

**Fenton Fire  
Protection District**

**Annual Financial Statements**

For The Year Ended December 31, 2017

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# *Fick, Eggemeyer & Williamson*

**Certified Public Accountants, PC**

  
MEMBERS OF THE  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Fenton Fire Protection District  
Fenton, Missouri

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fenton Fire Protection District, as of and for the year ended December 31, 2017 and the related notes to the financial statements, which collectively comprise the Fenton Fire Protection District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Fenton Fire Protection District, as of December 31, 2017, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, budgetary comparison information, schedule of changes in net pension liability and related ratios and schedule of contributions on pages 3A–3E and 27-32 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fenton Fire Protection District’s basic financial statements. The schedules of insurance in force and principal office holders, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules of insurance in force and principal office holders have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2018, on our consideration of the Fenton Protection District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fenton Fire Protection District’s internal control over financial reporting and compliance.

*Fick, Eggemeyer & Williamson*  
Fick, Eggemeyer & Williamson, CPA’s  
Saint Louis, Missouri  
May 17, 2018

**FENTON FIRE PROTECTION DISTRICT  
OF ST. LOUIS COUNTY, MISSOURI**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2017

This section of Fenton Fire Protection District of St. Louis County, Missouri's (the District) annual financial report presents management's discussion and analysis of the District's financial activity for the year ended December 31, 2017. In order to have a comprehensive understanding of the Management Discussion and Analysis, we recommend that the attached financial statements, including all notes to the financial statements, be read in their entirety.

**Using this Annual Report**

The District's financial statements are prepared using the reporting model prescribed by GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments*. The District's basic financial statements are designed to emulate corporate presentation models whereby all District activities are consolidated. This approach is intended to summarize and simplify the analysis of the costs associated with various emergency services provided by the District for the benefit of its residents.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components:

- 1) Government-wide financial statements,
- 2) Fund financial statements, and
- 3) Notes to the basic financial statements.

Required supplementary information and additional supplementary information are also included in addition to the basic financial statements.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The government-wide financial statements include the *Statement of Net Position* and the *Statements of Activities*.

The *Statement of Net Position* presents all of the District's assets and liabilities, which measures the District's overall financial health. The increases and decreases in net position can be monitored to determine whether the District's financial position is improving or deteriorating.

The *Statement of Activities* presents information reflecting how the District's net assets changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, earned but unused compensation, etc.)

**FENTON FIRE PROTECTION DISTRICT  
OF ST. LOUIS COUNTY, MISSOURI**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2017

The government-wide financial statements report functions of the District that are principally supported by taxes and charges for services. The governmental activities for the District include fire protection, ambulance services, and dispatching services. It should be noted that the District currently has no business-type activities.

**Fund Financial Statements**

The fund financial statements provide grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure compliance with finance-related legal requirements.

**Governmental Funds**

The District's basic services are included in the governmental funds. These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. These fund statements measure current financial resources, or near-term inflows and outflows of expendable resources, as well as the balances of expendable resources available at the end of the year. Such information may be useful in evaluating a District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Reconciliations are provided to facilitate comparison between governmental funds and governmental activities.

**Fiduciary Funds**

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or other governmental units and/or other funds. The District's Fiduciary Fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support the District's own programs. The District's fiduciary fund is the Pension Trust Fund.

**Notes to the Basic Financial Statements**

The notes to the basic financial statements provide additional information that is essential to a complete understanding of the information reported in the government-wide and fund financial statements.

**FENTON FIRE PROTECTION DISTRICT  
OF ST. LOUIS COUNTY, MISSOURI**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2017

**Required and Other Supplementary Information**

In addition to the basic financial statements and accompanying notes to the basic financial statements, this financial report also contains certain required supplementary information. Required Supplementary Information includes a Budgetary Comparison Schedules for the General, Ambulance and Dispatch Fund.

**Financial Analysis of the District as a Whole**

**Government-Wide Financial Analysis**

As mentioned earlier, net assets may serve over time as a useful indicator of a government's financial position. The condensed statement of net assets as of December 31, 2017 and 2016 is as follows:

Statement of Net Position

	<b>2017</b>	<b>2016</b>	<b>Increase (Decrease)</b>
<b>Assets</b>			
Current and other assets	\$ 18,696,305	\$ 13,844,727	\$ 4,851,578
Capital assets, net	4,710,061	4,353,361	356,700
Total assets	<u>23,406,366</u>	<u>18,198,088</u>	<u>5,208,278</u>
<b>Deferred outflows of pension</b>	2,302,939	-	2,302,939
<b>Liabilities</b>			
Current liabilities	172,010	2,074,151	(1,902,141)
Long-term liabilities	6,370,174	1,212,966	5,157,208
Total liabilities	<u>6,542,184</u>	<u>3,287,117</u>	<u>3,255,067</u>
<b>Deferred inflows</b>	7,659,998	8,080,027	(420,029)
<b>Net position</b>			
Net investment in capital assets	3,712,694	4,353,361	(640,667)
Restricted	4,595,398	-	4,595,398
Unrestricted	3,199,031	2,477,583	721,448
Total net position	<u>\$ 11,507,123</u>	<u>\$ 6,830,944</u>	<u>\$ 4,676,179</u>

The District's assets exceeded liabilities (net position) by \$11,507,123 as of December 31, 2017. Of this amount, \$3,712,694 is invested in capital assets; \$4,595,398 is restricted for dispatching and ambulance services; and \$3,199,031 is unrestricted and available to provide for current and future obligations of the District.

This schedule is prepared from the District's Statement of Net Position, which is presented on an accrual basis of accounting whereby assets are capitalized and depreciated.

The District's net position increased by \$4,676,179 during the year ended December 31, 2017. The key elements of this increase are presented in the following condensed statement of activities:

**FENTON FIRE PROTECTION DISTRICT  
OF ST. LOUIS COUNTY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2017**

Statement of Activities

	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease)</u>
<b>Revenues</b>			
<b>Program revenues</b>			
Charges for services	\$ 920,137	\$ 886,348	\$ 33,789
<b>General revenues</b>			
Property taxes	13,095,630	6,550,719	6,544,911
Interest and investment earnings	34,968	26,628	8,340
Other income	78,016	(4,464)	82,480
Loss on sale of assets	(31,780)	-	(31,780)
<b>Total revenues</b>	<u>14,096,971</u>	<u>7,459,231</u>	<u>6,637,740</u>
<b>Expenses</b>			
Fire prevention and suppression	5,414,298	4,915,722	498,576
Emergency management services	3,675,675	4,394,240	(718,565)
Dispatching services	436,267	541,335	(105,068)
Interest and fiscal charges	22,429	-	22,429
<b>Total expenses</b>	<u>9,548,669</u>	<u>9,851,297</u>	<u>(302,628)</u>
Change in net position	4,548,302	(2,392,066)	6,940,368
Net Position, beginning of year	6,830,944	9,223,010	(2,392,066)
Prior period adjustment	127,877	-	127,877
<b>Net Position, end of year</b>	<u>\$ 11,507,123</u>	<u>\$ 6,830,944</u>	<u>\$ 4,676,179</u>

Program revenue includes activities that have the characteristics of exchange transactions, such as commercial and residential inspections. General revenues include activities that have the characteristics of non-exchange transactions, such as property taxes. Program expenses are those expenses for the purpose of providing fire protection, emergency medical services and operational activities of the District.

**Budget Analysis**

The District adopts an annual budget for each of its governmental funds, pursuant to Missouri State Statutes. Annually, as allowed by Missouri State Statutes, the District amends the budgets of each fund to reflect approved changes in spending requirements and unforeseen events that occurred during the most recent year.

The difference between the original budget, as adopted by the Board for 2017, and the final amended budget, as approved by the Board for 2017, was primarily due to the timing of tax receipt collections from St. Louis County and an increase in the tax rate. Timing of tax receipt collections are impacted by: a) the economy b) tax collections received by St. Louis County or c) the timeliness of processing of said tax collections by St. Louis County.

**FENTON FIRE PROTECTION DISTRICT  
OF ST. LOUIS COUNTY, MISSOURI**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2017

**Capital Assets**

GASB 34 requires the District to include in capital assets all real estate to house firefighters and ambulance personnel and emergency vehicles, the District's administrative building, and all emergency and administrative equipment and vehicles owned by the District. The District has adopted a capitalization policy with specific useful lives by capital asset category. More detailed information on the District's capital asset is presented in the notes to the financial statements.

	2017	2016	Increase (Decrease)
Land	\$ 621,213	\$ 621,213	\$ -
Construction in progress	-	244,968	(244,968)
Building and improvements	3,968,477	3,960,759	7,718
Vehicles	2,546,037	2,498,518	47,519
Equipment, furniture and fixtures	4,074,298	3,329,500	744,798
Total	11,210,025	10,654,958	555,067
Less: Accumulated depreciation	(6,499,964)	(6,281,568)	(218,396)
Net capital assets	\$ 4,710,061	\$ 4,373,390	\$ 336,671

**Economic Factors**

In 2017, the District was successful in obtaining voter approval of a \$0.39 tax increase to the General Fund. The Board of Directors and Chief Officers are reviewing their fiscal plans to prioritize expenditures for the increased revenue. Further discussions continue regarding the likelihood of going back to the voters in 2018 or 2019 to request a bond issue to pay for current leased equipment, new building construction, and upgrades of current fire stations.

Through financial responsibility the Fenton Fire Protection District will continue to remain a source of pride for both its residents and employees.

**Contact Information**

This financial report is designed to provide the reader with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Fenton Fire Protection District at 845 Gregory Lane, Fenton, MO 63026.

## Basic Financial Statements

FENTON FIRE PROTECTION DISTRICT  
STATEMENT OF NET POSITION  
DECEMBER 31, 2017

	Governmental Activities
<b>ASSETS</b>	
Current assets	
Cash and cash equivalents	\$ 6,129,539
Certificates of deposit	2,973,682
Taxes receivable, net of allowance	9,177,326
Accounts receivable, net of allowance	189,606
Prepaid assets	226,152
Total current assets	18,696,305
Noncurrent assets	
Capital assets, net of depreciation	4,710,061
Total noncurrent assets	4,710,061
<b>TOTAL ASSETS</b>	<b>\$ 23,406,366</b>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows of pension resources	\$ 2,302,939
 <b>LIABILITIES</b>	
Current liabilities	
Accounts payable	\$ 16,528
Salaries and benefits payable	67,676
Internal balances	6,724
Interest payable	10,639
Current portion of long-term liabilities	70,443
Total current liabilities	172,010
Noncurrent liabilities	
Notes payable	243,000
Capital leases	683,924
Accrued compensated absences	993,345
Net pension liability	4,449,905
Total noncurrent liabilities	6,370,174
<b>TOTAL LIABILITIES</b>	<b>\$ 6,542,184</b>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows of pension resources	\$ 7,659,998
 <b>NET POSITION</b>	
Net investment in capital assets	\$ 3,712,694
Restricted	4,595,398
Unrestricted	3,199,031
<b>TOTAL NET POSITION</b>	<b>\$ 11,507,123</b>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2017

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Governmental Activities
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:					
Governmental activities:					
Fire prevention and suppression	\$ 5,414,298	\$ 129,997	\$ -	\$ -	\$ (5,284,301)
Emergency management services operations	3,675,675	790,140	-	-	(2,885,535)
Dispatching services	436,267	-	-	-	(436,267)
Interest and fiscal charges	22,429	-	-	-	(22,429)
Total governmental activities	<u>9,548,669</u>	<u>920,137</u>	<u>-</u>	<u>-</u>	<u>(8,628,532)</u>
General revenues:					
Property taxes					13,095,630
Investment income					34,968
Other income					78,016
Loss on sale of assets					(31,780)
Total general revenues					<u>13,176,834</u>
Changes in net position					4,548,302
Net position - beginning					6,830,944
Prior period adjustment					127,877
Net position - ending					<u>\$ 11,507,123</u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2017

	General	Ambulance Fund	Dispatch Fund	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,392,082	\$ 1,481,623	\$ 255,834	\$ 6,129,539
Certificates of deposit	1,804,475	760,322	408,885	2,973,682
Taxes receivable, net of allowance	6,847,264	1,997,299	332,763	9,177,326
Accounts receivable, net of allowance	4,694	183,402	1,510	189,606
Internal balances	62,631	-	3,352	65,983
Prepaid assets	181,690	43,423	1,039	226,152
Total assets	<u>\$ 13,292,836</u>	<u>\$ 4,466,069</u>	<u>\$ 1,003,383</u>	<u>\$ 18,762,288</u>
<b>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 5,535	\$ 10,993	\$ -	\$ 16,528
Salaries and benefits payable	47,044	20,632	-	67,676
Internal balances	10,076	62,631	-	72,707
Total liabilities	<u>62,655</u>	<u>94,256</u>	<u>-</u>	<u>156,911</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	<u>2,825,486</u>	<u>824,175</u>	<u>137,313</u>	<u>3,786,974</u>
<b>FUND BALANCES</b>				
Unspendable	181,690	43,423	1,039	226,152
Restricted	-	3,504,215	865,031	4,369,246
Assigned	4,134,175	-	-	4,134,175
Unassigned	6,088,830	-	-	6,088,830
Total fund balances	<u>10,404,695</u>	<u>3,547,638</u>	<u>866,070</u>	<u>14,818,403</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 13,292,836</u>	<u>\$ 4,466,069</u>	<u>\$ 1,003,383</u>	<u>\$ 18,762,288</u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
DECEMBER 31, 2017

Total fund balance - governmental funds		\$ 14,818,403
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of assets is \$11,210,025 and the accumulated depreciation is \$6,499,964.		4,710,061
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.		3,786,974
Deferred outflows of resources related to the pension plan do not utilize current financial resources and, therefore, are not reported in the funds		2,302,939
Deferred inflows of resources related to the pension plan do not utilize current financial resources and, therefore, are not reported in the funds		(7,659,998)
The net pension liability is not due and payable in the current period, and therefore, are not reported in the funds		(4,449,905)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. All liabilities both current and long-term are reported in the statement of net position.		
Accrued compensated absences	(993,345)	
Accrued interest on outstanding debts	(10,639)	
Capital leases	(754,367)	
Notes payable	(243,000)	(2,001,351)
Net position of governmental activities		\$ 11,507,123

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2017

Revenues:	General	Ambulance Fund	Dispatch Fund	Total Governmental Funds
Property taxes	\$ 8,229,894	\$ 2,605,724	\$ 434,243	\$ 11,269,861
Ambulance billings	-	790,140	-	790,140
Inspection and permit fees	129,997	-	-	129,997
Investment income	19,091	11,647	4,230	34,968
Other income	407,616	400	-	408,016
Total revenues	<u>8,786,598</u>	<u>3,407,911</u>	<u>438,473</u>	<u>12,632,982</u>
<b>Expenditures:</b>				
<b>Current</b>				
Salaries and payroll taxes	3,646,670	2,928,923	-	6,575,593
Employee benefits	1,073,965	268,659	-	1,342,624
Uniforms and training	119,202	32,799	-	152,001
Utilities	38,330	9,583	21,255	69,168
Maintenance, supplies and repairs	194,825	133,188	81,925	409,938
Community relations	11,901	2,975	-	14,876
Professional fees	71,829	75,142	950	147,921
Administrative	289,291	68,267	-	357,558
Dispatching services	-	-	331,375	331,375
Capital outlay	1,228,725	793	762	1,230,280
Debt service	46,324	1,099	-	47,423
Total expenditures	<u>6,721,062</u>	<u>3,521,428</u>	<u>436,267</u>	<u>10,678,757</u>
Revenues over (under) expenditures	<u>2,065,536</u>	<u>(113,517)</u>	<u>2,206</u>	<u>1,954,225</u>
<b>Other financing sources (uses)</b>				
Long-term debt proceeds	<u>790,000</u>	<u>-</u>	<u>-</u>	<u>790,000</u>
Total other financing sources (uses)	<u>790,000</u>	<u>-</u>	<u>-</u>	<u>790,000</u>
Net change in fund balance	2,855,536	(113,517)	2,206	2,744,225
Fund balances - beginning	7,392,547	3,433,238	863,864	11,689,649
Prior period adjustment	<u>156,612</u>	<u>227,917</u>	<u>-</u>	<u>384,529</u>
Fund balances - ending	<u>\$ 10,404,695</u>	<u>\$ 3,547,638</u>	<u>\$ 866,070</u>	<u>\$ 14,818,403</u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO  
FOR THE YEAR ENDED DECEMBER 31, 2017

Net change in fund balances - total governmental funds		\$ 2,744,225
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	1,238,711	
Depreciation expense	<u>(540,260)</u>	698,451
The net effect of various miscellaneous transactions involving capital assets:		
Cost of disposals, net of accumulated depreciation	<u>(361,780)</u>	(361,780)
The issuance of long-term debt provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. These amounts are the net effect of these differences in the treatment of long-term debt and related items:		
Debt issued during the current year:		
Capital leases	(790,000)	
Repayments:		
Capital leases	<u>35,633</u>	(754,367)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		
Deferred revenue	<u>1,825,769</u>	1,825,769
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Current year change in inventories	(80,927)	
Current year change in deferred outflows	(332,451)	
Current year change in net pension liability	5,162,682	
Current year change in deferred inflows	(4,319,282)	
Current year change in accrued compensated absences	(23,379)	
Current year change in interest payable	<u>(10,639)</u>	<u>396,004</u>
Change in net assets of governmental activities		<u><u>\$ 4,548,302</u></u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
PENSION TRUST FUND  
DECEMBER 31, 2017

ASSETS

Cash and cash equivalents	\$	307,849
Investments, at fair value		37,624,797
Taxes receivable, net of allowance		667,691
Internal balances		<u>6,724</u>
 Total assets	 \$	 <u><u>38,607,061</u></u>

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

Liabilities

Obligation - 457 plan	\$	<u>6,015,359</u>
 Total liabilities		 <u>6,417,484</u>

Deferred inflows of resources

Unavailable revenue		<u>275,519</u>
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NET POSITION

Held in trust for pension benefits		<u>31,914,058</u>
 Total net position		 <u>31,914,058</u>
 Total liabilities, deferred inflows of resources and net position	 \$	 <u><u>38,607,061</u></u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
PENSION TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2017

Additions		
Tax revenue	\$	870,713
Net investment activity		4,476,945
Total additions		<u>5,347,658</u>
Deductions		
Administrative expenses		1,513
Benefits paid		2,106,393
Total deductions		<u>2,107,906</u>
Change in net position		3,239,752
Net position held in trust for pension benefits		
January 1, 2017		<u>28,674,306</u>
December 31, 2017	\$	<u><u>31,914,058</u></u>

The notes to the financial statements are an integral part of this statement

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and financial reporting policies of the Fenton Fire Protection District (the District) conform to U.S. generally accepted accounting principles (GAAP) as applied to government entities. The following is a summary of the more significant policies.

Reporting Entity

Fenton Fire Protection District (the District) provides fire protection, prevention, investigation, inspection, suppression, rescue, EMS, and HAZ-MAT/WMD services to the surrounding community. It operates as a political subdivision, duly organized under the laws of the State of Missouri and is funded by real and personal property tax revenue, licenses, permits, and miscellaneous revenues. An elected board of directors, who regulate all major operations, oversees the District.

The financial statements include all operations over which the District is financially accountable. The District has not identified any entities which would be component units of the District.

Government-wide and Fund Financial Statements

The government-wide financial statements (statement of net position and statement of activities) report information on all of the non-fiduciary activities of the District. Interfund payables have been removed from these statements for governmental fund types, except interfund payables between the general and fiduciary funds. Elimination of these balances would distort the revenues and expenditures reported for the various funds.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in fund financial statements.

The statement of activities presents a comparison between direct expenses and program revenue for the different functions of the District's activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Governmental fund financial statements are reported using the financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable and available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences, pension liability and other than pension post employment benefits are recorded only when payment is due.

Property taxes and ambulance fees associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All Charges for licenses and permits are not susceptible to accrual because they are generally not measurable until received in cash. Deferred revenue is reported on the governmental fund balance sheet. Deferred revenues arise when potential revenue does not meet both the measurable and available criteria. In a subsequent period when both criteria are met, the liability is removed and the revenue recognized.

**Fund Accounting**

The District uses fund accounting to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The District has two categories of funds: governmental and fiduciary.

The government reports the following governmental funds:

**General Fund** - The General Fund is the operating fund of the District. All tax revenues and other receipts that are not allocated by law or contractual agreement are accounted for in this fund. The General Fund pays operating expenditures, fixed charges, and capital improvement costs not paid through other funds.

**Ambulance Fund** - The Ambulance Fund accounts for the portion of the tax revenue designated for ambulance services. The District also charges fees for ambulance services.

**Dispatch Fund** - The Dispatch Fund accounts for the portion of the tax revenue designated for emergency vehicle dispatching services. The District uses Central County Emergency 911 Fire Alarm System for dispatching services.

Additionally, the government reports the following fund type:

**Pension Trust Fund** – This fund is used to account for assets held by the District in a trustee capacity. The fund accumulates contributions from the District generated from a pension tax levy as well as earnings from the fund's investments. The District's Pension Trust Fund includes the assets of the defined benefit pension plan and a defined contribution pension plan.

**Use of Estimates**

The preparation of basic financial statements in conformity with GAAP requires the District to make estimates and assumptions that affect the reported amounts in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Cash and Cash Equivalents

The District considers all highly liquid debt instruments with a maturity of three months or less to be cash equivalents.

Investments

Investments are reported at market value. Statutes authorize the District to invest in time deposits, U.S. Treasury and federal agency securities, commercial paper, bankers' acceptances and repurchase agreements. Statutes authorize the Pension Trust Fund to invest in corporate stocks and bonds. Certificates of deposits held at banks with an original maturity in excess of three months are reported at cost and listed in the financial statements as certificates of deposit.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenues, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts have become available.

In the government-wide financial statements, components of pension expense that are recognized over a period of time are classified as either deferred outflows of resources (using plan assets that are applicable to a future reporting period) or deferred inflows of resources (acquiring plan assets that are applicable to a future reporting period). Employer contributions subsequent to the measurement date of the net pension liability are required to be reported as deferred outflows of resources.

Allowance for Doubtful Accounts

The District calculates an allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance at December 31, 2017, is allocated as follows:

<u>Fund</u>	<u>Balance</u>
General	\$ 99,614
Ambulance	1,876,402
Dispatch	4,841
Pension	9,714
	<u>\$ 1,990,571</u>

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Governmental Fund Balances**

Fund balance is the difference between assets and liabilities in a Governmental Fund. In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Government Fund Type Definitions, the following types of fund balances are presented in the Governmental Funds Balance Sheet:

Nonspendable - the portion of a Governmental Fund's net assets that are not available to be spent, either short term or long term, in either form or through legal restrictions. The nonspendable fund balances reported in the General, Ambulance and Dispatch Fund are for prepaid assets.

Restricted - the portion of a Governmental Fund's net assets that are subject to external enforceable legal restrictions. The following account's fund balances are restricted by Tax Levy and Bond requirements: Ambulance and Dispatching.

Assigned - the portion of a Governmental Fund's net assets to denote an intended use of resources. The accounts presented with assigned fund balances are specified for future operations by the Board of Directors. The following account comprises the assigned fund balance: General.

Unassigned - available expendable financial resources in a governmental fund that are not designated for a specific purpose. The General Fund comprises the unassigned fund balance.

The District uses restricted amounts first when both restricted and unrestricted fund balances are available, unless there are legal contracts that prohibit doing this.

**Net Position**

Net Position represent the difference between assets and liabilities. Net investment in capital assets represents the cost of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

**Interfund Activities**

Interfund transfers represent interfund activities whereby the two parties to the transaction do not receive equivalent cash, goods, or services. Transfers are reported as other financing sources and uses on the Statement of Revenues, Expenditures, and Changes in Fund Balance. Any resulting balances at the end of the accounting period should be reported as amounts due to or due from other funds.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Capital Assets

General capital assets are associated with and generally arise from governmental activities. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are recorded at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of \$1,000 for building and improvements, \$1,000 for vehicles and \$500 for equipment. The cost of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized.

All capital assets are depreciated, except for land. Management estimates useful lives of assets by examining historical records of necessary improvements and replacements. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives: Buildings and improvements 30 years; Furniture and fixtures, Fire equipment and vehicles 5 to 15 years.

Compensated Absences

Sick pay will be awarded at 5 calendar days per year for shift personnel and 10 days for administrative personnel. An additional 1 sick day will be paid as an incentive for both administrative and shift personnel when no sick days are taken during the year. The maximum that can be accumulated is 25 days for shift personnel, and 50 days for administrative personnel. All unused days after maximum accumulation are sold back to district at ½ the normal pay rate. All accumulated days are forfeited upon termination-prior to retirement or are fully reimbursed at normal retirement.

For firemen and paramedics vacation pay cannot be accumulated year to year therefore; there is no accrued leave liability at the end of the year. For Office and administrative staff after 20 years of service, the employee may bank 2 weeks per year (with a 10 day or week maximum).

Accrued sick leave is considered a long-term liability. It is reported as a long-term liability in the government-wide statement of net assets rather than reported as a liability in the governmental funds.

**Note 2 - PROPERTY TAXES**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The county collects the property tax and remits it to the District. The county's fee for this service is 1.5% of the taxes collected.

Property taxes levied for 2017 are recorded as receivable, net of estimated uncollectibles, as are prior year levies, which are reevaluated annually. Taxes receivable represent estimated amounts to be collected by the County Collector of Revenue for 2017 and prior tax years, to be remitted to the District subsequent to December 31. The portion of taxes considered collectible, but not collected and remitted to the District within 60 days of year-end, is recorded as deferred tax revenue.

FENTON FIRE PROTECTION DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2017

**Note 2 - PROPERTY TAXES**

The assessed valuation of the tangible real, personal taxable, and state assessed railroad and utilities property for the calendar year 2017 for purposes of local taxation was \$1,025,714,417.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2017 for purposes of local taxation was:

	Residential	Agricultural	Commercial	Personal	Total Blended Rate
General Fund	\$ 0.9650	\$ 0.9030	\$ 0.9390	\$ 0.9160	\$ 0.9486
Ambulance Fund	0.2690	0.2060	0.2780	0.3000	0.2767
Pension Trust Fund	0.0900	0.0690	0.0930	0.1000	0.0925
Dispatch Fund	0.0450	0.0350	0.0460	0.0500	0.0461
	\$ 1.3690	\$ 1.2130	\$ 1.3560	\$ 1.3660	\$ 1.3639

**Note 3 - LEGAL DEBT MARGIN**

The District has no bonds payable at December 31, 2017.

The State of Missouri limits the outstanding amount of authorized general obligation bonds of a district to 5 percent of the assessed valuation of the district (excluding state-assessed railroad and utilities). The legal debt limit and debt margin of the District at December 31, 2017 was \$51,285,721.

**Note 4 - DEPOSITS**

Missouri Statutes require that all non-fiduciary deposits be protected by insurance, surety bond, or collateral. The market value of the collateral pledged must equal 100% of the deposits not covered by insurance or corporate surety bonds.

Deposits - At year-end, the carrying amount of the District's deposits totaled \$6,437,388 and bank balances totaled \$6,634,825. At year-end, the District also had certificates of deposit with a total carrying amount, which approximates fair value, of \$2,973,682. These are shown as certificates of deposit due to their original maturity dates.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a deposit policy for custodial credit risk that follows Missouri Statutes for deposits. Of the bank balances, \$1,699,658 was insured by the Federal Deposit Insurance Corporation (FDIC), and \$7,908,849 was covered by pledged collateral, which was held in the District's name.

FENTON FIRE PROTECTION DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2017

**NOTE 5 - FAIR VALUE MEASUREMENTS - PENSION FUND**

The Financial Accounting Standards Board establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The three levels of the fair value hierarchy are described below:

*Level 1* - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Pension Fund has the ability to access.

*Level 2* - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability.

*Level 3* - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2017.

Mutual Funds: Valued at the net asset value ("NAV") of shares held by the plan at year end.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the District believes its valuation methods are appropriate and consistent, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Pension Fund's assets at fair value as of December 31, 2017:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds	\$ 37,624,797	-	-	\$ 37,624,797
Total at fair value	<u>\$ 37,624,797</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,624,797</u>

**Concentration of Credit Risk**

Individual investments which exceeded 5% or more of the net assets available for benefits on December 31, 2017 were as follows:

American Funds EuroPacific	2,206,745
Principal LargeCap Growth I Fund	4,140,141
Invesco Diversified Dividend Fund	2,531,536
Prudential Total Return Bond Fund	2,973,790
Pimco Income Fund	3,799,280
Invesco Corp Bond Fund	5,375,731

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 6 - INTERFUND RECEIVABLES/PAYABLES**

The composition of interfund balances as of December 31, 2017 is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Ambulance Fund	\$ 62,631
Dispatch Fund	General Fund	\$ 3,352
Pension Fund	General Fund	\$ 6,724

The interfund balances relate to costs incurred for operating activities. The balances are expected to be repaid within one year.

**Note 7 - CONTRACTUAL AGREEMENTS**

The District entered into a 5 year contractual agreement with Central County Emergency 911 to provide fire alarm dispatching services and emergency dispatching services beginning July 1, 2013 and continuing through July 1, 2018. The District will pay for dispatching services at a rate of \$0.035 per \$100 of the total assessed valuation of the District for the preceding year for each year during the contract period.

**Note 8 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; Injuries to employees; and natural disasters. The District carries workmen's compensation insurance with Missouri Employers Mutual for all bodily injury and disease for the required amount. The District carries commercial insurance for all other risks of loss. All buildings and contents are covered for guaranteed replacement cost. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

**Note 9 - LONG-TERM LIABILITIES**

The following is a summary of changes in long-term commitments:

	Balance January 1, 2017	Additions	Reductions	Balance December 31, 2017	Amount Due Within One Year
Notes payable	\$ 243,000	\$ -	\$ -	\$ 243,000	\$ -
Lease agreements	-	790,000	35,633	754,367	70,443
Accrued compensated absences *	969,966	23,379	-	993,345	-
	<u>\$ 1,212,966</u>	<u>\$ 813,379</u>	<u>\$ 35,633</u>	<u>\$ 1,990,712</u>	<u>\$ 70,443</u>

\* Due to limitations, gross amounts for additions and reductions are not readily available. Net changes are shown above.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 10 - CAPITAL ASSETS**

The following is a summary of changes in capital assets - governmental activities:

	<u>Beginning</u> <u>Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u> <u>Balances</u>
<b>Governmental activities:</b>				
Land	\$ 621,213	\$ -	\$ -	\$ 621,213
Construction in progress	244,968	-	244,968	-
Total capital assets not being depreciated	<u>866,181</u>	<u>-</u>	<u>244,968</u>	<u>621,213</u>
 <i>Capital assets being depreciated:</i>				
Buildings and other improvements	3,960,759	7,718	-	3,968,477
Vehicles	3,329,500	1,364,986	63,456	4,631,030
Equipment, furniture and fixtures	2,498,518	110,975	620,188	1,989,305
Total capital assets being depreciated	<u>9,788,777</u>	<u>1,483,679</u>	<u>683,644</u>	<u>10,588,812</u>
 <i>Less accumulated depreciation for:</i>				
Buildings and other improvements	2,656,014	109,345	-	2,765,359
Vehicles	1,966,708	234,469	60,780	2,140,397
Equipment, furniture and fixtures	1,658,846	196,446	261,084	1,594,208
Total accumulated depreciation	<u>6,281,568</u>	<u>540,260</u>	<u>321,864</u>	<u>6,499,964</u>
Total net capital assets being depreciated	<u>3,507,209</u>	<u>943,419</u>	<u>361,780</u>	<u>4,088,848</u>
Governmental activity capital assets, net	<u>\$ 4,373,390</u>	<u>\$ 943,419</u>	<u>\$ 606,748</u>	<u>\$ 4,710,061</u>

Depreciation expense was charged to functions as follows:

<b>Governmental activities:</b>	
Fire prevention and suppression	\$ 287,400
Emergency management services operations	252,860
Total	<u>\$ 540,260</u>

**Note 11 - DEFERRED COMPENSATION PLAN**

All employees of the District may choose to participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments). Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or an unforeseeable emergency.

FENTON FIRE PROTECTION DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2017

**Note 12 - NOTES PAYABLE AND CAPITAL LEASES PAYABLE**

Notes Payable

On August 12, 2015, the District entered into an agreement with a local bank to borrow an amount of \$243,000 to purchase a piece of land to be used for future expansion. The note was secured with a District CD as collateral. Payments on the note commenced on September 12, 2015, and continue on the 12th day of each succeeding calendar month through and including the maturity date of August 12, 2025. The District shall make payments of interest only, and interest on this note is fixed at 2.23% from August 12, 2015 through August 12, 2020 and then changes to the current bank 60-month CD rate plus 1.25% from August 13, 2020 through the remaining term of the loan. A balloon payment of all principal and any accrued unpaid interest will be due and payable on the maturity date.

Capital Lease Payable - Commerce Bank

In 2017 the District entered into a 117-month lease with Commerce Bank for a new truck. The lease calls for ten annual payments starting July 1, 2017 and ending July 1, 2026. The following is an analysis of the minimum future lease payments:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2018	\$ 33,603	\$ 8,326	\$ 41,929
2019	34,440	7,489	41,929
2020	35,298	6,631	41,929
2021	36,176	5,753	41,929
2022	37,077	4,852	41,929
2023-2026	157,773	9,942	167,715
	<u>\$ 334,367</u>	<u>\$ 42,993</u>	<u>\$ 377,360</u>

As of December 31, 2017 the leased property has a cost basis of \$614,986 and accumulated depreciation of \$38,079.

Capital Lease Payable - Commerce Bank

In 2017 the District entered into a 120-month lease with Commerce Bank, LLC for a new truck. The lease calls for ten annual payments starting June 30, 2018 and ending June 30, 2027. The following is an analysis of the minimum future lease payments:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2018	\$ 36,840	\$ 12,096	\$ 48,936
2019	37,901	11,035	48,936
2020	38,993	9,943	48,936
2021	40,115	8,821	48,936
2022	41,270	7,665	48,935
2023-2027	224,881	19,798	244,679
	<u>\$ 420,000</u>	<u>\$ 69,358</u>	<u>\$ 489,358</u>

As of December 31, 2017 the leased property has a cost basis of \$750,000 and accumulated depreciation of \$8,630.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 13 - DEFINED BENEFIT PLAN**

Plan Description

The District maintains a single-employer, defined-benefit pension plan. The Plan provides retirement, death, and disability benefits to plan members and beneficiaries in accordance with the resolution establishing the Plan and may be amended. The plan became effective January 1, 1968 and was amended on January 1, 1989, October 23, 1995, and on June 1, 1998. The following is a summary of the major provisions included in the plan through the amendment adopted effective August 1, 1999.

Eligibility

The eligibility requirements under the plan are that each employee will be included in the plan on the first January 1 following the attainment of age 20 and the completion of two years of continuous service. Continuous service is defined as an employee's period of employment by the district, which continues chronologically without interruption.

Benefits Provided

A member may retire at normal retirement date which is the first day of the month coincident with or next following attainment of age 55. The normal retirement benefit is the monthly-accrued benefit as of any date of determination and is calculated by multiplying 3% (2.5% if hired on or after March 1, 2006) of average monthly earnings by the number of years of credited service, but not exceeding 30 such years. For terminations during 2006, the average monthly earnings is the average of the highest three consecutive years of monthly base salary which excludes overtime pay, bonuses, and other compensation. For terminations in 2007, the highest 4 years is used, and for terminations in 2008 and beyond, the highest 5 years is used.

Credited service is the number of full years of continuous service. Early retirement date is the first day of the month coincident with or next following attainment of age 50 or if he has become disabled. Early retirement benefit is the accrued benefit as of the early retirement date using credited service to normal retirement date and average monthly earnings to early retirement date, reduced by one-half of one percent for each month, early retirement date precedes normal retirement date. A deferred retirement benefit is provided as of the deferred retirement date. The deferred retirement amounts to the accrued benefit at the deferred retirement date. An employee also has a fixed vested right to a percentage of his accrued benefit as of date of termination of employment provided, that he has completed 10 years of credited service.

The percentage is determined as follows:

50% after 10 years of credited service, increased by 10% per year for the 11th through 15th years if an employee included within the pension system dies before retirement in the performance of their duties, survived by their widow(er) or children, a service pension death benefit shall be payable:

- 1) To the widow - 100% of benefit accrued to date of death, reduced by the 100% joint and survivor factor, payable to the earlier of her death or remarriage.
- 2) To the children (if no qualified surviving widow) -100% of benefit accrued to the date of death, payable until the earlier of age 18 or death.

FENTON FIRE PROTECTION DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2017

**Note 13 - DEFINED BENEFIT PLAN (continued)**

A participant who retires from active employment after July 1, 1999 and reaches Early Retirement Age as an active participant is entitled to an Special Retirement Supplement payable monthly from age 55 until his Medicare Eligibility age (currently age 65). The supplement is equal to \$13.00 times his years of credited service, (but service through February 26, 2006 only) but not more than \$ 390.00 per month.

At December 31, 2017, the following employees were covered by the plan:

Covered members:	
Active employees	54
Inactive employees entitled to but not yet receiving benefits	2
Inactive employees or beneficiaries currently receiving benefits	27
Total Membership	83

Contributions

The District must annually contribute an actuarially determined amount. The District authorized a \$965,514 contribution in 2017, or 18.2% of the \$5,303,648 in covered payroll.

Basis of Accounting

The Defined Benefit Plan’s financial statements are prepared using the accrual basis of accounting. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the plan. Investment income is recognized when earned. Gains and losses on sale and exchange of securities are recognized on the transaction date.

Asset Valuations

Investments are reported at market value based on quoted prices at month/year end. Securities traded on a national or international exchange at valued at the last reported sale price at current exchange rates.

Actuarial Assumptions

The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount rate	7.00%
Investment rate of return	7.00%
Salary increases	3.00%
Inflation	N/A

The actuarial assumptions used in the December 31, 2017 were based on the results of the actuarial experience study for the period January 1, 2017 to December 31, 2017. In addition, mortality rates were based on the RP-2006

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 13 - DEFINED BENEFIT PLAN (continued)**

The long-term expected rate of return on Plan investments was determined based upon a review of the existing portfolio structure, actual recent experience, and reasonable future long-term expectations of rates of return.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that the sponsor contribution will be made at the actuarially determined contribution rate. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, December 31, 2016	\$ 37,540,413	\$ 27,927,826	\$ 9,612,587
Changes for the year			
Service cost	1,030,610	-	1,030,610
Interest	2,191,129	-	2,191,129
Change of assumptions	(3,572,570)	-	(3,572,570)
Net investment income	-	4,472,443	(4,472,443)
Experience difference	571,029	-	571,029
Contribution – employer	-	910,437	(910,437)
Benefit payments	(2,103,393)	(2,103,393)	-
Changes in net pension liability	(1,883,195)	3,279,487	(5,162,682)
Balance, December 31, 2017	<u>\$ 35,657,218</u>	<u>\$ 31,207,313</u>	<u>\$ 4,449,905</u>

The District's net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability calculated using the discount rate of 7.00%, as well as 1% higher and 1% lower than the current rate.

	Discount Rate		
	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
Net pension liability	\$ 7,418,865	\$ 4,449,905	\$ 1,875,528

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 13 - DEFINED BENEFIT PLAN (continued)**

Pension Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

For the year ended December 31, 2017, the District recognized pension expense of \$399,488. On December 31, 2017 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 710,879	\$ 203,231
Net difference between projected and actual earnings on pension investment	1,047,792	2,324,308
Changes of assumptions	544,268	5,132,459
Total	\$ 2,302,939	\$ 7,659,998

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 December 31,	
2018	\$ (949,273)
2019	(949,273)
2020	(949,273)
2021	(949,273)
2022	(949,273)
Thereafter	(610,694)
Total	\$ (5,357,059)

**Note 14 - OPERATING LEASES**

Leases as lessor

The District entered into a lease agreement to lease a residence owned by the District. The District entered into the agreement in November 2015, and the lease provides for monthly payments to be made to the District in the amount of \$1,450. The original lease term expired, and the lease was extended to end May 31, 2018. The District has entered into an agreement with a property management company to manage the property for a monthly fee. The District received \$17,400 in rent payments during 2017.

The leased property has a cost basis of \$247,358 and there has been no depreciation taken on the home.

Minimum future lease receipts under the above lease for the year ending December 31, 2018 are \$7,250.

FENTON FIRE PROTECTION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017

**Note 15 - SUBSEQUENT EVENTS**

Management has evaluated subsequent events through May 17, 2018, the date which the financial statements were available for issue, and noted no reportable events.

**Note 16 - PRIOR PERIOD ADJUSTMENTS**

There were five prior period adjustments during the current year. Three adjustments were to correct the net position, and two adjustments were to correct fund balances. The first adjustment was for \$20,029 and it was to adjust capital assets to the correct beginning balance. The second adjustment was for \$10,041,232 to remove deferred revenue from the statement of net position. The third adjustment was for \$10,317,913 and it was to record corresponding GASB 68 assets and liabilities. The fourth adjustment was for \$188,764 to record beginning ambulance accounts receivable, and the last adjustment was for \$195,765 to record the prior year unrecorded prepaid insurance.

**Required Supplementary Information  
(Other than Management's Discussion and Analysis)**

FENTON FIRE PROTECTION DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property taxes	\$ 5,038,415	\$ 6,661,048	\$ 8,229,894	\$ 1,568,846
Inspection and permit fees	75,000	129,997	129,997	-
Investment income	3,500	12,222	19,091	6,869
Other income	21,400	406,800	407,616	816
Total revenues	<u>5,138,315</u>	<u>7,210,067</u>	<u>8,786,598</u>	<u>1,576,531</u>
<b>Expenditures</b>				
<b>Current</b>				
Salaries and payroll taxes	3,603,958	3,643,403	3,646,670	(3,267)
Employee benefits	1,213,588	1,213,588	1,073,965	139,623
Uniforms and training	144,040	144,065	119,202	24,863
Utilities	42,640	42,640	38,330	4,310
Maintenance, supplies and repairs	218,351	229,018	194,825	34,193
Community relations	32,000	32,000	11,901	20,099
Professional fees	86,300	86,300	71,829	14,471
Administrative	321,472	323,753	289,291	34,462
Capital outlay	404,076	1,228,725	1,228,725	-
Debt service	53,780	53,780	46,324	7,456
Total expenditures	<u>6,120,205</u>	<u>6,997,272</u>	<u>6,721,062</u>	<u>276,210</u>
Revenues over (under) expenditures	(981,890)	212,795	2,065,536	1,852,741
<b>Other financing sources (uses)</b>				
Long-term debt proceeds	370,816	790,816	790,000	(816)
Total other financing sources (uses)	<u>370,816</u>	<u>790,816</u>	<u>790,000</u>	<u>(816)</u>
Net change in fund balance	<u>\$ (611,074)</u>	<u>\$ 1,003,611</u>	2,855,536	<u>\$ 1,851,925</u>
Fund balance, beginning of year			7,392,547	
Prior period adjustment			<u>156,612</u>	
Fund balance, end of year			<u>\$ 10,404,695</u>	

FENTON FIRE PROTECTION DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 AMBULANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property taxes	\$ 2,624,860	\$ 2,708,671	\$ 2,605,724	\$ (102,947)
Ambulance billings	750,000	795,502	790,140	(5,362)
Investment income	10,000	13,631	11,647	(1,984)
Other income	500	400	400	-
Total revenues	<u>3,385,360</u>	<u>3,518,204</u>	<u>3,407,911</u>	<u>(110,293)</u>
<b>Expenditures</b>				
<b>Current</b>				
Salaries and payroll taxes	3,156,572	2,934,929	2,928,923	6,006
Employee benefits	303,397	257,981	268,659	(10,678)
Uniforms and training	50,740	33,047	32,799	248
Utilities	10,660	10,660	9,583	1,077
Maintenance, supplies and repairs	107,863	134,575	133,188	1,387
Community relations	8,000	2,975	2,975	-
Professional fees	83,700	83,700	75,142	8,558
Administrative	77,209	57,138	68,267	(11,129)
Capital outlay	800	800	793	7
Debt service	1,120	1,120	1,099	21
Total expenditures	<u>3,800,061</u>	<u>3,516,925</u>	<u>3,521,428</u>	<u>(4,503)</u>
Net change in fund balance	<u>\$ (414,701)</u>	<u>\$ 1,279</u>	(113,517)	<u>\$ (114,796)</u>
Fund balance, beginning of year			3,433,238	
Prior period adjustment			<u>227,917</u>	
Fund balance, end of year			<u>\$ 3,547,638</u>	

FENTON FIRE PROTECTION DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 DISPATCH FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property taxes	\$ 438,233	\$ 451,762	\$ 434,243	\$ (17,519)
Investment income	1,000	2,720	4,230	1,510
Total revenues	<u>439,233</u>	<u>454,482</u>	<u>438,473</u>	<u>(16,009)</u>
<b>Expenditures</b>				
<b>Current</b>				
Utilities	22,700	22,700	21,255	1,445
Maintenance, supplies and repairs	111,796	83,677	81,925	1,752
Professional fees	1,000	1,000	950	50
Dispatching services	332,000	332,000	331,375	625
Capital outlay	9,400	9,400	762	8,638
Total expenditures	<u>476,896</u>	<u>448,777</u>	<u>436,267</u>	<u>12,510</u>
Net change in fund balance	<u>\$ (37,663)</u>	<u>\$ 5,705</u>	2,206	<u>\$ (3,499)</u>
Fund balance, beginning of year			<u>863,864</u>	
Fund balance, end of year			<u>\$ 866,070</u>	

FENTON FIRE PROTECTION DISTRICT  
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION  
DECEMBER 31, 2017

**NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING**

Budgets are adopted on a basis consistent with generally accepted accounting principles using fund accounting and the accrual basis of accounting. Annual budgets are adopted for all governmental funds.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Board of Directors approves the tax rate by ordinance to fund District operations. Once this rate has been established, the Board of Directors approves the total budget appropriation and amendments.
2. Unused appropriations for all of the above annually budgeted funds lapse at the end of the year.
3. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year by the Board of Directors.

FENTON FIRE PROTECTION DISTRICT  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Last 10 Calendar Years

Fiscal year ending December 31,	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>Total pension liability</b>										
Service cost	\$ 1,030,610	\$ 997,128	\$ 999,163	\$ 1,108,391						
Interest on the total pension liability	2,191,129	2,032,655	2,059,580	1,976,698						
Difference between expected and actual experience	571,029	344,432	(201,757)	(247,404)						
Assumption changes	(3,572,570)	(2,671,998)	1,056,116	(820,459)						
Benefit payments and refunds	(2,103,393)	(744,940)	(1,437,539)	(717,856)						
Net change in total pension liability	(1,883,195)	(42,723)	2,475,563	1,299,370						
Total pension liability - beginning	37,540,413	37,583,136	35,107,573	33,808,203						
<b>Total pension liability - ending (a)</b>	<b>\$ 35,657,218</b>	<b>\$ 37,540,413</b>	<b>\$ 37,583,136</b>	<b>\$ 35,107,573</b>						
<b>Plan Fiduciary Net Position</b>										
Contributions - employer	\$ 910,437	\$ 969,288	\$ 941,712	\$ 907,777						
Pension plan net investment income	4,472,443	2,374,776	(357,661)	1,301,277						
Benefit payments and refunds	(2,103,393)	(744,940)	(1,437,539)	(717,856)						
Net change in plan fiduciary net position	3,279,487	2,599,124	(853,488)	1,491,198						
Plan fiduciary net position - beginning	27,927,826	25,328,702	26,182,190	24,690,992						
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 31,207,313</b>	<b>\$ 27,927,826</b>	<b>\$ 25,328,702</b>	<b>\$ 26,182,190</b>						
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ 4,449,905</b>	<b>\$ 9,612,587</b>	<b>\$ 12,254,434</b>	<b>\$ 8,925,383</b>						
Net position as a percentage of pension liability	87.52%	74.39%	67.39%	74.58%						
Covered-employee payroll	\$ 5,057,963	\$ 5,231,679	\$ 5,207,773	\$ 5,024,002						
Net pension liability as a percentage of payroll	87.98%	183.74%	235.31%	177.65%						

**Notes to schedule:**

Schedule is intended to show information for ten years. Additional years will be displayed as they become available.



## Supplementary Information

FENTON FIRE PROTECTION DISTRICT  
 SCHEDULE OF INSURANCE IN FORCE  
 DECEMBER 31, 2017

<u>INSURANCE IN FORCE</u>	<u>INSURANCE COMPANY</u>	<u>COVERAGE</u>
Commercial automobile policy	Arch Insurance Group	\$1,000,000/accident
Commercial general liability	Arch Insurance Group	\$10,000,000/products completed operations aggregate \$10,000,000 general aggregate \$1,000,000/occurrence \$1,000,000 personal and advertising injury
Cyber Liability Network and information Communications and media Regulatory defense	Travelers Insurance	\$1,000,000/ aggregate \$1,000,000/occurrence \$1,000,000/occurrence \$500,000/occurrence
Commercial property Buildings/Contents Earthquake/Flood	Arch Insurance Group	\$6,911,971 blanket building and contents All locations - full limits
Commercial crime policy employee dishonesty	Arch Insurance Group	\$100,000/occurrence
Worker's compensation	Missouri Employers Mutual	\$1,000,000/occurrence \$1,000,000/accident \$1,000,000/policy limit

FENTON FIRE PROTECTION DISTRICT  
SCHEDULE OF PRINCIPAL OFFICE HOLDERS  
DECEMBER 31, 2017

<u>OFFICE HOLDER</u>	<u>TITLE</u>	<u>ANNUAL COMPENSATION</u>	
Beth Viviano	Chairwomen	\$	6,600
Jennifer Grimes	Treasurer	\$	6,600
Thomas Ascherman	Secretary	\$	6,600

**Federal Compliance Section**



# *Fick, Eggemeyer & Williamson*

Certified Public Accountants, PC



MEMBERS OF THE  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Directors  
Fenton Fire Protection District  
St. Louis, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fenton Fire Protection District, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Fenton Fire Protection District's basic financial statements, and have issued our report thereon dated May 17, 2018.

### **Internal Control Over Financial Reporting**

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

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

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

**Compliance and Other Matters**

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

**Purpose of this Report**

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



Fick, Eggemeyer, & Williamson, CPA’s

Saint Louis, Missouri

May 17, 2018

FENTON FIRE PROTECTION DISTRICT  
FOR THE YEAR ENDED DECEMBER 31, 2017

**Section I - Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified \_\_\_\_\_ Yes  X  No

Reportable conditions identified that are not considered to be material weaknesses \_\_\_\_\_ Yes  X  No

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes  X  No

**Federal Awards - NA**

Internal control over major programs:

Material weaknesses identified? \_\_\_\_\_ Yes \_\_\_\_\_ No

Reportable conditions identified that are not considered to be material weaknesses \_\_\_\_\_ Yes \_\_\_\_\_ No

Type of auditors' report issued on compliance for major programs:

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance \_\_\_\_\_ Yes \_\_\_\_\_ No

Identification of major program:

CFDA Numbers                      Name of Federal Program or Cluster

None

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low risk auditee? \_\_\_\_\_ Yes \_\_\_\_\_ No

FENTON FIRE PROTECTION DISTRICT  
SUMMARY OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2017

**Summary Schedule of Prior Audit Findings**

<u>Prior finding number</u>	<u>Condition</u>	<u>Current Status</u>
None		