Millstadt Ambulance Service
Millstadt, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended April 30, 1987

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Allison Knapp & Siekmann

CERTIFIED PUBLIC ACCOUNTANTS

July 6, 1987

Board of Directors
Millstadt Ambulance Service
Millstadt, Illinois

We have examined the combined balance sheet of the Millstadt Ambulance Service as of April 30, 1987, and the related General Fund statement of revenues and expenditures and changes in fund balance for the years ended April 30, 1987 and 1986. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying financial statements present fairly the financial position of the Millstadt Ambulance Service at April 30, 1987, and the result of its operations for the year then ended in conformity with generally accepted accounting principles applied on a consistent basis.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole and on the combining and individual fund financial statements. The accompanying financial information, listed as supplementary information in the table of contents, is presented for purposes of additional analysis and is not a required part of the combined financial statements of the Millstadt Ambulance Service. The information has been subjected to the auditing procedures applied in the examination of the combined, combining, and individual fund financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

Allison Knapp & Siekmann

EXHIBIT 1

Millstadt Ambulance Service
Millstadt, Illinois

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS

April 30, 1987

ASSETS	General Fund	General fixed assets group of accounts	Totals (Memorandum Only) 1987	1986
ASSETS				
Cash				
Demand deposits	$ 2,824	$ -	$ 2,824	$ 2,759
Money Market Account	11,512	-	11,512	10,400
Certificates of deposit	52,551	-	52,551	63,163
Accrued interest	644	-	644	919
Accounts receivable - patient fees	7,997	-	7,997	4,810
Unexpired insurance	4,328	-	4,328	5,138
Property taxes receivable				
Distributable from service entities				
Current levy	26,500	-	26,500	16,000
Prior levy	1,027	-	1,027	1,861
Equipment and improvements	-	103,773	103,773	102,746
TOTAL ASSETS	$107,383	$103,773	$211,156	$207,796
LIABILITIES AND EQUITY				
LIABILITIES				
Accounts payable	$ 6,090	$ -	$ 6,090	$ 3,714
Deferred revenue				
Property tax	27,527	-	27,527	17,861
Total liabilities	33,617	-	33,617	21,575
EQUITY				
Fund balance	73,766	-	73,766	83,475
Investment in general fixed assets	-	103,773	103,773	102,746
Total equity	73,766	103,773	177,539	186,221
TOTAL LIABILITIES AND EQUITY	$107,383	$103,773	$211,156	$207,796

The accompanying notes are an integral part of this financial statement.

EXHIBIT 2

Millstadt Ambulance Service
Millstadt, Illinois

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND

Years Ended April 30, 1987 and 1986

	1987	1986
REVENUES		
Patient fees	$32,438	$29,967
Property taxes	15,646	23,593
Donations and contributions	772	10
Recovery of bad debts	355	517
Interest earned	4,510	6,181
Total revenues	53,721	60,268
EXPENDITURES		
Salaries	5,510	5,956
FICA tax expense	387	390
Unemployment tax expense	16	18
Office supplies	828	1,181
Medical supplies	1,909	1,846
Repairs	2,606	2,938
Motor fuel	1,022	1,551
Telephone	2,030	1,761
Education and training	904	2,204
Uniforms	9	308
Insurance	8,040	6,379
Dispatcher fees	6,799	6,693
Accounting fees	825	825
Miscellaneous	265	1,559
Credits allowed	2,676	902
Bad debts	2,176	1,882
Utilities	793	963
Personnel - contractual	22,814	24,166
Radio maintenance	2,038	2,505
Purchase of equipment and improvements	1,027	595
In-service director	-	255
Meetings and dinners	755	1,540
Acquisition of lease	1	1
Total expenditures	63,430	66,418
Excess (deficiency) of revenues over expenditures	(9,709)	(6,150)
Fund balance, beginning of year	83,475	89,625
FUND BALANCE, END OF YEAR	$73,766	$83,475

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

EXHIBIT 3

Millstadt Ambulance Service
Millstadt, Illinois

STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND

Year Ended April 30, 1987

	Budget	Actual
REVENUES		
Patient fees	$ 27,500	$ 32,438
Property taxes	16,000	15,646
Donations and contributions	-	772
Recoveries	-	355
Interest earned	2,400	4,510
Total revenues	45,900	53,721
EXPENDITURES		
Salaries	6,000	5,510
FICA tax expense	425	387
Unemployment tax expense	30	16
Office supplies	900	828
Medical supplies	2,000	1,909
Repairs	3,900	2,606
Motor fuel	1,500	1,022
Telephone	2,000	2,030
Legal publications	50	-
Education and training	1,400	904
Uniforms	250	9
Insurance	9,700	8,040
Dispatcher fees	7,000	6,799
Accounting fees	900	825
Miscellaneous	330	265
Credits allowed	-	2,676
Bad debts	-	2,176
Utilities	1,000	793
Radio maintenance	2,500	2,038
Purchase of equipment	750	1,027
Meeting and dinners	-	755
Acquisition of lease	1	1
Contingency fund	132	-
Personnel expense	1,000	-
Personnel - contractual	25,000	22,814
Total expenditures	66,768	63,430
EXCESS REVENUES OVER EXPENDITURES (DEFICIT)	$(20,868)	$(9,709)

The accompanying notes are an integral part of this financial statement.

Millstadt Ambulance Service
Millstadt, Illinois

NOTES TO FINANCIAL STATEMENTS

April 30, 1987

Note 1: Summary of Significant Accounting Policies

The Service utilizes fund accounting principles similar to municipalities. The financial statements reflect the modified accrual basis of accounting in which revenue is recognized when earned or when it otherwise becomes available and expenditures are recognized when incurred.

The accounts receivable - patient fees are recorded at the billed amount outstanding at April 30, 1987, net of bad debts and credits allowed. Any bad debts are accounted for by the direct write-off method in the period they become worthless. During the period, the Service wrote off $2,176 in uncollectible balances. Credits allowed represent billing reductions on certain patient accounts covered by public aid, which remits only a part of the total due as complete payment.

General fixed assets are recorded at cost, for valuation purposes only, with no provision for depreciation. The investment in fixed assets represents the Service's basis in the equity of general fixed assets.

The Service has no outstanding long-term debt.

Note 2: Organization

The Service was organized by an intergovernmental cooperation agreement between the Village of Millstadt and the Millstadt Rural Fire Protection District. According to the agreement, the Service will operate independently of the organizing entities. The Service will receive funding from these entities by a property tax levied on the real property within their respective areas (see Note 3).

Note 3: Property Taxes

The accompanying financial statements present an estimate of the current tax levies requested by the Village of Millstadt and the Millstadt Rural Fire Protection District based on prior assessed valuations and certain adjustments. They are recorded as deferred revenue by the Service until the taxing bodies actually remit the collections. The taxing entities are a conduit for the levy and collection of the tax, which is transferred to the Service.

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NOTES TO FINANCIAL STATEMENTS
(continued)
April 30, 1987

Note 3: Property Taxes (continued)

As of April 30, 1987, the property tax receivable balances consist of the following:

	Village of Millstadt	Millstadt Rural Fire Protection District	Total
1985 Levy - final due (includes uncollectible balances)	$ 274	$ 753	$ 1,027
1986 Levy - estimated	10,600	15,900	26,500
TOTALS	$10,874	$16,653	$27,527

Note 4: Acquisition of Lease

During a prior year, the Service paid $7,500 for the acquisition of leasehold rights to a building owned by the Union Fire Company. Accordingly, this payment is in consideration of current period costs and does not include any amounts applicable over a long-term period. After this acquisition, a new lease was approved by the entities for a period of thirty (30) years beginning October 1, 1982. The agreement calls for lease payments of $1/year plus all upkeep and operations, any improvements and insurance as long as it is used for a public ambulance service. The lease also calls for the property to revert to the lessor at the end of the term, with no purchase provision mentioned.

Note 5: Subsequent Event

On June 16, 1987, the Service purchased an ambulance for $33,750 which includes a $7,000 trade-in allowance. The ambulance was purchased from proceeds of a certificate of deposit shown on the balance sheet. The trade-in ambulance (1980 Ford Starline) is shown on Table 1.

TABLE 1

Millstadt Ambulance Service
Millstadt, Illinois

SCHEDULE OF EQUIPMENT AND IMPROVEMENTS

Inception through April 30, 1987

EQUIPMENT - FISCAL YEAR 1980			
1 - G.E. mobile radio	$ 1,760		
6 - Pagers	1,794		
1 - 1980 Starline Superstar Ford ambulance	24,230		
1 - G.E. mobile radio with dual head control	2,260		
6 - Pagers	1,794		
1 - Base radio and encoder	2,322		
Various under $500	1,299	$35,459	
IMPROVEMENTS		464	
Total fiscal year 1980			$ 35,923
EQUIPMENT - FISCAL YEAR 1981			
20 - G.E. pagers	5,980		
Various under $500	1,449		
Total fiscal year 1981			7,429
EQUIPMENT - FISCAL YEAR 1982			
8 - Pagers	2,260		
1 - G.E. controller and encoder	1,257		
1 - 1981 Ford ambulance (include trade-in)	28,754		
Various under $500	794		
Total fiscal year 1982			33,065
EQUIPMENT - FISCAL YEAR 1983			
Refrigerator, electric range and microwave oven	1,302		
Pagers	1,466		
Various under $500	747	3,515	
IMPROVEMENTS			
Roof	4,530		
Vacuum system	499		
Oak cabinets and drawer	1,012		
Furnace	887		
Ceiling	2,243		
Carpeting	883		
New doors, windows, wall coverings, insulation and lights	8,004	18,058	
Total fiscal year 1983			21,573

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TABLE 1
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SCHEDULE OF EQUIPMENT AND IMPROVEMENTS
(continued)
Inception through April 30, 1987

EQUIPMENT - FISCAL YEAR 1984		
Copy machine	1,376	
Generator	968	
Typewriter	828	
Conference table and chairs	989	
Total fiscal year 1984		4,161
IMPROVEMENTS - FISCAL YEAR 1986		
Sign	595	
Total fiscal year 1986		595
EQUIPMENT - FISCAL YEAR 1987		
2 Encoders	500	
Various under $500	527	
Total fiscal year 1987		1,027
TOTAL EQUIPMENT AND IMPROVEMENTS		$103,773