

Panola County Emergency Services District #1

P.O. Box 294

1509 W. Panola (Administrative Office) 903-693-9133

Carthage, TX 75633

May 19, 2025

The Honorable Roger McLane, County Judge for Panola County
110 S. Sycamore St. Room 216-A
Carthage, TX 75633

Dear Judge McLane:

RE: Request for Extension for filing of Audit Report for Panola County Emergency Services District No 1

Per Section 775.036(a)(4) of the Health & safety Code, we are providing this letter and attached financial statements as of December 31, 2024 for the Panola County Emergency Services District #1. We are also requesting an extension of thirty (30) days for the filing of the 2024 Districts Annual Audit Report which is due June 1, 2025 pursuant to Section 775.082 of the Texas Health and Safety Code. Our firm prepared the financial statements for the district. This information is being provided to comply with state statute and serves as our initial submission of a financial report. The Panola County Emergency Services District #1 will also have an annual audit. Once that audit is completed, we will provide you with a copy and it can serve as supplemental additional information to the report that we are submitting today. The audit will be prepared by Rachel Payne CPA. The attached financial statements main difference from the final audit numbers will be related to depreciation. The audit will also be presented in the reporting format requirements of the AICPA.

The attached financial statements are in the same format that the PCESD#1 has used for many years. The district experienced no unusual items for 2024. The district completed a new station on FM 31, and purchased new fire trucks for Beckville and Gary during the year. The district maintains ample reserves in case of an emergency.

As is reflected in the financial statements, the district had cash reserves of \$2,211,988 in CD'S and checking accounts as of 12/31/24. Year end balances are normally the highest point of the year due to the collection of current year tax revenues.

The district's budget for 2024 was \$1,342,454 (up \$195,812 from 2023) in revenues and \$1,710,100 in expenditures of which \$50,000 was designated for contingency items. As the financial statements reflect, actual revenues were \$1,358,890 including interest income. Actual expenditures were \$1,397,214. The excess of expenditures over revenue were withdrawn from the net reserves of the ESD. The revenues were based on tax rate of .03% which is our constitutional cap. The district has no outstanding debt and thus no debt service.

The continued support of county officials is greatly appreciated. If you have any questions or need any additional information, do not hesitate to let us know.



Respectfully Submitted;
Drew Nixon, CPA for Nixon & Woodfin CPAs
Cc: PCESD#1 Commissioners

Financial Statements

**of
PANOLA COUNTY EMERGENCY SERVICES DIST #1
For the Period Ended December 31, 2024**

FOR MANAGEMENT USE ONLY

PANOLA COUNTY EMERGENCY SERVICES DIST #1
Statement of Net Assets
December 31, 2024

ASSETS

Current Assets

Clearing	\$	405.00
FSB - First State Bank #84700		788,501.77
FSB- First State Bank 8729		511,064.72
Clearing from Tax Assessor		114,421.19
Cash in Bank- Inter Comm VFD		9,505.90
Cash in Bank- Flatwoods VFD		45,172.80
Cash in Bank- Woods VFD		25,855.35
Cash in Bank- Clayton VFD		33,623.39
Cash in Bank- Beckville VFD		29,723.89
Cash in Bank- Gary VFD		32,916.40
Cash in Bank- Comm Four FSB		20,797.83
Prepaid Insurance		71,891.14
Prepaid Expenses		2,319.17
Accrued Interest Receivable		<u>11,449.04</u>

Total Current Assets	\$	1,697,647.59
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Fixed Assets

Delinquent Taxes Receivable	54,857.75
Allow. for Uncollectable 25%	(13,711.44)
Fixed Assets- Equipment	7,658,912.56
Fixed Assets- Building	679,790.65
Land	40,888.80
Accumulated Depreciation	<u>(6,107,691.05)</u>

Total Fixed Assets	2,313,047.27
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Other Assets

Director's Bond	100.00
FSB-CD#02069 \$100,000 05/22/25	100,000.00
FSB-CD#02292 \$100,000 01/22/26	100,000.00
FSB-CD#02921 \$200,000 03/16/26	200,000.00
FSB-CD#02922 \$200,000 06/16/25	<u>200,000.00</u>

Total Other Assets	<u>600,100.00</u>
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Total Assets	\$ <u><u>4,610,794.86</u></u>
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PANOLA COUNTY EMERGENCY SERVICES DIST #1
Statement of Net Assets
December 31, 2024

LIABILITIES AND EQUITY

Current Liabilities

Upcoming Year Tax Revenue	\$ 1,112,756.90
Unearned Revenues	41,143.31
Accounts Payable	<u>59,307.05</u>

Total Current Liabilities		\$ 1,213,207.26
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Net Assets

Unrestricted Net Assets	853,675.57
Restricted Net Assets for Cap.	2,582,235.56
Current Income (Loss)	<u>(38,323.53)</u>

Total Net Assets		<u>3,397,587.60</u>
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Total Liabilities & Equity		\$ <u><u>4,610,794.86</u></u>
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FOR MANAGEMENT USE ONLY

PANOLA COUNTY EMERGENCY SERVICES DIST #1**Statement of Activities****For the Period Ended December 31, 2024**

	<u>1 Month Ended</u> <u>Dec. 31, 2024</u>	<u>12 Months Ended</u> <u>Dec. 31, 2024</u>
General Revenue		
Property Tax-Current Yr.	\$ (108,971.36)	\$ 1,270,424.22
Property Tax-Delinquent	1,972.10	15,837.72
Inter Comm. Auction Sale	0.00	2,150.00
Ins. Claim Income-Flatwoods	0.00	1,465.31
TX A&M Grant Income-Clayton	0.00	23,824.72
Clayton-Matthews Trk Donation	<u>0.00</u>	<u>10,607.00</u>
Total General Revenue	(106,999.26)	1,324,308.97
Operating & Capital Expenses		
Dept-Inter Comm VFD	6,201.80	35,448.26
Dept-Flatwoods VFD	1,305.06	19,458.84
Dept-Woods VFD	822.42	34,995.28
Dept-Clayton VFD	2,276.53	39,364.14
Dept-Beckville VFD	3,043.16	27,276.24
Dept-Comm Four VFD	7,955.27	25,053.99
Dept-Gary VFD	766.70	27,103.35
Run- Tatum VFD	0.00	2,000.00
Run- Carthage VFD	7,500.00	30,000.00
Capital Imp-Beckville	0.00	381,175.00
Capital Imp-Gary	185,650.00	185,650.00
Capital Imp-Inter Comm	38,205.00	218,000.00
Capital Imp-Woods	0.00	34,486.66
Capital Imp-Flatwoods	18,917.00	18,917.00
County Contribution ESD Cord.	0.00	25,000.00
PPE Fund	<u>0.00</u>	<u>57,046.00</u>
Total Operating & Capital Expense	<u>272,642.94</u>	<u>1,160,974.76</u>
Gross Profit	(379,642.20)	163,334.21
Board Expenses		
Tax Appraisal Assessment	0.00	7,321.87
Agenda Posting/Legal Notices	0.00	1,053.12
Tax Collector Fees	3,923.55	16,070.31
Bank Charges	0.00	10.00
Dues & Subscriptions	0.00	1,548.75
Insurance	(5,838.19)	89,216.99
Office Supplies & Postage	0.00	546.75
Professional & Legal Fees	2,050.00	55,975.00
Repair & Maintenance	1,300.00	22,710.00
Training	0.00	966.48
Contingency	<u>13,540.00</u>	<u>40,819.44</u>
Total Board Expenses	<u>14,975.36</u>	<u>236,238.71</u>
Operating Income	(394,617.56)	(72,904.50)

FOR MANAGEMENT USE ONLY

	1 Month Ended Dec. 31, 2024	12 Months Ended Dec. 31, 2024
Interest Income	<u>(2,694.17)</u>	<u>34,580.97</u>
Total Other Income	<u>(2,694.17)</u>	<u>34,580.97</u>
Net Income (Loss)	\$ <u>(397,311.73)</u>	\$ <u>(38,323.53)</u>

FOR MANAGEMENT USE ONLY

PANOLA COUNTY EMERGENCY SERVICES DIST #1
Statement of Activities
For the Periods Ended December 31, 2024 and 2023

	1 Month Ended Dec. 31, 2024	Prior Year Period	Variance	Pct	12 Months Ended Dec. 31, 2024	Prior Year Period	Variance	Pct
General Revenue								
Property Tax-Current Y	\$ (108,971.36)	\$ (113,022.21)	\$ 4,050.85	(4)	\$ 1,270,424.22	\$ 1,177,441.08	\$ 92,983.14	8
Property Tax-Delinque	1,972.10	1,338.92	633.18	47	15,837.72	17,175.63	(1,337.91)	(8)
Inter Comm. Auction Sa	0.00	0.00	0.00	0	2,150.00	0.00	2,150.00	0
Inter Comm Misc. Incom	0.00	0.00	0.00	0	0.00	1,000.00	(1,000.00)	(100)
Ins. Claim Income-Flat	0.00	0.00	0.00	0	1,465.31	0.00	1,465.31	0
Clayton VFD-Grant Inc	0.00	0.00	0.00	0	0.00	5,536.60	(5,536.60)	(100)
TX A&M Grant Income-	0.00	0.00	0.00	0	23,824.72	399.00	23,425.72	999
TX A&M Grant Income-	0.00	0.00	0.00	0	0.00	798.00	(798.00)	(100)
Grant Income-Flatwood	0.00	0.00	0.00	0	0.00	974.59	(974.59)	(100)
Clayton-Matthews Trk	0.00	0.00	0.00	0	10,607.00	0.00	10,607.00	0
Inter Com.-Grant Incom	0.00	6,745.33	(6,745.33)	(100)	0.00	6,745.33	(6,745.33)	(100)
Total General R	(106,999.26)	(104,937.96)	(2,061.30)	2	1,324,308.97	1,210,070.23	114,238.74	9
Operating & Capital Expenses								
Dept-Inter Comm VFD	6,201.80	7,153.05	(951.25)	(13)	35,448.26	32,663.91	2,784.35	9
Dept-Flatwoods VFD	1,305.06	5,804.38	(4,499.32)	(78)	19,458.84	30,089.27	(10,630.43)	(35)
Dept-Woods VFD	822.42	(6,733.03)	7,555.45	(112)	34,995.28	24,403.71	10,591.57	43
Dept-Clayton VFD	2,276.53	1,076.76	1,199.77	111	39,364.14	36,332.43	3,031.71	8
Dept-Beckville VFD	3,043.16	772.80	2,270.36	294	27,276.24	25,351.93	1,924.31	8
Dept-Comm Four VFD	7,955.27	1,139.63	6,815.64	598	25,053.99	27,776.79	(2,722.80)	(10)
Dept-Gary VFD	766.70	6,235.48	(5,468.78)	(88)	27,103.35	24,764.97	2,338.38	9
Run- Tatum VFD	0.00	1,000.00	(1,000.00)	(100)	2,000.00	4,000.00	(2,000.00)	(50)
Run- Carthage VFD	7,500.00	7,500.00	0.00	0	30,000.00	30,000.00	0.00	0
Capital Imp-Beckville	0.00	0.00	0.00	0	381,175.00	44,150.00	337,025.00	763
Capital Imp-Clayton	0.00	8,051.08	(8,051.08)	(100)	0.00	8,051.08	(8,051.08)	(100)
Capital Imp-Gary	185,650.00	6,628.57	179,021.43	999	185,650.00	13,853.57	171,796.43	999
Capital Imp-Inter Comm	38,205.00	11,500.00	26,705.00	232	218,000.00	19,972.00	198,028.00	992
Capital Imp-Woods	0.00	8,624.55	(8,624.55)	(100)	34,486.66	8,624.55	25,862.11	300
Capital Imp-Comm Four	0.00	0.00	0.00	0	0.00	12,691.00	(12,691.00)	(100)
Capital Imp-Flatwoods	18,917.00	0.00	18,917.00	0	18,917.00	0.00	18,917.00	0
County Contribution E	0.00	(25,448.75)	25,448.75	(100)	25,000.00	25,000.00	0.00	0
Fire Hose	0.00	0.00	0.00	0	0.00	5,000.00	(5,000.00)	(100)
SCBA Fund	0.00	0.00	0.00	0	0.00	64,360.00	(64,360.00)	(100)
PPE Fund	0.00	0.00	0.00	0	57,046.00	60,000.00	(2,954.00)	(5)
Major Capital Items-5	0.00	0.00	0.00	0	0.00	1,474,775.00	(1,474,775.00)	(100)
Total Operating	272,642.94	33,304.52	239,338.42	719	1,160,974.76	1,971,860.21	(810,885.45)	(41)
Gross Profit	(379,642.20)	(138,242.48)	(241,399.72)	175	163,334.21	(761,789.98)	925,124.19	(121)
Board Expenses								
Tax Appraisal Assesme	0.00	2,843.29	(2,843.29)	(100)	7,321.87	11,373.69	(4,051.82)	(36)
Agenda Posting/Legal	0.00	0.00	0.00	0	1,053.12	428.59	624.53	146
Tax Collector Fees	3,923.55	3,543.07	380.48	11	16,070.31	12,079.60	3,990.71	33
Bank Charges	0.00	0.00	0.00	0	10.00	0.00	10.00	0
Depreciation	0.00	310,334.60	(310,334.60)	(100)	0.00	310,334.60	(310,334.60)	(100)
Dues & Subscriptions	0.00	0.00	0.00	0	1,548.75	1,672.50	(123.75)	(7)
Insurance	(5,838.19)	(1,882.79)	(3,955.40)	210	89,216.99	79,255.59	9,961.40	13
Office Supplies & Posta	0.00	448.75	(448.75)	(100)	546.75	448.75	98.00	22
Professional & Legal F	2,050.00	17,370.00	(15,320.00)	(88)	55,975.00	50,070.00	5,905.00	12
Repair & Maintenance	1,300.00	0.00	1,300.00	0	22,710.00	0.00	22,710.00	0
Training	0.00	0.00	0.00	0	966.48	0.00	966.48	0
Contingency	13,540.00	5,715.00	7,825.00	137	40,819.44	51,802.73	(10,983.29)	(21)
Total Board Exp	14,975.36	338,371.92	(323,396.56)	(96)	236,238.71	517,466.05	(281,227.34)	(54)
Operating Inc	(394,617.56)	(476,614.40)	81,996.84	(17)	(72,904.50)	(1,279,256.03)	1,206,351.53	(94)
Interest Income	(2,694.17)	18,064.22	(20,758.39)	(115)	34,580.97	26,337.96	8,243.01	31
Total Other Inco	(2,694.17)	18,064.22	(20,758.39)	(115)	34,580.97	26,337.96	8,243.01	31
Net Income (L	\$ (397,311.73)	\$ (458,550.18)	\$ 61,238.45	(13)	\$ (38,323.53)	\$ (1,252,918.07)	\$ 1,214,594.54	(97)

FOR MANAGEMENT USE ONLY

PANOLA COUNTY EMERGENCY SERVICES DIST #1
Statement of Activities
For the Period Ended December 31, 2024

	1 Month Ended Dec. 31, 2024	Budget	Variance	Pct	12 Months Ended Dec. 31, 2024	Budget	Variance	Pct
General Revenue								
Property Tax-Current Y	\$ (108,971.36)	\$ 0.00	\$ (108,971.36)	0	\$ 1,270,424.22	\$ 1,310,454.00	\$ (40,029.78)	(3)
Property Tax-Delinque	1,972.10	0.00	1,972.10	0	15,837.72	0.00	15,837.72	0
Inter Comm. Auction Sa	0.00	0.00	0.00	0	2,150.00	0.00	2,150.00	0
Ins. Claim Income-Flat	0.00	0.00	0.00	0	1,465.31	0.00	1,465.31	0
TX A&M Grant Income-	0.00	0.00	0.00	0	23,824.72	0.00	23,824.72	0
Clayton-Matthews Trk	0.00	0.00	0.00	0	10,607.00	0.00	10,607.00	0
Total General R	(106,999.26)	0.00	(106,999.26)	0	1,324,308.97	1,310,454.00	13,854.97	1
Operating & Capital Expenses								
Dept-Inter Comm VFD	6,201.80	0.00	6,201.80	0	35,448.26	42,000.00	(6,551.74)	(16)
Dept-Flatwoods VFD	1,305.06	0.00	1,305.06	0	19,458.84	42,000.00	(22,541.16)	(54)
Dept-Woods VFD	822.42	0.00	822.42	0	34,995.28	42,000.00	(7,004.72)	(17)
Dept-Clayton VFD	2,276.53	0.00	2,276.53	0	39,364.14	42,000.00	(2,635.86)	(6)
Dept-Beckville VFD	3,043.16	0.00	3,043.16	0	27,276.24	42,000.00	(14,723.76)	(35)
Dept-Comm Four VFD	7,955.27	0.00	7,955.27	0	25,053.99	42,000.00	(16,946.01)	(40)
Dept-Gary VFD	766.70	0.00	766.70	0	27,103.35	42,000.00	(14,896.65)	(35)
Run- Tatum VFD	0.00	0.00	0.00	0	2,000.00	4,000.00	(2,000.00)	(50)
Run- Carthage VFD	7,500.00	0.00	7,500.00	0	30,000.00	30,000.00	0.00	0
Capital Imp-Beckville	0.00	0.00	0.00	0	381,175.00	390,000.00	(8,825.00)	(2)
Capital Imp-Gary	185,650.00	0.00	185,650.00	0	185,650.00	190,000.00	(4,350.00)	(2)
Capital Imp-Inter Comm	38,205.00	0.00	38,205.00	0	218,000.00	218,000.00	0.00	0
Capital Imp-Woods	0.00	0.00	0.00	0	34,486.66	35,000.00	(513.34)	(1)
Capital Imp-Flatwoods	18,917.00	0.00	18,917.00	0	18,917.00	25,000.00	(6,083.00)	(24)
Non Capital Smaller VF	0.00	0.00	0.00	0	0.00	100,000.00	(100,000.00)	(100)
County Contribution E	0.00	0.00	0.00	0	25,000.00	25,000.00	0.00	0
SCBA Fund	0.00	0.00	0.00	0	0.00	64,000.00	(64,000.00)	(100)
PPE Fund	0.00	0.00	0.00	0	57,046.00	60,000.00	(2,954.00)	(5)
Total Operating	272,642.94	0.00	272,642.94	0	1,160,974.76	1,435,000.00	(274,025.24)	(19)
Gross Profit	(379,642.20)	0.00	(379,642.20)	0	163,334.21	(124,546.00)	287,880.21	(231)
Board Expenses								
Tax Appraisal Assesme	0.00	0.00	0.00	0	7,321.87	12,000.00	(4,678.13)	(39)
Agenda Posting/Legal	0.00	0.00	0.00	0	1,053.12	1,500.00	(446.88)	(30)
Tax Collection Attorne	0.00	0.00	0.00	0	0.00	6,000.00	(6,000.00)	(100)
Tax Collector Fees	3,923.55	0.00	3,923.55	0	16,070.31	12,000.00	4,070.31	34
Bank Charges	0.00	0.00	0.00	0	10.00	100.00	(90.00)	(90)
Dues & Subscriptions	0.00	0.00	0.00	0	1,548.75	2,500.00	(951.25)	(38)
Insurance	(5,838.19)	0.00	(5,838.19)	0	89,216.99	100,000.00	(10,783.01)	(11)
Office Supplies & Posta	0.00	0.00	0.00	0	546.75	2,000.00	(1,453.25)	(73)
Professional & Legal F	2,050.00	0.00	2,050.00	0	55,975.00	60,000.00	(4,025.00)	(7)
Repair & Maintenance	1,300.00	0.00	1,300.00	0	22,710.00	25,000.00	(2,290.00)	(9)
Training	0.00	0.00	0.00	0	966.48	4,000.00	(3,033.52)	(76)
Contingency	13,540.00	0.00	13,540.00	0	40,819.44	50,000.00	(9,180.56)	(18)
Total Board Exp	14,975.36	0.00	14,975.36	0	236,238.71	275,100.00	(38,861.29)	(14)
Operating Inc	(394,617.56)	0.00	(394,617.56)	0	(72,904.50)	(399,646.00)	326,741.50	(82)
Interest Income	(2,694.17)	0.00	(2,694.17)	0	34,580.97	32,000.00	2,580.97	8
Total Other Inco	(2,694.17)	0.00	(2,694.17)	0	34,580.97	32,000.00	2,580.97	8
Net Income (L	\$ (397,311.73)	\$ 0.00	\$ (397,311.73)	0	\$ (38,323.53)	\$ (367,646.00)	\$ 329,322.47	(90)

FOR MANAGEMENT USE ONLY