approved by the electorate. Taxes on real property are a lien on the property and attached on July 1 of the year for which taxes are levied.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Taxes may be paid in four installments payable on the third Monday in August, and the first Monday in October, January, and March to the Treasurer of Douglas County in which the District is located. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two-year waiting period, if the taxes remain unpaid, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest and costs before sale.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually by the County and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates described above. The major classifications of personal property are commercial, mobile homes, aircraft, and agricultural.

Cash and Investments

Cash balances from all funds are combined and, to the extent practicable, invested as permitted by NRS 355.170. Investments are stated at cost, which approximates market value.

Pursuant to NRS 355.170, the District may only invest in the following types of securities:

- United States bonds and debentures maturing within ten (10) years from the date of purchase
- Certain farm loan bonds
- Securities of the United States Treasury, United States Postal Service or the Federal National Mortgage Association maturing within the (10) years from the date of purchase.
- Negotiable certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada.
- Certain securities issued by local governments of the State of Nevada.
- Other securities expressly provided by other statutes, including repurchase agreements.
- Certain short-term commercial paper issued by U. S. Corporations.
- Certain "AAA" rated mutual funds that invest in Federal securities.

Investment Income

Investment income is recognized in the District's General Fund.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities' column in the statement of net position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Vacation Time and Sick Leave Benefits

Governmental Funds:

The estimated cost of vacation time and sick leave benefits are accrued as earned and recorded in the government-wide financial statements against applicable programs. In governmental fund financial statements, the cost of vacation and sick leave benefits are accrued and recorded to the extent the benefit is paid after year end under one of the District's leave benefit policies. Any excess accrual is not recorded but is recorded as a payroll cost when the time is actually used.

Allowance for Doubtful Accounts

Accounts receivable balances are reviewed, and accounts believed to be uncollectible are identified. The allowance for doubtful accounts is then adjusted to equal the anticipated loss and bad debt expense is charged for estimated losses arising from the current year's operation. Subsequently, the governing board reviews and approves this list of uncollectible accounts to be written off.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Nevada Public Employees Retirement System (PERS) and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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 could differ from those estimates.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Comparative Data

Comparative data shown for the prior year (2023) has been extracted from the 2022-2023 financial statements. It has been provided to add comparability but is not considered full disclosure of transactions for 2022-2023. Such information can only be obtained by referring to that audit report.

Deferred Inflows and Outflows of Resources

Transactions that result in the consumption or acquisition of net assets in one period that are applicable to future periods are reported as either a deferred inflow of resources or deferred outflow of resources in the statement of net position.

Net Position

Net position represents the difference between assets and deferred outflow of resources, and liabilities and deferred inflow of resources. Net position comprises of various net earnings from operating and non-operating revenues, expenses, and contributions of capital. Net position are classified in the following three components: investment in capital assets, net of related liabilities; restricted for capital activity and debt service; and unrestricted net position. Investment in capital assets, net of related debt, consist of all capital assets, net of accumulated depreciation and reduced by outstanding debt that is attributable to the acquisition, construction, and improvement of those assets; debt related to unspent proceeds or other restricted cash and investments is excluded from that determination. Restricted for capital activity and debt service consists of net position assets for which constraints are placed thereon by external parties, such as lenders, grantors, contributors, regulations and enabling legislation, including self-imposed legal mandates, less any related liabilities. Unrestricted consists of all other net position not included in the above categories. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Balance

In the governmental fund financial statements, governmental funds report up to five components of fund balance, as applicable. These five classifications are: nonspendable, restricted, committed, assigned, and unassigned. Nonspendable fund balance is reserved for portions of net resources that cannot be spent because of their form, such as inventories or prepaid items, or that cannot be spent because they must be kept intact. Restricted fund balance is reserved for the portion of net resources that have externally enforceable limitation on use, such as those imposed by creditors, grantors, contributors, or laws enacted by external entities. Committed fund balance is reserved for the portion of net resources that have had self-imposed limitations set in place by formal action of the governing board. Assigned fund balance is reserved for the portion of net resources that have an intended use established by the governing board or a designated official. Unassigned fund balance is for that portion of net resources that does not meet the criteria to be placed in any of the other four components of fund balance. Restricted amounts are considered to be spent prior to unrestricted amounts when an expenditure is incurred. Unrestricted amounts are considered to be spent in the following order: committed, assigned, and then, unassigned.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 - Compliance with Nevada Revised Statutes and the Nevada Administrative Code:

The District conformed to all significant statutory constraints on its financial administration during the year as detailed on page 61.

Note 3 - Cash and Investments:

Cash includes not only currency on hand but demand deposits with banks or other financial institutions. Cash also includes other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

The District's bank accounts are covered by FDIC insurance and collateral pledged to the accounts. The collateral pledged consists of obligations insured or guaranteed by the U.S. Government and its agencies. The following schedule summarizes cash and investments for the East Fork Fire Protection District at June 30, 2024.

Cash and Investment Balances Held By:

General Fund	\$ 5,509,221
Emergency Reserve Fund	<u>352,114</u>
Total Cash and Investments	<u>\$ 5,861,335</u>

Balance Classified by Depository:

Petty cash	\$ 100
Bank of America, checking	<u>763,133</u>

763,233

Investments:

Nevada State Investment Pool	<u>5,098,102</u>
------------------------------	------------------

Total Cash and Investments	<u>\$ 5,861,335</u>
----------------------------	---------------------

The following is a list of cash and deposits indicating collateral or insurance on these deposits:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured (FDIC)	\$ 250,000	\$ 250,000
Uninsured but collateralized by securities held in the name of East Fork Fire Protection District by the bank's agent or trust department	<u>513,233</u>	<u>541,807</u>
	<u>\$ 763,233</u>	<u>\$ 791,807</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 3 - Cash and Investments: *(Continued)*

Investment

At June 30, 2024, the average weighted maturity of the Nevada Local Government Investment Pool was 82 days. The fair value of \$5,098,102 is determined according to the following hierarchy determined by availability of market pricing used to determine the fair value.

Level I – Based on quoted prices in active market for identical assets	\$ 2,725,955
Level II – Based on significant other observable inputs	\$ 2,372,147

To provide an understanding of the East Fork Fire Protection District's investment types and the District's exposure to certain risks, the following provides information on the District's external investment composition.

Interest Rate Risk: The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk: State law limits types of allowable investments under Nevada Revised Statutes 355.170 as listed in the accompanying Note 1.

Concentration of Credit Risk: The District does not have a formal investment policy that limits East Fork Fire District as to the amount that may be invested in any one issuer.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 4 – Capital Assets:

The following tables summarize the changes in capital assets.

	Balance June 30, 2023	Additions	Deletions	Balance June 30, 2024
Not subject to depreciation:				
Land	\$ 642,201	\$ -	\$ -	\$ 642,201
Fire engines in process	<u>359,666</u>	<u>641,804</u>	<u>272,442</u>	<u>729,028</u>
	<u>1,001,867</u>	<u>641,804</u>	<u>272,442</u>	<u>1,371,229</u>
Subject to depreciation:				
Ambulance	1,807,550	160,368	-	1,967,918
Apparatus	7,713,436	350,000	-	8,063,436
Equipment	1,901,055	29,517	-	1,930,572
Vehicles	1,268,506	51,587	-	1,320,094
Buildings and improvements	12,409,310	272,442	-	12,381,752
Infrastructure	<u>907,880</u>	<u>-</u>	<u>-</u>	<u>907,880</u>
	<u>26,007,737</u>	<u>863,914</u>	<u>-</u>	<u>26,871,652</u>
Less accumulated depreciation:				
Ambulances	926,324	196,332	-	1,122,656
Apparatus	6,309,115	237,481	-	6,546,596
Equipment	1,501,658	96,048	-	1,597,706
Vehicles	971,415	95,893	-	1,067,308
Buildings and improvements	6,654,523	318,358	-	6,972,882
Infrastructure	<u>693,573</u>	<u>22,959</u>	<u>-</u>	<u>716,532</u>
	<u>17,056,608</u>	<u>967,071</u>	<u>-</u>	<u>18,023,680</u>
Depreciable assets, net	<u>8,951,129</u>	<u>(103,157)</u>	<u>-</u>	<u>8,847,972</u>
Capital assets, net	<u>\$ 9,952,996</u>	<u>\$ 538,648</u>	<u>\$ 272,442</u>	<u>\$ 10,219,202</u>

Depreciation expense of \$967,071 was charged to the public safety function.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 5 - Long-Term Debt Obligations:

Changes in General Long-term Debt:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Obligations</u> <u>Issued</u>	<u>Obligations</u> <u>Retired</u>	<u>Balance</u> <u>June 30, 2024</u>
Series 2019 - General obligation bond	\$ 869,000	\$ -	\$ 284,000	\$ 585,000
Series 2023 – General obligation bond	-	3,000,000	-	3,000,000
Compensated absences	1,547,571	173,599	-	1,721,170
Net Pension Liability	26,776,572	2,365,469	-	29,142,041
Other Post-Employment Benefits	<u>2,940,296</u>	<u>-</u>	<u>228,010</u>	<u>2,712,286</u>
Total Long-Term Obligations Payable	<u>\$ 32,133,439</u>	<u>\$ 5,539,068</u>	<u>\$ 512,010</u>	<u>\$37,160,497</u>

General Obligation Medium-Term Bonds, Series 2019:

The District issued \$1,966,000 in general obligation medium-term bond, Series 2019 on November 1, 2019. The general obligations bonds are payable over eight years with semi-annual payments of principal and interest. The Bonds require semi-annual payments of interest and principal ranging from \$151,845 to \$71,830 with an annual interest rate of \$1.860%. The bonds mature on April 1, 2026.

The following schedule details the future debt service requirements on the general obligation Series 2019 medium-term bonds:

<u>Year ending June 30,</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2025	\$ 9,542	\$ 290,000	\$ 299,542
2026	<u>4,120</u>	<u>295,000</u>	<u>299,120</u>
	<u>\$ 13,662</u>	<u>\$ 585,000</u>	<u>\$ 598,662</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

General Obligation Medium-Term Bonds, Series 2023:

The District issued \$3,000,000 in general obligation medium-term bond, Series 2023 on December 12, 2023. The general obligations bonds are payable over ten years with semi-annual payments of interest and one annual principal payment. The Bonds require semi-annual payments of interest and principal ranging from \$150,475 to \$432,904 with an annual interest rate of \$4.20%. The bonds mature on October 1, 2033.

The following schedule details the future debt service requirements on the general obligation Series 2023 medium-term bonds:

<u>Year ending June 30,</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2025	\$ 125,475	\$ 25,000	\$ 150,475
2026	124,425	25,000	149,425
2027	117,222	318,000	435,222
2028	103,593	331,000	434,593
2029	89,397	345,000	434,397
2030-34	<u>212,100</u>	<u>1,956,000</u>	<u>2,168,100</u>
	<u>\$ 772,212</u>	<u>\$ 3,000,000</u>	<u>\$ 3,772,212</u>

Compensated Absences:

The amount of accrued compensated absences liability for the governmental activities at June 30, 2024 was \$1,721,170. This balance reflects the governmental activities annual leave being earned at a rate based upon an employee's longevity with the District. An employee may carry over unused annual leave to the next year, not exceeding 30 days as of the employee's anniversary date.

Note 6 – Interfund Transfers:

A summary of interfund transfers is as follows:

	<u>Transfers – In</u>	<u>Transfers – Out</u>
Governmental Activities:		
General Fund	\$ -	\$ -
Emergency Reserve Fund	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 - Defined Benefit Pension Plan:

General Information about the Pension Plan

Plan description: All permanent full time employees are provided pensions through the Public Employees Retirement Plan (PERS). The plan is a cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement System of Nevada. Chapter 286 of the Nevada Revised Statutes (NRS) establishes a governing board, appointed by the Governor that is responsible for managing the System, including arranging for a biennial actuarial valuation and adoption of actuarial tables and formulas prepared and recommended by the actuary.

Benefits provided: Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the System on or after January 1, 2010 and July 1, 2015. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed at 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% service time factor and for regular members entering the system on or after July 1, 2015, there is 2.25% factor. The System offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

Post-retirement increases are provided by authority of NRS 286.575-.579.

Regular members entering the System prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at any age with thirty years of service. Regular members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with ten years of service, or any age with thirty years of service. Regular members who entered the System on or after July 1, 2015, are eligible for retirement at age 65 with 5 years of service, or at age 62 with 10 years of service or at age 55 with 30 years of service or any age with 33 1/3 years of service.

Police/Fire members entering the System prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited service.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Defined Benefits Pension Plan (continued):

The normal ceiling limitation on monthly benefit allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both Regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

Contributions: The authority for establishing and amending the obligation to make contributions, and member contribution rates, is set by statute. The contribution rates are based on biennial actuarial valuations and expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983 have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions (EEC), while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan.

East Fork Fire Protection District allows its regular employees to elect either the EPC or EEC plan. Currently, all of the District's regular employees have elected to participate in the EPC plan, whereas, all firefighters are required by PERS to participate under the EPC plan. The District's total contributions to the plans totaled \$4,024,925 for the year ending June 30, 2024, of which \$2,012,462 is considered as post measurement date contributions for year 2024. The respective rates on which contributions for the EPC were 33.5% and 50.00% in year 2024 of covered compensation for police/fire members.

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

At June 30, 2024, the District reported net pension liabilities of \$29,142,041 representing its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2023, 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 plan's net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities for the year ended June 30, 2023. At June 30, 2023, the District's proportion of the plan was .15966% which is a .01135% increase from the prior year's .14831%.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Defined Benefits Pension Plan (continued):

For the period ending June 30, 2024, the District recognized pension expense of \$4,795,562 in the government-wide financial statements. At June 30, 2023, 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>
Difference between expected and actual Experience	\$ 3,798,487	\$ -
Changes of assumptions	2,731,164	-
Net difference between projected and actual earnings on pension plan investments	-	272,770
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>3,396,906</u>	<u>-</u>
	<u>\$ 9,926,557</u>	<u>\$ 272,770</u>

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

Year Ended June 30:	
2025	\$ 2,013,709
2026	1,770,650
2027	4,498,917
2028	874,897
2029	357,379
Thereafter	<u>138,235</u>
	<u>\$ 9,653,787</u>

In addition, \$2,012,462 is reported as deferred outflows of resources related to pensions in the governmental activities and represents the District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

Actuarial assumptions: The actuarial assumptions were based on the results of an experience study for the period from July 1, 2016, through June 30, 2020. When measuring the total pension liability, GASB uses the same actuarial cost method, all actuarial assumptions, and the same type of discount rate as PERS uses for funding.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Defined Benefits Pension Plan (continued):

The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Inflation rate	2.50%
Investment rate of return	7.25%
Productivity pay increases:	0.50%
Projected salary increases	Regular: 4.20% to 9.10%, depending on service Police/Fire 4.60% to 14.50%, depending on service Rates include inflation and productivity increases
Consumer price index:	2.50%
Other assumptions	Same as those used in the June 30, 2023 funding actuarial valuation

Investments: The Board evaluates and establishes expected real rates of return (expected returns, net of investment expenses and inflation) for each asset class. The Board reviews these capital market expectations annually. The PERS's current long-term geometric expected real rates of return for each asset class included in the plan's investment portfolio as of June 30, 2023 are included in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Geometric Expected Real Rate of Return*</u>
Large cap U.S. equity	42%	6.65%
Developed international equity	18%	7.18%
U.S. fixed bonds	28%	0.91%
Real estate	6%	5.25%
Private equity	6%	12.40%

*As of June 30, 2023, PERS' long-term inflation assumption was 2.50%.

Discount Rate: The discount rate used to measure the total pension liability was 7.25% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed plan contributions will be made in amounts consistent with statutory provisions and recognizing the plan's current funding policy and cost-sharing mechanism between employers and members. For this purpose, all contributions that are intended to fund benefits for all plan members and their beneficiaries are included, except that projected contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Defined Benefits Pension 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 7.25 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 (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
\$45,349,295	\$29,142,041	\$15,766,298

Note 8 – Post-Employment Benefits Other Than Pensions:

The District offers post-employment health benefits to its retirees under two plans on the pay-as-you-go basis. Accordingly, the District has implemented GASB No. 75 prospectively, beginning with the year ended June 30, 2019. Actuarial studies are done periodically to determine the OPEB liability. The most recent valuation was performed for June 30, 2024.

Plan Information

Nevada Public Employees' Benefits Program:

The District contributes to an agent multiple-employer defined healthcare plan, Nevada Public Employees' Benefits Program (PEBP). PEBP is administered by the State of Nevada pursuant to NRS 287. District retirees previously had the option to join the PEBP offered by the State of Nevada. Local Governments are required to pay the same portion of cost of coverage for their retirees joining PEBP that the State of Nevada pays for those persons retired from state service. As of June 30, 2024, three District retirees were covered by this benefit plan. The PEBP issues a publicly available report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees' Benefit Program, 901 South Stewart Street, Suite 1001, Carson City, Nevada 89701. The information is also available on their website at www.pebp.state.nv.us or by calling (800)326-5496.

East Fork Fire Protection District Health Care Plan:

The District administers a single-employer defined benefit healthcare plan for eligible employees, retirees and their dependents. The program provides health, vision, dental and life insurance benefits. Any retiree eligible to receive benefits from the Nevada Public Employees Retirement System is eligible to participate. No assets are accumulated in trust that meets the criteria in paragraph 4 of Statement 75.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 8 – Post-Employment Benefits Other Than Pensions: *(continued)*

Funding Policy:

Nevada Public Employees' Benefits Program:

The contributions to Nevada Public Employees' Benefits Program are established and may be amended by the Board of the Public Employee's Benefits Program. The amount of subsidy for which the District is liable for its retirees is billed monthly and based on their years of covered employment under Nevada PERS. As of June 30, 2024, three District retirees were covered by this benefit plan. The subsidy ends at the earlier of the retiree's death or the date he or she discontinues coverage. The explicit subsidy paid directly to PEPB by the District for the year ended June 30, 2024 was \$4,763. Amounts contributed by retirees are paid directly to the State of Nevada and, as such, are not available. The required contribution is based on projected pay-as-you-go financing requirements. The District has not elected the option to pay additional amounts into a qualified trust to prefund benefits.

East Fork Fire Protection District Health Care Plan:

The District pays the full cost of active employee coverage and dependent coverage. The District allows current retirees to remain on the District's group health plan but the District does not provide any premium coverage for the retiree. There were 89 active employees and three retirees enrolled in the plan at June 30, 2024. A separate report is not issued for the plan.

Total OPEB Liability:

Following is the District's total OPEB liability that was measured as of June 30, 2024, and was determined by an actuarial valuation date as of June 30, 2024.

PEBP	\$ 55,485
District Plan	<u>2,656,801</u>
	<u>\$ 2,712,286</u>

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the District and the plan members to that point. Projections of benefits for financial reported purposes do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 8 – Post-Employment Benefits Other Than Pensions: *(continued)*

Significant methods and assumptions used to value both plans are as follows:

Valuation date	June 30, 2024
Funding method	Entry Age Normal Cost, level percent of pay
Asset valuation method	N/A - No OPEB trust established
Discount rate (S & P General Obligation Municipal Bond 20 Year High Grade Index)	4.21% as of June 30, 2024 4.13% as of June 30, 2023
Participants valued	
– PEBP	Only current PEBP retirees are valued
– District Plan	Only current active employees and retired participants and covered dependents are valued. No future entrants are considered in this valuation
Actuarial assumptions:	
Projected salary increases	3.0% (N/A for PEBP)
Assumed wage inflation	3.0% (N/A for PEBP)
General inflation rate	2.5%
Healthcare cost trend rates	6.5% in 2025 to 5.2% in 2030 and thereafter

Mortality: The mortality rates were described in the September 2021 Experience Study Report of the Nevada PERS program as being reasonably representative of mortality experience as of that measurement date.

Males: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table with rates increased by 30%

Females: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table with rates increased by 15%

Pre-retirement life rates for Regular & Safety employees:

Males & Females: Pub-2010 General Employee-Weighted Above-Median Mortality Table

Mortality Improvement: The mortality rates described above were then adjusted to anticipate future mortality improvement by applying MacLeod Watts Scale 2022 on a generational basis from 2010 forward.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 8 – Postemployment Benefits Other Than Pensions (OPEB) (continued):

Changes in Total OPEB Liability

	<u>PEBP</u>	<u>District</u>	<u>Total</u>
Balance at June 30, 2023	\$ 60,369	\$2,879,927	\$2,940,296
Changes for the year:			
Service cost	-	212,289	212,289
Interest	2,392	125,548	127,940
Changes of assumptions	(378)	47,011	46,633
Plan Experience	(2,135)	(509,754)	(511,889)
Benefit payments	<u>(4,763)</u>	<u>(98,220)</u>	<u>(102,983)</u>
Net Change	<u>(4,884)</u>	<u>(223,126)</u>	<u>(228,010)</u>
Balance at June 30, 2024	\$ 55,485	\$2,656,801	\$2,712,286

Sensitivity of the total OPEB liability to changes in the discount rate:

The following presents the District's total OPEB liability calculated using the discount rate of 4.21%, as well as what the District's OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.21%) or 1-percentage-point higher (5.21%) than the current rate:

<u>1% Decrease</u>	<u>Current</u> <u>Discount Rate</u>	<u>1% Increase</u>
<u>(3.21%)</u>	<u>(4.21%)</u>	<u>(5.21%)</u>
\$3,031,981	\$2,712,286	\$2,430,782

Sensitivity of the total OPEB liability to changes in the healthcare cost trend:

The following presents the District's total OPEB liability of the District as well as what the District's OPEB liability would be if it were calculated using a healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rates:

<u>1% Decrease</u>	<u>Current</u> <u>Trend Rate</u>	<u>1% Increase</u>
\$2,364,016	\$2,712,286	\$3,130,684

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 8 – Postemployment Benefits Other Than Pensions: *(continued)*:

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2024, the District recognized OPEB expense of \$335,367. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to the District Plan was \$(142,326). The District will recognize these deferred resources as follows.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual		
Experience	\$ 311,784	\$ 588,162
Changes of assumptions	<u>143,122</u>	<u>9,070</u>
	<u>\$ 454,906</u>	<u>\$ 597,232</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB pension expense as follows:

2025	\$ (2,349)
2026	(2,349)
2027	(2,349)
2028	(3,293)
2029	(7,138)
Thereafter	<u>(124,848)</u>
	<u>\$ (142,326)</u>

Note 9 – Contingencies:

Federal and State Grants

In the normal course of operations, the District receives grant funds both from federal and state agencies. These grants may be subject to compliance audits by the grantor agencies and ultimate retention of these monies is contingent upon satisfying the grantors that proper procedures were followed and that the resources were spent in accordance with grant requirements. Management does not anticipate any adjustments to these financial statements if compliance audits were conducted by these agencies.

Note 10 – Subsequent Events:

Management has evaluated subsequent events through November 12, 2024, which is the date the financial statements were available to be issued.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 11 - Fund Equity:

Net position includes the following restricted amounts at June 30, 2024.

Restricted:

The balance in the Emergency Reserve Fund, established
In accordance with NRS 354.6115, may only be used
if the General Fund's actual revenues fall short of total
anticipated revenues or to mitigate the effects of a
natural disaster. \$ 353,897

At June 30, 2024, the governmental funds had the following
fund balance assignments:

Part of the General Fund's year-end balance has been
restricted for unspent bond proceeds dedicated
for fire equipment \$ 2,944,286

Part of the General Fund's year-end balance has been
restricted for financial resources dedicated
for water tender equipment \$ 222,400

Assigned:

Part of the General Fund's year-end balance has
been assigned as a financial resource for the
subsequent year's appropriations \$ 3,563,461

EAST FORK PROTECTION DISTRICT, NEVADA
RECONCILIATION OF BUDGETARY BASIS FUNDS TO GAAP BASIS GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	GENERAL FUND	EMERGENCY RESERVE FUND	TOTALS 2024	2023
Assets				
Cash	\$ 5,509,221	\$ 352,114	\$ 5,861,335	\$ 4,061,369
Accounts receivable, net	850,919	-	850,919	624,282
Due from other governments	1,988,320	-	1,988,320	1,585,006
Taxes receivable	134,365	-	134,365	152,158
Interest receivable	24,026	1,783	25,809	-
Prepaid items	-	-	-	121,278
<i>Total Assets</i>	<u>\$ 8,506,851</u>	<u>\$ 353,897</u>	<u>\$ 8,860,748</u>	<u>\$ 6,544,093</u>
Liabilities				
Accounts payable	\$ 353,714	\$ -	353,714	\$ 226,933
Accrued wages and benefits	596,540	-	596,540	1,074,942
<i>Total Liabilities</i>	<u>950,254</u>	<u>-</u>	<u>950,254</u>	<u>1,301,875</u>
Deferred Inflow of Resources				
Unavailable tax revenue	121,974	-	121,974	141,080
Unavailable ambulance fee revenue	524,934	-	524,934	306,548
	<u>646,908</u>	<u>-</u>	<u>646,908</u>	<u>447,628</u>
Fund Balance				
Nonspendable - Prepaid expenses	-	-	-	121,278
Restricted - Emergency Reserve Fund	-	353,897	353,897	335,474
Restricted - Bond proceeds	2,944,286	-	2,944,286	-
Restricted - Water tender equipment	222,400	-	222,400	35,000
Assigned	3,563,461	-	3,563,461	1,205,399
Unassigned	179,542	-	179,542	3,097,439
<i>Total Fund Balance</i>	<u>6,909,689</u>	<u>353,897</u>	<u>7,263,586</u>	<u>4,794,590</u>
Total Liabilities and Fund Balance	<u>\$ 8,506,851</u>	<u>\$ 353,897</u>	<u>\$ 8,860,748</u>	<u>\$ 6,544,093</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
RECONCILIATION OF BUDGETARY BASIS FUNDS TO GAAP BASIS GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	GENERAL FUND	EMERGENCY RESERVE FUND	TOTALS	
			2024	2023
Revenues				
Ad valorem taxes	\$ 11,745,531	\$ -	\$ 11,745,531	\$10,922,346
Intergovernmental revenues	4,901,836	-	4,901,836	4,034,990
Charges for services	6,501,538	-	6,501,538	7,122,695
Other revenues	347,252	18,423	365,675	180,305
<i>Total Revenues</i>	<u>23,496,157</u>	<u>18,423</u>	<u>23,514,580</u>	<u>22,260,336</u>
Expenditures				
Current:				
Public safety				
Salaries	11,723,585	-	11,723,585	11,382,500
Employee benefits	7,326,158	-	7,326,158	7,228,706
Services and supplies	3,578,558	-	3,578,558	2,864,516
Capital outlay	1,231,970	-	1,231,970	807,949
Debt Service				
Principal	284,000	-	284,000	277,000
Interest	53,002	-	53,002	20,032
<i>Total Expenditures</i>	<u>24,197,273</u>	<u>-</u>	<u>24,197,273</u>	<u>22,580,703</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(701,116)</u>	<u>18,423</u>	<u>(682,693)</u>	<u>(320,367)</u>
Other Financing Sources (Uses)				
Sale of assets	-	-	-	20,669
Bond proceeds	3,000,000	-	3,000,000	-
Bond issuance costs	(55,714)	-	(55,714)	-
Insurance recoveries	207,403	-	207,403	309,144
<i>Total Other Financing Sources (Uses)</i>	<u>3,151,689</u>	<u>-</u>	<u>3,151,689</u>	<u>329,813</u>
<i>Excess (Deficiency) of Revenues, Other Sources and over Expenditures and Other Uses</i>	<u>2,450,573</u>	<u>18,423</u>	<u>2,468,996</u>	<u>9,446</u>
Fund Balance, July 1	<u>4,459,116</u>	<u>335,474</u>	<u>4,794,590</u>	<u>4,785,144</u>
Fund Balance, June 30	<u>\$ 6,909,689</u>	<u>\$ 353,897</u>	<u>\$ 7,263,586</u>	<u>\$ 4,794,590</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB
LIABILITY AND RELATED RATIOS

	2018	2019	2020	2021
<u>Public Employees Benefit Plan (PEBP)</u>				
Total OPEB Liability				
Service cost	\$ -	\$ -	\$ -	\$ -
Interest	6,241	5,764	2,223	2,303
Change in assumptions	5,023	1,129	11,169	4,768
Plan experience	-	(118,805)	(1,383)	-
Benefit payments	(20,043)	(6,483)	(5,112)	(5,127)
Net Change in total OPEB Liability	(8,779)	(118,395)	6,897	1,944
Total Liability, July 1	209,407	200,628	82,233	89,130
Total Liability, June 30	\$ 200,628	\$ 82,233	\$ 89,130	\$ 91,074
Covered employee payroll	n/a	n/a	n/a	n/a
<u>East Fork Fire Health Benefits Plan</u>				
Total OPEB Liability				
Service cost	\$ 130,871	\$ 142,410	\$ 152,343	\$ 183,794
Interest	50,759	52,983	55,807	56,156
Change in assumptions	44,101	32,372	148,626	105,884
Plan experience	-	-	(209,935)	-
Benefit payments	(41,060)	(47,892)	(55,946)	(78,921)
Net Change in total OPEB Liability	184,671	179,873	90,895	266,913
Total Liability, July 1	1,511,353	1,696,024	1,875,897	1,966,792
Total Liability, June 30	\$ 1,696,024	\$ 1,875,897	\$ 1,966,792	\$ 2,233,705
Covered employee payroll	\$ 7,975,831	\$ 7,877,740	\$ 8,593,487	\$ 8,252,499
Total liability as a percentage of covered-employee payroll	21.3%	23.8%	22.9%	27.1%

Notes to Schedule:

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period.

Applicable discount rates	2.92%	2.79%	2.66%	2.18%
---------------------------	-------	-------	-------	-------

<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ -	\$ -	\$ -
1,929	2,476	2,392
(20,986)	(186)	(378)
(3,817)	-	(2,135)
<u>(5,197)</u>	<u>(4,924)</u>	<u>(4,763)</u>
(28,071)	(2,634)	(4,884)
<u>91,074</u>	<u>63,003</u>	<u>60,369</u>
<u>\$ 63,003</u>	<u>\$ 60,369</u>	<u>\$ 55,485</u>
n/a	n/a	n/a

\$ 207,831	\$ 207,497	\$ 212,289
52,156	116,058	125,548
112,868	(10,670)	47,011
184,687	-	(509,754)
<u>(98,089)</u>	<u>(126,116)</u>	<u>(98,220)</u>
459,453	186,769	(223,126)
<u>2,233,705</u>	<u>2,693,158</u>	<u>2,878,927</u>
<u>\$ 2,693,158</u>	<u>\$ 2,879,927</u>	<u>\$ 2,655,801</u>
\$ 10,918,761	\$ 11,199,774	\$ 11,723,585
24.7%	25.7%	22.7%

4.10%	4.13%	4.21%
-------	-------	-------

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF NET PENSION LIABILITY
NEVADA PUBLIC EMPLOYEES RETIREMENT SYSTEM

	<u>2017</u>	<u>2018</u>	<u>2019</u>
<u>Schedule of District's Proportionate Share</u> <u>of the Net Pension Liability</u>			
District's proportion of the net pension liability	0.11247%	0.10750%	0.11471%
District's proportionate share of the net pension liability	\$ 15,134,794	\$ 14,297,827	\$ 15,643,910
District's covered-employee payroll	\$ 4,897,997	\$ 4,944,310	\$ 5,427,028
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	309.0%	289.2%	288.3%
Plan fiduciary net position as a percentage of the total pension liability	72.2%	74.4%	75.1%

* The above amounts presented for each fiscal year have a measurement date of June 30 of the preceding year.

Schedule of District Contributions

Statutorily required employer contribution	\$ 962,564	\$ 1,064,168	\$ 1,152,082
Contributions in relation to the statutorily required contribution	<u>962,564</u>	<u>1,064,168</u>	<u>1,152,082</u>
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 4,944,310	\$ 5,427,028	\$ 5,914,348
Contributions as a percentage of covered payroll	19.5%	19.6%	19.5%

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
0.11960%	0.12721%	0.13404%	0.14831%	0.15966%
\$ 16,308,466	\$ 17,717,756	\$ 12,223,078	\$ 26,776,572	\$ 29,142,041
\$ 5,914,348	\$ 6,502,151	\$ 6,882,836	\$ 7,772,714	\$ 8,808,502
275.7%	272.5%	177.6%	344.5%	330.8%
76.5%	77.0%	86.5%	75.1%	76.2%
\$ 1,325,652	\$ 1,402,657	\$ 1,631,355	\$ 1,848,049	\$ 2,012,462
<u>1,325,652</u>	<u>1,402,657</u>	<u>1,631,355</u>	<u>1,848,049</u>	<u>2,012,462</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,502,151	\$ 6,882,836	\$ 7,772,714	\$ 8,808,502	\$ 8,590,793
20.4%	20.4%	21.0%	21.0%	23.4%

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
GENERAL FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>BUDGETED AMOUNTS</u>				
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2023</u>
Revenues					
Taxes					
Real property taxes, current	\$11,337,136	\$ 11,337,136	\$ 11,144,116	\$ (193,020)	\$ 10,369,363
Real property taxes, delinquent	-	-	45,656	45,656	47,215
Centrally assessed taxes	157,260	157,260	157,605	345	150,247
Deferred ag taxes	-	-	-	-	5,412
Personal property taxes, current	325,995	325,995	379,691	53,696	342,876
Personal property, delinquent	-	-	18,463	18,463	7,233
<i>Total Taxes</i>	<u>11,820,391</u>	<u>11,820,391</u>	<u>11,745,531</u>	<u>(74,860)</u>	<u>10,922,346</u>
Intergovernmental revenues					
Federal Grants					
EMPG Grant	42,708	42,708	-	(42,708)	68,789
NV Div of Forestry	-	83,247	126,678	43,431	-
Safer grant	-	-	-	-	43,944
HMEP Grant	-	13,121	-	(13,121)	3,620
AFG Grant	-	-	481,818	481,818	-
ARPA grant	250,000	250,000	250,000	-	263,285
State Grants					
SERC Grant	-	-	-	-	23,218
CERT - SHSP Grant	-	-	-	-	21,546
United We Stand Grant	-	-	-	-	31,915
State Revenues				-	
Consolidated tax distribution	2,559,770	2,559,770	2,447,948	(111,822)	2,293,819
G.E.M.T. reimbursement	1,100,000	1,418,814	1,419,257	443	988,404
Local Revenues				-	
Alpine Contract	107,500	107,500	107,500	-	101,450
Emergency Mgmt Contract	-	-	-	-	195,000
Firehouse Subs Public Safety Foundation	-	36,576	36,576	-	-
Local governmental revenue	-	36,840	32,059	(4,781)	-
<i>Total Intergovernmental Revenues</i>	<u>4,059,978</u>	<u>4,548,576</u>	<u>4,901,836</u>	<u>353,260</u>	<u>4,034,990</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
GENERAL FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>BUDGETED AMOUNTS</u>				
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2023</u>
Charges for services					
Fire Plan Check/Inspections	\$ 406,400	\$ 483,000	\$ 532,850	\$ 1,015,850	\$ 618,424
Ambulance Charges	4,028,442	3,828,442	3,722,167	(106,275)	3,635,802
Technology / Expedite Fees	18,600	-	12,897	12,897	17,549
Water Tender Initiative Fee	100,000	100,000	187,400	87,400	35,000
Standby Charges	12,500	12,500	8,041	(4,459)	39,709
Subscription Service Plans	50,000	50,000	49,985	(15)	49,465
Outside District Mutual Aid	-	1,113,029	1,069,411	(43,618)	888,136
Nevada Energy Fuels Management	1,789,678	1,789,678	918,787	(870,891)	1,838,610
<i>Total Charges for Services</i>	<u>6,405,620</u>	<u>7,376,649</u>	<u>6,501,538</u>	<u>(875,111)</u>	<u>7,122,695</u>
Other revenues					
Investment Income	89,000	204,000	269,001	65,001	119,564
Rent / Lease Income	15,064	15,064	25,709	10,645	2,717
Donations	2,000	11,500	22,600	11,100	23,450
Miscellaneous	7,500	7,500	29,942	37,442	25,531
<i>Total Other Revenues</i>	<u>113,564</u>	<u>238,064</u>	<u>347,252</u>	<u>124,188</u>	<u>171,262</u>
<i>Total Revenues</i>	<u>22,399,553</u>	<u>23,983,680</u>	<u>23,496,157</u>	<u>(487,523)</u>	<u>22,251,293</u>
Expenditures					
Administration					
Salaries and wages	10,454,475	11,344,350	11,273,139	71,211	10,645,875
Employee benefits	7,216,277	6,965,056	7,046,881	(81,825)	6,642,680
Services and supplies	245,853	331,047	270,128	60,919	225,076
<i>Total Administration</i>	<u>17,916,605</u>	<u>18,640,453</u>	<u>18,590,148</u>	<u>50,305</u>	<u>17,513,631</u>
Fire Prevention					
Services and supplies	18,547	21,747	20,549	1,198	18,949
Fire Training					
Services and supplies	118,885	102,006	86,524	15,482	62,549
<i>Total Fire Training</i>	<u>118,885</u>	<u>102,006</u>	<u>86,524</u>	<u>15,482</u>	<u>62,549</u>
Fire Suppression					
Services and supplies	1,907,546	2,966,820	3,125,522	(158,702)	2,412,688
Capital outlay	1,550,000	4,850,980	1,199,506	3,651,474	492,076
<i>Total Fire Suppression</i>	<u>3,457,546</u>	<u>7,817,800</u>	<u>4,325,028</u>	<u>3,492,772</u>	<u>2,904,764</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
GENERAL FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

	BUDGETED AMOUNTS				
	ORIGINAL	FINAL	ACTUAL	VARIANCE	2023
Fuels Management					
Salaries	\$ 786,323	\$ 820,566	\$ 450,446	\$ 370,120	\$ 736,625
Employee benefits	705,075	590,075	279,277	310,798	586,026
Services and supplies	28,650	28,650	75,835	(47,185)	145,254
Capital outlay	-	-	32,464	(32,464)	315,873
					-
<i>Total Fuel Management</i>	<u>1,520,048</u>	<u>1,439,291</u>	<u>838,022</u>	<u>601,269</u>	<u>1,783,778</u>
<i>Total Fire Expenditures</i>	<u>23,031,631</u>	<u>28,021,297</u>	<u>23,860,271</u>	<u>4,161,026</u>	<u>22,283,671</u>
Debt Service					
Principal	284,000	284,000	284,000	-	277,000
Interest	12,100	50,250	53,002	(2,752)	20,032
<i>Total Debt Service</i>	<u>296,100</u>	<u>334,250</u>	<u>337,002</u>	<u>(2,752)</u>	<u>297,032</u>
<i>Total Expenditures</i>	<u>23,327,731</u>	<u>28,355,547</u>	<u>24,197,273</u>	<u>4,158,274</u>	<u>22,580,703</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(928,178)</u>	<u>(4,371,867)</u>	<u>(701,116)</u>	<u>3,670,751</u>	<u>(329,410)</u>
Other Financing Sources (Uses)					
Contingency	(322,224)	(569,448)	-	569,448	-
Sale of assets	10,000	10,000	-	(10,000)	20,669
Bond proceeds	-	3,000,000	3,000,000	-	-
Bond issuance costs	-	-	(55,714)	(55,714)	-
Insurance recoveries	-	207,403	207,403	-	309,144
Transfer to Emergency Reserve Fund	-	-	-	-	(25,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(312,224)</u>	<u>2,647,955</u>	<u>3,151,689</u>	<u>503,734</u>	<u>304,813</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(1,240,402)</u>	<u>(1,723,912)</u>	<u>2,450,573</u>	<u>4,174,485</u>	<u>(24,597)</u>
Fund Balance, July 1	<u>3,895,304</u>	<u>4,459,116</u>	<u>4,459,116</u>	<u>-</u>	<u>4,483,713</u>
Fund Balance, June 30	<u>\$ 2,654,902</u>	<u>\$ 2,735,204</u>	<u>\$ 6,909,689</u>	<u>\$ 4,174,485</u>	<u>\$ 4,459,116</u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
EMERGENCY RESERVE FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE TOTALS OFR THE YEAR ENDED JUNE 30, 2023)

	<u>BUDGETED AMOUNTS</u>				
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2023</u>
Revenues					
Other Revenues					
Investment earnings	\$ -	\$ -	\$ 18,423	\$ 18,423	\$ 9,043
Expenditures					
Emergency reserve					
Services and supplies	-	-	-	-	-
Bond Interest	-	-	-	-	-
<i>Total Expenditures</i>	-	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	18,423	18,423	9,043
Other Financing Sources					
Transfer from General Fund	-	-	-	-	25,000
Excess (Deficiency) of Revenues and Other Sources over Expenditures	-	-	18,423	18,423	34,043
Fund Balance, July 1	326,431	335,474	335,474	-	301,431
Fund Balance, June 30	<u>\$ 326,431</u>	<u>\$ 335,474</u>	<u>\$ 353,897</u>	<u>\$ 18,423</u>	<u>\$ 335,474</u>

THIS PAGE LEFT INTENTIONALLY BLANK



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Board of Directors
East Fork Fire Protection District, Nevada

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the East Fork Fire Protection District, Nevada, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the East Fork Fire Protection District's basic financial statements and have issued our report thereon dated November 12, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered East Fork Fire Protection District, Nevada's internal control over financial reporting (internal control) to determine the audit procedures that are appropriated 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 East Fork Fire Protection District, Nevada's internal control. Accordingly, we do not express an opinion on the effectiveness of the East Fork Fire Protection District, Nevada's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the East Fork Fire Protection District, Nevada'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. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

A handwritten signature in cursive script that reads "Sciarani & Co.".

Yerington, Nevada
November 12, 2024



A Professional Corporation

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Board of Trustees
East Fork Fire Protection District, Nevada

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited East Fork Fire Protection District, Nevada's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of East Fork Fire Protection District, Nevada's major federal programs for the year ended June 30, 2024. East Fork Fire Protection District, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, East Fork Fire Protection District, Nevada complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of East Fork Fire Protection District, Nevada and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of East Fork Fire Protection District, Nevada's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to East Fork Fire Protection District, Nevada's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on East Fork Fire Protection District's, Nevada's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect

material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about East Fork Fire Protection District, Nevada's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding East Fork Fire Protection District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of East Fork Fire Protection District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of East Fork Fire Protection District, Nevada's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Yerington, Nevada
November 12, 2024

EAST FORK FORE PROTECTION DISTRICT, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
<u>U.S. Department of Agriculture:</u>				
Pass-through program from State of Nevada				
Nevada Division of Forestry				
State and Private Forestry Hazardous Fuel Reduction	10.697	N/A		\$ 54,600
Cooperative Forestry Assistance	10.664	N/A		<u>72,078</u>
Total U.S. Department of Agriculture				<u>\$ 126,678</u>
<u>U.S. Department of Treasury:</u>				
Pass-through program from Douglas County				
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A		<u>250,000</u>
Total U.S. Department of the Treasury				<u>250,000</u>
<u>U.S. Department Homeland Security</u>				
Pass-through program from North Lake Tahoe				
Fire Protection District				
Assistance to Firefighters Grant	97.044	EMW-2021-FG-06838		<u>481,818</u>
Total U.S. Department of Homeland Security				<u>481,818</u>
Total Expenditures of Federal Awards				<u><u>\$ 858,496</u></u>

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Note A- Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of East Fork Fire Protection District under programs of the federal government for the year ending June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule present only a selected portion of the operations of East Fork Fire Protection District, it is not intended to and does not present the financial position, changes in net position, or cash flows of East Fork Fire Protection District.

Note B- Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, Cost Principles for Audits of State, Local, and Indian Tribal Governments, or the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowed or are limited as reimbursement. When applicable, negative amount shown on the Schedule represent adjustments or credits made in the normal course of business as expenditures in prior years.

Indirect Costs

The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note C – Noncash Awards

The District received self-contained breathing apparatus's (SCBA) with an in-kind value of \$481,818 under a federal award program.

Note D – Subrecipients

East Fork Fire Protection District did not pass any federal awards received to any other government or not-for profit agencies.

Note E – Matching Requirements

Certain Federal programs require the East Fork Fire Protection District to contribute non-Federal funds (matching funds) to support the Federally Funded programs. East Fork Fire Protection District has met its matching requirements. The Schedule does not include the expenditure for non-Federal matching funds.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONS COSTS
FOR THE YEAR ENDED JUNE 30, 2024

A. Summary of Auditor's Results:

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	No
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

<u>CFDA#</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds
97.044	Assistance to Firefighters Grant

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

B. Findings – Financial Statement Audit

No audit findings were reported.

C. Findings and Questioned Costs – Major Federal Award Program Audit

No audit findings were reported.

EAST FORK FIRE PROTECTION DISTRICT, NEVADA
STATUS OF PRIOR YEAR FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2024

B. Findings – Financial Statement Audit

No prior year audit findings were reported.

THIS PAGE LEFT INTENTIONALLY BLANK



A Professional Corporation

INDEPENDENT ACCOUNTANT'S REPORT ON
NEVADA REVISED STATUTES 354.6241

To the Board of Directors
East Fork Fire Protection District, Nevada

We have reviewed management's assertion made in accordance with Nevada Revised Statute 354.624(5)(a) with respect to the funds of the East Fork Fire Protection District as of and for the year ended June 30, 2024 that:

- The identified funds are being used expressly for the purposes for which that were created.
- The Funds are administered in accordance with accounting principles generally accepted in the United States of America.
- The restricted fund balance/net position in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2024 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau).
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements.
- The funds conform to significant statutory and regulatory constraints on their financial statements administration during the year ending June 30, 2024 as detailed in Note 2 to the financial statements.

This assertion is the responsibility of the management of the East Fork Fire Protection District.

Our review was conducted in accordance with attestation standard established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that management's assertion referred to above is not fairly stated in all material respects.

A handwritten signature in dark ink that reads "Sciarani & Co." in a cursive script.

Yerington, Nevada
November 12, 2024

EAST FORK FIRE PROTECTION DISTRICT
INDEPENDENT AUDITOR'S COMMENTS
JUNE 30, 2024

Statute Compliance

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

Prior Year Audit Recommendation

There were no specific recommendations made in the audit report for the year ending June 30, 2023.

Current Year Audit Recommendations

The Schedule of Findings and Responses included in this audit report would provide a listing of our current year recommendations.