

SIouxLAND INTERSTATE METROPOLITAN
PLANNING COUNCIL

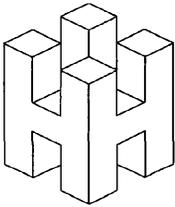
AUDITED FINANCIAL STATEMENTS

JUNE 30, 2009

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

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**HENJES, CONNER &
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INDEPENDENT AUDITORS' REPORT

Siouxland Interstate Metropolitan
Planning Council
Sioux City, Iowa

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, and each major fund of SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL, as of and for the year ended June 30, 2009, which collectively comprise the basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of Siouxland Interstate Metropolitan Planning Council's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 we 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. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, and each major fund of Siouxland Interstate Metropolitan Planning Council, as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 23, 2009, on our consideration of Siouxland Interstate Metropolitan Planning Council's internal control over financial reporting and on our 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 our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the 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 important for assessing the results of our audit.

Management's Discussion and Analysis on pages 3 through 8 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The supplementary information included in Schedules 1 through 5, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, 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 our audit of the aforementioned financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Henjes, Conner, & Williams, PC
Certified Public Accountants

Sioux City, Iowa
December 23, 2009

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

is Action

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MANAGEMENT'S DISCUSSION AND ANALYSIS

The Siouxland Interstate Metropolitan Planning Council (SIMPCO) 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. We encourage readers to consider this information in conjunction with the financial statements, which follow.

2009 FINANCIAL HIGHLIGHTS

- Total revenues increased from \$3,779,688 in fiscal 2008 to \$3,824,674 in fiscal 2009, and total expenditures decreased from \$3,771,050 in fiscal 2008 to \$3,556,205 in fiscal 2009. The result is an increase in the total fund balance at the end of the year from \$472,015 plus prior year adjustments of \$23,317 and prior year net capital assets of \$452,186 which equals \$947,518 for fiscal 2008 to \$1,215,987 for fiscal 2009.
- The increase in total revenues was attributable to an increase in the special revenue fund in fiscal 2009. The decrease in expenditures was due to excluding Siouxland Economic Development Corporation (SEDC) as a component unit in fiscal 2009. The increase in the total fund balance is due to revenues increasing more than expenditures increased for fiscal 2009.

USING THIS ANNUAL REPORT

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 the financial activities.

The Entity-wide Financial Statements consist of a statement of net assets and a statement of activities. These provide information about the activities as a whole and present an overall view of the finances.

The Fund Financial Statements tell how services were financed in the short term as well as what remains for future spending. Fund financial statements report the operations in more detail than the Entity-wide statements by providing information about the most significant funds. The activity of the Agency and Component Units are presented as part of the fund financial statements.

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

Supplementary Information further explains and supports the financial statements with detailed information about the individual funds.

Schedule of Expenditures of Federal Awards provides details of various federal programs.

Visit our Home Page at <http://www.simpco.org>

Reporting SIMPCO's Financial Activities

Entity-wide Financial Statements

The entity-wide statements report information about the entity as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Assets includes all of the assets and liabilities. All of the current year revenues and expenditures are accounted for in the Statement of Activities regardless of when cash is received or paid.

The entity-wide statements report net assets and how they have changed. Net assets – the difference between the assets and liabilities – are one way to measure the financial health or position. Over time, increases or decreases in the net assets are an indicator of whether financial position is improving or deteriorating, respectively.

In the entity-wide financial statements, the activities are divided into two functions:

- *Primary Government:* The General and Special Revenue activities are included here. Federal, state and local revenues, as well as contracted services, finance both these functions.
- *Component Units:* The government wide-financial statements include not only the Council itself (known as the primary government), but also other legally separate entities, for which the Council is financially accountable. The activities of the Siouxdand Regional Transit System (SRTS), Tri-State Graduate Center (TSGC), Northeast Nebraska Joint Housing Agency (NNJHA) and Siouxdand Planning and Transit Services LLC (SPTS, LLC) are reported as component units. Federal, state and local revenues, as well as contracted services, finance these functions. Financial information for these four discretely presented component units is reported separately from the financial information presented for the Council itself.

Fund Financial Statements

The fund financial statements provide detailed information focusing on its most significant or "major" funds. Funds are accounting devices used to keep track of specific sources of funding and spending on particular programs. Some funds are required by federal and state law. Other funds are established to control and manage money for particular purposes, such as accounting for projects or to show it is properly using certain revenues, such as federal grants.

There are two kinds of funds:

- Primary Government funds account for general services. These focus on how cash and other financial assets readily converted to cash flow in and out and the balances left at year-end available for spending. Consequently, the primary government fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the programs. The primary governmental funds include: 1) the General Fund, and 2) the Special Revenue Fund.

The required financial statements for primary governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

- Agency funds are used to account for resources held for the benefit of parties outside of SIMPCO. SIMPCO is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The required financial statement is a Statement of Fiduciary Net Assets.

Reconciliations between the entity-wide financial statements and the fund financial statements follow the fund financial statements.

ENTITY-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of financial position. Net assets at the end of fiscal 2009 totaled \$1,381,443. The analysis that follows focuses on the net assets.

	Condensed Statement of Net Assets		
	Primary Government	Component Units	Total
	June 30	June 30	June 30
	2009	2009	2009
Current and other Assets	\$ 742,771	\$ 854,596	\$ 1,597,367
Capital Assets	\$ 115,229	\$ 796,322	\$ 911,551
Total Assets	\$ 858,000	\$ 1,650,918	\$ 2,508,918
Liabilities	\$ 492,858	\$ 634,617	\$ 1,127,475
Total Liabilities	\$ 492,858	\$ 634,617	\$ 1,127,475
Net Assets:			
Invested in Capital Assets:			
net of related debt	\$ 115,229	\$ 581,498	\$ 696,727
Unrestricted	\$ 249,913	\$ 434,803	\$ 684,716
Total Net Assets	\$ 365,142	\$ 1,016,301	\$ 1,381,443

The combined net assets increased by 30%, or \$320,538, from fiscal 2008. The Primary Government net assets increased by \$65,450 while the Component Unit net assets increased by \$255,088.

The following analysis details the changes in net assets.

	Changes in Net Assets		
	Primary Government	Component Units	Total
	Year ended June 30, 2009	Year ended June 30, 2009	Year ended June 30, 2009
Revenues:			
Program Revenues:			
Charges for service	\$ 426,040	\$ 1,336,125	\$ 1,762,165
Operating grants and contributions	\$ 514,160	\$ 1,491,977	\$ 2,006,137
Capital Grants	\$ -	\$ -	\$ -
Interest Income	\$ 2,259	\$ 3,507	\$ 5,766
Miscellaneous Income	\$ 6,290	\$ 65,202	\$ 71,492
Loss on Disposal of Assets	\$ -	\$ -	\$ -
Total Revenues	\$ 948,749	\$ 2,896,811	\$ 3,845,560
Expenses	\$ 883,299	\$ 2,641,723	\$ 3,525,022
Total Expenses	\$ 883,299	\$ 2,641,723	\$ 3,525,022
Change in Net Assets	\$ 65,450	\$ 255,088	\$ 320,538
Net Assets beginning of year	\$ 299,692	\$ 781,213	\$ 1,060,905
Net Assets end of year	\$ 365,142	\$ 1,016,301	\$ 1,381,443

Operating grants and contributions from local, state and federal sources account for 52%, while charges for service account for 46% of the total revenue. The expenditures primarily relate to personnel, vehicle insurance, equipment and maintenance related and contract payment and services related which account for 87% of the total expenditures.

Primary Government Activities

Revenues for Primary Governmental activities were \$948,749 and expenditures were \$883,299. The net assets increased by \$65,450 to \$365,142 for fiscal 2009.

Component Unit Activities

Revenues of the Component Unit activities were \$2,896,811 and expenditures were \$2,641,723. The net assets increased by \$255,088 to \$1,016,301 for fiscal 2009.

INDIVIDUAL FUND ANALYSIS

As previously noted, SIMPCO uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Primary Governmental Fund Highlights

- General Fund revenues increased from \$134,265 in fiscal 2008 to \$136,836 in fiscal 2009, and General Fund expenditures decreased from \$111,626 in fiscal 2008 to \$102,192 in fiscal 2009. The transfers from the General Fund to the Special Revenue Fund were \$7,236 in fiscal 2009 while transfers of \$3,733 were made from the General Fund to the Special Revenue Fund in fiscal 2009. The result is an increase in the General Fund balance from \$207,263 for fiscal 2008 to \$238,174 for fiscal 2009.
- The increase in General Fund revenues was attributable to an increase in contract services revenue in fiscal 2009. The decrease in expenditures was due to no interest on indebtedness in fiscal 2009. The result is that the Council had an increase in the General Fund balance.
- Special Revenue Fund revenues increased from \$699,852 in fiscal 2008 to \$791,027 in fiscal 2009, and Special Revenue Fund expenditures increased from \$703,553 in fiscal 2008 to \$812,290 in fiscal 2009. The Special Revenue Fund had a negative balance of \$3,701 in fiscal 2008 and a negative balance of \$21,263 in fiscal 2009. Since these funds are unrestricted, the General Fund transfers in \$3,733 to the Special Revenue Fund in fiscal 2009. The remaining balance of \$17,530 consists of \$900 for the Sergeant Floyd Honor Guard and \$18,430 which will be collected in fiscal 2010. The amount of \$29,342 in prior year adjustment will be collected in fiscal 2010.
- The increase in Special Revenue Fund revenues was attributable to an increase in federal and state grant revenue. The increase in expenditures was attributable to an increase in costs to provide these services. The Council had a decrease in fund balance in the Special Revenue Fund for fiscal 2009.

Component Unit Highlights

- Component Unit revenues decreased from \$2,945,571 in fiscal 2008 to \$2,896,811 in fiscal 2009, and the Component Unit expenditures decreased from \$2,955,871 in fiscal 2008 to \$2,641,723 in fiscal 2009. The result is an increase in the Component Unit Fund balance from \$761,213 in fiscal 2008 to \$1,016,301 in fiscal 2009.
- The decrease in the Component Unit Fund revenues was attributable to excluding Siouxland Economic Development Corporation (SEDC) as a component unit. The decrease in expenditures was due to excluding Siouxland Economic Development Corporation (SEDC) as a component unit. The Component Unit balance increased because the revenues exceeded the cost to provide component unit services in fiscal 2009.

CAPITAL ASSETS

At June 30, 2009, capital assets totaled \$911,551 net of accumulated depreciation, in a broad range of capital assets including a building, computers, office equipment, vehicles and vehicle radios.

The depreciation expense was \$172,447 in fiscal 2009 and total accumulated depreciation is \$2,317,097 at June 30, 2009. More detailed information about capital assets is available in Note 4 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

At the time these financial statements were prepared and audited, the Council was unaware of existing circumstances that could significantly affect its financial health in the future.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

This financial report is designed to provide the Council's citizens, taxpayers, customers, members and creditors with a general overview of the Council's finances and to demonstrate the Council's accountability for the money it receives. If you have questions about this report or need additional financial information, contact: SIMPCO, PO Box 1077, Sioux City, Iowa, 51102-1077 or email: simpco@simpco.org.

STATEMENT OF NET ASSETS

JUNE 30, 2009

	Primary Government			Component Units	Total Reporting Entity
	General Activities	Special Revenue Activities	Total Government Activities		
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 491,355		\$ 491,355	\$ 408,327	\$ 899,682
Accounts Receivable	6,037	\$ 76,617	82,654	142,313	224,967
Due To/From Component Units	7,585		7,585	(7,585)	
Due from Other Governments:					
Federal		94,670	94,670	27,619	122,289
State				190,220	190,220
Local		50,227	50,227	49,697	99,924
Prepaid Expenses	16,280		16,280	44,005	60,285
Total Current Assets	\$ 521,257	\$ 221,514	\$ 742,771	\$ 854,596	\$ 1,597,367
Non-Current Assets:					
Capital Assets - Net of Accumulated					
Depreciation - Note 4	\$ 114,325	\$ 904	\$ 115,229	\$ 796,322	\$ 911,551
Total Non-Current Assets	\$ 114,325	\$ 904	\$ 115,229	\$ 796,322	\$ 911,551
Total Assets	\$ 635,582	\$ 222,418	\$ 858,000	\$ 1,650,918	\$ 2,508,918
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 54,600	\$ 6,927	\$ 61,527	\$ 327,245	\$ 388,772
Accounts Payable - Agency Funds	36,322		36,322		36,322
Due to Other Governments:					
Local				20,875	20,875
Tenant Escrow				16,454	16,454
Accrued Wages and Benefits	277,652	9,696	287,348	28,810	316,158
Accrued Vacation	44,762		44,762	22,573	67,335
Deferred Revenue	40,702	22,197	62,899	3,836	66,735
Loan Payable - Note 5				13,379	13,379
Total Current Liabilities	\$ 454,038	\$ 38,820	\$ 492,858	\$ 433,172	\$ 926,030
Non-Current Liabilities:					
Loan Payable - Note 5				\$ 201,445	\$ 201,445
Total Non-Current Liabilities	-	-	-	\$ 201,445	\$ 201,445
Total Liabilities	\$ 454,038	\$ 38,820	\$ 492,858	\$ 634,617	\$ 1,127,475
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	\$ 114,325	\$ 904	\$ 115,229	\$ 581,498	\$ 696,727
Unrestricted	67,219	182,694	249,913	434,803	684,716
Total Net Assets	\$ 181,544	\$ 183,598	\$ 365,142	\$ 1,016,301	\$ 1,381,443

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

FUNCTIONS					Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Program Revenues		Capital Grants and Contributions	Primary Government	
		Charges for Services	Operating Grants and Contributions		Governmental Activities	Component Units
Primary Government:						
Governmental Activities:						
General Functions	\$ 70,362	\$ 128,878			\$ 58,516	
Special Revenue Functions	812,937	297,162	\$ 514,160		(1,615)	
Total Governmental Activities	883,299	426,040	514,160	-	56,901	
Total Primary Government	\$ 883,299	\$ 426,040	\$ 514,160	-	\$ 56,901	
Components Units	\$ 2,641,723	\$ 1,336,125	\$ 1,491,977	-		\$ 186,379
GENERAL REVENUES						
					\$ 2,259	\$ 3,507
					6,290	65,202
					\$ 8,549	\$ 68,709
					\$ 65,450	\$ 255,088
					\$ 198,101	\$ 842,436
					101,591	(81,223)
					\$ 299,692	\$ 761,213
					\$ 365,142	\$ 1,016,301

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2009

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 491,355		\$ 491,355
Accounts Receivable	6,037	\$ 76,617	82,654
Due from Other Funds	185,721	9,284	195,005
Due from Other Governments:			
Federal		94,670	94,670
Prepaid Expenditures	<u>16,280</u>		<u>16,280</u>
Total Assets	<u>\$ 699,393</u>	<u>\$ 180,571</u>	<u>\$ 879,964</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts Payable	\$ 54,600	\$ 6,927	\$ 61,527
Due to Other Funds	43,503	180,239	223,742
Accrued Wages and Benefits	277,652	9,696	287,348
Accrued Vacation	44,762		44,762
Deferred Revenue	<u>40,702</u>	<u>22,197</u>	<u>62,899</u>
Total Liabilities	<u>\$ 461,219</u>	<u>\$ 219,059</u>	<u>\$ 680,278</u>
Fund Balance:			
Reserve for Prepaid Expenditures	\$ 16,280		\$ 16,280
Unreserved	184,578	\$ (38,488)	146,090
Unreserved - Designated for Equipment Replacement	<u>37,316</u>		<u>37,316</u>
Total Fund Balance	<u>\$ 238,174</u>	<u>\$ (38,488)</u>	<u>\$ 199,686</u>
Total Liabilities and Fund Balance	<u>\$ 699,393</u>	<u>\$ 180,571</u>	<u>\$ 879,964</u>

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS

JUNE 30, 2009

Total Fund Balance per Balance Sheet - Governmental Funds	\$ 199,686
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds. The cost of assets is \$383,175 and the accumulated depreciation is \$267,946	115,229
A portion of accounts receivable are not available to pay for current expenditures and therefore are deferred in the funds	50,227
Total Net Assets per Statement of Net Assets	<u>\$ 365,142</u>

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICIT)
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<u>REVENUE</u>			
Federal and State Grants		\$ 514,160	\$ 514,160
Membership Dues	\$ 29,956	132,289	162,245
Support Assessments		66,143	66,143
Contract Services Income	98,922	77,844	176,766
Interest Income	2,198	61	2,259
Miscellaneous Income	<u>5,760</u>	<u>530</u>	<u>6,290</u>
Total Revenues	\$ 136,836	\$ 791,027	\$ 927,863
<u>EXPENDITURES</u>			
Salaries and Benefits		\$ 419,833	\$ 419,833
Travel and Training	\$ 1,678	35,966	37,644
Communications		93	93
Supplies		18,119	18,119
Dues and Subscriptions		1,243	1,243
Purchased Services	35	5,474	5,509
Contractual Payments		62,518	62,518
Advertising	140	474	614
Indirect/Administrative	98,922	268,570	367,492
Miscellaneous	<u>1,417</u>		<u>1,417</u>
Total Expenditures	\$ 102,192	\$ 812,290	\$ 914,482
Excess (Deficiency) of			
Revenue Over (Under) Expenditures	\$ 34,644	\$ (21,263)	\$ 13,381
TRANSFERS IN (OUT)	<u>(3,733)</u>	<u>3,733</u>	<u>-</u>
Net change in Fund Balance	\$ 30,911	\$ (17,530)	\$ 13,381
Fund Balance - Beginning of Year	\$ 154,604	\$ 8,384	\$ 162,988
Prior Period Adjustment	52,659	(29,342)	23,317
Adjusted Fund Balance - Beginning of Year	<u>\$ 207,263</u>	<u>\$ (20,958)</u>	<u>\$ 186,305</u>
Fund Balance - End of Year	<u>\$ 238,174</u>	<u>\$ (38,488)</u>	<u>\$ 199,686</u>

See Accompanying Notes to Financial Statements

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

Net Change in Fund Balances - Total Governmental Funds	\$ 13,381
Amounts reported for governmental activities in the statement of net assets are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays in the current period (\$54,216) exceeded depreciation (\$23,033).	31,183
Receivables listed on the fund financial statement differ from those listed on the government wide statements in that the fund financial statements require the amounts to be "available"	20,886
Change in Net Assets of Governmental Activities	\$ 65,450

STATEMENT OF FIDUCIARY NET ASSETSAGENCY FUNDSJUNE 30, 2009

	<u>Cardinal Development Inc.</u>	<u>Deferred Compensation</u>	<u>Siouxland Economic Development Corporation</u>	<u>Total Agency Funds</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 22,083			\$ 22,083
Due from Other Governments:				
Local			\$ 36,322	36,322
Loan Receivable	2,699			2,699
Investment in Annuity		<u>\$ 29,178</u>		<u>29,178</u>
Total Assets	<u>\$ 24,782</u>	<u>\$ 29,178</u>	<u>\$ 36,322</u>	<u>\$ 90,282</u>
 <u>LIABILITIES</u>				
Accounts Payable			\$ 242	\$ 242
Due to State Governments	\$ 24,782			24,782
Accrued Wages and Benefits			7,387	7,387
Accrued Vacation			28,693	28,693
Deferred Compensation		<u>\$ 29,178</u>		<u>29,178</u>
Total Liabilities	<u>\$ 24,782</u>	<u>\$ 29,178</u>	<u>\$ 36,322</u>	<u>\$ 90,282</u>

STATEMENT OF NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS

JUNE 30, 2009

	Siouxland Regional Transit System	Siouxland Planning and Transit Services	Tri- State Graduate Center	Northeast Nebraska Joint Housing Agency	Total Component Units
<u>ASSETS</u>					
Current Assets:					
Cash and Cash Equivalents	\$ 212,267		\$ 50,918	\$ 145,142	\$ 408,327
Accounts Receivable	140,083		2,230		142,313
Due from Other Funds	12,502				12,502
Due from Other Governments:					
Federal	27,619				27,619
State	190,220				190,220
Local	49,697				49,697
Prepaid Expenditures	44,005				44,005
Total Current Assets	<u>\$ 676,393</u>	<u>-</u>	<u>\$ 53,148</u>	<u>\$ 145,142</u>	<u>\$ 874,683</u>
Non-Current Assets:					
Capital Assets - Net of Accumulated					
Depreciation - Note 4	<u>\$ 429,352</u>	<u>\$ 364,576</u>	<u>\$ 2,394</u>		<u>\$ 796,322</u>
Total Non-Current Assets	<u>\$ 429,352</u>	<u>\$ 364,576</u>	<u>\$ 2,394</u>	<u>-</u>	<u>\$ 796,322</u>
Total Assets	<u>\$ 1,105,745</u>	<u>\$ 364,576</u>	<u>\$ 55,542</u>	<u>\$ 145,142</u>	<u>\$ 1,671,005</u>
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts Payable	\$ 325,146		\$ 1,830	\$ 269	\$ 327,245
Due to Other Funds			12,855	7,232	20,087
Due to Other Governments:					
Local	20,875				20,875
Tenant Escrow				16,454	16,454
Accrued Wages and Benefits	23,840		2,810	2,160	28,810
Accrued Vacation	13,224		9,349		22,573
Deferred Revenue	836		3,000		3,836
Loan Payable - Note 5		<u>\$ 13,379</u>			<u>13,379</u>
Total Current Liabilities	<u>\$ 383,921</u>	<u>\$ 13,379</u>	<u>\$ 29,844</u>	<u>\$ 26,115</u>	<u>\$ 453,259</u>
Non-Current Liabilities:					
Loan Payable - Note 5		<u>\$ 201,445</u>			<u>\$ 201,445</u>
Total Non-Current Liabilities	<u>-</u>	<u>\$ 201,445</u>	<u>-</u>	<u>-</u>	<u>\$ 201,445</u>
Total Liabilities	<u>\$ 383,921</u>	<u>\$ 214,824</u>	<u>\$ 29,844</u>	<u>\$ 26,115</u>	<u>\$ 654,704</u>
<u>NET ASSETS</u>					
Invested in Capital Assets, Net of Related Debt	\$ 429,352	\$ 149,752	\$ 2,394		\$ 581,498
Unrestricted	292,472		23,304	\$ 119,027	434,803
Total Net Assets	<u>\$ 721,824</u>	<u>\$ 149,752</u>	<u>\$ 25,698</u>	<u>\$ 119,027</u>	<u>\$ 1,016,301</u>

See Accompanying Notes to Financial Statements

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
DISCRETELY PRESENTED COMPONENT UNIT

FOR THE YEAR ENDED JUNE 30, 2009

	Siouxland Regional Transit System			Total Siouxland Regional Transit System	Siouxland Planning and Transit Services
	Operation	South Dakota Service	Capital		
REVENUE					
Federal and State Grants	\$ 788,647	\$ 41,823	\$ 184,773	\$ 1,015,243	
Membership Dues					
Support Assessments	36,669	17,500	85,206	139,375	
Contract Services Income	1,178,015	12,135		1,190,150	
Interest Income	847			847	
Miscellaneous Income	3,413			3,413	\$ 53,138
Total Revenue	\$ 2,007,591	\$ 71,458	\$ 269,979	\$ 2,349,028	\$ 53,138
EXPENDITURES					
Salaries and Benefits	\$ 986,804	\$ 55,105		\$ 1,041,909	
Rent	22,476	2,798		25,274	
Travel and Training	10,985			10,985	
Communications	4,869	269		5,138	
Supplies	9,096			9,096	
Insurance	172,113	3,089		175,202	
Dues and Subscriptions	3,032			3,032	
Professional Fees	3,325			3,325	
Purchased Services	4,596			4,596	
Equipment and Maintenance	520,813	10,164	\$ 2,149	533,126	
Debt Service					
Interest					\$ 18,883
Contractual Payments	81,868			81,868	
Advertising	3,710	33		3,743	
Depreciation			138,942	138,942	9,450
Indirect/Administrative	68,715			68,715	
Utilities	4,037			4,037	
Miscellaneous	8,509			8,509	
Total Expenses	\$ 1,904,948	\$ 71,458	\$ 141,091	\$ 2,117,497	\$ 28,333
Change in net assets	\$ 102,643	-	\$ 128,888	\$ 231,531	\$ 24,805
Net Assets, Beginning of Year	\$ 134,259	-	\$ 356,034	\$ 490,293	\$ 124,947
Net Assets, End of Year	\$ 236,902	-	\$ 484,922	\$ 721,824	\$ 149,752

Tri-State Graduate Center				Northeast Nebraska Joint Housing Agency				Total Component Units
Iowa Graduate Center	Nebraska Graduate Center	South Dakota Graduate Center	Total Tri-State Graduate Center	Northeast Nebraska Housing	NE Nebraska Housing - FSS Coordinator	NE Nebraska Housing - FSS Home Coordinator	Total NE Nebraska Joint Housing Agency	
\$ 83,769	\$ 44,970	\$ 7,097	\$ 135,836	\$ 266,958	\$ 40,147	\$ 33,793	\$ 340,898	\$ 1,491,977
5,600	1,000		6,600					145,975
757	386	63	1,206	1,454			1,454	3,507
1,295	332	462	2,089	6,562			6,562	65,202
<u>\$ 91,421</u>	<u>\$ 46,688</u>	<u>\$ 7,622</u>	<u>\$ 145,731</u>	<u>\$ 274,974</u>	<u>\$ 40,147</u>	<u>\$ 33,793</u>	<u>\$ 348,914</u>	<u>\$ 2,896,811</u>
\$ 72,728	\$ 37,143	\$ 6,064	\$ 115,935	\$ 25,571	\$ 44,725	\$ 33,965	\$ 104,261	\$ 1,262,105
2,259	1,153	188	3,600					28,874
1,286	657	108	2,051	2,712			2,712	15,748
701	358	58	1,117	553			553	6,808
2,267	1,159	189	3,615	1,551			1,551	14,262
314	160	26	500					175,702
433	221	36	690	782			782	4,504
				3,250			3,250	6,575
								4,596
								533,126
								18,883
				231,796			231,796	313,664
4,246	2,168	354	6,768	88			88	10,599
988			988	34			34	149,414
4,119	2,104	343	6,566	9,036			9,036	84,317
								4,037
								8,509
<u>\$ 89,341</u>	<u>\$ 45,123</u>	<u>\$ 7,366</u>	<u>\$ 141,830</u>	<u>\$ 275,373</u>	<u>\$ 44,725</u>	<u>\$ 33,965</u>	<u>\$ 354,063</u>	<u>\$ 2,641,723</u>
\$ 2,080	\$ 1,565	\$ 256	\$ 3,901	\$ (399)	\$ (4,578)	\$ (172)	\$ (5,149)	\$ 255,088
\$ 12,790	\$ 5,352	\$ 273	\$ 21,797	\$ 118,491	\$ 2,853	\$ 2,798	\$ 124,176	\$ 761,213
\$ 14,870	\$ 6,917	\$ 529	\$ 25,698	\$ 118,092	\$ (1,725)	\$ 2,626	\$ 119,027	\$ 1,016,301

See Accompanying Notes to Financial Statements

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Siouxland Interstate Metropolitan Planning Council (The Council or SIMPCO) was organized in 1965 to provide planning activities for member governmental bodies. The Council currently has 60 voluntary member governments from Iowa, Nebraska and South Dakota.

A. Reporting Entity

For financial reporting purposes, the Council has included all funds, organizations, account groups, agencies, boards, commissions and authorities. The Council has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the Council are such that exclusion would cause the Council'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 the Agency 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 the Agency. The Council has four component units which meet the Governmental Accounting Standards Board criteria.

Component Units - The Siouxland Regional Transit System (SRTS) was organized to improve and coordinate transportation services in Cherokee, Ida, Monona, Plymouth and Woodbury counties in Iowa. The Tri-State Graduate Center (TSGC) was organized to facilitate the delivery of graduate education to Siouxland residents through the colleges and universities in Iowa, Nebraska and South Dakota. The Northeast Nebraska Joint Housing Agency (NENJHA) administers the housing voucher program for residents in rural Dakota, Dixon, and Wayne Counties in Nebraska. Siouxland Planning and Transit Services, L.L.C. (SPATS), holds the Council's office building property. All entities are discretely presented in these financial statements and their separate financial statements are included.

B. Basis of Presentation

Entity-Wide Financial Statements and Component Units - The Statement of Net Assets and the Statement of Activities report information on all of the non-fiduciary activities of the primary government and its component units. The effect of interfund activity has been removed from these statements.

The Statement of Net Assets presents the Council's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories.

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Cont.) B. Basis of Presentation (Cont.)

Invested in Capital Assets, Net of Related Debt - Capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt attributable to the acquisition, construction or improvement of those assets.

Restricted Net Assets - Net assets subject to constraints on net asset use that are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Assets - Net assets not meeting the definition of the two preceding categories. Unrestricted net assets often have constraints on resources imposed by management which can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

Fund Accounting - The accounts of the Council are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues or receipts, and expenditures or expenses, as appropriate. Resources are allocated to, and accounted for, in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled.

Fund Financial Statements - The various funds and their designated purposes are as follows:

General Fund - The General Fund is the general operating fund of the Council. It accounts for all financial resources of SIMPCO that are not required to be accounted for in the special revenue funds. The general operating expenditures and fixed charges that are not paid from other funds are paid from the general fund.

Special Revenue Funds - The Special Revenue Funds are used to account for revenues derived from specific sources which are usually required by law or regulation to be accounted for in separate funds.

Agency Funds - The agency funds are used to account for assets held by the Council as an agent for individuals, private organizations and other governments. The Agency Funds are custodial in nature, assets equal liabilities, and do not involve measurement of results of operations.

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Cont.)

C. Measurement Focus and Basis of Accounting

The entity-wide and component unit 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. Membership dues and local assessments are recognized as revenue in the year for which they are billed. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

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 Council considers revenues to be available if they are collectible within 60 days after year end.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

Under terms of grant agreements, the Council funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the Council's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants and then by general revenues.

The Council maintains its financial records on the cash basis. The financial statements of the Council are prepared by making memorandum adjusting entries to the cash basis financial records.

D. Assets, Liabilities and Net Assets

Accounts Receivable - Trade credit is generally extended to Council members and clients on a short-term basis. These receivables do not bear interest, although a finance charge may be applied to balances more than thirty days past due. Individual accounts receivable are periodically evaluated for collectibility based on past credit history and their current financial condition. All significant receivables of the Council are considered collectible at June 30, 2009. Therefore, no allowance for doubtful accounts is recorded.

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Cont.) D. Assets, Liabilities and Net Assets (Continued)

Due From Other Governments - Accounts receivable from Federal, state and local governments represent the earned portion of grant contracts between the Council and various government agencies. The funds received under these contracts are normally restricted to cover only specified expenditures under the programs described in the grant contract.

Capital Assets - Capital assets, which include vehicles, electronics, and office furniture, are reported in the applicable activities column of the Statement of Net Assets. Capital assets are recorded at historical cost if purchased. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repair not adding to the value of the asset or materially extending asset lives are not capitalized. Capital assets of the Council are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings and Improvements	40 Years
Vehicles	5 Years
Electronic Equipment	5 Years
Office Furniture	7 Years

Compensated Absences - A total of 30 days vacation may be accumulated by each employee. The Council has accrued a liability of \$67,335 at June 30, 2009, for vacation pay which has been earned but not taken by the Council employees. The liability has been computed based on rates of pay in effect at June 30, 2009.

- E. Membership Dues and Local Assessments
Dues and assessments are collected from Council members to fund administrative costs not allocable to special revenue funds and also to honor Federal grant contracts requiring local matching funds. The portion of dues and assessments used for matching purposes are reported as revenue of the related special revenue fund.

- F. Estimates
The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

- G. Allocation of Indirect Costs
Costs which cannot be specifically identified with a particular program are allocated to all programs having current activity on the basis of direct labor hours.

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 2 - DEPOSITS

The Council's deposits in banks at June 30, 2009, were entirely covered by Federal Depository Insurance or by a multiple financial institution collateral pool, 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.

Note 3 - INVESTMENT IN ANNUITY

The Council and a former Executive Director entered into an agreement on December 8, 1988, in which the Director agreed to retire at age 65, in exchange for an annuity. The net surrender value of the annuity at June 30, 2009, is \$29,178. The former Executive Director currently receives monthly installments of \$571 from the annuity contract. The assets are solely the property of SIMPCO, subject only to the claims of SIMPCO's general creditors.

Note 4 - CAPITAL ASSETS

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

	<u>Balance Beginning of Year</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance End of Year</u>
Primary Government				
Government Activities:				
Capital Assets:				
General Activities Equipment	\$ 315,663	\$ 54,216		\$ 369,879
Office Equipment - MPO/RPA	<u>13,296</u>	<u> </u>		<u>13,296</u>
Total Capital Assets	\$ 328,959	\$ 54,216	-	\$ 383,175
Less Accumulated Depreciation:				
General Activities Equipment	\$ 233,168	\$ 22,386		\$ 255,554
Office Equipment - MPO/RPA	<u>11,745</u>	<u>647</u>		<u>12,392</u>
Total Accumulated Depreciation	\$ <u>244,913</u>	\$ <u>23,033</u>	<u>-</u>	\$ <u>267,946</u>
Governmental Activities, Capital Assets, Net	\$ <u>84,046</u>	\$ <u>31,183</u>	<u>-</u>	\$ <u>115,229</u>

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 4 - CAPITAL ASSETS

(Cont.) Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:		
General Functions		\$ 22,386
Special Revenue Functions		<u>647</u>
Total Depreciation Expense - Governmental Activities		\$ <u><u>23,033</u></u>

	<u>Balance Beginning of Year</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance End of Year</u>
Discretely Presented Component Units				
Capital Assets:				
Building - SPATS	\$ 372,945	\$ 7,554		\$ 380,499
Office Equipment - TSGC	44,148			44,148
Equipment - SRTS	2,170,115	244,471		2,414,586
Housing Equipment - NENJHA	<u>6,240</u>			<u>6,240</u>
Total Capital Assets	\$ 2,593,448	\$ 252,025	-	\$ 2,845,473
Less Accumulated Depreciation:				
Building - SPATS	\$ 6,473	\$ 9,450		\$ 15,923
Office Equipment - TSGC	40,766	988		41,754
Equipment - SRTS	1,846,292	138,942		1,985,234
Housing Equipment - NENJHA	<u>6,206</u>	<u>34</u>		<u>6,240</u>
Total Accumulated Depreciation	\$ <u>1,899,737</u>	\$ <u>149,414</u>	-	\$ <u>2,049,151</u>
Discretely Presented Component Units Capital Assets, Net	\$ <u>693,711</u>	\$ <u>102,611</u>	-	\$ <u>796,322</u>
Total Depreciation Expense - Discretely Presented Component Units				\$ <u><u>149,414</u></u>

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 5 - LONG-TERM LIABILITIES

The summary of changes in long-term liabilities for the year ended June 30, 2009, is as follows:

	<u>Balance Beginning of Year</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance End of Year</u>	<u>Due Within One Year</u>
Discretely Presented Component Unit - SPATS	\$ <u>241,525</u>	-	\$ <u>26,701</u>	\$ <u>214,824</u>	\$ <u>13,379</u>
Total	\$ <u>241,525</u>	-	\$ <u>26,701</u>	\$ <u>214,824</u>	\$ <u>13,379</u>

The bank note payable, totaling \$214,824, is outstanding at June 30, 2009. This note bears interest at a rate of 7.25% per annum, with the final maturity due in the year ending June 30, 2021. It is the Council's intent, however, to fully retire the debt in ten years. The note is secured by real estate and is payable by Siouxland Planning and Transit Services, LLC (SPATS).

Required principal and interest payments are as follows:

<u>Years Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 13,379	\$ 14,015	\$ 27,394
2011	13,223	14,171	27,394
2012	14,214	13,180	27,394
2013	15,279	12,115	27,394
2014	16,425	10,969	27,394
2015 - 2019	102,544	34,426	136,970
2020 - 2021	<u>39,760</u>	<u>2,380</u>	<u>42,140</u>
	\$ <u>214,824</u>	\$ <u>101,256</u>	\$ <u>316,080</u>

Note 6 - EMPLOYEE BENEFITS

Retirement Benefits - In 1975, the Council began a qualified contributory money purchase pension plan with the International City Management Association Retirement Corporation (ICMARC). All employees who meet the minimum service and age requirements are eligible to participate in the pension plan. Each participant is required to contribute five percent of his or her compensation, and the Council contributes six percent. Participants may voluntarily contribute up to an additional ten percent of their compensation. The Council is not required to match employee voluntary contributions. Amounts for the year ended June 30, 2009, are as follows:

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 6 - EMPLOYEE BENEFITS
(Cont.)

Employee Contributions	\$ 25,183
Employer Contributions	\$ 29,420

All contributions due to the pension plan have been made, as of June 30, 2009. The plan provides quarterly and stand-alone annual financial statements to participants.

Deferred Compensation - The Council offers its administrative employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is administered by the International City Management Association Retirement Corporation (ICMARC). The plan, available to all Council employees, permits them to defer a portion of their salary until future years. Employee contributions for the year ended June 30, 2009, were \$8,923.

Partially Self-Insured Health Insurance Plan - The Council participates in a partially self-funded health insurance plan for Council employees. Premiums are paid to the Council's medical insurance carrier and claims are handled by the carrier. The Council's maximum fund exposure for this plan is \$263,500. At June 30, 2009, an accrued liability of \$133,526 was included in accrued wages and benefits.

Unemployment Insurance and Termination Benefits - SIMPCO has elected to be self insured under state unemployment tax laws. Any claims that may arise will be paid by the Council when presented. In addition, the Council's co-executive directors' contracts call for payment of six months' salary upon termination. At June 30, 2009, \$121,045 is included in accrued wages and benefits for these liabilities.

Note 7 - SICK PAY

The Council has elected not to accrue sick leave based on the fact that while sick leave accumulates, it does not vest and an employee has to be absent due to illness for sick leave to be paid. No estimate of the occurrence rate of future employee illness could be made.

Note 8 - RISK MANAGEMENT

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

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Note 9 - UNCERTAINTY IN INCOME TAXES

The Council has elected to defer the implementation of FASB Interpretation No. 48 Accounting for Uncertainty in Income Taxes as allowed in FASB Staff Position FIN 48-3. The Council has not evaluated uncertain tax positions; therefore there could be additional liabilities for income taxes, penalties and interest which are not recorded in these financial statements.

Note 10 - SUBSEQUENT EVENTS

In preparing the financial statements, the Council has evaluated all subsequent events, for potential recognition or disclosure, through December 23, 2009, the date the financial statements were issued.

Note 11 - PRIOR PERIOD ADJUSTMENTS

Adjustment to Government-Wide Statements

The elimination of interfund activity for \$81,223 was listed as a reconciling item in the prior year, in error.

Adjustments to Fund Statements

Funds reserved for purposes of replacing equipment for \$32,291 were classified as deferred revenue in error. The amount was a reconciling entry and therefore presented correctly on the government-wide statement of activities.

Receivables which were not "available" on June 30, 2008, for \$29,342 were included in receivables at June 30, 2008, in error.

Adjustment to both Fund And Government-Wide Statements

A liability estimate for services received in prior years for a total of \$20,368 and presented as a payable at June 30, 2008, has been determined to not be a valid payable.

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

JUNE 30, 2009

	<u>MPO/RPA</u>	<u>Hazmat Services</u>	<u>Other Member Projects</u>	<u>Total Special Revenue</u>
<u>ASSETS</u>				
Accounts Receivable			\$ 76,617	\$ 76,617
Due from Other Funds			9,284	9,284
Due from Other Governments:				
Federal	\$ 85,455	\$ 9,215		94,670
Total Assets	<u>\$ 85,455</u>	<u>\$ 9,215</u>	<u>\$ 85,901</u>	<u>\$ 180,571</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 447	\$ 6,140	\$ 340	\$ 6,927
Due to Other Funds	77,998	2,103	100,138	180,239
Accrued Wages and Benefits	7,010		2,686	9,696
Deferred Revenue		972	21,225	22,197
Total Liabilities	<u>\$ 85,455</u>	<u>\$ 9,215</u>	<u>\$ 124,389</u>	<u>\$ 219,059</u>
<u>FUND EQUITY</u>				
Fund Balance:				
Unreserved			\$ (38,488)	\$ (38,488)
Total Fund Equity	<u>-</u>	<u>-</u>	<u>\$ (38,488)</u>	<u>\$ (38,488)</u>
Total Liabilities and Fund Equity	<u>\$ 85,455</u>	<u>\$ 9,215</u>	<u>\$ 85,901</u>	<u>\$ 180,571</u>

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	MPO/RPA	Hazmat Services	Other Member Projects	Total Special Revenue
REVENUE				
Federal and State Grants	\$ 312,382	\$ 18,776	\$ 183,002	\$ 514,160
Membership Dues	78,160		54,129	132,289
Support Assessments		65,518	625	66,143
Contract Services Income		4,777	73,067	77,844
Interest Income			61	61
Miscellaneous Income			530	530
Total Revenues	<u>\$ 390,542</u>	<u>\$ 89,071</u>	<u>\$ 311,414</u>	<u>\$ 791,027</u>
EXPENDITURES				
Salaries and Benefits	\$ 225,734	\$ 7,553	\$ 186,546	\$ 419,833
Travel and Training	7,311	5,530	23,125	35,966
Communications	80		13	93
Supplies	5,218	7,429	5,472	18,119
Dues and Subscriptions	413		830	1,243
Purchased Services	2,295	2,465	714	5,474
Contractual Payments		62,518		62,518
Advertising	462		12	474
Indirect/Administrative	149,029	3,576	115,965	268,570
Total Expenditures	<u>\$ 390,542</u>	<u>\$ 89,071</u>	<u>\$ 332,677</u>	<u>\$ 812,290</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>-</u>	<u>-</u>	<u>\$ (21,263)</u>	<u>\$ (21,263)</u>
TRANSFERS IN (OUT)	<u>-</u>	<u>-</u>	<u>3,733</u>	<u>3,733</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>\$ (17,530)</u>	<u>\$ (17,530)</u>
Fund Balance - Beginning of Year			\$ 8,384	\$ 8,384
Prior Period Adjustment			(29,342)	(29,342)
Adjusted Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>\$ (20,958)</u>	<u>\$ (20,958)</u>
Fund Balance - End of Year	<u>-</u>	<u>-</u>	<u>\$ (38,488)</u>	<u>\$ (38,488)</u>

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

METROPOLITAN AND REGIONAL PLANNING

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Regional Planning Affiliation STP</u>	<u>Regional Planning Affiliation FTA</u>	<u>Iowa Federal Highway Planning</u>
<u>REVENUE</u>			
Federal and State Grants	\$ 56,274	\$ 21,274	\$ 112,543
Membership Dues	14,326	5,468	28,136
Total Revenues	\$ 70,600	\$ 26,742	\$ 140,679
<u>EXPENDITURES</u>			
Salaries and Benefits	\$ 40,488	\$ 16,468	\$ 77,819
Travel and Training	1,108	418	4,708
Communications	31	13	20
Supplies	790	351	2,271
Dues and Subscriptions			413
Purchased Services			2,295
Advertising	138	59	133
Indirect/Administrative	28,045	9,433	53,020
Total Expenditures	\$ 70,600	\$ 26,742	\$ 140,679
Excess (Deficiency) of Revenue Over Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	-	-	-

Nebraska Federal Highway Planning	So. Dakota Federal Highway Planning	Other Regional Planning Affiliation FTA	Total MPO/RPA
\$ 36,523	\$ 35,905	\$ 49,863	\$ 312,382
9,431	8,049	12,750	78,160
\$ 45,954	\$ 43,954	\$ 62,613	\$ 390,542
\$ 27,068	\$ 26,241	\$ 37,650	\$ 225,734
406	126	545	7,311
5	4	7	80
518	483	805	5,218
			413
			2,295
82	50		462
17,875	17,050	23,606	149,029
\$ 45,954	\$ 43,954	\$ 62,613	\$ 390,542
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

OTHER MEMBER PROJECTS

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Akron</u>	<u>Anthon</u>	<u>Arthur</u>	<u>Aurelia</u>	<u>Battle Creek</u>	<u>Castana</u>
<u>REVENUE</u>						
Federal and State Grants	\$ 394	\$ 1,475		\$ 787		\$ 1,052
Membership Dues	278					
Support Assessments						
Contract Services Income	707	2,331		1,064		
Interest Income						
Miscellaneous Income						
Total Revenues	<u>\$ 1,379</u>	<u>\$ 3,806</u>	<u>-</u>	<u>\$ 1,851</u>	<u>-</u>	<u>\$ 1,052</u>
<u>EXPENDITURES</u>						
Salaries and Benefits	\$ 624	\$ 1,361	\$ 125	\$ 1,109	\$ 204	\$ 1,129
Travel and Training	118	437		331	65	90
Communications						
Supplies						
Dues and Subscriptions						
Purchased Services	40					
Advertising						
Indirect/Administrative	484	1,265	110	836	165	968
Total Expenditures	<u>\$ 1,266</u>	<u>\$ 3,063</u>	<u>\$ 235</u>	<u>\$ 2,276</u>	<u>\$ 434</u>	<u>\$ 2,187</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>\$ 113</u>	<u>\$ 743</u>	<u>\$ (235)</u>	<u>\$ (425)</u>	<u>\$ (434)</u>	<u>\$ (1,135)</u>
TRANSFERS IN (OUT)	<u>(113)</u>	<u>(743)</u>	<u>-</u>	<u>(219)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	\$ (235)	\$ (644)	\$ (434)	\$ (1,135)
Fund Balance - Beginning of Year						
Prior Period Adjustment				\$ (1,988)		
Adjusted Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ (1,988)</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>-</u>	<u>-</u>	<u>\$ (235)</u>	<u>\$ (2,632)</u>	<u>\$ (434)</u>	<u>\$ (1,135)</u>

SCHEDULE 4

<u>Cherokee</u>	<u>Cherokee County</u>	<u>Cleghorn</u>	<u>Community Development Projects</u>	<u>Dakota City</u>	<u>EDA Admin</u>	<u>EDA Disaster Recovery Coordinator</u>	<u>FHA</u>	<u>Galva</u>	<u>Healthy Iowa</u>
			\$ 10,216	\$ 2,703	\$ 61,412 42,588	\$ 55,779			\$ 13,750
						30			
<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 10,216</u>	<u>\$ 2,703</u>	<u>\$ 104,000</u>	<u>\$ 55,809</u>	<u>-</u>	<u>-</u>	<u>\$ 13,750</u>
\$ 154 33	\$ 2,377 33	\$ 262 33	\$ 1,418 3,131 10 2,045 610	\$ 2,674	\$ 64,461 7,531 3 2,128	\$ 28,542 2,094 325		\$ 334 33	\$ 7,880 599
110	1,578	181	704	2,288	29,865	24,848		225	5,335
<u>\$ 297</u>	<u>\$ 3,988</u>	<u>\$ 476</u>	<u>\$ 7,918</u>	<u>\$ 5,612</u>	<u>\$ 104,000</u>	<u>\$ 55,809</u>	<u>-</u>	<u>\$ 592</u>	<u>\$ 13,814</u>
<u>\$ (297)</u>	<u>\$ (3,988)</u>	<u>\$ (476)</u>	<u>\$ 2,298</u>	<u>\$ (2,909)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ (592)</u>	<u>\$ (64)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64</u>
\$ (297)	\$ (3,988)	\$ (476)	\$ 2,298	\$ (2,909)	-	-	-	\$ (592)	-
\$ (1,433)	\$ (2,682)	\$ (1,605)					\$ 4,849	\$ (1,586)	
<u>\$ (1,433)</u>	<u>\$ (2,682)</u>	<u>\$ (1,605)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 4,849</u>	<u>\$ (1,586)</u>	<u>-</u>
<u>\$ (1,730)</u>	<u>\$ (6,670)</u>	<u>\$ (2,081)</u>	<u>\$ 2,298</u>	<u>\$ (2,909)</u>	<u>-</u>	<u>-</u>	<u>\$ 4,849</u>	<u>\$ (2,178)</u>	<u>-</u>

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

OTHER MEMBER PROJECTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Hinton</u>	<u>Holstein</u>	<u>Hornick</u>	<u>Ida County</u>	<u>Ida Grove</u>	<u>IFA Projects</u>
<u>REVENUE</u>						
Federal and State Grants	\$ 125	\$ 26				\$ 13,245
Membership Dues						
Support Assessments						
Contract Services Income	169		\$ 11,749			
Interest Income						
Miscellaneous Income						
Total Revenues	<u>\$ 294</u>	<u>\$ 26</u>	<u>\$ 11,749</u>	<u>-</u>	<u>-</u>	<u>\$ 13,245</u>
<u>EXPENDITURES</u>						
Salaries and Benefits	\$ 345	\$ 334	\$ 6,627	\$ 340	\$ 279	\$ 6,374
Travel and Training	91	88	144	33	33	1,356
Communications						
Supplies						124
Dues and Subscriptions						
Purchased Services						
Advertising						
Indirect/Administrative	264	225	5,401	231	187	5,391
Total Expenditures	<u>\$ 700</u>	<u>\$ 647</u>	<u>\$ 12,172</u>	<u>\$ 604</u>	<u>\$ 499</u>	<u>\$ 13,245</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>\$ (406)</u>	<u>\$ (621)</u>	<u>\$ (423)</u>	<u>\$ (604)</u>	<u>\$ (499)</u>	<u>-</u>
TRANSFERS IN (OUT)	<u>(34)</u>	<u>29</u>	<u>423</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	\$ (440)	\$ (592)	-	\$ (604)	\$ (499)	-
Fund Balance - Beginning of Year						
Prior Period Adjustment	<u>\$ (1,408)</u>	<u>\$ (1,609)</u>		<u>\$ (1,962)</u>	<u>\$ (1,552)</u>	
Adjusted Fund Balance - Beginning of Year	<u>\$ (1,408)</u>	<u>\$ (1,609)</u>	<u>-</u>	<u>\$ (1,962)</u>	<u>\$ (1,552)</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ (1,848)</u>	<u>\$ (2,201)</u>	<u>-</u>	<u>\$ (2,566)</u>	<u>\$ (2,051)</u>	<u>-</u>

SCHEDULE 4
(Cont.)

<u>Jackson</u>	<u>Kingsley</u>	<u>KNNB</u>	<u>Larrabee</u>	<u>Le Mars</u>	<u>Mapleton</u>	<u>Marcus</u>	<u>Meriden</u>	<u>Monona</u>	<u>Onawa</u>
\$ 376		\$ 18,919		\$ 1,046		\$ 517	\$ 1,779		\$ 4,543
		225							
458			\$ 1,859			583	270		4,705
		61							
<u>\$ 834</u>	<u>-</u>	<u>\$ 19,205</u>	<u>\$ 1,859</u>	<u>\$ 1,046</u>	<u>-</u>	<u>\$ 1,100</u>	<u>\$ 2,049</u>	<u>-</u>	<u>\$ 9,248</u>
\$ 384	\$ 108	\$ 15,070	\$ 347	\$ 1,165	\$ 134	\$ 863	\$ 2,209	\$ 219	\$ 4,853
43	33	1,121	33	103	11	364	239	11	1,025
		844							4
		220							24
<u>352</u>	<u>77</u>	<u>1,950</u>	<u>236</u>	<u>748</u>	<u>104</u>	<u>649</u>	<u>1,870</u>	<u>165</u>	<u>3,532</u>
<u>\$ 779</u>	<u>\$ 218</u>	<u>\$ 19,205</u>	<u>\$ 616</u>	<u>\$ 2,016</u>	<u>\$ 249</u>	<u>\$ 1,876</u>	<u>\$ 4,318</u>	<u>\$ 395</u>	<u>\$ 9,438</u>
<u>\$ 55</u>	<u>\$ (218)</u>	<u>-</u>	<u>\$ 1,243</u>	<u>\$ (970)</u>	<u>\$ (249)</u>	<u>\$ (776)</u>	<u>\$ (2,269)</u>	<u>\$ (395)</u>	<u>\$ (190)</u>
<u>(55)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(25)</u>	<u>(28)</u>	<u>-</u>	<u>(1,250)</u>
<u>-</u>	<u>\$ (218)</u>	<u>-</u>	<u>\$ 1,243</u>	<u>\$ (970)</u>	<u>\$ (249)</u>	<u>\$ (801)</u>	<u>\$ (2,297)</u>	<u>\$ (395)</u>	<u>\$ (1,440)</u>
	<u>\$ (1,363)</u>		<u>\$ (1,243)</u>			<u>\$ (1,387)</u>	<u>\$ (1,482)</u>		
<u>-</u>	<u>\$ (1,363)</u>	<u>-</u>	<u>\$ (1,243)</u>	<u>-</u>	<u>-</u>	<u>\$ (1,387)</u>	<u>\$ (1,482)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>\$ (1,581)</u>	<u>-</u>	<u>-</u>	<u>\$ (970)</u>	<u>\$ (249)</u>	<u>\$ (2,188)</u>	<u>\$ (3,779)</u>	<u>\$ (395)</u>	<u>\$ (1,440)</u>

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

OTHER MEMBER PROJECTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Oyens</u>	<u>Quimby</u>	<u>Remsen</u>	<u>Rodney</u>	<u>RBOG</u>	<u>Sergeant Bluff</u>
<u>REVENUE</u>						
Federal and State Grants	\$ 77		\$ 441		\$ 5,019	
Membership Dues						
Support Assessments						
Contract Services Income	88		545			\$ 1,797
Interest Income						
Miscellaneous Income						
Total Revenues	<u>\$ 165</u>	<u>-</u>	<u>\$ 986</u>	<u>-</u>	<u>\$ 5,019</u>	<u>\$ 1,797</u>
<u>EXPENDITURES</u>						
Salaries and Benefits	\$ 72	\$ 340	\$ 420	\$ 121	\$ 4,731	\$ 655
Travel and Training	44	33	96	59	1,790	86
Communications						
Supplies			2			
Dues and Subscriptions						
Purchased Services						
Advertising						
Indirect/Administrative	44	231	396	94	3,905	605
Total Expenditures	<u>\$ 160</u>	<u>\$ 604</u>	<u>\$ 914</u>	<u>\$ 274</u>	<u>\$ 10,426</u>	<u>\$ 1,346</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>\$ 5</u>	<u>\$ (604)</u>	<u>\$ 72</u>	<u>\$ (274)</u>	<u>\$ (5,407)</u>	<u>\$ 451</u>
TRANSFERS IN (OUT)	<u>(5)</u>	<u>-</u>	<u>(72)</u>	<u>-</u>	<u>5,407</u>	<u>(451)</u>
Net Change in Fund Balance	-	\$ (604)	-	\$ (274)	-	-
Fund Balance - Beginning of Year						
Prior Period Adjustment		\$ (1,491)				
Adjusted Fund Balance - Beginning of Year	<u>-</u>	<u>\$ (1,491)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>-</u>	<u>\$ (2,095)</u>	<u>-</u>	<u>\$ (274)</u>	<u>-</u>	<u>-</u>

SCHEDULE 4
(Cont.)

Sergeant Floyd Honor Guard	Sioux City	South Sioux City	Washta	Whiting	Woodbury County	Total
			\$ 193	\$ 390		\$ 183,002
\$ 400					\$ 1	54,129
		\$ 10,416	295	506	35,525	73,067
						61
500						530
<u>\$ 900</u>	<u>-</u>	<u>\$ 10,416</u>	<u>\$ 488</u>	<u>\$ 896</u>	<u>\$ 35,526</u>	<u>\$ 311,414</u>
	\$ 1,587	\$ 7,287	\$ 567	\$ 1,209	\$ 17,252	\$ 186,546
		29	109	170	1,453	23,125
						13
						5,472
						830
						714
						12
	1,122	3,268	424	974	14,558	115,965
-	<u>\$ 2,709</u>	<u>\$ 10,584</u>	<u>\$ 1,100</u>	<u>\$ 2,353</u>	<u>\$ 33,263</u>	<u>\$ 332,677</u>
<u>\$ 900</u>	<u>\$ (2,709)</u>	<u>\$ (168)</u>	<u>\$ (612)</u>	<u>\$ (1,457)</u>	<u>\$ 2,263</u>	<u>\$ (21,263)</u>
-	-	168	(86)	723	-	3,733
\$ 900	\$ (2,709)	-	\$ (698)	\$ (734)	\$ 2,263	\$ (17,530)
\$ 3,535						\$ 8,384
	<u>\$ (2,658)</u>		<u>\$ (1,630)</u>		<u>\$ (2,263)</u>	<u>(29,342)</u>
<u>\$ 3,535</u>	<u>\$ (2,658)</u>	<u>-</u>	<u>\$ (1,630)</u>	<u>-</u>	<u>\$ (2,263)</u>	<u>\$ (20,958)</u>
<u>\$ 4,435</u>	<u>\$ (5,367)</u>	<u>-</u>	<u>\$ (2,328)</u>	<u>\$ (734)</u>	<u>-</u>	<u>\$ (38,488)</u>

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL SCHEDULE 5

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

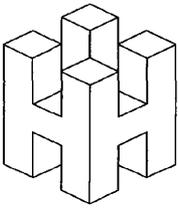
FOR THE YEAR ENDED JUNE 30, 2009

<u>Grantor/Program</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantors' Number</u>	<u>Federal Disbursements/ Expenditures</u>
Direct:			
<u>DEPARTMENT OF COMMERCE</u>			
Economic Development - Support for Planning Organizations	11.302	05-83-04390-01	\$ 52,000
ARRA - Economic Development - Support for Planning Organizations	11.307	05-69-04686	<u>55,779</u>
Total U.S. Department of Commerce			\$ 107,779
<u>DEPARTMENT OF AGRICULTURE</u>			
Rural Development - Rural Business Opportunity Grant	10.773		\$ 19,897
Indirect:			
<u>DEPARTMENT OF TRANSPORTATION</u>			
Iowa Department of Transportation:			
Formula Grants for Non-Urbanized Areas	20.509	18-0028-040-09	\$ 276,028
Formula Grants for Non-Urbanized Areas	20.509	85-X030-040-08	46,322
Formula Grants for Non-Urbanized Areas	20.509	85-X030-040-09	138,451
Training Fellowships	20.509	TF-2009-Variou	4,353
State Planning and Research	20.515	09-MPO-SIMPCO	162,406
State Planning and Research	20.515	09-RPA-04	<u>77,548</u>
Total Iowa Department of Transportation			\$ 705,108
Other State Department of Transportation:			
Highway Planning and Construction - NE	20.205	SPR-PL-1(46)	\$ 36,523
Highway Planning and Construction - SD	20.205	PL 0156(30)	35,905
Section 5311 - SD	20.509	UM 3684(40)	10,074
Section 5311 - SD	20.509	UM 3684(72)	25,982
Training Fellowship - SD	20.509	N/A	<u>812</u>
Total Other State Department of Transportation			\$ <u>109,296</u>
Total U. S. Department of Transportation			\$ 814,404
<u>DEPARTMENT OF PUBLIC DEFENSE</u>			
Iowa Department of Public Defense:			
Interagency Hazardous Materials Public Sector Training and Planning	20.703		\$ 19,148
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Northeast Nebraska Joint Housing Agency:			
Section 8 Housing Choice Vouchers	14.871	NE180VO	\$ <u>340,898</u>
Total Federal Awards			\$ <u>1,302,126</u>

SIouxLAND INTERSTATE METROPOLITAN PLANNING COUNCIL
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1 - BASIS OF PRESENTATION

Basis of Presentation - The Schedule of Expenditures of Federal Awards includes the Federal grant activity of Siouxland Interstate Metropolitan Planning Council. It is presented on the modified accrual basis of accounting. For purposes of this report, the expenditures are also presented in accordance with Circular A-133, Audits of State, Local Governments and Non-Profit Organizations.



**HENJES, CONNER &
WILLIAMS, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

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(800) 274-3931

FAX (712) 233-3431

**INDEPENDENT AUDITORS' 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**

Siouxland Interstate Metropolitan
Planning Council
Sioux City, Iowa

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units and each major fund of SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL, as of and for the year ended June 30, 2009, which collectively comprise the basic financial statements and have issued our report thereon dated December 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 our audit, we considered Siouxland Interstate Metropolitan Planning Council's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Siouxland Interstate Metropolitan Planning Council's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Siouxland Interstate Metropolitan Planning Council's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Siouxland Interstate Metropolitan Planning Council's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Siouxland Interstate Metropolitan Planning Council's financial statements that is more than inconsequential will not be prevented or detected by Siouxland Interstate Metropolitan Planning Council's internal control.

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

Our consideration of 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 internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

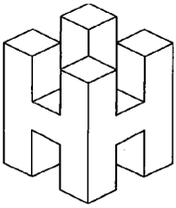
As part of obtaining reasonable assurance about whether Siouxland Interstate Metropolitan Planning Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which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

We noted certain matters that we reported to management of Siouxland Metropolitan Planning Council in a separate letter dated December 23, 2009.

This report is intended solely for the information and use of the executive committee, management, and Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Henjels, Conner, & Williams, PC
Certified Public Accountants

Sioux City, Iowa
December 23, 2009



**HENJES, CONNER &
WILLIAMS, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

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

Members of the Council
Siouxland Interstate Metropolitan
Planning Council
Sioux City, Iowa

Compliance

We have audited the compliance of SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL with the types of compliance requirements described in the 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. Siouxland Interstate Metropolitan Planning Council's major Federal programs are identified in the Summary of Auditors' Results Section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major Federal programs is the responsibility of Siouxland Interstate Metropolitan Planning Council's management. Our responsibility is to express an opinion on Siouxland Interstate Metropolitan Planning Council's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 we 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 Siouxland Interstate Metropolitan Planning Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Siouxland Interstate Metropolitan Planning Council's compliance with those requirements.

In our opinion, Siouxland Interstate Metropolitan Planning Council 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 Siouxland Interstate Metropolitan Planning Council is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to Federal programs. In planning and performing our audit, we considered Siouxland Interstate Metropolitan Planning Council's internal control over compliance with requirements that could have a direct and material effect on a major Federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Siouxland Interstate Metropolitan Planning Council's internal control over compliance.

A control deficiency in an entity'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 noncompliance 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 the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

Our 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 internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the executive committee, management, and Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Henjes, Conner, & Williams, PC
Certified Public Accountants

Sioux City, Iowa
December 23, 2009

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2009

Part I: SUMMARY OF AUDITORS' RESULTS:

Financial Statements

Type of Auditors' Report Issued: Unqualified

Internal Control Over Financial Reporting:

Material weakness(es) identified? Yes No

Significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal Control Over Major Programs:

Material weakness(es) identified? Yes No

Significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Type of Auditors' Report Issued on Compliance for Major Programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
14.871	Section 8 Housing Choice Vouchers
20.509	Formula Grants for Non-Urbanized Areas

Dollar Threshold Used to Distinguish Between Type A and Type B Programs \$ 300,000

Auditee Qualified as Low-Risk Auditee Yes No

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2009

Part II: FINDINGS RELATED TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

None Reported

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2009

Part III: FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None Reported

SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

CORRECTIVE ACTION PLAN FOR FEDERAL AUDIT FINDINGS

YEAR ENDED JUNE 30, 2009

<u>Comment Number</u>	<u>Comment Title</u>	<u>Corrective Action Plan</u>	<u>Contact Person, Title Phone Number</u>	<u>Anticipated Date of Completion</u>
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There were no instances of noncompliance or reportable conditions relating to Federal Awards reported
Thus, no corrective actions need to be taken.

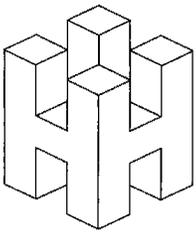
SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL

SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

YEAR ENDED JUNE 30, 2009

<u>Comment Reference</u>	<u>Comment Title</u>	<u>Status</u>	<u>If not Corrected, Provide Planned Corrective Action or Other Explanation</u>
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No instances of noncompliance or reportable conditions relating to Federal awards were reported in the prior year.



**HENJES, CONNER &
WILLIAMS, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

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Council of Governors
Siouxland Interstate Metropolitan Planning Council
Sioux City, Iowa

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, and each major fund of SIOUXLAND INTERSTATE METROPOLITAN PLANNING COUNCIL, for the year ended June 30, 2009. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, Government Auditing Standards and OMB Circular A-133), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 1, 2009. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for selection and use of appropriate accounting policies. The significant accounting policies used by the Organization are described in the notes to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2009. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements include:

- Depreciation of Property and Equipment
- Allocation of Functional Expenses
- Accrued Vacation

These estimates are normal and recurring. These estimates were determined on a basis consistent with those used in the prior year.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedules summarize uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Two adjustments proposed by us and approved by management were material to the financial statements. The adjustments were detected as a result of audit procedures and corrected by management:

- \$37,316 adjustment to reduce deferred revenue for funds set aside for asset replacement.
- \$20,368 adjustment to reduce an interest payable to the City of Sioux City for an estimated payment that did not materialize.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 23, 2009.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

While reviewing cash receipts on Siouxland Regional Transit Service buses we noted there were minimal controls over cash receipts along with minimal rotation of bus drivers. Revenue collected on the routes consists of the cash that is reported by the bus drivers and may be susceptible to misappropriation. We would recommend implementing a stronger control over the cash receipts, or at a minimum rotating the bus drivers and monitoring fluctuations in revenue collected.

While reviewing receivables we noted a number of invoices that were sent to other agencies for work performed months prior to the invoice date. We recommend timely invoicing to reduce the likelihood of missing a billing and to improve the aging of receivables for work performed.

While documenting internal controls, we noted a credit card statement was not being reviewed by a person who did not control the card purchases. We recommend the other Co-executive director review and approve the statement.

While documenting internal controls, we noted bank reconciliations were not approved when completed. Due to the small size of the office, a person not preparing the bank reconciliation should review and approve the work when it is complete to create an additional layer of control over the cash receipt and disbursement controls.

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Council of Governors and management of Siouxland Interstate Metropolitan Planning Council and is not intended to be and should not be used by anyone other than these specified parties.

Honjes, Conner, + Williams, PC
Certified Public Accountants

Sioux City, Iowa
December 23, 2009

Done by:	Date:	Index:
Reviewer:	Date:	

PAJE No.	Account Description	W/P Ref	Account Number	Asset	Liability	Equity	Revenue Expense
1	Vouchers Payable	O-2	01 0000 00 2010 00		-280.66		
1	Purchased Service		01 9990 00 55 10 00				280.66
To Adjust Accounts Payable To Actual @ 06/30/09.							
2	Accounts Receivable (SRTS)	C-1	70 0000 00 1100 00	423.00			
2	Contract Payments		70 7000 00 52 10 00				-423.00
To pass adjustment on correcting 2010 Iowa Medicaid Enterprise credit posted in 2009.							
3	Vouchers Payable	O-1	01 0000 00 2010 00		8,000.00		
3	Rent and Lease		01 9990 00 55 20 00				-8,000.00
To Adjust Accounts Payable To Actual @ 06/30/09.							
PAJE Totals By Classification				<u>423.00</u>	<u>7,719.34</u>	<u>0.00</u>	<u>-8,142.34</u>
Classification Totals Before PAJE				<u>2,810,191.44</u>	<u>-1,189,143.71</u>	<u>-1,460,924.16</u>	<u>-160,123.57</u>