

IOWA NORTHLAND REGIONAL
COUNCIL OF GOVERNMENTS

INDEPENDENT AUDITOR'S REPORTS
BASIC FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS

JUNE 30, 2009

- Prepared By -

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IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS

MEMBERS

<u>Name</u>	<u>Representing</u>	<u>Name</u>	<u>Representing</u>
Stan Van Hauen, Chair	City of Dike	Dave Swenumson	City of Ionia
Mark Schildroth, Vice-Chair	Grundy County	Jim MacKay	City of Janesville
Jon Crews, Secretary	City of Cedar Falls	Jacob Spiegel	City of Jesup
Tim Hurley, Treasurer	City of Waterloo	Rick Lubben	City of LaPorte City
Karl Nelson	Butler County	Alfred Hotchkiss	City of Lamont
Scot Henrichs	City of Allison	Linda Anderson	City of Lawler
Gerald Pickar	City of Alta Vista	Delpha Sorensen	City of Morrison
Cory Troyna	City of Aplington	John Phyfe	City of Nashua
Virgil Homer	City of Aredale	Darwin Sittig	City of New Hampton
Richard Roepke	City of Aurora	Sherry Mattke	Chickasaw County
L J Kopsa	City of Beaman	John Anderson	City of New Hartford
Robert Bearbower	City of Brandon	Bob Haylock	City of Parkersburg
Dennis Peterson	City of Bristow	Ken Oldenburger	City of Parkersburg
David Kelm	City of Clarksville	Tim Neil	City of Plainfield
H. Gregg Sharp	City of Conrad	Lee Bossom	City of Quasqueton
Mike Isaacson	City of Denver	Karen Paulsen	City of Raymond
Donald Knudsen	City of Dike	Herb Clemen	City of Readlyn
Marvin Hearn	City of Dumont	Lon Larsen	City of Reinbeck
Mark Brandes	City of Dunkerton	Rita Knutson	City of Rowley
William Henninger II	City of Elk Run Heights	Larry Young	City of Shellrock
Chad Deutsch	City of Evansdale	Mike Everding	City of Stanley
Maurice Welsh	City of Fairbank	Andy Loop	City of Stout
Bryan O'Day	City of Fredericksburg	Gary Walke	City of Sumner
Deesa Gaetzke	City of Frederika	Denis Ducker	City of Tripoli
Harry Fischels	City of Gilbertville	Frank Magsamen	Black Hawk County
William Christensen	City of Greene	Ivan Ackerman	City of Waverly
Jack Stumberg	City of Grundy Center	Steve Reuter	Bremer County
Roger Carson	City of Hazleton	Richard Fox	City of Wellsburg
Marc Lamfers	City of Holland	Gerald Dennie	City of Winthrop
Bernie Jensen	City of Hudson	Ralph Kremer	Buchanan County
Frank Brimmer	City of Independence		



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Iowa Northland Regional Council of Governments
Waterloo, IA 50703

I have audited the accompanying financial statements, listed as exhibits in the table of contents of this report, of the Iowa Northland Regional Council of Governments (INRCOG) as of and for the year ended June 30, 2009. These financial statements are the responsibility of INRCOG's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with U.S. generally accepted auditing standards 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of INRCOG as of June 30, 2009, and the respective changes in financial position and cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated December 11, 2009 on my consideration of INRCOG's internal control over financial reporting and my 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 my 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 and should be considered in assessing the results of my audit.

Management's Discussion and Analysis on pages 4 through 6 is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements taken as a whole. Other supplementary information included in Schedules 1 through 3, including the Schedule of Expenses of Federal Awards required by U. S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in my audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in cursive script that reads "Larry Pump".

December 11, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

Iowa Northland Regional Council of Governments provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2009. I encourage readers to consider this information in conjunction with INRCOG's financial statements, which follow.

FINANCIAL HIGHLIGHTS

- INRCOG's support and revenues increased 146%, or \$5,761,221, from fiscal 2008 to fiscal 2009. Federal and state funds increased due to new funds for individuals and businesses impacted by the floods of 2008.
- INRCOG's operation expenses were 138%, or \$5,659,928 more in fiscal 2009 than in fiscal 2008 due mainly to increased expenses for flood programs.
- INRCOG's net assets decreased 1%, or \$31,617, from June 30, 2008 to June 30, 2009.

USING THIS ANNUAL REPORT

The Iowa Northland Regional Council of Governments is a single Enterprise Fund and presents its financial statements using the economic resources measurement focus and accrual basis of accounting which is the same measurement focus and basis of accounting employed by private sector business enterprises. This discussion and analysis are intended to serve as an introduction to INRCOG's basic financial statements. The annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of INRCOG's financial activities.

The Statement of Net Assets presents information on INRCOG's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of INRCOG is improving or deteriorating.

The Statement of Revenues, Expenses and Changes in Net Assets is the basic statement of activities for proprietary funds. This statement presents information on operating revenues and expenses, non-operating revenues and expenses and whether INRCOG's financial position has improved or deteriorated as a result of the year's activities.

The Statement of Cash Flows presents the change in INRCOG's cash and cash equivalents during the year. This information can assist the use of the report in determining how INRCOG financed its activities and how it met its cash requirements.

Notes to the Financial Statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

Supplementary information provides detailed information about the revenues, expenses and changes in net assets, in addition to providing detailed information about the grant activity. In addition, the Schedule of Expenses of Federal Awards provides details of various federal programs benefiting the Agency.

FINANCIAL ANALYSIS OF THE AGENCY

Statement of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of INRCOG's financial position. INRCOG's net assets for fiscal 2009 totaled approximately \$3,124,322. This compares to approximately \$3,155,939 at the end of fiscal 2008. A summary of INRCOG's net assets is presented below.

Net Assets		June 30,	
	2009	2008	
Current assets	\$1,921,635	\$1,762,986	
Non-current assets	175,628	47,376	
Capital assets at cost, less accumulated depreciation	<u>1,866,391</u>	<u>1,905,653</u>	
Total assets	<u>\$3,963,654</u>	<u>\$3,716,015</u>	
Current liabilities	<u>\$ 839,332</u>	<u>\$ 560,076</u>	
Total liabilities	<u>\$ 839,332</u>	<u>\$ 560,076</u>	
Net assets:			
Reserved	\$ 447,991	\$ 467,624	
Unreserved	<u>2,676,331</u>	<u>2,688,315</u>	
Total net assets	<u>\$3,124,322</u>	<u>\$3,155,939</u>	

Statement of Revenues, Expenses and Changes in Net Assets

Support and revenues are received from federal grants, state grants, and other local sources. Expenses are to operate the transit systems and programs. The utilization of capital assets is reflected in the financial statements as depreciation, which allocates the cost of an asset over its expected useful life. A summary of revenues, expenses and changes in net assets for the years ended June 30, 2009 and 2008 are presented below:

Changes in Net Assets		Year Ended June 30,	
	2009	2008	
Support and Revenue			
Grants	\$7,463,278	\$2,051,982	
Program reimbursements and other local sources	<u>2,248,517</u>	<u>1,898,592</u>	
Total support and revenue	<u>\$9,711,795</u>	<u>\$3,950,574</u>	
Expenses	<u>9,744,847</u>	<u>4,084,919</u>	
Net transactions before other financing sources:	\$ (33,052)	\$ (134,345)	
Other financing sources	<u>1,435</u>	<u>-</u>	
Changes in net assets	\$ (31,617)	\$ (134,345)	
Net assets beginning of year	<u>3,155,939</u>	<u>3,290,284</u>	
Net assets end of year	<u>\$3,124,322</u>	<u>\$3,155,939</u>	

The Statement of Revenues, Expenses and Changes in Net Assets reflects a decrease in the net assets at the end of the fiscal year.

- Net assets for the year decreased \$31,617. This decrease was due to the increase in salaries and transportation expenses.
- INRCOG's operating expenses (without depreciation) were \$9,612,012 and revenues were \$9,711,795. With depreciation, the total expenses were \$9,744,847 and revenues remained at \$9,711,795.
- State funds and federal funds for the year totaled \$7,463,278. These same funding sources for the previous fiscal year totaled \$2,051,982. These same funding sources are projected to increase from fiscal year 2009 to fiscal year 2010 due to increased funds available for flood recovery.

Statement of Cash Flows

The Statement of Cash Flows presents information related to cash inflows and outflows, summarized by operating, capital and related financing and investing activities. Cash provided by the operating activities includes federal and state support, program reimbursements and other revenue, reduced by payments to employees and to suppliers. Cash used from capital and related financing activities includes principal payments and the purchase of capital assets. Cash provided by investing activities includes interest income.

CAPITAL ASSETS

At June 30, 2009, INRCOG had approximately \$1,866,391 invested in capital assets, net of accumulated depreciation of approximately \$1,236,550. Depreciation expense totaled \$132,835 for fiscal year 2009. More detailed information about INRCOG's capital assets is presented in Note 4 to the financial statements.

ECONOMIC FACTORS

The Iowa Northland Regional Council of Government's Board of Directors (with input from local elected officials and citizens) considered various factors when setting the fiscal year 2010 budget and fees that will be charged for agency activities. INRCOG general fund operations are expected to remain consistent with the previous year, but could vary according to contracts received during the year.

CONTACTING INRCOG'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of INRCOG's finances and to show INRCOG's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Iowa Northland Regional Council of Governments, 229 E Park Avenue, Waterloo, IA 50703.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF NET ASSETS
JUNE 30, 2009

	<u>Iowa Northland</u>		
	<u>Regional</u>	<u>Council</u>	
	<u>Transit</u>	<u>of</u>	
	<u>Commission</u>	<u>Governments</u>	<u>Total</u>
ASSETS:			
Current assets:			
Cash and cash equivalents	\$ 240,215	\$ 880,875	\$1,121,090
Investments (at cost)	228,629	-	228,629
Accounts receivable	88,247	455,407	543,654
Notes receivable	-	28,262	28,262
Total current assets	<u>\$ 557,091</u>	<u>\$1,364,544</u>	<u>\$1,921,635</u>
Non-current assets:			
Notes receivable	\$ -	\$ 175,628	\$ 175,628
Fixed assets:			
Furniture and equipment	\$ 64,686	\$ 107,710	\$ 172,396
Vehicles - unrestricted	218,305	-	218,305
Vehicles - restricted	875,717	-	875,717
Building and improvements	-	1,836,523	1,836,523
Total	<u>\$1,158,708</u>	<u>\$1,944,233</u>	<u>\$3,102,941</u>
Less accumulated depreciation	(1,016,644)	(219,906)	(1,236,550)
Net fixed assets	<u>\$ 142,064</u>	<u>\$1,724,327</u>	<u>\$1,866,391</u>
Total assets	<u>\$ 699,155</u>	<u>\$3,264,499</u>	<u>\$3,963,654</u>
LIABILITIES:			
Current liabilities:			
Trade accounts payable	\$ 71,630	\$ 192,364	\$ 263,994
Accrued wages and payroll taxes payable	7,991	21,397	29,388
Accrued benefits payable	17,935	195,785	213,720
Unearned revenue	-	332,230	332,230
Total liabilities	<u>\$ 97,556</u>	<u>\$ 741,776</u>	<u>\$ 839,332</u>
NET ASSETS:			
Reserved (Note 2)	\$ 113,333	\$ 334,658	\$ 447,991
Unreserved	488,266	2,188,065	2,676,331
Total net assets	<u>\$ 601,599</u>	<u>\$2,522,723</u>	<u>\$3,124,322</u>

See Notes to Financial Statements.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	<u>Iowa Northland</u>		
	<u>Regional</u>	<u>Council</u>	
	<u>Transit</u>	<u>of</u>	
	<u>Commission</u>	<u>Governments</u>	<u>Total</u>
REVENUES:			
Federal funds	\$ 320,955	\$1,383,279	\$1,704,234
State funds	297,279	5,461,765	5,759,044
Local funds:			
Contract revenue	983,706	1,093,766	2,077,472
Membership revenue	-	91,628	91,628
Document fee	-	214	214
Interest	12,949	18,214	31,163
Miscellaneous	2,510	45,530	48,040
Total	<u>\$1,617,399</u>	<u>\$8,094,396</u>	<u>\$9,711,795</u>
EXPENSES:			
Salaries and fringe benefits	\$ -	\$ 987,363	\$ 987,363
Drivers' salaries and benefits	163,361	-	163,361
Travel	-	38,727	38,727
Meals	-	5,163	5,163
Seminars	1,315	5,803	7,118
Telephone/internet	722	1,751	2,473
Awards	175	-	175
Contracted services	197,450	3,901,603	4,099,053
Office supplies	482	1,684	2,166
Miscellaneous	2,438	372	2,810
Postage	1,397	7,578	8,975
Bad debt	117	-	117
Copy expense	2,930	15,542	18,472
Advertising and notices	1,160	2,257	3,417
Professional memberships	2,349	50	2,399
Recording fees	-	341	341
Administrative overhead	69,661	349,894	419,555
Transportation cost	1,038,301	-	1,038,301
Provision for forgivable loan	-	2,819,310	2,819,310
Administrative expense - INRHC	-	4,352	4,352
Relocation	-	1,608	1,608
Insurance	28,633	-	28,633
Depreciation	68,655	-	68,655
Legal and accounting	15,028	483	15,511
Equipment maintenance	1,161	3,807	4,968
Radio service	1,824	-	1,824
Total	<u>\$1,597,159</u>	<u>\$8,147,688</u>	<u>\$9,744,847</u>
Net transactions before other financing sources (uses):	\$ 20,240	\$ (53,292)	\$ (33,052)
Other financing sources:			
Gain on sale of fixed assets	<u>100</u>	<u>1,335</u>	<u>1,435</u>
Change in net assets	\$ 20,340	\$ (51,957)	\$ (31,617)
Net assets beginning of year	<u>581,259</u>	<u>2,574,680</u>	<u>3,155,939</u>
Net assets end of year	<u>\$ 601,599</u>	<u>\$2,522,723</u>	<u>\$3,124,322</u>

See Notes to Financial Statements.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009

	<u>Iowa Northland</u>		
	<u>Regional</u>	<u>Council</u>	
	<u>Transit</u>	<u>of</u>	
	<u>Commission</u>	<u>Governments</u>	<u>Total</u>
Cash flows from operating activities:			
Cash received from membership revenue	\$ -	\$ 91,628	\$ 91,628
Cash received from contract fees	997,701	1,000,144	1,997,845
Cash received from miscellaneous sources	2,511	45,744	48,255
Cash received from state operating grants	307,986	5,461,765	5,769,751
Cash received from federal operating grants	266,224	1,085,034	1,351,258
Cash paid for salaries and benefits	(160,275)	(954,792)	(1,115,067)
Cash paid for administration	(1,381,400)	(6,835,563)	(8,216,963)
Net cash provided (used) by operating activities	<u>\$ 32,747</u>	<u>\$ (106,040)</u>	<u>\$ (73,293)</u>
Cash flows from capital and related financing activities:			
Cash received from federal capital grants	\$ 54,731	\$ -	\$ 54,731
Net acquisition of fixed assets	(65,943)	(37,629)	(103,572)
Net cash used for capital and related financing activities	<u>\$ (11,212)</u>	<u>\$ (37,629)</u>	<u>\$ (48,841)</u>
Cash flows from investing activities:			
Cash paid for investments	\$ (9,242)	\$ -	\$ (9,242)
Interest received	12,949	18,214	31,163
Net cash provided by investing activities	<u>\$ 3,707</u>	<u>\$ 18,214</u>	<u>\$ 21,921</u>
Net increase (decrease) in cash	\$ 25,242	\$ (125,455)	\$ (100,213)
Cash and cash equivalents beginning of year	214,973	1,006,330	1,221,303
Cash and cash equivalents end of year	<u>\$ 240,215</u>	<u>\$ 880,875</u>	<u>\$1,121,090</u>
Reconciliation of net transactions to net cash provided by operating activities:			
Net transactions	\$ 20,340	\$ (51,957)	\$ (31,617)
Adjustments for long-term non-cash items:			
Depreciation	68,655	64,180	132,835
Gain on sale of assets	100	1,335	1,435
Revenues and expenses not classified as operating	(67,780)	(9,550)	(77,330)
Changes in assets and liabilities:			
(Increase) decrease in accounts receivables and notes	13,995	(391,867)	(377,872)
(Decrease) increase in accounts payable	(5,649)	190,935	185,286
Increase in accrued wages payable	1,959	3,767	5,726
Increase in accrued benefits payable	1,127	28,804	29,931
Increase in unearned revenue	-	58,313	58,313
Net cash provided (used) by operating activities	<u>\$ 32,747</u>	<u>\$ (106,040)</u>	<u>\$ (73,293)</u>

See Notes to Financial Statements.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

(1) Organization

The Iowa Northland Regional Council of Governments (INRCOG) is an Inter-Governmental Council, established in accordance with provisions of Chapter 28E of the State Code of Iowa (Inter-Governmental Cooperation Agreement). The area of jurisdiction is Region 7 which includes Black Hawk, Bremer, Buchanan, Butler, Chickasaw, and Grundy counties. INRCOG's powers and duties are those authorized by Chapter 28H of the State of Iowa (Councils of Governments). INRCOG provides professional and technical services on a regional basis to maintain area-wide certification for state and federal grant and aid projects. It also provides planning advisory services and assistance in preparing special planning documents and applications to its members. INRCOG also provides transportation services to the elderly, disabled and rural areas through the Iowa Northland Regional Transit Commission. In performing its duties, INRCOG may contract with and expend funds from federal, state, and local agencies, public or semi-public agencies and private individuals and Corporations.

Reporting Entity

For financial reporting purposes, INRCOG has considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with INRCOG are such that exclusion would cause INRCOG's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of INRCOG to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on INRCOG. INRCOG has no component units which meet the Governmental Accounting Standards Board criteria.

(2) Summary of Significant Accounting Policies

(a) Basis of Accounting

The financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

(b) Basis of Presentation

The accounts of INRCOG are organized as an Enterprise Fund. Enterprise Funds are used to account for operations (a) financed and operated in a manner similar to private business enterprises, where the intent of the governing body is the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

(2) Summary of Significant Accounting Policies - continued

(c) Measurement Focus and Basis of Accounting

The 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

INRCOG applies all applicable GASB pronouncements, as well as the following pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedure.

INRCOG distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the INRCOG's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

(d) Assets, Liabilities and Net Assets

The following accounting policies are followed in preparing the statement of net assets:

Cash and Cash Equivalents - The cash balances are invested. For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have a maturity date no longer than three months.

Investments - Investments are stated at cost which approximates market.

Notes Receivable - This account is utilized to record revolving loan funds loaned to eligible homeowners with the intent that if certain target performances have been satisfied, a portion of the loans may be forgiven.

Capital Assets - Capital assets are accounted for at historical cost. Depreciation of all exhaustible capital assets is charged as an expense against operations. The cost of repair and maintenance is charged to expense while the cost of renewals or substantial betterments is capitalized. The cost and accumulated depreciation of assets is disposed of are deleted, with any gain or loss recorded in current operations.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2009

(2) Summary of Significant Accounting Policies - continued

Reportable capital assets are defined by INRCOG as assets with initial, individual costs in excess of the following thresholds and estimated useful lives in excess of two years.

<u>Asset Class</u>	<u>Amount</u>
Furniture and Equipment	\$ 250
Vehicles	500
Moving Costs	500
Leasehold Improvements	500
Building and Improvements	500

Capital assets of INRCOG are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful lives (In years)</u>
Furniture and Equipment	5
Vehicles	5
Moving Costs	5
Leasehold Improvements	5-39
Building and Improvements	5-39

Accrued Benefits Payable - Accrued benefits payable are earned vacation and sick leave and have been accrued as liabilities on the statement of net assets. These current liabilities have been computed based on rates of pay in effect at June 30, 2009.

Unearned Revenue - Unearned revenue represents dues received from members for the next year and various grant advanced funding.

Reserved Net Assets - The Council of Government's reserved net assets represents the reserve for revolving loan funds. The Agency received grant funds to establish revolving loan funds for housing needs.

The Regional Transit Commission's reserved net assets represents the portion of federal participation in the purchase of transit vehicles and related equipment. Subsequent disposition of assets purchased with federal funds are subject to certain restrictions.

(3) Cash and Pooled Investments

INRCOG's deposits in banks at June 30, 2009 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

INRCOG is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Directors and the Treasurer of the State of Iowa; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2009

(3) Cash and Pooled Investments - continued

INRCOG had no investments meeting the disclosure requirements of Governmental Accounting Standards Board Statement No. 3, as amended by statement No. 40.

Interest rate risk - INRCOG's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) to instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days, but the maturities shall be consistent with the needs and use of INRCOG.

(4) Capital Assets

Capital assets activity for the year ended June 30, 2009 was as follows:

<u>Iowa Northland Regional Council of Governments</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
Furniture and equipment	\$ 119,411	\$ 20,204	\$ 31,905	\$ 107,710
Leasehold improvements	74,597	-	74,597	-
Building and improvements	<u>1,829,097</u>	<u>17,425</u>	<u>9,999</u>	<u>1,836,523</u>
Total	<u>\$2,023,105</u>	<u>\$ 37,629</u>	<u>\$ 116,501</u>	<u>\$1,944,233</u>

<u>Iowa Northland Regional Transit Commission</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
Furniture and equipment	\$ 193,636	\$ -	\$ 128,950	\$ 64,686
Vehicles - unrestricted	234,551	54,732	70,978	218,305
Vehicles - restricted	874,745	11,210	10,238	875,717
Moving costs	664	-	664	-
Leasehold improvements	<u>308,370</u>	<u>-</u>	<u>308,370</u>	<u>-</u>
Total	<u>\$1,611,966</u>	<u>\$ 65,942</u>	<u>\$ 519,200</u>	<u>\$1,158,708</u>

Depreciation activity for the year ended June 30, 2009 was as follows:

<u>Iowa Northland Regional Council of Governments</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
Furniture and equipment	\$ 92,570	\$ 11,419	\$ 31,905	\$ 72,084
Leasehold improvements	74,597	-	74,597	-
Building and improvements	<u>95,781</u>	<u>52,041</u>	<u>-</u>	<u>147,822</u>
Total	<u>\$ 262,948</u>	<u>\$ 63,460</u>	<u>\$ 106,502</u>	<u>\$ 219,906</u>

**IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2009**

(4) Capital Assets - continued

<u>Iowa Northland Regional Transit Commission</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
Furniture and equipment	\$ 185,198	\$ 3,802	\$ 128,950	\$ 60,050
Vehicles - unrestricted	211,358	53,830	70,978	194,210
Vehicles - restricted	761,600	11,022	10,238	762,384
Moving costs	664	-	664	-
Leasehold improvements	308,370	-	308,370	-
Total	<u>\$1,467,190</u>	<u>\$ 68,654</u>	<u>\$ 519,200</u>	<u>\$1,016,644</u>

(5) Pension and Retirement Benefits

INRCOG contributes to the Iowa Public Employees Retirement System (IPERS), which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Plan members are required to contribute 4.10% of their annual covered salary and INRCOG is required to contribute 6.35% of covered salary. Contribution requirements are established by state statute. INRCOG's contribution to IPERS for the year ended June 30, 2009 was \$63,509, which was equal to the required contribution for the year.

(6) Other Postemployment Benefits (OPEB)

The Agency implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits other Than Pensions during the year ended June 30, 2009.

Plan Description - The Agency operates a single-employer retiree benefit plan which provides medical/prescription drug benefits for retirees and their spouses. There are 16 active and no retired members in the plan. Participants must be age 55 or older at retirement.

The medical/prescription drug coverage is provided through a fully-insured plan with Wellmark. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Funding Policy - The contribution requirements of plan members are established and may be amended by the Agency. The Agency currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the Agency and plan members are \$209 for single coverage and \$625 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2009, the Agency contributed \$96,741 and plan members eligible for benefits contributed \$24,171 to the plan.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2009

(7) **Operating Lease**

INRCOG leased office space on an operating lease basis. The lease ended June 30, 2009. Total rental and lease expense for the year ended June 30, 2009 was \$96,617.

(8) **Risk Management**

INRCOG is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. INRCOG assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

(9) **Short-Term Notes Payable - Line of Credit**

The Agency has an unsecured line of credit agreement with a bank which provides it may borrow up to \$100,000 at a variable rate of interest. The line of credit is used for the jumpstart program expenditures. On October 21, 2009 the Board authorized a resolution to increase the line of credit to \$500,000.

Line of credit activity for the year ended June 30, 2009 is as follows:

Balance Beginning of year	Advances Received	Advances Repaid	Balance End of year
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
 CHANGES IN NET ASSETS
 YEAR ENDED JUNE 30, 2009

	<u>Admini- stration</u>	<u>Technical Assistance</u>	<u>Denver Zoning Ordinance</u>	<u>Dunkerton Comp Plan</u>
REVENUES:				
Federal funds	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	-	8,858	6,118	5,235
Membership revenue	-	11,181	-	-
Document Fee	-	-	-	-
Miscellaneous	-	50	-	-
Interest	-	6,318	-	-
Total	<u>\$ -</u>	<u>\$ 26,407</u>	<u>\$ 6,118</u>	<u>\$ 5,235</u>
EXPENSES:				
Salaries and fringe benefits	\$ (4,384)	\$ 16,808	\$ 4,036	\$ 2,368
Travel	-	6,209	195	103
Meals	-	392	-	-
Seminar	-	1,094	-	-
Telephone/internet	-	127	-	1
Contracted services	-	6,456	-	-
Office supplies	-	211	-	-
Miscellaneous	-	-	-	-
Postage	-	740	-	-
Copy expense	-	1,344	91	73
Advertising and notices	-	231	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated administrative services	-	5,930	1,424	836
Provision for forgivable loan	-	-	-	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ (4,384)</u>	<u>\$ 39,542</u>	<u>\$ 5,746</u>	<u>\$ 3,381</u>
Net transactions	\$ 4,384	\$ (13,135)	\$ 372	\$ 1,854
Agency interfund transfer	(57,676)	13,135	(372)	(1,854)
Gain on sale of fixed assets	1,335	-	-	-
Net assets beginning of year	<u>2,574,680</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets end of year	<u>\$2,522,723</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

<u>BHCSWC</u>	<u>Housing Council</u>	<u>Contractors Bond</u>	<u>Bremer LESA</u>	<u>COG Assistance</u>	<u>INREDC</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,000
-	-	-	-	9,412	-
17,148	4,245	-	1,193	-	-
-	-	-	-	-	17,000
-	107	-	-	-	-
-	-	11,480	-	-	34,000
-	-	-	-	-	23
<u>\$ 17,148</u>	<u>\$ 4,352</u>	<u>\$ 11,480</u>	<u>\$ 1,193</u>	<u>\$ 9,412</u>	<u>\$102,023</u>
\$ 12,324	\$ 7,408	\$ 3,123	\$ 762	\$ 7,727	\$ 46,671
428	-	-	-	158	3,287
-	-	-	-	-	768
15	-	-	-	-	760
-	-	1	-	-	22
-	-	-	-	-	34,000
-	-	36	-	-	-
-	-	(7)	-	-	-
2	45	450	-	-	98
31	32	159	4	-	139
-	9	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,348	2,614	1,102	269	2,726	16,466
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 17,148</u>	<u>\$ 10,108</u>	<u>\$ 4,864</u>	<u>\$ 1,035</u>	<u>\$ 10,611</u>	<u>\$102,211</u>
\$ -	\$ (5,756)	\$ 6,616	\$ 158	\$ (1,199)	\$ (188)
-	5,756	(6,616)	(158)	1,199	188
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	<u>RTC</u>	<u>Cedar Valley Marketing</u>	<u>Bremer Trail Brochure</u>	<u>INRCOG Housing RLF</u>
REVENUES:				
Federal funds	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	277,559	49,103	58	-
Membership revenue	-	-	-	-
Document fee	-	-	-	107
Miscellaneous	-	-	-	-
Interest	-	-	-	5,290
Total	<u>\$277,559</u>	<u>\$ 49,103</u>	<u>\$ 58</u>	<u>\$ 5,397</u>
EXPENSES:				
Salaries and fringe benefits	\$197,449	\$ -	\$ 59	\$ 477
Travel	3,883	-	-	-
Meals	58	-	-	-
Seminar	990	-	-	-
Telephone/internet	722	-	-	-
Contracted services	-	49,103	-	19,809
Office supplies	187	-	-	-
Miscellaneous	-	-	-	379
Postage	1,068	-	-	71
Copy expense	2,930	-	-	14
Advertising and notices	45	-	-	-
Recording fees	-	-	-	-
Professional memberships	-	-	-	14
Relocation	-	-	-	-
Allocated administrative services	69,661	-	21	168
Provision for forgivable loan	-	-	-	680
Administrative expense - INRHC	-	-	-	4,352
Equipment maintenance	383	-	-	-
Legal and accounting	183	-	-	300
Total	<u>\$277,559</u>	<u>\$ 49,103</u>	<u>\$ 80</u>	<u>\$ 26,264</u>
Net transactions	\$ -	\$ -	\$ (22)	\$ (20,867)
Agency intrafund transfer	-	-	22	20,867
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

Quasqueton CDBG	Safe Routes To School	Waverly Lead Based Paint II	Greene Rehab- General Admin	Bremer Butler Rehab	NE Iowa Comm Dev Group
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
9,209	18,241	2,757	1,284	44,228	2,499
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 9,209</u>	<u>\$ 18,241</u>	<u>\$ 2,757</u>	<u>\$ 1,284</u>	<u>\$ 44,228</u>	<u>\$ 2,499</u>
\$ 6,632	\$ 2,307	\$ 1,404	\$ 830	\$ 2,926	\$ -
197	28	-	144	226	-
5	-	-	-	-	-
-	-	-	-	-	-
1	-	-	1	2	-
-	14,520	460	-	1,570	2,499
-	-	-	-	-	-
-	-	-	-	-	-
14	90	34	8	21	-
21	482	-	1	24	-
-	-	-	-	194	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	300	-	1,000	-
2,340	814	495	293	1,032	-
-	-	-	-	37,233	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 9,210</u>	<u>\$ 18,241</u>	<u>\$ 2,693</u>	<u>\$ 1,277</u>	<u>\$ 44,228</u>	<u>\$ 2,499</u>
\$ (1)	\$ -	\$ 64	\$ 7	\$ -	\$ -
1	-	(64)	(7)	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	Grundy County Zoning & Subdivision	FEMA	BHCGA Direct	Region 6 Homeland Security 2006
REVENUES:				
Federal funds	\$ -	\$ -	\$ -	\$226,963
State funds	-	-	-	-
Local funds:				
Contract revenue	3,903	2,838	1,660	-
Membership revenue	-	-	-	-
Document Fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	67
Total	<u>\$ 3,903</u>	<u>\$ 2,838</u>	<u>\$ 1,660</u>	<u>\$227,030</u>
EXPENSES:				
Salaries and fringe benefits	\$ 2,636	\$ 2,262	\$ 300	\$ 7,966
Travel	155	-	-	47
Meals	-	-	-	-
Seminar	-	-	-	-
Telephone/internet	1	1	484	12
Contracted services	-	-	-	226,962
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	10	103	320	16
Copy expense	22	263	221	137
Advertising and notices	-	-	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated administrative services	930	798	106	2,811
Provision for forgivable loan	-	-	-	-
Administrative expense - INRHC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 3,754</u>	<u>\$ 3,427</u>	<u>\$ 1,431</u>	<u>\$237,951</u>
Net transactions	\$ 149	\$ (589)	\$ 229	\$(10,921)
Agency intrafund transfer	(149)	589	(229)	10,921
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

<u>Safety Program</u>	<u>FHLB Emergency Repair III</u>	<u>Dept Public Health - DNR/Healthy Iowan</u>	<u>BHCSWMC- Direct</u>	<u>Grundy Center Rehab</u>	<u>Stout CDBG</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
30,000	7,701	13,750	236	253	9,020
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
140	-	-	-	-	-
<u>\$ 30,140</u>	<u>\$ 7,701</u>	<u>\$ 13,750</u>	<u>\$ 236</u>	<u>\$ 253</u>	<u>\$ 9,020</u>
\$ 22,062	\$ 300	\$ 10,116	\$ -	\$ 315	\$ 6,521
1,111	43	146	-	40	124
-	-	-	-	-	5
-	-	215	-	-	-
4	-	-	4	-	3
-	75	-	-	250	-
596	-	-	7	-	-
-	-	-	-	-	-
96	8	-	53	1	8
95	3	168	173	1	11
-	-	-	-	-	-
-	-	-	-	-	-
-	14	-	-	-	-
-	-	-	-	-	-
7,784	106	3,569	-	111	2,300
-	7,100	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 31,748</u>	<u>\$ 7,649</u>	<u>\$ 14,214</u>	<u>\$ 237</u>	<u>\$ 718</u>	<u>\$ 8,972</u>
\$ (1,608)	\$ 52	\$ (464)	\$ (1)	\$ (465)	\$ 48
1,608	(52)	464	1	465	(48)
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	IFA Housing Trust Fund III	Region 6 Citizens Corp 2006	CV Coalition	CV Colonial Rehab Admin & TS
REVENUES:				
Federal funds	\$ -	\$ 11,201	\$ -	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	77,144	-	17,014	4,156
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	864	-	456	-
Total	<u>\$ 78,008</u>	<u>\$ 11,201</u>	<u>\$ 17,470</u>	<u>\$ 4,156</u>
EXPENSES:				
Salaries and fringe benefits	\$ 1,543	\$ 238	\$ -	\$ 2,945
Travel	689	-	2,002	3
Meals	-	-	2,842	-
Seminar	-	-	-	-
Telephone/internet	-	-	-	5
Contracted services	75	11,201	11,826	-
Office supplies	-	-	174	-
Miscellaneous	-	-	-	-
Postage	48	-	33	128
Copy expense	61	4	138	13
Advertising and notices	-	-	-	-
Professional memberships	-	-	-	-
Recording fees	131	-	-	-
Relocation	-	-	-	-
Allocated administrative services	545	84	-	1,039
Provision for forgivable loan	74,099	-	-	-
Administrative expense - INRHC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 77,191</u>	<u>\$ 11,527</u>	<u>\$ 17,015</u>	<u>\$ 4,133</u>
Net transactions	\$ 817	\$ (326)	\$ 455	\$ 23
Agency intrafund transfer	(817)	326	(455)	(23)
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

**SCHEDULE 1
(continued)**

CV Colonial Rehab LBP	CV Colonial Rehab Davis	<u>MPO/TIP</u>	<u>MPO/TPWP</u>	<u>MPO/PPP</u>	<u>MPO/LRP</u>	<u>MPO/SRP</u>
\$ -	\$ -	\$ 8,217	\$ 1,155	\$ 2,115	\$ 62,875	\$110,052
-	-	-	-	-	-	-
2,734	2,242	-	-	-	-	-
-	-	2,056	288	528	15,717	27,515
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 2,734</u>	<u>\$ 2,242</u>	<u>\$ 10,273</u>	<u>\$ 1,443</u>	<u>\$ 2,643</u>	<u>\$ 78,592</u>	<u>\$137,567</u>
\$ 982	\$ 1,269	\$ 7,386	\$ 1,053	\$ 1,898	\$ 55,932	\$ 96,784
9	2	3	-	-	600	3,215
-	-	-	-	-	98	246
-	-	50	-	-	50	1,180
-	-	-	-	-	2	15
1,352	-	-	-	-	-	150
-	-	-	-	-	187	93
-	-	-	-	-	-	-
30	3	23	-	7	162	457
8	5	115	19	67	774	1,281
-	-	92	-	-	60	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
346	448	2,606	371	670	19,733	34,146
-	-	-	-	-	-	-
-	-	-	-	-	995	-
-	-	-	-	-	-	-
<u>\$ 2,727</u>	<u>\$ 1,727</u>	<u>\$ 10,275</u>	<u>\$ 1,443</u>	<u>\$ 2,642</u>	<u>\$ 78,593</u>	<u>\$137,567</u>
\$ 7	\$ 515	\$ (2)	\$ -	\$ 1	\$ (1)	\$ -
(7)	(515)	2	-	(1)	1	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
 CHANGES IN NET ASSETS
 YEAR ENDED JUNE 30, 2009

	<u>Shell Rock Comp Plan</u>	<u>University Ave Study</u>	<u>NIACOG Study</u>	<u>RTA/TIP</u>
REVENUES:				
Federal funds	\$ -	\$ -	\$ -	\$ 8,316
State funds	-	-	-	-
Local funds:				
Contract revenue	6,468	89,058	9,360	-
Membership revenue	-	-	-	2,078
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total	<u>\$ 6,468</u>	<u>\$ 89,058</u>	<u>\$ 9,360</u>	<u>\$ 10,394</u>
EXPENSES:				
Salaries and fringe benefits	\$ 5,909	\$ -	\$ 5,229	\$ 7,370
Travel	281	-	448	-
Meals	-	-	60	-
Seminar	-	-	-	-
Telephone/internet	-	-	-	-
Contracted services	-	89,058	-	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	7	-	11	27
Copy expense	140	-	51	82
Advertising and notices	-	-	-	417
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated administrative services	2,085	-	1,845	2,600
Provision for forgivable loan	-	-	-	-
Administrative expense - INRHC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 8,422</u>	<u>\$ 89,058</u>	<u>\$ 7,644</u>	<u>\$ 10,496</u>
Net transactions	\$ (1,954)	\$ -	\$ 1,716	\$ (102)
Agency intrafund transfer	1,954	-	(1,716)	102
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

<u>RTA/TPWP</u>	<u>RTA/PPP</u>	<u>RTA/LRP</u>	<u>RTA/SRP</u>	<u>Allison Rehab</u>	<u>Allison LBP</u>
\$ 847	\$ 2,217	\$ 23,268	\$ 34,718	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	6,852	5,674
213	555	5,818	8,679	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,060</u>	<u>\$ 2,772</u>	<u>\$ 29,086</u>	<u>\$ 43,397</u>	<u>\$ 6,852</u>	<u>\$ 5,674</u>
\$ 782	\$ 2,257	\$ 21,538	\$ 30,662	\$ 3,681	\$ 3,522
-	-	90	1,300	301	128
-	-	9	51	-	-
-	-	-	-	-	-
-	-	1	11	6	1
-	-	-	-	1,475	700
-	-	-	-	-	-
-	-	-	-	-	-
-	7	90	263	53	67
2	30	110	449	37	13
-	-	66	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
276	796	7,599	10,818	1,299	1,243
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,060</u>	<u>\$ 3,090</u>	<u>\$ 29,503</u>	<u>\$ 43,554</u>	<u>\$ 6,852</u>	<u>\$ 5,674</u>
\$ -	\$ (318)	\$ (417)	\$ (157)	\$ -	\$ -
-	318	417	157	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	<u>Maps</u>	<u>Region 6 LETTP 2006</u>	<u>Cedar Valley Tech Works</u>	<u>IWE 00/BHC Solid Waste LETTP 2006</u>
REVENUES:				
Federal funds	\$ -	\$183,854	\$ -	\$ -
State funds	-	-	-	75,411
Local funds:				
Contract revenue	907	-	4,125	-
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total	<u>\$ 907</u>	<u>\$183,854</u>	<u>\$ 4,125</u>	<u>\$ 75,411</u>
EXPENSES:				
Salaries and fringe benefits	\$ 713	\$ 3,994	\$ 3,003	\$ 59,890
Travel	-	137	8	3,475
Meals	-	-	-	167
Seminar	-	-	-	325
Telephone/internet	-	14	2	171
Contracted services	-	183,348	-	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	10	18	27	28
Copy expense	1	47	25	37
Advertising and notices	-	7	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated Administrative services	251	1,409	1,059	21,129
Provision for forgivable loan	-	-	-	-
Administrative expense - INRHC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 975</u>	<u>\$188,974</u>	<u>\$ 4,124</u>	<u>\$ 85,222</u>
Net transactions	\$ (68)	\$ (5,120)	\$ 1	\$ (9,811)
Agency intrafund transfer	68	5,120	(1)	9,811
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

Region 5- Homeland Security 2005	BHC Conservation Options	Region 5- Homeland Security FA 2006	Evansdale HMP	Region 5 LETTP 2006	Raymond Comp Plan	Greene Rehab TA & LBP
\$ 31,323	\$ -	\$133,358	\$ -	\$236,877	\$ -	\$ -
-	-	-	-	-	-	-
-	1,875	-	3,221	-	4,682	2,907
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	100	-	-	-	-
<u>\$ 31,323</u>	<u>\$ 1,875</u>	<u>\$133,458</u>	<u>\$ 3,221</u>	<u>\$236,877</u>	<u>\$ 4,682</u>	<u>\$ 2,907</u>
\$ -	\$ 1,335	\$ 6,852	\$ 2,327	\$ 3,991	\$ 2,466	\$ 1,087
-	21	14	18	14	33	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
31,323	-	133,358	-	234,371	-	1,380
-	-	-	-	-	-	-
-	-	15	-	131	5	56
-	11	125	38	37	44	1
-	-	8	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	471	2,417	821	1,408	870	383
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 31,323</u>	<u>\$ 1,838</u>	<u>\$142,798</u>	<u>\$ 3,204</u>	<u>\$239,954</u>	<u>\$ 3,418</u>	<u>\$ 2,907</u>
\$ -	\$ 37	\$ (9,340)	\$ 17	\$ (3,077)	\$ 1,264	\$ -
-	(37)	9,340	(17)	3,077	(1,264)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	Region 5 - Citizens Corp 2006	Laporte City HMP	Elk Run Heights HMP	Reinbeck HMP
REVENUES:				
Federal funds	\$ 5,361	\$ -	\$ -	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	-	2,861	324	210
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total	<u>\$ 5,361</u>	<u>\$ 2,861</u>	<u>\$ 324</u>	<u>\$ 210</u>
EXPENSES:				
Salaries and fringe benefits	\$ 145	\$ 2,019	\$ 238	\$ 155
Travel	-	51	-	-
Meals	-	-	-	-
Seminar	-	-	-	-
Telephone/internet	-	-	-	-
Contracted services	5,361	-	-	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	1	1	-	-
Copy expense	2	35	-	-
Advertising and notices	-	27	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated Administrative services	51	712	84	55
Provision for forgivable loan	-	-	-	-
Administrative expense - INRHC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 5,560</u>	<u>\$ 2,845</u>	<u>\$ 322</u>	<u>\$ 210</u>
Net transactions	\$ (199)	\$ 16	\$ 2	\$ -
Agency intrafund transfer	199	(16)	(2)	-
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

<u>Waterloo HMP</u>	<u>Grundy Center LB Paint</u>	<u>Region V Citizens Corp 07</u>	<u>Region V Homeland Security 07</u>	<u>Region VI Homeland Security 07</u>	<u>Waterloo Relocation</u>	<u>MET-MR Waiver</u>
\$ -	\$ -	\$ 2,059	\$ 2,638	\$ 38,780	\$ -	\$ -
-	-	-	-	-	-	-
1,120	180	-	-	-	2,253	1,593
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,120</u>	<u>\$ 180</u>	<u>\$ 2,059</u>	<u>\$ 2,638</u>	<u>\$ 38,780</u>	<u>\$ 2,253</u>	<u>\$ 1,593</u>
\$ 802	\$ 68	\$ -	\$ 1,766	\$ 3,775	\$ 1,588	\$ 761
-	40	-	42	250	-	-
-	-	-	-	-	-	-
-	-	-	160	-	-	-
-	-	-	2	2	-	-
-	45	2,059	-	33,329	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1	-	-	8	16	47	-
33	-	-	16	54	3	105
-	-	-	21	22	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
283	24	-	623	1,332	560	268
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,119</u>	<u>\$ 177</u>	<u>\$ 2,059</u>	<u>\$ 2,638</u>	<u>\$ 38,780</u>	<u>\$ 2,198</u>	<u>\$ 1,134</u>
\$ 1	\$ 3	\$ -	\$ -	\$ -	\$ 55	\$ 459
(1)	(3)	-	-	-	(55)	(459)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	<u>Laporte City Rehab</u>	<u>Nashua Tornado Shelter</u>	<u>Region VI LETTP 07</u>	<u>Laporte City LBP</u>
REVENUES:	\$ -	\$ -	\$ 48,490	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	404	4,421	-	23
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total	<u>\$ 404</u>	<u>\$ 4,421</u>	<u>\$ 48,490</u>	<u>\$ 23</u>
EXPENSES:				
Salaries and fringe benefits	\$ 301	\$ 3,162	\$ -	\$ -
Travel	-	101	-	-
Meals	-	-	-	-
Seminar	-	-	-	-
Telephone/internet	-	4	-	-
Contracted services	-	-	48,490	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	2	24	-	-
Copy expense	-	8	-	-
Advertising and notices	-	-	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated administrative services	106	1,116	-	-
Provision for forgivable loan	-	-	-	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 409</u>	<u>\$ 4,415</u>	<u>\$ 48,490</u>	<u>\$ -</u>
Net transactions	\$ (5)	\$ 6	\$ -	\$ 23
Agency intrafund transfer	5	(6)	-	(23)
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

Butler EDSA Allan Inc	Region VI Fiscal Agent 05	RBEG Parkersburg	New Hampton CEBA-Zips	Wellsburg Rehab	Wellsburg LBP	Shell Rock Rehab-Gen Admin
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
418	(120)	32,554	272	1,348	180	1,228
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 418</u>	<u>\$ (120)</u>	<u>\$ 32,554</u>	<u>\$ 272</u>	<u>\$ 1,348</u>	<u>\$ 180</u>	<u>\$ 1,228</u>
\$ 303	\$ -	\$ -	\$ 159	\$ 1,718	\$ 104	\$ 900
-	-	-	49	98	36	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(120)	32,554	-	1	-	-
-	-	-	-	-	-	-
-	-	-	-	26	-	3
-	-	-	-	49	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
107	-	-	56	606	37	318
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 410</u>	<u>\$ (120)</u>	<u>\$ 32,554</u>	<u>\$ 264</u>	<u>\$ 2,498</u>	<u>\$ 177</u>	<u>\$ 1,221</u>
\$ 8	\$ -	\$ -	\$ 8	\$ (1,150)	\$ 3	\$ 7
(8)	-	-	(8)	1,150	(3)	(7)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	<u>Shell Rock Rehab-TA & LBP</u>	<u>Raymond HMP</u>	<u>Dunkerton Zoning Ordinance</u>	<u>Dike Rehab</u>
REVENUES				
Federal funds	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-
Local funds:				
Contract revenue	4,932	3,308	1,275	-
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total	<u>\$ 4,932</u>	<u>\$ 3,308</u>	<u>\$ 1,275</u>	<u>\$ -</u>
EXPENSES:				
Salaries and fringe benefits	\$ 1,913	\$ 2,401	\$ 872	\$ 82
Travel	272	11	-	-
Meals	-	-	-	-
Seminar	-	-	-	-
Telephone/internet	1	-	-	-
Contracted services	1,705	-	-	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	56	-	-	-
Copy expense	2	30	-	-
Advertising and notices	-	-	-	-
Professional memberships	-	-	-	-
Recording fees	-	-	-	-
Relocation	308	-	-	-
Allocated administrative services	675	847	308	29
Provision of forgivable loan	-	-	-	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 4,932</u>	<u>\$ 3,289</u>	<u>\$ 1,180</u>	<u>\$ 111</u>
Net transactions	\$ -	\$ 19	\$ 95	\$ (111)
Agency intrafund transfer	-	(19)	(95)	111
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

Dike LBP	Housing Trust Fund IV-08-09	Prairie Pathways	Waverly HMP	Housing Fund HMP	Butler Co HMP	Blackhawk Co HBA
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
594	45,110	14,951	5,288	17,279	2,420	4,700
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	421	-	-	-	-	-
<u>\$ 594</u>	<u>\$ 45,531</u>	<u>\$ 14,951</u>	<u>\$ 5,288</u>	<u>\$ 17,279</u>	<u>\$ 2,420</u>	<u>\$ 4,700</u>
\$ 14	\$ 1,789	\$ 2,242	\$ 4,374	\$ 1,135	\$ 1,745	\$ 3,271
-	85	4	245	12	35	58
-	-	-	10	-	10	10
-	-	-	-	-	-	-
-	1	-	-	-	-	-
575	42,600	11,875	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4	19	122	6	-	99
-	1	20	226	-	-	86
-	-	-	35	-	14	24
-	-	-	-	-	-	-
-	-	-	-	24	-	-
-	-	-	-	-	-	-
5	631	791	1,543	400	616	1,154
-	-	-	-	16,000	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 594</u>	<u>\$ 45,111</u>	<u>\$ 14,951</u>	<u>\$ 6,555</u>	<u>\$ 17,577</u>	<u>\$ 2,420</u>	<u>\$ 4,702</u>
\$ -	\$ 420	\$ -	\$ (1,267)	\$ (298)	\$ -	\$ (2)
-	(420)	-	1,267	298	-	2
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	New Hampton CEBA	Waverly Rehab II	Jumpstart Housing I	Chickasaw Co HMP
REVENUES				
Federal funds	\$ -	\$ -	\$ -	\$ -
State funds	-	-	2,126,234	-
Local funds:				
Contract revenue	318	3,469	-	5,323
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	3,248	-
Total	<u>\$ 318</u>	<u>\$ 3,469</u>	<u>\$ 2,129,482</u>	<u>\$ 5,323</u>
EXPENSES:				
Salaries and fringe benefits	\$ 191	\$ 1,784	\$ 63,851	\$ 3,683
Travel	49	174	436	232
Meals	-	-	46	-
Seminar	-	-	-	-
Telephone/internet	1	-	50	-
Contracted services	-	750	380,962	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	-	11	605	67
Copy expense	-	20	1,139	70
Advertising	-	-	-	12
Professional memberships	-	-	-	-
Recording fees	-	21	-	-
Relocation	-	-	-	-
Allocated administrative services	68	629	22,527	1,299
Provision of forgivable loan	-	-	1,656,762	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 309</u>	<u>\$ 3,389</u>	<u>\$ 2,126,378</u>	<u>\$ 5,363</u>
Net transactions	\$ 9	\$ 80	\$ 3,104	\$ (40)
Agency intrafund transfer	(9)	(80)	(3,104)	40
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

<u>Jesup Comp Plan</u>	<u>Butler SW Personnel</u>	<u>Cedar Falls HMP</u>	<u>Independence HMP</u>	<u>Jumpstart Business</u>	<u>New Hartford Comp Plan</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,413,196	-
8,000	480	1,564	1,800	-	8,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 8,000</u>	<u>\$ 480</u>	<u>\$ 1,564</u>	<u>\$ 1,800</u>	<u>\$2,413,196</u>	<u>\$ 8,000</u>
\$ 4,808	\$ 311	\$ 1,072	\$ 1,290	\$ 20,344	\$ 7,775
177	-	51	35	177	237
-	-	10	10	-	-
-	-	-	-	-	-
-	-	-	-	19	-
-	-	-	-	2,106,182	-
-	-	-	-	-	-
-	-	-	-	-	-
5	3	21	-	132	6
67	8	31	-	213	93
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,696	110	378	455	7,177	2,743
-	-	-	-	278,282	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 6,753</u>	<u>\$ 432</u>	<u>\$ 1,563</u>	<u>\$ 1,790</u>	<u>\$2,412,526</u>	<u>\$ 10,854</u>
\$ 1,247	\$ 48	\$ 1	\$ 10	\$ 670	\$ (2,854)
(1,247)	(48)	(1)	(10)	(670)	2,854
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	Parkersburg RBEg-Comp Plan	Parkersburg RBEg- Corridor Plan	EDA Disaster Recovery	Federal Jumpstart-I Gen Admin
REVENUES				
Federal funds	\$ -	\$ -	\$107,215	\$ 23,195
State funds	-	-	-	-
Local funds:				
Contract revenue	4,573	745	-	-
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	42	-
Total	<u>\$ 4,573</u>	<u>\$ 745</u>	<u>\$107,257</u>	<u>\$ 23,195</u>
EXPENSES:				
Salaries and fringe benefits	\$ 3,057	\$ 448	\$ 74,096	\$ 15,460
Travel	409	108	2,292	424
Meals	-	-	324	1
Seminar	-	-	964	-
Telephone/internet	-	-	14	-
Contracted services	-	-	-	294
Office supplies	-	-	154	39
Miscellaneous	-	-	-	-
Postage	16	-	33	551
Copy expense	23	-	662	260
Advertising and notices	-	-	104	660
Professional memberships	-	-	-	50
Recording fees	-	-	-	-
Relocation	-	-	-	-
Allocated administrative services	1,079	158	26,142	5,454
Provision of forgivable loan	-	-	-	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	2,429	-
Legal and accounting	-	-	-	-
Total	<u>\$ 4,584</u>	<u>\$ 714</u>	<u>\$107,214</u>	<u>\$ 23,193</u>
Net transactions	\$ (11)	\$ 31	\$ 43	\$ 2
Agency intrafund transfer	11	(31)	(43)	(2)
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

Dunkerton Personnel Policies	IFA LIHTC	IFA Housing Trust Fund V (09-10)	Grundy Co HMP	Butler Co HMP	Hudson HMP
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
750	18,200	120,587	2,931	700	107
-	-	-	-	-	-
-	-	-	-	-	-
-	-	503	-	-	-
<u>\$ 750</u>	<u>\$ 18,200</u>	<u>\$ 121,090</u>	<u>\$ 2,931</u>	<u>\$ 700</u>	<u>\$ 107</u>
\$ 652	\$ 3,808	\$ 2,706	\$ 1,963	\$ 484	\$ 78
20	534	652	131	-	-
-	17	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	46	51,272	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	19	20	10	-	-
21	41	76	53	1	2
-	-	-	82	44	-
-	-	-	-	-	-
-	-	113	-	-	-
-	-	-	-	-	-
230	1,344	955	692	171	27
-	-	64,794	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 923</u>	<u>\$ 5,809</u>	<u>\$ 120,588</u>	<u>\$ 2,931</u>	<u>\$ 700</u>	<u>\$ 107</u>
\$ (173)	\$ 12,391	\$ 502	\$ -	\$ -	\$ -
173	(12,391)	(502)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	Jumpstart Housing-II	Enhancement Silos	Federal Jumpstart- I Projects	Bremer Co HMP
REVENUES				
Federal funds	\$ -	\$ -	\$ 20,521	\$ -
State funds	837,512	-	-	-
Local funds:				
Contract revenue	-	63	-	3,552
Membership revenue	-	-	-	-
Document fee	-	-	-	-
Miscellaneous	-	-	-	-
Interest	742	-	-	-
Total	<u>\$ 838,254</u>	<u>\$ 63</u>	<u>\$ 20,521</u>	<u>\$ 3,552</u>
EXPENSES:				
Salaries and fringe benefits	\$ 18,117	\$ 46	\$ 12,925	\$ 2,425
Travel	267	-	1,127	118
Meals	16	-	8	-
Seminar	-	-	-	-
Telephone/internet	3	-	26	-
Contracted services	128,174	-	129	-
Office supplies	-	-	-	-
Miscellaneous	-	-	-	-
Postage	95	-	490	9
Copy expense	64	-	1,219	127
Advertising and notices	-	-	37	18
Professional memberships	-	-	-	-
Recording fees	24	-	-	-
Relocation	-	-	-	-
Allocated administrative service	6,392	16	4,560	855
Provision of forgivable loan	684,360	-	-	-
Administrative expense - INHRC	-	-	-	-
Equipment maintenance	-	-	-	-
Legal and accounting	-	-	-	-
Total	<u>\$ 837,512</u>	<u>\$ 62</u>	<u>\$ 20,521</u>	<u>\$ 3,552</u>
Net transactions	\$ 742	\$ 1	\$ -	\$ -
Agency intrafund transfer	(742)	(1)	-	-
Gain on sale of fixed assets	-	-	-	-
Net assets beginning of year	-	-	-	-
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(continued)

SCHEDULE 1
(continued)

Federal Jumpstart-II General Admin	Federal Jumpstart-II Projects	Fairbank HMP	Hazelton HMP	Chickasaw Zoning	Laporte City Buyout
\$ 5,968	\$ 696	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	69	101	1,012	1,980
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 5,968</u>	<u>\$ 696</u>	<u>\$ 69</u>	<u>\$ 101</u>	<u>\$ 1,012</u>	<u>\$ 1,980</u>
\$ 4,031	\$ 509	\$ 49	\$ 73	\$ 698	\$ 1,434
58	-	-	-	134	14
-	-	-	-	-	-
-	-	-	-	-	-
2	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
65	7	1	1	-	3
361	-	1	1	-	24
28	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,422	180	17	26	246	506
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 5,967</u>	<u>\$ 696</u>	<u>\$ 68</u>	<u>\$ 101</u>	<u>\$ 1,078</u>	<u>\$ 1,981</u>
\$ 1	\$ -	\$ 1	\$ -	\$ (66)	\$ (1)
(1)	-	(1)	-	66	1
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PROGRAM REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2009

	Evansdale Buyout	Shell Rock Buyout	Greene Buyout	Total
REVENUES				
Federal funds	\$ -	\$ -	\$ -	\$1,383,279
State funds	-	-	-	5,461,765
Local funds:				
Contract revenue	1,532	2,211	1,058	1,093,766
Membership revenue	-	-	-	91,628
Document fee	-	-	-	214
Miscellaneous	-	-	-	45,530
Interest	-	-	-	18,214
Total	<u>\$ 1,532</u>	<u>\$ 2,211</u>	<u>\$ 1,058</u>	<u>\$8,094,396</u>
EXPENSES:				
Salaries and fringe benefits	\$ 1,118	\$ 1,539	\$ 693	\$ 987,363
Travel	6	59	102	38,727
Meals	-	-	-	5,163
Seminar	-	-	-	5,803
Telephone/internet	-	-	-	1,751
Contracted services	-	-	-	3,901,603
Office supplies	-	-	-	1,684
Miscellaneous	-	-	-	372
Postage	4	5	2	7,578
Copy expense	10	65	16	15,542
Advertising and notices	-	-	-	2,257
Professional memberships	-	-	-	50
Recording fees	-	-	-	341
Relocation	-	-	-	1,608
Allocated administrative services	394	543	245	349,894
Provision of forgivable loan	-	-	-	2,819,310
Administrative expense - INHRC	-	-	-	4,352
Equipment maintenance	-	-	-	3,807
Legal and accounting	-	-	-	483
Total	<u>\$ 1,532</u>	<u>\$ 2,211</u>	<u>\$ 1,058</u>	<u>\$8,147,688</u>
Net transactions	\$ -	\$ -	\$ -	\$ (53,292)
Agency intrafund transfer	-	-	-	-
Gain on sale of fixed assets	-	-	-	1,335
Net assets beginning of year	-	-	-	2,574,680
Net assets end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$2,522,723</u></u>

See Accompanying Independent Auditor's Report.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF SELECTED PROJECT COSTS AND COMPUTATION OF SELECTED PROJECT GRANTS
YEAR ENDED JUNE 30, 2009

	<u>STA</u> <u>Operating</u> <u>Assistance</u> <u>FY2008</u>	<u>STA</u> <u>Operating</u> <u>Assistance</u> <u>FY2009</u>	<u>Section 18</u> <u>Operating</u> <u>18-0028-</u> <u>070-09</u>
Operating Expenses:			
Personal Services	\$ -	\$ -	\$ -
Contractual Services	-	297,279	849,272
Commodities	-	-	-
Capital Outlay	-	-	-
Prior Year	322,678	-	-
Project Cost	\$ 322,678	\$ 297,279	\$ 849,272
Grant Participation in Project Cost	100%	100%	50%
Percentage Participation	<u>\$ 322,678</u>	<u>\$ 297,279</u>	<u>\$ 424,636</u>
Contract Amount	<u>\$ 322,678</u>	<u>\$ 297,279</u>	<u>\$ 263,641</u>
Permissible Grant (Lesser of Contract Amount or Percentage Participation)	\$ 322,678	\$ 297,279	\$ 263,641
Less: Grant Payments received in current year	(10,707)	(297,279)	(263,641)
Less: Grant Payments received in prior year	(311,971)	-	-
Grant Receivable/(Payable) at June 30, 2009	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

Section 18 Capital 18-0028 070-07	09-RPA-R07	08-MPO- INRCOG	09-MPO- INRCOG	08-RPA-R07	STP-E- PA30(111) 8V-07	Region V 2006 Homeland Security
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	86,708	-	230,517	-	14,951	404,649
-	-	-	-	-	-	-
65,942	-	-	-	-	-	-
-	-	227,225	-	77,243	-	129,753
\$ 65,942	\$ 86,708	\$ 227,225	\$ 230,517	\$ 77,243	\$ 14,951	\$ 534,402
83%	80%	80%	80%	80%	80%	100%
<u>\$ 54,731</u>	<u>\$ 69,366</u>	<u>\$ 181,780</u>	<u>\$ 184,414</u>	<u>\$ 61,794</u>	<u>\$ 11,961</u>	<u>\$ 534,402</u>
<u>\$ 54,840</u>	<u>\$ 69,406</u>	<u>\$ 213,119</u>	<u>\$ 201,547</u>	<u>\$ 61,794</u>	<u>\$ 153,071</u>	<u>\$ 596,212</u>
\$ 54,731	\$ 69,366	\$ 181,780	\$ 184,414	\$ 61,794	\$ 11,961	\$ 534,402
(54,731)	(49,196)	(56,202)	(139,721)	(16,178)	(10,547)	(354,436)
-	-	(125,578)	-	(45,616)	-	(127,881)
<u>\$ -</u>	<u>\$ 20,170</u>	<u>\$ -</u>	<u>\$ 44,693</u>	<u>\$ -</u>	<u>\$ 1,414</u>	<u>\$ 52,085</u>

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 STATEMENT OF SELECTED PROJECT COSTS AND COMPUTATION OF SELECTED PROJECT GRANTS
 YEAR ENDED JUNE 30, 2009

	Region VI 2006 <u>Homeland Security</u>	Region V 2007 <u>Homeland Security</u>	Region VI 2007 <u>Homeland Security</u>	CDBG <u>08-DRH-201</u>
Operating Expenses:				
Personal Services	\$ -	\$ -	\$ -	\$ -
Contractual Services	422,017	4,697	87,270	6,665
Commodities	-	-	-	-
Capital Outlay	-	-	-	-
Prior Year	233,597	-	-	-
Project Cost	<u>\$655,614</u>	<u>\$ 4,697</u>	<u>\$ 87,270</u>	<u>\$ 6,665</u>
Grant Participation in Project Cost	100%	100%	100%	100%
Percentage Participation	<u>\$655,614</u>	<u>\$ 4,697</u>	<u>\$ 87,270</u>	<u>\$ 6,665</u>
Contract Amount	<u>\$810,768</u>	<u>\$254,962</u>	<u>\$ 335,425</u>	<u>\$3,256,495</u>
Permissible Grant (Lesser of Contract Amount or Percentage Participation)	\$655,614	\$ 4,697	\$ 87,270	\$ 6,665
Less: Grant Payments received in current	(339,152)	-	-	-
Less: Grant Payments received in prior year	(235,890)	-	(897)	-
Grant Receivable/(Payable) at June 30, 2009	<u>\$ 80,572</u>	<u>\$ 4,697</u>	<u>\$ 86,373</u>	<u>\$ 6,665</u>

<u>CDBG</u> <u>08-DRH-001</u>	<u>EDA</u> <u>05-83-04426</u>	<u>EDA</u> <u>05-96-04687</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -
43,716	102,210	107,215	2,657,166
-	-	-	-
-	-	-	65,942
-	-	-	990,496
<u>\$ 43,716</u>	<u>\$ 102,210</u>	<u>\$ 107,215</u>	<u>\$3,713,604</u>
100%	50%	100%	
<u>\$ 43,716</u>	<u>\$ 51,105</u>	<u>\$ 107,215</u>	<u>\$3,099,323</u>
<u>\$1,899,622</u>	<u>\$ 51,000</u>	<u>\$ 300,000</u>	<u>\$9,141,859</u>
\$ 43,716	\$ 51,000	\$ 107,215	\$2,938,223
-	(51,000)	(77,396)	(1,720,186)
-	-	-	(847,833)
<u>\$ 43,716</u>	<u>\$ -</u>	<u>\$ 29,819</u>	<u>\$ 370,204</u>

See Accompanying Independent Auditor's Report.

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
 SCHEDULE OF EXPENSES OF FEDERAL AWARDS
 YEAR ENDED JUNE 30, 2009

<u>GRANTOR/PROGRAM</u>	<u>CFDA NUMBER</u>	<u>AGENCY PASS-THROUGH NUMBER</u>	<u>PROGRAM EXPENSES</u>
Direct:			
Department of Commerce:			
Economic Development Administration:			
Planning Grant	11.302	05-83-04426	\$ 51,000
Economic Adjustment Disaster Recovery	11.307	05-69-0487	107,215
Total Direct awards			<u>\$ 158,215</u>
Indirect:			
Department of Transportation:			
Iowa Department of Transportation:			
Metropolitan Intermodal Planning	20.205	09-RPA-R07	\$ 45,203
	20.205	09-MPO-R07	184,414
	20.205	STP-E-PA30(111) -8V-07	11,960
			<u>\$ 241,577</u>
Urban Mass Transportation Technical Studies Grants:			
Planning	20.515	09-RPA-R07	\$ 24,203
Non-urban Assistance Project	20.509	18-0028-070-09	\$ 263,641
	20.509	18-0028-070-07	54,731
			<u>\$ 318,372</u>
Total Department of Transportation			<u>\$ 584,152</u>
Department of Homeland Security:			
Iowa Homeland Security			
	97.067	Region V-2006	\$ 404,649
	97.067	Region VI-2006	422,017
	97.067	Region V-2007	4,697
	97.067	Region VI-2007	87,270
			<u>\$ 918,633</u>
Department of Housing and Urban Development:			
Iowa Department of Economic Development:			
Black Hawk County:			
Community Development Block Grant Program	14.228	08-DRH-201	\$ 6,665
	14.228	08-DRH-001	43,716
			<u>\$ 50,381</u>
Total			<u>\$1,711,381</u>

See Accompanying Independent Auditor's Report.



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**INDEPENDENT AUDITOR'S 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
Iowa Northland Regional Council of Governments:

I have audited the basic financial statements of the Iowa Northland Regional Council of Governments (INRCOG) as of and for the year ended June 30, 2009 and have issued my report thereon dated December 11, 2009. I conducted my audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered INRCOG's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing my opinion on the effectiveness of INRCOG's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of INRCOG's internal control over financial reporting.

My consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses.

A control deficiency exists when the design or operation of the control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects INRCOG's ability to initiate, authorize, record, process, or report financial data reliably in accordance with U.S. generally accepted accounting principals such that there is more than a remote likelihood a misstatement of INRCOG's financial statements that is more than inconsequential will not be prevented or detected by INRCOG's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood a material misstatement of the financial statements will not be prevented or detected by INRCOG's internal control.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether INRCOG's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Comments involving statutory and other legal matters about INRCOG's operations for the year ended June 30, 2009 are based exclusively on knowledge obtained from procedures performed during my audit of the financial statements of INRCOG. Since my audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

This report, a public record by law, is intended solely for the information and use of the Iowa Northland Regional Council of Governments officials, employees and other parties to whom the Agency may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.

I would like to acknowledge the many courtesies and assistance extended to us by personnel of INRCOG during the course of my audit. Should you have any questions concerning any of the above matters, I shall be pleased to discuss them with you at your convenience.



December 11, 2009



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors
Iowa Northland Regional Council of Governments:

Compliance

I have audited the compliance of Iowa Northland Regional Council of Governments (INRCOG), with the types of compliance requirements described in U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal programs for the year ended June 30, 2009. INRCOG's major federal programs are identified in Part I of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grant agreements applicable to its major federal programs are the responsibility of INRCOG's management. My responsibility is to express an opinion on INRCOG's compliance based on my audit.

I conducted my audit of compliance in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards, and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about INRCOG's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on INRCOG's compliance with those requirements.

In my opinion, INRCOG complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of INRCOG is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grant agreements applicable to federal programs. In planning and performing my audit, I considered INRCOG's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of INRCOG's internal control over compliance.

A control deficiency in INRCOG's internal control over compliance 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 non-compliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects INRCOG's ability to administer a federal program such that there is more than a remote likelihood non-compliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by INRCOG's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood material non-compliance with a type of compliance requirement of a federal program will not be prevented or detected by INRCOG's internal control.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in INRCOG's internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses as defined above.

This report, a public record by law, is intended solely for the information and use of the officials, employees and members of INRCOG and other parties to whom INRCOG may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Larry Pump".

December 11, 2009

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
Schedule of Findings
Year Ended June 30, 2009

Part I: Summary of the Independent Auditor's Results:

- (a) Unqualified opinions were issued on the financial statements.
- (b) The audit did not disclose any significant deficiencies in the internal control over financial reporting.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) The audit did not disclose any significant deficiencies in internal control over its major programs.
- (e) An unqualified opinion was issued on compliance with requirements applicable to the major programs.
- (f) The audit did not disclose any audit findings which are required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) The major programs were CFDA Number 97.067 - Homeland Security Grant Program and CFDA Number 20.509 - Non-Urban Assistance Project.
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (i) INRCOG did not qualify as a low-risk auditee.

Part II: Findings Related to the Financial Statements:

SIGNIFICANT DEFICIENCIES:

None

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

Part III: Findings and Questioned Costs for Federal Awards:

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

SIGNIFICANT DEFICIENCIES:

None

IOWA NORTHLAND REGIONAL COUNCIL OF GOVERNMENTS
Schedule of Findings
Year Ended June 30, 2009

Part IV: Other Findings Related to Required Statutory Reporting:

- IV-A-09 Questionable Expenses - No expenses I believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.
- IV-B-09 Travel Expense - No expenses of INRCOG money for travel expenses of spouses of INRCOG officials or employees were noted.
- IV-C-09 Business Transactions - No business transactions between INRCOG and INRCOG officials or employees were noted.
- IV-D-09 Bond Coverage - Surety bond coverage of INRCOG officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to insure that the coverage is adequate for current operations.
- IV-E-09 Deposits and Investments - No instances of non-compliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and INRCOG's investment policy were noted.
- IV-F-09 Board Minutes - No transactions were found that I believe should have been approved in the Board minutes but were not.