

# Ralls County Ambulance District

Hannibal, Missouri

Basic Financial Statements and  
Management's Discussion and Analysis

Year Ended December 31, 2021

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## Independent Auditor's Report

To the Board of Directors  
Ralls County Ambulance District

### Opinion

We have audited the accompanying financial statements of the governmental activities of Ralls County Ambulance District, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Ralls County Ambulance District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of Ralls County Ambulance District, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Ralls County Ambulance District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

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

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

### Auditor's Responsibilities for the Audit of the Financial Statements

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

## Independent Auditor's Report (Concluded)

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Ralls County Ambulance District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Ralls County Ambulance District's ability to continue as a going concern for a reasonable period of time.

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

### Required Supplementary Information

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

### Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ralls County Ambulance District's basic financial statements. The Statement of Other and Administrative Expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Statement of Other and Administrative Expenses is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Wade Stables P.C.*

**Wade Stables P.C.**

*Certified Public Accountants*

June 24, 2022  
Hannibal, Missouri

## Management's Discussion and Analysis

The discussion and analysis of Ralls County Ambulance District's financial performance provides an overview and analysis of the District's financial statements for the year ended December 31, 2021. It should be read in conjunction with the accompanying basic financial statements.

### **Financial Highlights**

- The assets of Ralls County Ambulance District exceeded its liabilities at the close of the fiscal year ending December 31, 2021, by \$2,301,664, (net position). For the year ending December 31, 2021, \$1,580,692 (unrestricted net position) was available to be used to meet the District's ongoing obligations to citizens and creditors.
- The District's total net position increased \$232,667 for the year ended December 31, 2021.
- On a budgetary basis, the General Fund balance increased by \$147,566 for the year ended December 31, 2021.

### **Overview of the Financial Statements**

The discussion and analysis serve as an introduction to Ralls County Ambulance District's basic financial statements. The District's financial statements are comprised of two components, combined government-wide and fund financial statements, and notes to financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements.

### **Combined Government-wide and Fund Financial Statements**

The fund financial statements provide detailed information about the only fund.

Governmental fund - All of the District's basic services are reported in a governmental fund, which recognizes increases and decreases in financial resources only to the extent that they reflect near-term inflows or outflows of cash. The fund is reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government 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, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Ralls County Ambulance District maintains the *General Fund* which is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Information for the General Fund is presented in the Statement of Net Position and Governmental Funds Balance Sheet, which is considered a major fund.

### **Notes to Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found immediately following the basic financial statements.

### **Property, Plant and Equipment**

At the end of the fiscal year, the District had \$945,287 invested in property, plant and equipment. This amount represents an increase of \$30,792 from the prior year.

### **Debt**

As of the year ended December 31, 2021, the District had \$127,698 in debt, which includes the capital lease. The District made principal payments of \$40,854 and interest payments of \$5,303 during the year.

**The District as a Whole - Government-Wide Financial Analysis**

The District's net position was \$2,301,664 as of December 31, 2021. The analysis focuses on the net position (table 1) and changes in general revenues and significant expenses (table 2) of the District's governmental activities.

Table 1  
Summary of Net Position  
December 31, 2021 and 2020

	2021	2020
Current assets	\$ 1,610,143	\$ 1,485,590
Capital assets	945,287	914,495
Total Assets	<u>\$ 2,555,430</u>	<u>\$ 2,400,085</u>
Current liabilities	\$ 77,051	\$ 79,747
Long-term liabilities	176,715	251,341
Total Liabilities	<u>\$ 253,766</u>	<u>\$ 331,088</u>
Net Position:		
Net investment in capital assets	\$ 720,972	\$ 617,120
Unrestricted	1,580,692	1,451,877
Total Net Position	<u>\$ 2,301,664</u>	<u>\$ 2,068,997</u>

Net position of the District's governmental activities increased \$232,667, or 11.25%, when compared to the prior year. Unrestricted net position increased \$128,815 or 8.87%, from the prior year.

The key elements of these changes are shown on the next page.

Table 2  
Change in Net Position  
Years Ended December 31, 2021 and 2020

	2021	2020
Revenues:		
Program Revenues:		
Charges for services	\$ 715,649	\$ 681,768
General Revenues:		
Property tax revenue	779,630	770,885
Interest income	1,950	1,876
Grant Revenue	189,419	33,325
Miscellaneous revenue	1,422	4,203
Total revenues	<u>\$ 1,688,070</u>	<u>\$ 1,492,057</u>
Expenses:		
Personnel services	\$ 645,138	\$ 312,094
Building and equipment repairs	66,725	64,358
Contracted services	179,453	432,616
Interest expense	5,119	6,793
Other and administrative	396,357	370,825
Medical supplies and vaccines	23,283	21,078
Depreciation	139,328	144,689
Total expenses	<u>\$ 1,455,403</u>	<u>\$ 1,352,453</u>
Increase (decrease) in Net Position	\$ 232,667	\$ 139,604
Net Position at beginning of year	<u>2,068,997</u>	<u>1,929,393</u>
Net Position at end of year	<u>\$ 2,301,664</u>	<u>\$ 2,068,997</u>

The District's total revenues increased by \$196,013 or 13.14%, from last year. The increase is primarily due to the receipt of grants funds.

Total expenses increased \$102,950 or 7.61%. This increase is attributed to increase in personnel service expenses.

### General Fund Budgeting Highlights

For the year ending December 31, 2021, actual operating expenses on a budgetary basis were \$1,239,784 compared to the budgeted amount of \$1,136,000. The \$103,784 negative variance was mainly due to purchasing an ambulance with funds received from a grant which was not budgeted.

For the year ending December 31, 2021, the District's actual operating revenues on a budgetary basis were \$1,383,978 compared to the budgeted amount of \$1,132,000. The positive variance of \$251,978 was due to the receipt of grant funds that were not budgeted.

### Economic Factors and Next Year's Budget and Rates

Local, national and international economic factors influence the District's revenues. Positive economic growth correlates with increased revenues from property and sales taxes. Economic growth in the local economy may be measured by a variety of indicators such as employment growth, unemployment, new construction and assessed valuation. The District has prepared its budget for the next fiscal year considering the economic factors discussed above.



### **Contacting the District's Financial Management**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, please contact the District.

Ralls County Ambulance District  
Statement of Net Position and  
Governmental Funds Balance Sheet  
December 31, 2021

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b>Assets</b>			
Current Assets			
Cash	\$ 833,896	\$ -	\$ 833,896
Accounts receivable, net	124,459	-	124,459
Taxes receivable	609,904	-	609,904
Prepaid expenses	41,884	-	41,884
Total Current Assets	<u>\$ 1,610,143</u>	<u>\$ -</u>	<u>\$ 1,610,143</u>
Capital assets, net	<u>\$ -</u>	<u>\$ 945,287</u>	<u>\$ 945,287</u>
<b>Total Assets</b>	<u><u>\$ 1,610,143</u></u>	<u><u>\$ 945,287</u></u>	<u><u>\$ 2,555,430</u></u>
<b>Liabilities</b>			
Current Liabilities			
Accounts payable	\$ 12,254	\$ -	\$ 12,254
Accrued interest payable	1,415	-	1,415
Accrued wages	15,782	-	15,782
Current portion of notes payable	-	15,394	15,394
Current portion of capital lease	-	32,206	32,206
Total Current Liabilities	<u>\$ 29,451</u>	<u>\$ 47,600</u>	<u>\$ 77,051</u>
Long-Term Liabilities			
Long-term portion of notes payable	\$ -	\$ 112,304	\$ 112,304
Long-term portion of capital lease	-	64,411	64,411
Total Long-Term Liabilities	<u>\$ -</u>	<u>\$ 176,715</u>	<u>\$ 176,715</u>
<b>Total Liabilities</b>	<u>\$ 29,451</u>	<u>\$ 224,315</u>	<u>\$ 253,766</u>
<b>Fund Balances / Net Position</b>			
Fund Balance			
Nonspendable			
Prepaid items	\$ 41,884	\$ (41,884)	\$ -
Unassigned	1,538,808	(1,538,808)	-
Total fund balance	<u>\$ 1,580,692</u>	<u>\$ (1,580,692)</u>	<u>\$ -</u>
<b>Total Liabilities and Fund Balance</b>	<u><u>\$ 1,610,143</u></u>		
Net Position			
Net investment in capital assets		\$ 720,972	\$ 720,972
Unrestricted		1,580,692	1,580,692
<b>Total Net Position</b>		<u><u>\$ 2,301,664</u></u>	<u><u>\$ 2,301,664</u></u>

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

Ralls County Ambulance District  
Statement of Activities and Governmental Fund Revenues, Expenditures, and  
Changes in Fund Balance  
For the Year Ended December 31, 2021

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>Expenses:</b>			
Personnel services	\$ 645,138	\$ -	\$ 645,138
Building and equipment repairs	66,725	-	66,725
Contracted services	179,453	-	179,453
Other and administrative	396,357	-	396,357
Medical supplies and vaccines	23,283	-	23,283
Interest expense	5,119	-	5,119
Principal payments	73,060	(73,060)	-
Capital outlay	170,120	(170,120)	-
Depreciation	-	139,328	139,328
Total expenses	<u>\$ 1,559,255</u>	<u>\$ (103,852)</u>	<u>\$ 1,455,403</u>
<b>Program Revenues:</b>			
Charges for services			
Ambulance calls	\$ 715,649	\$ -	\$ 715,649
Total charges for services	<u>\$ 715,649</u>	<u>\$ -</u>	<u>\$ 715,649</u>
Net program expense			<u>\$ (739,754)</u>
<b>General Revenues:</b>			
Property tax revenue	\$ 779,630	\$ -	\$ 779,630
Interest income	1,950	-	1,950
Miscellaneous income	1,422	-	1,422
Grant revenue	189,419	-	189,419
Total general revenues	<u>\$ 972,421</u>	<u>\$ -</u>	<u>\$ 972,421</u>
Net Change in Fund Balance	\$ 128,815	\$ (128,815)	\$ -
Change in Net Position		232,667	232,667
<b>Fund Balance/Net Position:</b>			
Beginning of Year	1,451,877	617,120	2,068,997
End of Year	<u>\$ 1,580,692</u>	<u>\$ 720,972</u>	<u>\$ 2,301,664</u>

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

## **1. Summary of Significant Accounting Policies**

The purpose of Ralls County Ambulance District (the "District") is to serve the residents of Ralls County in the care of the sick and injured, with equality and consideration towards all regardless of race, creed, or financial status.

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matter), scope of public service, and special financing relationships.

The District has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity which would exercise such oversight that would result in the District being considered a component unit of the entity.

The accompanying policies of the District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the significant accounting policies.

### **A. Basis of Presentation**

Special purpose governments engaged in a single governmental program and having no component units may present financial statements combining fund financial statements with government-wide statements. This is illustrated on page 7 for Statement of Net Position and Governmental Funds Balance Sheet and page 8 for Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance.

### **B. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Governmental fund financial statements are reported using the current 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government 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.

### **C. Property, Plant and Equipment**

Property, plant and equipment are recorded as assets to the extent of the capitalization threshold and useful life requirement are met. All capital assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are valued at their estimated fair market value on the date donated.

Maintenance, repairs and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

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**1. Summary of Significant Accounting Policies (Continued)**

**C. Property, Plant and Equipment (Concluded)**

Depreciation is computed on each asset using the straight-line method over the following estimated useful lives:

Building	15 - 40 years
Ambulances	5 - 10 years
Ambulance and medical equipment	5 - 10 years
Office equipment	5 - 10 years
Communication equipment	5 - 10 years

**D. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**E. Taxes Receivable**

Taxes receivable represent current taxes collected, but not yet remitted to the Ambulance District. Because of this, the taxes receivable for 2021 represents actual January and February 2022 receipts from Ralls County.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and payable on December 31. The county collects the property tax and remits it to the District. All unpaid taxes become delinquent January 1 of the following year.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2021 for purposes of local taxation was \$0.3977.

**F. Fund Balance and Net Position**

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by laws or regulations of the government. All other net position that does not meet the definition of "restricted" are reported as unrestricted net position. It is the District's policy to expend restricted resources first if the restrictions are met.

Fund balances are classified as follows:

**Nonspendable-** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District had \$41,884 in non-spendable fund balances as of December 31, 2021.

**Restricted-** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or law or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District did not have any restricted fund balances as of December 31, 2021.

**1. Summary of Significant Accounting Policies (Concluded)**

**F. Fund Balance and Net Position (Concluded)**

**Committed-** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District's Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District did not have any committed resources balances as of December 31, 2021.

**Assigned-** This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the District Board through budgetary process. The District did not have any assigned resources as of December 31, 2021.

**Unassigned-** All amounts not included in other spendable classifications.

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

**2. Cash and Investments**

The District complies with various restrictions on deposits and investments, which are imposed by state statutes as follows:

Deposits - All deposits with financial institutions must be collateralized in an amount at least equal to uninsured deposits.

Investments - This District may purchase any investments allowed by the state treasurer. There were no investments held at December 31, 2021.

**Deposits**

For the year ending December 31, 2021, the carrying amounts of the District's deposits were \$833,896, and the bank balances totaled \$839,454. All bank deposits at December 31, 2021, were fully covered by federal depository insurance.

**3. Accounts Receivable**

Ambulance revenue is recorded at established rates at the time the service is rendered. An allowance for uncollectible accounts is maintained as of December 31, 2021. The allowance for uncollectible accounts is established based upon historical write-offs and management's estimate of collections. Accounts are written off by board approval. Medicare, Medicaid and insurance contractual allowances are written off on a monthly basis after the portion deemed allowable by contractual agreement has been received. Accounts receivable at December 31, 2021, was as follows:

	<b>2021</b>
Accounts receivable	\$ 215,727
Less: Allowance for uncollectible accounts	(91,268)
Net Accounts receivable	\$ 124,459

**4. Related-Party Transactions**

There were no related-party transactions to report during the year ended December 31, 2021.

**5. Commitments and Contingencies**

Grants and contracts require fulfillment of certain conditions as set forth in the instrument of the grant or contract. Failure to fulfill the conditions could result in the return of the funds to grantors/contractors. Although that is a possibility, management deems the contingency remote.

**6. Capital Assets**

Capital assets during the year ended December 31, 2021, consisted of the following:

	<u>Balance 01/01/21</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance 12/31/21</u>
Ambulances	\$ 365,977	\$ 140,950	\$ -	\$ 506,927
Building	749,114	7,564	-	756,678
Ambulance Equipment	299,478	21,606	-	321,084
Medical Equipment	114,717	-	-	114,717
Communication Equipment	26,096	-	-	26,096
Office Equipment	31,011	-	-	31,011
	<u>\$ 1,586,393</u>	<u>\$ 170,120</u>	<u>\$ -</u>	<u>\$ 1,756,513</u>
Less: Accumulated Depreciation	<u>(671,898)</u>	<u>(139,328)</u>	<u>-</u>	<u>(811,226)</u>
Total capital asset, net of accumulated depreciation	<u>\$ 914,495</u>	<u>\$ 30,792</u>	<u>\$ -</u>	<u>\$ 945,287</u>

Depreciation expense for the year ended December 31, 2021, amounted to \$139,328.

**7. Notes Payable**

The District entered into a loan with Royal Banks of Missouri for business purposes on September 5, 2014, in the amount of \$210,000 at an interest rate of 3.750% with final payment due September 5, 2029. This note is secured by a deed of trust. The balance of the note as of December 31, 2021 was \$126,132.

The District entered into a loan agreement with Marion County Ambulance District on January 1, 2016, for the purpose of financing equipment purchases. The District borrowed \$275,288 at an interest rate of 2.29%. The loan calls for sixty (60) monthly installments of \$4,860, beginning June 1, 2016, with final payment due June 1, 2021, however one full monthly payment was not paid during 2021 and will be paid during the year 2022. The balance of the note as of December 31, 2021 was \$1,566.

The following is a summary of note principal and interest requirements as of December 31:

Year Ended December 31,	Principal	Interest	Total
2022	\$ 15,394	\$ 4,734	\$ 20,128
2023	14,347	4,216	18,563
2024	14,875	3,688	18,563
2025	15,443	3,120	18,563
2026	16,022	2,541	18,563
2027-2029	51,617	4,039	55,656
Total	<u>\$ 127,698</u>	<u>\$ 22,338</u>	<u>\$ 150,036</u>

**7. Notes Payable (Concluded)**

The changes in note payable during the year ended December 31, 2021 is as follows:

Balance, beginning	\$	168,552
Additions		-
Retirements		<u>(40,854)</u>
Balance, ending	\$	<u><u>127,698</u></u>

**8. Capital Lease**

On February 6, 2020, the District entered into a cancelable 5 year financing agreement with Zoll Medical Corporation to purchase equipment. The original principal was \$161,029 at an interest rate of 0%. Zoll has a purchase money security interest in all goods purchased with this agreement. The annual payments are \$32,206. The lease had a balance as of December 31, 2021, of \$96,618.

The following is a schedule of the future minimum payments (assuming non-cancellation):

Year Ended December 31,	
2022	\$ 32,206
2023	32,206
2024	<u>32,206</u>
Total	<u><u>\$ 96,618</u></u>

**9. Contracted Services**

The District entered into an agreement with Professional Billing to collect the District's current outstanding accounts receivable. The agreement began on June 1, 2007, and is reviewed annually on June 1 of each year. Professional Billing receives a contingency rate of 12% of all net cash collected. This contract remains in effect at December 31, 2021.

**10. Subsequent Events**

Subsequent events have been evaluated through June 24, 2022, which is the date the reports were available to be issued.



Required Supplementary Information

Ralls County Ambulance District  
Statement of Revenues Collected and Expenditures Paid -  
Budget and Actual (Budgetary Basis)  
For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Variance - Favorable (Unfavorable)
<b>Operating Revenues:</b>						
Ambulance calls	\$ 342,000	\$ 342,000	\$ 715,649	\$ (310,621)	\$ 405,028	\$ 63,028
Tax revenues	790,000	790,000	779,630	7,175	786,805	(3,195)
Grant revenues	-	-	189,419	2,726	192,145	192,145
<b>Total Operating Revenues</b>	<b>\$ 1,132,000</b>	<b>\$ 1,132,000</b>	<b>\$ 1,684,698</b>	<b>\$ (300,720)</b>	<b>\$ 1,383,978</b>	<b>\$ 251,978</b>
<b>Operating Expenses:</b>						
Personnel services	\$ 731,000	\$ 731,000	\$ 645,138	\$ (13,095)	\$ 632,043	\$ 98,957
Building and equipment repairs	68,000	68,000	66,725	5,685	72,410	(4,410)
Contracted services	57,750	57,750	179,453	1,241	180,694	(122,944)
Election expense	2,000	2,000	-	-	-	2,000
Other and administrative	160,000	160,000	396,357	(312,393)	83,964	76,036
Medical supplies and vaccines	26,000	26,000	23,283	(1,093)	22,190	3,810
Principal and interest payments	38,063	38,063	78,179	184	78,363	(40,300)
Capital outlay	53,187	53,187	170,120	-	170,120	(116,933)
<b>Total Operating Expenses</b>	<b>\$ 1,136,000</b>	<b>\$ 1,136,000</b>	<b>\$ 1,559,255</b>	<b>\$ (319,471)</b>	<b>\$ 1,239,784</b>	<b>\$ (103,784)</b>
<b>Net Operating Income (Loss)</b>	<b>\$ (4,000)</b>	<b>\$ (4,000)</b>	<b>\$ 125,443</b>	<b>\$ 18,751</b>	<b>\$ 144,194</b>	<b>\$ 148,194</b>
<b>Non-Operating Income (Expenses):</b>						
Interest income	\$ 2,000	\$ 2,000	\$ 1,950	\$ -	\$ 1,950	\$ (50)
Debt proceeds	-	-	-	-	-	-
Miscellaneous income	2,000	2,000	1,422	-	1,422	(578)
<b>Total Non-Operating Income</b>	<b>\$ 4,000</b>	<b>\$ 4,000</b>	<b>\$ 3,372</b>	<b>\$ -</b>	<b>\$ 3,372</b>	<b>\$ (628)</b>
<b>Increase (Decrease) in Net Position</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 128,815</b>	<b>\$ 18,751</b>	<b>\$ 147,566</b>	<b>\$ 147,566</b>
Fund Balance - beginning of the year			1,451,877			
Fund Balance - end of year			<b>\$ 1,580,692</b>			

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

**1. Budgets and Budgetary Accounting**

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

- 1) In accordance with Section 67 of the Missouri Revised Statutes, the budget officer, as designated by the District, prepares and adopts an annual budget which represents the complete financial plan for the ensuing budget year. The budget includes at least the following information:
  - a) A budget message describing the important features of the budget and major changes from the preceding year;
  - b) Estimated revenues to be collected from all sources for the budget year, with a comparative statement of actual or estimated revenues for the two years next preceding, itemized by year, fund, activity and object;
  - c) The amount required for the payment of interest, amortization, and redemption charges on the debt of the District;
  - d) A general budget summary.
- 2) In no event shall the total proposed expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.
- 3) The District may revise, alter, increase or decrease the items in the proposed budget, subject to such limitations as may be provided by law provided, that in no event, shall the total authorized expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.
- 4) The District shall, before the beginning of the fiscal year, approve the budget and approve or adopt such orders, motions, resolutions or ordinances as may be required to authorize the budgeted expenditures and produce the revenues in the budget.
- 5) After the District has approved the budget and approved or adopted the orders, motions, resolutions or ordinances required to authorize the expenditures proposed in the budget, the District shall not increase the total amount authorized for expenditure from any fund, unless the Board adopts a resolution setting forth the facts and reasons making the increase necessary and approves or adopts an order, motion resolution or ordinance to authorize the expenditures.

**2. Excess Expenditures over Budget**

The District's actual expenditures (budgetary basis) exceeded budgeted expenditures for the year ended December 31, 2021. A summary of the actual and budgeted expenditures is shown in the table below.

Year Ended December 31,	Expenditures Paid	Budget	Excess
2021	\$ 1,239,784	\$ 1,136,000	\$ 103,784

Other Supplementary Information

Ralls County Ambulance District  
Statement of Other and Administrative Expenses  
Years Ended December 31, 2021

<b>Personnel Services:</b>	
Salaries	\$ 592,774
Payroll taxes	45,766
Pension Expense	5,576
Uniform allowance	1,022
	1,022
Total Personnel Services	\$ 645,138
 <b>Building and Equipment:</b>	
Rent	\$ 1,240
Repairs and maintenance	22,393
Maintenance contract	20,192
Gas and oil	17,195
Small equipment	5,705
	5,705
Total Building and Equipment	\$ 66,725
 <b>Contracted Services:</b>	
Legal and professional fees	\$ 15,972
Marion County Ambulance District contracted services	115,250
Billing fees	48,231
Total Contracted Services	\$ 179,453
 <b>Other and Administrative:</b>	
Telephone	\$ 6,975
Postage	1,003
Office supplies	3,363
Utilities	12,263
Legal notices and advertising	1,025
Audit	2,925
Medical director	2,500
Insurance	49,068
Miscellaneous	705
Bad debts and contractual allowances - (net of recoveries)	316,530
	316,530
Total Other and Administrative	\$ 396,357