

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL

FINANCIAL STATEMENTS

and

AUDITOR'S REPORTS

September 30, 2009

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The NCT Group CPA's, L.L.P.

Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

Council Members
Central Florida Regional Planning Council
555 East Church Street
Bartow, Florida 33830-3931

We have audited the accompanying financial statements of the governmental activity and of the major fund of Central Florida Regional Planning Council as of and for the year ended September 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the Central Florida Regional Planning Council's management. Our responsibility is to express an opinion 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the major fund of Central Florida Regional Planning Council as of September 30, 2009, the changes in its financial position, the major fund, and the budgetary comparison for the General Fund 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 January 21, 2010 on our consideration of Central Florida Regional Planning Council's internal control over financial reporting and 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

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an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The 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 the 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 an opinion on the basic financial statements taken as a whole. The other supplementary information on pages 23 through 24 is presented for the purposes of additional analysis and is not a required part of the basic financial statements of Central Florida Regional Planning Council. The other supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The NCT Group CPAs, LLP

January 21, 2010

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

Management's Discussion and Analysis is designed to offer reviewers of the Central Florida Regional Planning Council's financial statements a summary of the financial activities for the fiscal year ended September 30, 2009. Reviewers are encouraged to read Management's Discussion and Analysis in conjunction with the Council's financial statements and other supplementary information.

Financial Highlights for the Year Ended September 30, 2009

- Assets of the Council exceeded liabilities at the close of the fiscal year by \$1,538,483. Unrestricted net assets were \$728,059 and may be used to meet the Council's ongoing obligations. Net assets invested in capital were \$810,424 and are comprised of the Council's property and equipment, net of accumulated depreciation.
- The decrease in net assets of \$10,836 is the amount by which total expenses exceeded total revenues.
- The Council invested a total of \$32,401 in a new vehicle, property improvements and technology equipment.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Council's basic financial statements. The Council's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The presentation of government-wide statements reconciled with fund financial statements gives the reviewer two different perspectives of the Council's financial activities.

Government-wide Financial Statements

Government-wide financial statements are designed to provide reviewers with a broad overview of the Council's finances, in a manner similar to a private-sector business and can be found on pages 9 and 10 of this report. The government-wide financial statements provide short and long-term information about the Council's financial status as a whole.

The Statement of Net Assets presents information on all of the Council'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 the Council is improving or deteriorating.

The Statement of Activities presents information showing how the Council's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. funds receivable and accounts payable).

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Council, like state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements such as the Florida Statutes or the Council's budget.

Governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of resources, as well as on balances of available resources at the end of the fiscal year. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The General Fund Balance Sheet includes only short-term assets and liabilities. The General Fund Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual includes capital outlay expenditures.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reviewer may better understand the long-term impact of the government's near-term decisions. The General Fund Balance Sheet and the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual provide reconciliations to the government-wide financial statements. These reconciliations can be found on pages 11 and 13 of this report.

The Council maintains one general fund and adopts an annual budget for this fund. To demonstrate compliance with the adopted budget, the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget to Actual shows the variance between the final budget and actual revenues and expenditures. Changes to the original budget and actual variances from the final budget are discussed in the Budgetary Highlights section below.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 14 through 21 of this report.

Additional Information

Additional information about the Council, which may be of interest to the reviewer, is found under the Management Letter section of this report.

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

Government-Wide Financial Analysis

The following schedules provide a summary of assets, liabilities and net assets and changes in net assets of the Council and the change in the ending balances from the prior year.

	<u>September 30,</u>		<u>Increase (Decrease)</u>
	<u>2009</u>	<u>2008</u>	
Current and other assets	\$1,124,670	\$1,477,653	\$(352,983)
Capital assets	810,424	925,081	(114,657)
Total assets	<u>1,935,094</u>	<u>2,402,734</u>	<u>(467,640)</u>
Current liabilities	396,611	853,415	(456,804)
Total liabilities	<u>396,611</u>	<u>853,415</u>	<u>(456,804)</u>
Net assets invested in capital assets	810,424	925,081	(114,657)
Net assets, unrestricted	<u>728,059</u>	<u>624,238</u>	<u>103,821</u>
Total net assets	<u>\$1,538,483</u>	<u>\$1,549,319</u>	<u>\$(10,836)</u>

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

	<u>For the Year Ended September 30,</u>		<u>Increase (Decrease)</u>
	<u>2009</u>	<u>2008</u>	
Expenses:			
General Government:			
Salaries and fringe benefits	\$ 1,362,093	\$ 1,081,509	\$ 280,584
Consultants	413,773	908,092	(494,319)
Non-sponsored trips	476,209	456,239	19,970
Accounting and payroll services	929	1,893	(964)
Advertising	4,873	8,171	(3,298)
Audit	20,350	18,500	1,850
Auto	13,173	15,604	(2,431)
Building security	391	465	(74)
Dues and fees	19,586	21,794	(2,208)
Equipment expense	24,712	21,258	3,454
File management	4,425	2,481	1,944
Insurance	16,599	17,690	(1,091)
Interest	-	8,920	(8,920)
Janitorial	16,125	7,468	8,657
Legal	24,000	24,000	-
Meeting expense	5,782	5,862	(80)
Miscellaneous	-	110	(110)
Office and technology supplies	29,390	26,371	3,019
Postage and delivery	8,047	5,708	2,339
Printing	8,248	6,452	1,796
Registration fees	3,953	5,647	(1,694)
Repair and maintenance	2,366	4,001	(1,635)
Subscriptions and publications	1,002	1,285	(283)
Telephone	7,509	6,532	977
Travel	20,821	16,260	4,561
Utilities	15,416	10,532	4,884
Depreciation	147,058	123,692	23,366
Total program expenses	<u>2,646,830</u>	<u>2,806,536</u>	<u>(159,706)</u>
Program Revenues:			
Charges for services	1,095,453	1,282,287	(186,834)
Federal operating grants	863,274	718,723	144,551
Federal capital grants	-	179,448	(179,448)
State operating grants	476,518	645,456	(168,938)
State capital grants	-	22,431	(22,431)
Total program revenues	<u>2,435,245</u>	<u>2,848,345</u>	<u>(413,100)</u>
Net program revenues	<u>(211,585)</u>	<u>41,809</u>	<u>(253,394)</u>
General Revenues:			
Member assessments	195,080	190,184	4,896
Interest income	2,234	7,314	(5,080)
Loss on investment in state pool	(1,964)	(2,315)	351
Other income	5,399	990	4,409
Total general revenues	<u>200,749</u>	<u>196,173</u>	<u>4,576</u>
Increase in net assets	<u>(10,836)</u>	<u>237,982</u>	<u>(248,818)</u>
Net assets - beginning of the year	1,549,319	1,311,337	237,982
Net assets - end of the year	<u>\$ 1,538,483</u>	<u>\$ 1,549,319</u>	<u>\$ (10,836)</u>

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

Assets and Liabilities and Net Assets

At September 30, 2009, the Council reported assets in the amount of \$1,935,094. The largest portion of the Council's assets, in the amount of \$810,424, is its investment in capital assets (e.g. building, computer hardware, furniture, operating equipment, vehicles). Additions to capital assets were \$32,401 and the addition to accumulated depreciation was \$147,058. Capital assets are not available for future spending.

Other assets at year end included receivables of \$427,487 and cash of \$405,788. The decrease in current assets is attributable to a decrease in year-end receivables.

The Council reported liabilities totaling \$396,611, comprised of \$269,649 of expenses to be paid and \$126,962 of deferred revenues. The decrease in liabilities is primarily due to a decrease in accounts payable and in deferred grant revenue received in advance for programs continuing into the next fiscal year.

Net assets may serve over time as one useful indicator of a government's financial condition. The Council's total net assets decreased by \$10,836 for the fiscal year ended September 30, 2009. A portion of unrestricted net assets was used to purchase capital assets during the year.

Revenues

Total Revenues decreased approximately 13% from \$3,044,518 in fiscal year 2008 to \$2,635,994 in fiscal year 2009.

Member Assessments and Local/Other Revenue account for approximately 49% of the Council's total revenue. The member assessments are calculated based on BEBR's annual population estimates and charged to member counties at a rate of \$.25 cents per capita. Other sources of local revenue include fees for Development of Regional Impact (DRI) reviews and Planning Advisory Services (PAS) for local governments. In comparison to fiscal year 2008, these Local/Other Revenues decreased by 15%, largely due to a decrease of approximately \$390,000 in DRI review revenue.

Federal Revenue accounts for approximately 33% of the Council's revenue and includes funding for the Transportation Disadvantaged program and Economic Development Administration district planning. Compared to fiscal year 2008, federal revenue remained consistent as an increase in revenue from the Department of Defense for a Joint Land Use Study offset a decrease in funding for capital purchases for the Transportation Disadvantaged program.

State Revenue accounts for approximately 18% of the Council's total revenue, and includes funding from the State of Florida Department of Community Affairs (DCA) and the Florida Commission for the Transportation Disadvantaged. State revenues decreased approximately \$191,000 compared to fiscal year 2008, primarily due to reductions in funding by DCA.

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2009**

Expenses

Total Expenses decreased approximately 6% from \$2,806,536 in fiscal year 2008 to \$2,646,830 in fiscal year 2009. This decrease is primarily attributable to a shift of projects tasks from outside consultants to Council staff, resulting in a net decrease in expenses of \$213,735.

Budgetary Highlights

The Council revised its original budget for fiscal year 2009 to reflect increases in planning advisory service revenue, the deferral of state revenue for Heartland 2060 to the next fiscal year and increases in federal funding for the Transportation Disadvantaged program. In addition, line items within the expense budget were adjusted based upon year to date actual expenses.

Actual variances from the final budget include pass through revenues and expenses for the Transportation Disadvantaged program and DRI reviews.

Capital Asset Activity

The Council's investments in capital assets at September 30, 2009, amounted to \$810,424 (net of accumulated depreciation). This investment in capital assets includes land, building, computer equipment, operating equipment, furniture, and vehicles. During the year the Council invested \$32,401 in capital assets including \$21,000 for a new vehicle, and \$11,401 for computer equipment and other building improvements.

Economic Factors and Next Year's Budgets

The economic outlook continues to present many challenges for the Council and for local, state and federal governments. Developments of Regional Impact activity is expected to decrease. Available state revenue is expected to continue to decrease.

The Council anticipates that as local governments reduce staff size, they may rely more on the Council for Planning Advisory Services. The Council has been successful in obtaining funding through federal grants and will continue to seek federal and state funding consistent with the Council's mission.

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
STATEMENT OF NET ASSETS
September 30, 2009

ASSETS

Cash	\$ 405,788
Investment in state pool	259,281
Accounts receivable	423,020
Other receivables	4,467
Prepaid expenses	13,811
Unbilled costs	18,303
Capital assets not being depreciated	50,000
Capital assets, net of accumulated depreciation of \$1,142,549	760,424
Total assets	1,935,094

LIABILITIES

Accounts payable	186,336
Accrued expenses	50,558
Deferred revenues	126,962
Accrued compensated absences	32,755
Total liabilities	396,611

NET ASSETS

Invested in capital assets	810,424
Unrestricted	728,059
Total net assets	\$ 1,538,483

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

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2009

Expenses:

General Government:

Salaries and fringe benefits	\$	1,362,093
Consultants		413,773
Non-sponsored trips		476,209
Accounting and payroll services		929
Advertising		4,873
Audit		20,350
Auto		13,173
Building security		391
Dues and fees		19,586
Equipment expense		24,712
File management		4,425
Insurance		16,599
Janitorial		16,125
Legal		24,000
Meeting expense		5,782
Office and technology supplies		29,390
Postage and delivery		8,047
Printing		8,248
Registration fees		3,953
Repair and maintenance		2,366
Subscriptions and publications		1,002
Telephone		7,509
Travel		20,821
Utilities		15,416
Depreciation		147,058
Total program expenses		<u>2,646,830</u>

Program Revenues:

Charges for services	1,095,453
Federal operating grants	863,274
State operating grants	476,518
Total program revenues	<u>2,435,245</u>
Net program revenues	<u>(211,585)</u>

General Revenues:

Member assessments	195,080
Interest income	2,234
Loss on investment in state pool	(1,964)
Other income	5,399
Total general revenues	<u>200,749</u>
Decrease in net assets	(10,836)
Net assets - beginning of the year	1,549,319
Net assets - end of the year	<u>\$ 1,538,483</u>

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

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
GENERAL FUND BALANCE SHEET
September 30, 2009**

ASSETS

Cash	\$ 405,788
Investment in state pool	259,281
Accounts receivable	423,020
Other receivables	4,467
Prepaid expenses	13,811
Unbilled costs	18,303
Total assets	<u>1,124,670</u>

LIABILITIES

Accounts payable	186,336
Accrued expenses	50,558
Deferred revenues	126,962
Total liabilities	<u>363,856</u>

FUND BALANCE

Unrestricted, undesignated	
Total fund balance	<u>760,814</u>
	<u>760,814</u>

Amounts reported in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund	810,424
Accrued compensated absences are a long-term liability which are not due and payable in the current period and therefore are not reported in the fund	(32,755)
Net assets of governmental activities	<u>\$ 1,538,483</u>

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

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended September 30, 2009

	Original Budget	Final Budget	Actual	Variance from Final Budget Positive (Negative)
Revenues:				
Member assessments	\$ 195,012	\$ 195,080	\$ 195,080	\$ -
Local and other	956,715	1,094,300	1,103,086	8,786
State grants	593,565	482,900	476,518	(6,382)
Federal grants	755,850	838,500	863,274	24,774
Total revenues	<u>2,501,142</u>	<u>2,610,780</u>	<u>2,637,958</u>	<u>27,178</u>
Expenditures:				
Salaries and fringe benefits	1,317,639	1,358,900	1,329,338	29,562
Consultants	557,000	387,000	413,773	(26,773)
Non-sponsored trips	337,833	475,000	476,209	(1,209)
Accounting and payroll services	1,000	1,000	929	71
Advertising	7,500	5,500	4,873	627
Audit	20,350	20,350	20,350	-
Auto	21,200	13,000	13,173	(173)
Building security	500	500	391	109
Dues and fees	24,000	21,000	19,586	1,414
Equipment expense	16,500	26,000	24,712	1,288
File management	3,000	4,000	4,425	(425)
Insurance	21,000	16,500	16,599	(99)
Janitorial	15,000	17,000	16,125	875
Legal	24,000	24,000	24,000	-
Meeting expense	8,500	6,000	5,782	218
Miscellaneous	1,000	1,000	-	1,000
Office and technology supplies	15,000	30,800	29,390	1,410
Postage and delivery	5,250	8,500	8,047	453
Printing	8,000	8,000	8,248	(248)
Registration fees	6,000	6,000	3,953	2,047
Repair and maintenance	10,000	2,500	2,366	134
Subscriptions and publications	2,000	1,000	1,002	(2)
Telephone	10,720	8,000	7,509	491
Travel	20,000	20,000	20,821	(821)
Utilities	10,000	15,000	15,416	(416)
Loss on investment in state pool	-	3,000	1,964	1,036
Capital Outlay	38,150	55,000	32,401	22,599
Total expenditures	<u>2,501,142</u>	<u>2,534,550</u>	<u>2,501,382</u>	<u>33,168</u>
Excess (deficit) of revenues over (under) expenditures	<u>-</u>	<u>76,230</u>	<u>136,576</u>	<u>60,346</u>
Fund balance - beginning of year	624,238	624,238	624,238	-
Fund balance - end of year	<u>\$ 624,238</u>	<u>\$ 700,468</u>	<u>\$ 760,814</u>	<u>\$ 60,346</u>

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

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
RECONCILIATION OF THE GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2009

Net change in governmental fund balance	\$	136,576
 Amounts reported in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets (\$32,401) is allocated over their useful lives as depreciation expense. The amount of capital outlay expenses exceeded the depreciation expense (\$147,058) in the current period.		(114,657)
Accrued compensated absences expenses are reported on the statement of activities and do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		(32,755)
 Decrease in net assets	 \$	 <u>(10,836)</u>

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

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS
For the Year Ended September 30, 2009**

A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Central Florida Regional Planning Council (the "Council") have been prepared to conform with accounting principles generally accepted in the United States of America, as applicable to government units. The Governmental Accounting Standards Board is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the significant accounting policies.

Reporting Entity

The Council is an association of local governments in DeSoto, Hardee, Highlands, Okeechobee and Polk counties. Its purpose is to advise and represent local governments in matters of comprehensive planning, to administer programs funded by state and federal grant programs, and to define, promote and preserve regional resources. The Council was created by the authority of 120.53(1) 160 Florida Statutes in 1973, currently reorganized under Chapter 186, Florida Statutes. The Council operates under Administrative Rules 27E-4, 29G-1 and 29G-2 Florida Administrative Code. The governing body consists of twelve elected officials and six governor appointees.

This report includes the financial statements of all funds and account groups required to account for those financial activities that are related to the Council and are controlled by or dependent upon the Council Members. Control or dependence upon the Council is determined on the basis of the governing authority, budget adoption, funding and state statutes. Based upon the principles set forth in accounting principles generally accepted in the United States of America, the Council is an oversight unit with no component units.

Government-wide and Fund Financial Statements

The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. The Statement of Net Assets reports all financial and capital resources. 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 that are clearly identifiable with a specific function. Program revenues are charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Governmental Fund Type

Governmental fund types are those funds through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance." The

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

measurement focus is upon determination of changes in financial position, rather than upon net income determination. The Council's major governmental fund, the General Fund, is the general operating fund of the Council.

Measurement Focus and Basis of Accounting

The government-wide financial statements, the Statement of Net Assets and the Statement of Activities, 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Council considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

In applying the accrual concept to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Council; therefore, revenues are recognized based upon the expenditures recorded and the availability criteria. In the other, monies are virtually unrestricted as to purpose of expenditure, and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt, or earlier if the susceptible to accrual criteria are met.

Miscellaneous revenues are recorded as revenue when received.

Cash

The Council's cash deposits at September 30, 2009 were entirely insured under federal depository insurance or guaranteed by qualified public depositories in Florida pursuant to Chapter 280.07 Florida Statutes.

Investment in State Pool

In addition to cash held by a local bank, the Council invests excess cash in an external investment pool, the Local Government Surplus Funds Trust Fund (the "State Pool"). The State Pool is administered by the Florida State Board of Administration (the "SBA"),

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

who provides regulatory oversight. During the year ended September 30, 2008, the SBA reported that the State Pool was exposed to potential risks due to indirect exposure in the sub-prime mortgage financial market. Consequently, the SBA placed some restrictions on how participants could access their surplus funds and ultimately restructured the State Pool into two separate pools, “LGIP” and “Fund B”.

The Council’s investment in the State Pool exposes it to credit risk and, for Fund B, interest rate risk. The Council does not have a formal investment policy relating to these risks. Credit risk is the risk that in the event of a failure of the counterparty to a transaction, the Council will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

The LGIP has adopted operating procedures consistent with the requirements for a SEC 2a7-like fund (as defined in GASB 31), therefore the account balance should be considered the fair value of the investment. The LGIP is rated by Standard and Poors. The current rating is AAAM. The weighted average days to maturity (WAM) of the LGIP at September 30, 2009 was 33 days. A portfolio’s WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the LGIP to interest rate changes.

Fund B is accounted for as a fluctuating Net Asset Value (NAV) pool and is reported at fair value, determined by the fair value per share of the pool’s underlying portfolio. The Fair Value Factor for September 30, 2009 was .54915069. Fund B is not rated by any nationally recognized statistical rating agency. The weighted average life (WAL) of Fund B at September 30, 2009 was 6.69 years. A portfolio’s WAL is the dollar weighted average length of time until securities held reach maturity. WAL is based on legal final maturity dates for Fund B as of September 30, 2009.

Capital Assets

Capital Assets, which include property, plant and equipment, are reported only in the government-wide financial statements. Capital assets are those acquired for general government purposes with an initial, individual cost equal to or more than \$750 and an estimated useful life of more than one year. Such assets are recorded at historical cost if purchased or constructed. Donated assets are recorded at their estimated fair value at the date of the donation. The estimated fair value is based on the most recent appraisal documentation available. Maintenance, repairs and minor renovations are not capitalized.

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

<u>Assets</u>	<u>Years</u>
Building & Improvements	20 - 39
Furniture, Equipment & Vehicles	5 - 7

Unbilled Costs

Unbilled costs are expenditures for which the Council will be reimbursed.

Accrued Expenses

Accrued expenses include liabilities for accrued payroll and other accrued expenses.

Deferred Revenues

Deferred revenues are payments received before the related costs are incurred.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets invested in capital assets, net of related debt excludes unspent debt proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through resolution adopted by the Council or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriation. During the current year, there were no restricted net assets.

Indirect Cost Allocation

Indirect costs are those costs incurred for a common or joint purpose benefiting more than one program and cannot be readily identified with a particular program. The Council's policy for determining which costs are direct and which are indirect follows the definition in OMB Circular No. A-87. Indirect costs include equipment rental and maintenance, legal expense, insurance, office supplies and depreciation. Using direct salaries as the cost base, indirect costs are allocated to programs on a prorated basis.

Use of 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Budgetary Data

As allowed by GASB Statement No. 41, Budgetary Comparison Schedules – Perspective Differences, the Council presents budgetary comparisons in the General Fund Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.

B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of Differences Between the Government-Wide Statement of Net Assets and the General Fund Balance Sheet

Total net assets of the governmental-wide activities of \$1,538,483 reported on the Statement of Net Assets differ from the total fund balance of \$760,814 reported on the General Fund Balance Sheet. This difference results from the long-term economic focus of the Statement of Net Assets versus the current financial resources focus of the General Fund Balance Sheet.

Capital Related Items

When capital assets (property, plant, equipment) to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in the General Fund Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual. The government-wide Statement of Net Assets includes those capital assets as an asset and as net assets invested in capital assets.

Cost of capital assets	\$ 1,952,973
Accumulated depreciation	<u>(1,142,549)</u>
Net capital assets	<u>\$ 810,424</u>

Accrued Compensated Absences

Long-term liabilities applicable to the Council's activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Assets.

Accrued compensated absences	<u>\$ 32,755</u>
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Explanation of Differences Between the Government-wide Statement of Activities and the General Fund Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

The decrease in net assets for governmental activities of \$10,836 reported in the Statement of Activities differs from the excess of revenues over expenditures of \$136,576 reported in the General Fund Statement of Revenues, Expenditures and Changes in Fund Balance – Budget

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
 NOTES TO FINANCIAL STATEMENTS – (Continued)
 For the Year Ended September 30, 2009**

B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – (Continued)

and Actual. The difference results from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Capital Related Items

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of financial resources expended, whereas net assets decrease by the amount of depreciation expense charged for the year.

Capital outlay		\$ 32,401
Depreciation expense		<u>(147,058)</u>
Difference		<u>\$ (114,657)</u>

Accrued Compensated Absences

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Net change in Accrued Compensated Absences		<u>\$ (32,755)</u>
--	--	--------------------

C- INVESTMENT IN STATE POOL

The fair value of funds held in the State Board of Administration’s Local Government Surplus Funds Trust Fund Investment Pool (LGIP) and the Fund B Surplus Funds Trust Fund (Fund B) at September 30, 2009 is as follows:

LGIP Fund		\$ 254,069
Fund B		<u>5,212</u>
Total		<u>\$ 259,281</u>

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

D - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended September 30, 2009:

	<u>Balance</u> <u>9/30/08</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>9/30/09</u>
Capital assets, not being depreciated:				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Capital assets, being depreciated				
Building	518,654	6,678	-	525,332
Computer hardware	122,534	4,723	-	127,257
Operating equipment	11,952	-	-	11,952
Furniture	43,786	-	-	43,786
Vehicles	<u>1,197,063</u>	<u>21,000</u>	<u>(23,417)</u>	<u>1,194,646</u>
Total capital assets being depreciated	<u>1,893,989</u>	<u>32,401</u>	<u>(23,417)</u>	<u>1,902,973</u>
Less accumulated depreciation for:				
Building	100,846	20,772	-	121,618
Computer hardware	51,483	21,187	-	72,670
Operating equipment	10,869	396	-	11,265
Furniture	28,133	2,546	-	30,679
Vehicles	<u>827,577</u>	<u>102,157</u>	<u>(23,417)</u>	<u>906,317</u>
Total accumulated depreciation	<u>1,018,908</u>	<u>147,058</u>	<u>(23,417)</u>	<u>1,142,549</u>
Total capital assets, being depreciated, net	<u>875,081</u>	<u>(114,657)</u>	<u>-</u>	<u>760,424</u>
Governmental activities capital assets, net	<u>\$ 925,081</u>	<u>\$ (114,657)</u>	<u>\$ -</u>	<u>\$ 810,424</u>

E – DEFERRED REVENUE

Deferred revenue at September 30, 2009 consisted of the following:

Deferred DRI revenue	\$ 76,962
Deferred grant revenue	<u>50,000</u>
	<u>\$ 126,962</u>

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO FINANCIAL STATEMENTS – (Continued)
For the Year Ended September 30, 2009

G- OPERATING LEASES

The Council has entered into operating lease agreements for office equipment. Total expense for all operating lease agreements for the year ended September 30, 2009 was \$24,712. Minimum noncancellable lease commitments are as follows:

2010	\$ 15,242
2011	13,746
2012	<u>2,689</u>
	<u>\$ 31,677</u>

H – RETIREMENT PLAN

The Council has a 457(b) retirement plan for the benefit of its employees. Employees may elect to defer compensation to the plan up to annual limits established by law. The Council matches employee deferrals based upon length of employment and individual employee deferral. The Council's contributions to the 457(b) retirement plan for the year ended September 30, 2009 were \$68,505.

OTHER SUPPLEMENTARY INFORMATION

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
 SCHEDULE OF REVENUES AND EXPENDITURES - BY PROGRAM
 For the Year Ended September 30, 2009

	Total	Planning Advisory Services	Developments of Regional Impact	Transportation Disadvantaged	Analysis & Emergency Management	DCA	Heartland 2060	EDA	Evacuation Study	JLUS	Brownfields	EPA	Non Program	Eliminations	Indirect Costs
Revenue:															
Member Assessments	\$ 195,080	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 195,080	\$ -	\$ -
Local/Other Revenue	1,103,086	651,046	336,266	38,000	65,140	5,000	22,929	-	-	-	-	-	7,634	(22,929)	-
State Revenue	476,518	90,000	-	58,797	39,406	148,335	50,000	-	-	89,980	-	-	-	-	-
Federal Revenue	863,274	-	-	562,172	56,781	-	53,500	60,780	7,934	122,107	-	-	-	-	-
Total Revenue	2,637,958	741,046	336,266	658,969	161,327	148,335	55,000	76,429	60,780	212,087	7,934	202,714	(22,929)		
Expenditures:															
Salaries	981,807	416,870	29,166	76,179	56,914	75,276	30,242	53,960	35,653	61,070	13,556	38,168	-	-	94,753
Fringe benefits	380,286	161,454	11,296	29,504	22,043	29,155	11,713	20,899	13,809	23,672	5,250	14,761	-	-	36,730
Consultants	413,773	4,234	236,403	-	42,927	6,684	750	-	-	122,775	-	-	-	-	-
Non-sponsored trips	476,209	-	-	476,209	-	-	-	-	-	-	-	-	-	-	-
Accounting and payroll service	929	-	-	-	-	-	-	-	-	-	-	-	22	-	907
Advertising	4,873	339	30	476	2,898	484	26	26	-	118	40	235	-	-	227
Audit	20,350	-	-	-	-	-	-	-	-	-	-	-	-	-	20,350
Auto expense	13,173	-	-	-	-	-	-	-	-	-	-	-	-	-	13,173
Building security	391	-	-	-	-	-	-	-	-	-	-	-	-	-	391
Dues and fees	19,586	-	-	-	75	-	-	-	-	-	-	15,430	-	-	4,081
Equipment expense	24,712	5,743	2,044	4,071	889	2,858	699	600	451	666	159	2,114	-	-	4,418
File management	4,425	-	-	-	-	-	-	-	-	-	-	255	-	-	4,170
Insurance	16,599	-	-	-	-	-	-	-	-	-	-	-	-	-	16,599
Janitorial	16,125	-	-	-	-	-	-	-	-	-	-	-	-	-	16,125
Legal	24,000	-	-	-	-	-	-	-	-	-	-	-	-	-	24,000
Meeting expense	5,782	1,466	281	-	80	55	1,311	-	-	813	-	1,212	-	-	564
Office and technology supplies	29,390	1,013	-	270	99	-	-	-	48	368	-	141	-	-	27,451
Postage and delivery	8,047	3,921	756	938	96	409	37	37	37	149	93	1,061	-	-	550
Printing	8,248	3,849	1,406	-	-	-	-	-	-	89	-	-	-	-	2,904
Registration fees	3,953	555	-	230	-	670	-	505	175	62	-	495	-	-	1,261
Repair and maintenance	2,366	-	-	-	-	-	-	-	-	-	-	-	-	-	2,366
Subscription and publications	1,002	181	-	-	-	-	-	-	-	-	-	-	-	-	821
Telephone	7,509	-	-	-	-	-	-	-	-	-	-	-	-	-	7,509
Travel	20,821	1,597	-	437	5,124	4,232	425	1,231	1,620	288	1,329	4,464	-	-	74
Utilities	15,416	-	-	-	-	-	-	-	-	-	-	-	-	-	15,416
Depreciation expense	147,058	-	-	102,157	-	-	-	-	-	-	-	-	-	-	44,901
Unrealized loss on investment	1,964	-	-	-	-	-	-	-	-	-	-	-	-	-	1,964
Local match expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indirect costs	-	160,498	11,234	29,344	21,924	28,996	11,649	20,785	13,734	23,617	5,222	14,702	22,929	(341,705)	-
Total Expenditures	2,648,794	761,720	292,616	719,815	153,069	148,335	57,273	98,043	65,527	233,687	25,649	115,989	(22,929)		
Revenue Over(Under) Expenditures	\$ (10,836)	\$ (20,674)	\$ 43,650	\$ (60,846)	\$ 8,258	\$ -	\$ (2,273)	\$ (21,614)	\$ (4,747)	\$ (21,600)	\$ (17,715)	\$ 86,725	\$ -	\$ -	\$ -

CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
SCHEDULE OF INDIRECT COSTS
For the Year Ended September 30, 2009

Indirect Costs		
Salaries Expense		94,753
Employee Fringe Benefits		36,730
Advertising		227
Audit Expense		20,350
Auto Expense		13,173
Building Security		391
Dues & Fees		4,081
Equipment Expense		4,418
File Management		4,170
Insurance		16,599
Janitorial/Maintenance		16,125
Legal Fees		24,000
Meeting Expense		564
Office and Technology Supplies		27,451
Payroll Services		907
Postage & Delivery		550
Printing		2,904
Registration Fees		1,261
Repair & Maintenance		2,366
Subscriptions & Publications		821
Telephone		7,509
Travel		74
Utilities		15,416
Unrealized Loss on Investment		1,964
Depreciation Expense		44,901
Total Indirect Costs		<u><u>341,705</u></u>

Basis of allocation of indirect costs:

Fringe Benefit allocation Rate			
Total Fringe Benefits	380,286	=	38.73%
Total Salaries	<u>981,807</u>		
Indirect Cost Allocation Rate			
Total Indirect Costs	341,705	=	38.52%
Direct Salaries	<u>887,054</u>		

COMPLIANCE SECTION

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2009**

	CFDA/ CSFA Number	Expenditures		
		Federal	State	Total
FEDERAL AWARDS				
United States Department of Transportation Hazardous Materials Emergency Preparedness Passed Through Florida Division of Emergency Management Contract #09-DT-04-13-00-21-298	20.703	\$ 48,781	\$ -	\$ 48,781
Federal Transit Administration Multi-Year Joint Participation Agreement Urban Mass Transportation Act, Section 5311 Contract #AOV78; FM 410124-1-84-27	20.509	562,171	-	562,171
United States Department of Commerce Economic Development Administration Comprehensive Economic Development Strategies Contract #04-83-06120	11.302	53,500	-	53,500
United States Department of Homeland Security Statewide Regional Evacuation Study Program HS Funds passed thru Northeast Florida RPC 07-HS-32-00-21-355 Subcontract with Northeast Florida Regional Planning Council	97.039	60,780	-	60,780
United States Department of Homeland Security Emergency Management Exercise HS Funds passed thru State of Florida DEM 08-DS-60-07-63-01-238 Subcontract with Polk County, Florida	97.067	8,000	-	8,000
United States Department of Defense Office of Economic Adjustment Joint Land Use Study - Avon Park AFR Contract #EN0719-08-01	12.61	122,107	-	122,107
FEDERAL AWARDS RECEIVED UNDER THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (ARRA)				
United States Environmental Protection Agency ARRA - Brownfields Assessment and Cleanup Cooperative Agreement Contract #2B-95427809-0	66.818	7,934	-	7,934
Total Federal Financial Awards		\$ 863,273	\$ -	\$ 863,273

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2009**

	CFDA/ CSFA Number	Expenditures		
		Federal	State	Total
STATE FINANCIAL ASSISTANCE				
Florida Department of Community Affairs				
Regional Planning Council Funding				
Contract #09-DR-AZ-13-00-21-007	52.006	-	100,703	100,703
Contract #10-DR-BS-13-00-21-007	52.006	-	47,632	47,632
Hazardous Materials Hazards Analysis Update				
Division of Emergency Management				
Florida Hazardous Materials Planning and Prevention Program				
Contract #09CP-04-13-00-21-031	52.023	-	2,587	2,587
Local Emergency Planning Committee Staffing				
Division of Emergency Management				
Florida Hazardous Materials Planning and Prevention Program				
Contract #09CP-04-13-00-21-034	52.023	-	24,389	24,389
Contract #10CP-04-13-00-21-009	52.023	-	12,430	12,430
Technical Assistance Planning				
Rural and Small Town Evaluation and Appraisal Reports (EARs)				
Contract #08-DR-93-13-00-21-001	52.028	-	90,000	90,000
Implementation of SB360				
Visioning for Florida's Heartland				
Contract #08-DR-90-13-00-21-003	52.033	-	50,000	50,000
Enterprise Florida, Inc.				
Defense Infrastructure Grant				
Avon Park Joint Land Use Study				
Contract #DIG-07-07	31.004	-	89,980	89,980
Florida Commission for the Transportation Disadvantaged				
Transportation Disadvantaged Planning Program				
Hardee, Highlands and Okechobee Counties				
Contract #AOR80	55.002	-	43,869	43,869
Contract #AP635	55.002	-	14,928	14,928
Total State Financial Assistance		\$ -	\$ 476,518	\$ 476,518
Total Federal Financial Awards and State Financial Assistance		\$ 863,273	\$ 476,518	\$ 1,339,791

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
NOTES TO SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2009**

NOTE 1 – GENERAL

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance presents the activity of all federal and state financial award programs of the Central Florida Regional Planning Council. The Council reporting entity is defined in Note A to the Council's basic financial statements for the year ended September 30, 2009. All federal financial awards and state financial assistance received directly from federal and state agencies, as well as federal financial awards and state financial assistance passed through other government agencies, are included in the schedule.

NOTE 2 – BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented using the accrual basis of accounting which is described in Note A to the Council's financial statements for the year ended September 30, 2009.

NOTE 3 – CONTINGENCIES

Grant monies received and disbursed by the Council are for specific purposes and are subject to review by the grantor agencies. Such audits may result in request for reimbursement due to disallowed expenditures. Based upon prior experience, the Council does not believe that such disallowances, if any, would have a material effect on the financial position of the Council. As of January 21, 2010, there were no material questioned or disallowed costs as a result of grant audits in process or completed.

**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE FINANCIAL ASSISTANCE
September 30, 2009**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Significant deficiencies identified?	No
Significant deficiencies considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards Program

Internal control over financial reporting:	
Significant deficiencies identified?	No
Significant deficiencies considered to be material weaknesses?	No
Type of auditor's report on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))?	No
Identification of major programs:	

Federal Program

Urban Mass Transportation, Section 5311

CFDA No.
20.509

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
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Auditee qualified as low-risk auditee?	Yes
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**CENTRAL FLORIDA REGIONAL PLANNING COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Concluded)
FEDERAL PROGRAMS AND STATE FINANCIAL ASSISTANCE
September 30, 2009**

II. FINANCIAL STATEMENT FINDINGS

This section identifies significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

No significant deficiencies, material weaknesses or instances of noncompliance related to the basic financial statements were noted.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

This section identifies significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major programs as required to be reported by circular A-133 Section .510.

No significant deficiencies, material weaknesses or instances of noncompliance, including questioned costs, related to the major programs were noted during the current or prior year.



**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***

Council Members
Central Florida Regional Planning Council
555 East Church Street
Bartow, Florida 33830-3931

We have audited the financial statements of Central Florida Regional Planning Council (the Council) as of and for the year ended September 30, 2009, and have issued our report thereon dated January 21, 2010. 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 the Council's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the 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 the entity'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 the entity's financial statements 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 a material misstatement of the financial statements will not be prevented or detected by the entity's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in internal control over financial reporting 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 the 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*.

This report is intended for the information of the audit committee, the Council, management and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than those specified parties.

The NCT Group CPAs, LLP

January 21, 2010



**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**

Council Members
Central Florida Regional Planning Council
555 East Church Street
Bartow, Florida 33830-3931

Compliance

We have audited the compliance of Central Florida Regional Planning Council (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 each of its major federal programs for the year ended September 30, 2009. The Council's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Council's management. Our responsibility is to express an opinion on the Council's compliance based on our audit.

We conducted our audit 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, 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 the 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 legal determination of the Council's compliance with those requirements.

In our opinion, the Council complied, in all material respects, with the requirements referred to above that are applicable to each of its federal programs for the year ended September 30, 2009.

Internal Control Over Compliance

Management of the 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 the 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 the Council's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of 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 over compliance.

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 any entity's internal control over compliance.

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 audit committee, the Council, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

The NCT Group CPAs LLP

January 21, 2010



MANAGEMENT LETTER

Council Members
Central Florida Regional Planning Council
555 East Church Street
Bartow, Florida 33830-3931

We have audited the basic financial statements of the Central Florida Regional Planning Council (Council), whose headquarters is located in Bartow, Florida, as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated January 21, 2010.

We conducted our audit 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*. We have issued our Independent Auditor's Report on Compliance and Internal Control over Financial Reporting, Independent Auditor's Report on Compliance and Internal Control over Compliance Applicable to each Major Program, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated January 21, 2010, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and, unless otherwise required to be reported in the report on compliance and internal controls or schedule of findings and questioned costs, this letter is required to include the following information.

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings and recommendations made in the preceding annual financial audit report.

Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Council complied with Section 218.415, Florida Statutes.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such current year recommendations.

Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that have an inconsequential effect on financial statements, considering both quantitative and qualitative factors: (1) violations of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. In connection with our audit, we did not have any such findings.

STATUS OF PRIOR YEAR COMMENTS

There were no prior year comments.

CURRENT YEAR COMMENTS

There are no current year comments.

Section 10.554(1)(i)6., Rules of the Auditor General, also require that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. See footnote A in the Notes to Financial Statements for a description of the reporting entity.

Section 10.554(1)(i)7.a., Rules of the Auditor General, requires a statement be included as to whether or not the local governmental entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that Central Florida Regional Planning Council did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Section 10.554(1)(i)7.b., Rules of the Auditor General, requires that we determine whether the annual financial report for Central Florida Regional Planning Council for the fiscal year ended September 30, 2009, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2009. In connection with our audit, we determined that these two reports were in agreement.

Pursuant to Sections 10.554(1)(i)7.c. and 10.556.(7), Rules of the Auditor General, we applied financial condition assessment procedures. It is managements' responsibility to monitor Central Florida Regional Planning Council's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of the Council and management, and the State of Florida Office of the Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

The NCT Group CPAs, LLP

January 21, 2010