

# Keys ACCOUNTING & TAX SERVICE, INC.

ENROLLED TO PRACTICE BEFORE  
THE INTERNAL REVENUE SERVICE

Richard Overfield, E.A.  
Sandi Haab, E.A.  
Sue Stein, E.A.  
Richard Darden, E.A.  
Darren Bailey, E.A.  
Anne Harris, E.A.

ACCOUNTANTS

Dayamis Camuccio  
Maria Gan  
Jackie Gargan  
Debra Overfield  
Liz Pease  
Candy Wokral

Key Largo Volunteer Fire Rescue & Department Inc.  
P O Box 782  
Key Largo, FL 33037

Dear Client,

Pursuant to our engagement to provide financial data to Key Largo Volunteer Fire Rescue & Department, Inc. we attach the following statements:

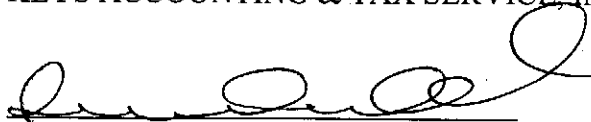
Balance Sheet – Tax Basis as of March 31, 2012.  
Profit and Loss Statement - Tax Basis for the three month period ending March 31, 2012.

These statements were prepared from the books and records of Key Largo Volunteer Fire Rescue & Department, Inc. in conformity with tax accounting principles as prescribed by the U.S. Internal Revenue Code.

We are not independent with respect to Key Largo Volunteer Fire Rescue & Department, Inc.

Very truly yours,

KEYS ACCOUNTING & TAX SERVICE, INC.



Richard L. Overfield

**KEY LARGO VOLUNTEER FIRE & RESCUE**  
**Balance Sheet - Tax Basis**  
 As of March 31, 2012

	<u>Mar 31, 12</u>	<u>Mar 31, 11</u>	<u>\$ Change</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
<b>Checking/Savings</b>			
CAPITAL BANK	31,073.43	65,231.45	-34,158.02
MORGAN STANLEY	55,702.19	54,374.25	1,327.94
<b>Total Checking/Savings</b>	<u>86,775.62</u>	<u>119,605.70</u>	<u>-32,830.08</u>
<b>Accounts Receivable</b>			
Accounts Receivable	37,374.88	9,322.24	28,052.64
<b>Total Accounts Receivable</b>	<u>37,374.88</u>	<u>9,322.24</u>	<u>28,052.64</u>
<b>Other Current Assets</b>			
Undeposited Funds	0.00	-11,578.42	11,578.42
<b>Total Other Current Assets</b>	<u>0.00</u>	<u>-11,578.42</u>	<u>11,578.42</u>
<b>Total Current Assets</b>	<u>124,150.50</u>	<u>117,349.52</u>	<u>6,800.98</u>
<b>Fixed Assets</b>			
ACCUMULATED DEPRECIATION	-141,206.00	-141,206.00	0.00
BUILDING & LAND	982,795.00	982,795.00	0.00
CHIEFS VEHICLE	43,267.44	43,267.44	0.00
COMPUTER SOFTWARE	4,867.50	4,867.50	0.00
COMPUTERS	9,192.31	9,192.31	0.00
EXERCISE EQUIPMENT	3,900.00	3,900.00	0.00
TECHNICAL EQUIP FOR NORTH STATI	4,935.00	4,935.00	0.00
TRAILER	2,004.00	2,004.00	0.00
<b>Total Fixed Assets</b>	<u>909,755.25</u>	<u>909,755.25</u>	<u>0.00</u>
<b>TOTAL ASSETS</b>	<u><b>1,033,905.75</b></u>	<u><b>1,027,104.77</b></u>	<u><b>6,800.98</b></u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Other Current Liabilities</b>			
DESIGNATED CONTRIBUTIONS	9,367.32	8,179.52	1,187.80
FL WORKER'S COMP JUA	11,937.68	11,937.68	0.00
L/P TIB - CHIEF'S VEHICLE	0.00	5,088.31	-5,088.31
PAYROLL LIABILITIES	6,042.33	3,432.32	2,610.01
<b>Total Other Current Liabilities</b>	<u>27,347.33</u>	<u>28,637.83</u>	<u>-1,290.50</u>
<b>Total Current Liabilities</b>	<u>27,347.33</u>	<u>28,637.83</u>	<u>-1,290.50</u>
<b>Total Liabilities</b>	<u>27,347.33</u>	<u>28,637.83</u>	<u>-1,290.50</u>
<b>Equity</b>			
RETAINED EARNINGS	1,020,256.86	1,008,385.94	11,870.92
VALUE CHANGE - MORGAN STANLEY	-3,144.35	-2,736.96	-407.39
Net Income	-10,554.09	-7,182.04	-3,372.05
<b>Total Equity</b>	<u>1,006,558.42</u>	<u>998,466.94</u>	<u>8,091.48</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>1,033,905.75</b></u>	<u><b>1,027,104.77</b></u>	<u><b>6,800.98</b></u>

**KEY LARGO VOLUNTEER FIRE & RESCUE**  
**Profit & Loss - Tax Basis**  
 January through March 2012

	Jan - Mar 12	Jan - Mar 11	\$ Change
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
CHIEF'S VEHICLE INCOME	1,950.00	3,250.00	-1,300.00
DONATIONS	2,657.16	5,810.00	-3,152.84
WAYS & MEANS INCOME	250.00	0.00	250.00
<b>Total Income</b>	<u>4,857.16</u>	<u>9,060.00</u>	<u>-4,202.84</u>
<b>Gross Profit</b>	4,857.16	9,060.00	-4,202.84
<b>Expense</b>			
ACCOUNTING	416.25	1,041.25	-625.00
ADVERTISING	117.60	262.80	-145.20
ASSIST REFRESHMENTS	1,830.86	2,733.73	-902.87
BANK CHARGES	210.67	136.84	73.83
DUES & SUBSCRIPTIONS	125.00	0.00	125.00
GENERAL DEPARTMENTAL	321.53	0.00	321.53
HONOR GUARD	0.00	613.04	-613.04
LEGAL FEES	-5,000.00	5,000.00	-10,000.00
OFFICE SUPPLIES	501.99	275.92	226.07
OPERATING SUPPLIES	219.57	190.00	29.57
POSTAGE	6.45	0.00	6.45
RENTS AND LEASES	194.00	0.00	194.00
SALARIES	2,291.94	3,915.91	-1,623.97
SOLICITATION LETTER	561.96	78.97	482.99
TELEPHONE	541.04	382.62	158.42
TRAINING	1,455.00	0.00	1,455.00
TRAVEL	643.42	46.00	597.42
UNIFORMS	1,384.22	0.00	1,384.22
VEHICLES	-245.00	106.24	-351.24
WAYS & MEANS EXPENSE	11,620.83	1,556.49	10,064.34
<b>Total Expense</b>	<u>17,197.33</u>	<u>16,339.81</u>	<u>857.52</u>
<b>Net Ordinary Income</b>	-12,340.17	-7,279.81	-5,060.36
<b>Other Income/Expense</b>			
<b>Other Income</b>			
DIVIDEND INCOME	287.60	317.54	-29.94
INTEREST	35.98	-219.77	255.75
TRAINING INCOME	1,462.50	0.00	1,462.50
<b>Total Other Income</b>	<u>1,786.08</u>	<u>97.77</u>	<u>1,688.31</u>
<b>Net Other Income</b>	1,786.08	97.77	1,688.31
<b>Net Income</b>	<u><u>-10,554.09</u></u>	<u><u>-7,182.04</u></u>	<u><u>-3,372.05</u></u>