

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**

---

**GENERAL PURPOSE FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REPORT THEREON  
(With Supplemental Information),  
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
AND ON INTERNAL CONTROL BASED ON AN AUDIT  
PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS, OMB CIRCULAR A-133  
AND RULES OF THE STATE OF FLORIDA,  
AUDITOR GENERAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2005**

**WATSON RICE LLP  
Certified Public Accountants  
And  
Consultants**

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**FINANCIAL STATEMENTS**  
**September 30, 2005**

**Table of Contents**

	<b><u>Page Number</u></b>
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-7
Basic Financial Statements:	
Balance Sheet/Statement of Net Assets	8
Statement of Revenues, Expenditures and Changes in Fund Balances/Statement of Activities	9
Notes to Financial Statements	10-19
Required Supplementary Information – Budgetary Comparison Schedule	20
Supplemental Schedules of Revenues, Expenditures and Changes in Changes in Fund Balance by Project	21-34
Independent Auditors' Report on Compliance and on Internal Control Based on an Audit Performed in Accordance With <i>Government Auditing Standards</i>	35-36
Independent Auditors' Report on Compliance and Internal Control Over Compliance Applicable to Each Major Federal Program and Major State Project	37-38
Schedule of Expenditures of Federal Awards and State Projects	39-40
Schedule of Findings and Questioned Costs	41-43
Independent Auditors' Management Letter As Required by the Rules of the State of Florida, Auditor General	44-46



**Watson Rice LLP**

Certified Public Accountants and Consultants

## INDEPENDENT AUDITORS' REPORT

To the Council Members of  
South Florida Regional Planning Council

We have audited the accompanying financial statements of the governmental activities and each major fund of the South Florida Regional Planning Council (the "Council") as of and for the year ended September 30, 2005. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these general purpose 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 general purpose financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose 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 respective financial position of the governmental activities and each major fund of the Council as of September 30, 2005, 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 January 23, 2006 on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements. 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 should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 7 and 20, respectively, are not a required part of the basic financial statements of the Council but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards and State Projects is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, Rules of the Auditor General, and is not a required part of the basic financial statements of the Council. Also, the Supplemental Schedules of Revenues, Expenditures and Changes in Fund Balance by Project are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in our 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.

Ft. Lauderdale, Florida  
January 23, 2006

*Watson Rice LLP*

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Council's financial statement presents management's analysis of the Council's financial performance during the fiscal year ended on September 30, 2005. It is presented to enhance the usefulness of the Council's basic financial statements. Please read this narrative in conjunction with the financial statements, which follow this section.

### Financial Highlights

- The assets of the Council as reported in the government-wide financial statements exceeded their liabilities as of September 30, 2005 by \$9,669,765 (net assets). This amount represents a decrease of \$144,926 or 1.47% over the prior year. Of the total net assets, \$927,125 (unrestricted net assets) maybe used to meet the ongoing obligations of the Council.
- As of September 30, 2005, the Council's governmental funds financial statements, reported combined ending fund balances of \$9,487,909, a decrease of \$82,358 or less than 1% over the prior year.
- A total of \$397,260 in provision for loan loss was recorded for the year ended September 30, 2005. Had it not been for the provision for loan losses, change in net assets for the year would have been an increase of \$253 thousand and net assets as of September 30, 2005 would have been \$10.066 million.

### Overview of the Financial Statements

The Council's basic financial statements consist of: 1) *government-wide statements*, 2) *fund financial statements*, and 3) *notes to the financial statements*. Other supplementary information is also included in the report.

### Required Basic Financial Statements

The Council utilizes a governmental fund for its financial reporting purposes. As the Council only presents financial information using a governmental fund, the Council has elected to present its government-wide statements and fund statements in one set of statements with an adjusting column reconciling the two different sets of statements.

The *government-wide financial* statements include the Statement of Net Assets and the Statement of Activities, which provide information about the activities of the Council as a whole and present a longer-term view of the Council's finances.

These two statements report the net assets of the Council and changes in them. You can think of the Council's net assets—the difference between assets and liabilities—as one way to measure financial health or financial position. 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. However, to assess the overall financial position of the Council, you will need to consider other non-financial factors, such as the condition of the Council's capital assets, the addition or termination of grants and other revenue sources, and the expansion or contraction of programs and services.

The Council reports this information using the accounting methods similar to those used by private sector companies. These statements offer short-term and long-term financial information about its

activities. The statement of net assets includes all of the Council's assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to Council creditors (liabilities).

All of the current year's revenues and expenses are accounted for in the statement of activities. This statement presents information showing how the Council's net assets changed during each 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 expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (for example, uncollected contract and grant revenues, and earned, but unused vacation leave).

Both the *statement of net assets* and the *statement of activities* of the government-wide financial statements distinguish functions of the Council that are principally supported by federal, state and local grants and membership assessments. The Council's activities include administration function and long-range regional planning goals, and various revolving loan program services function. The long-range regional planning goals function is comprised of a wide array of services including strategic plan development and comprehensive plan review, development of regional impact review and providing technical assistance and expertise in a number of fields including transportation, economic development, geographic information services, affordable housing, emergency preparedness, land use, and natural resources planning. All activities of the Council are considered to be governmental activities.

#### *Fund Financial Statements*

Fund financial statements tell how the Council's services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Council's operations in more detail than the government-wide statements by providing information at the individual fund level. The Council utilizes two funds to account for its activities, the general and revolving loan funds. The general fund is used to account for all financial resources except those required to be accounted for in another fund. Special Revenue Fund is used to account for revenues derived from specific sources, which are usually required by law or regulation to be accounted for in separate funds. As of September 30, 2005, the Revolving Loan Fund (RLF, RLF II, Rescue and EPA) are included in this fund type. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The fund statements provide a detailed short-term view of the Council's operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources that can be spent in the near future to finance the Council's operations. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and Statement of Activities) and governmental funds in a reconciliation as discussed above.

#### **Notes to the Financial Statements**

The notes to the financial statements provide additional information that is essential for a full understanding of the information provided in the government-wide and fund financial statements.

## Financial Analysis

### *Government- Wide Analysis*

The Government-wide statements report the Council net assets and how they have changed. Table A-1 presents net assets to help identify differences between the Council's assets and liabilities, a way to measure the Council's financial health, or position. Our analysis of the Financial Statements of the Council begins below. This is the second year that the Council is presenting government-wide statements; therefore comparison to the prior year is being shown below.

A summary of the Council's statement of net assets is presented in Table A-1.

**Table A-1**

**Condensed Statement of Net Assets ( in thousands of dollars)**

	<b><u>2005</u></b>	<b><u>2004</u></b>
Current assets, other loans receivable	\$ 6,266	\$10,958
Loans receivable, net	3,918	5,632
Capital assets, net of depreciation	320	362
Non-current assets	46	72
Total assets	<u>10,550</u>	<u>11,392</u>
Current liabilities	138	1,459
Noncurrent liabilities	743	118
Total liabilities	<u>881</u>	<u>1,577</u>
Nets assets:		
Invested in capital assets	320	362
Restricted	8,423	8,644
Unrestricted	926	809
Total net assets	<u>\$ 9,669</u>	<u>\$ 9,815</u>

As noted earlier, net assets may serve over time as a useful indicator of the Council's financial position. As of September 30, 2005, the Council's total assets exceeded its total liabilities by \$9.669 million, a decrease of \$ 0.146 million from the prior year. Restricted net assets decreased by \$0.221 million or 2.5% when compared to 2004 figure of \$8.644 million. The outstanding balance of loans receivable, net of allowance for doubtful accounts, amounted to \$3.9 million, which includes about \$0.7 million loan extended by the Council to a limited partnership under the Department of Environmental Protection Agency revolving loan fund program in 2004. An additional \$0.08 million extended to the limited partnership in 2005 is also included as well.

Unrestricted net assets at September 30, 2005 amounted to \$0.9 million. The Council used about \$852 thousand in 2005 as "matching funds" from its unrestricted net assets to cover expenditures incurred in development and review of programs it administered. Among these programs is the Florida Department of Community Affairs (DCA) program. The Council's 2005 revenues were sufficient to cover the expenses for various programs where the Council was putting up its funds.

Table A-2 illustrates the revenues and expenses that caused the change in the Council's total net assets.

**Table A-2**

**Condensed Statement of Activities (in thousands of dollars)**

	2005	2004
Revenues:		
Membership assessments	\$ 746	\$ 734
Federal, State and local grants	2,562	7,285
D.R.I. Fees	125	155
Interest	359	8
Other income	160	97
Total revenues	<u>3,952</u>	<u>8,279</u>
Expenses:		
Current:		
Comprehensive planning:		
Personnel services	1,960	1,914
Operating expenses	2,071	2,206
Depreciation and amortization	65	60
Total expenses	<u>4,096</u>	<u>4,180</u>
Other financing sources (uses):		
Operating transfer in	84	674
Operating transfers out	(84)	(674)
Change in net assets	<u>(144)</u>	<u>4,099</u>
Net assets, beginning of year	9,815	5,716
Net assets, end of year	<u>\$ 9,669</u>	<u>\$ 9,815</u>

The Council's total revenue for the fiscal year ended September 30, 2005 decrease by \$4.327 million or 52% mainly due to loans receivable and available funds transferred from a nonprofit corporation to the Council in 2004. Also, this was due to various programs that spent more money in 2004. In 2005, the Council's total revenue is \$3.9 million, which is on target prior to 2004 when additional funds were transferred to the Council as mentioned above. Spending for outside consulting fees for the current year amounted to about \$.8 million or 19% of the total expenses. The Council's total expenses decreased by about \$84 thousand or 2.0%. In addition to the consulting fees, the Council's personnel services increased by about \$46 thousand or 2.4% due to raises and new hires.

### Capital Assets and Debt Administration

At the end of the year, the Council had about \$319 thousand in fixed assets net of accumulated depreciation of about \$125 thousand. Total additions to capital assets for the year amounted to about \$22 thousand.

The Council does not have any long-term debt related to its capital assets and does not like to incur any as a matter of policy.



### *Individual Fund Analysis*

Since the Council only has governmental funds/activities, the explanations provided above for the Statement of Activities regarding changes in net assets also substantially explain the change in fund balance as a result of the Statement of Revenues, Expenditures and Changes in Fund Balance which are applicable only to the Statement of Activities' presentation.

### **General Fund Budgetary Highlights**

Over the course of the fiscal year, budgets were approved at the Council meetings on September 13, 2004, amended on July 11, 2005 and September 12, 2005. The amendments effectively approve any expenditure that had already been incurred that exceeded its original budgeted amount. The primary reasons for amending the original budget are to account for unanticipated changes and pass through grants in both revenues and expenditures and to prevent compliance violations under the grants.

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

The Council's grants and contracts are contingent upon its renewal and its ability to obtain new grants and, therefore, its revenues may vary from year to year. In setting its budget for fiscal year 2006, various factors such as, delivering at least the same level of expertise in 2005 and adding significant programs were being considered.

### **Requests for Information**

This financial report is designed to provide a general overview of the Council's finances for all those with interest in its financial position. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Executive Director, 3440 Hollywood Boulevard, Suite 140, Hollywood, Florida 33021.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
BALANCE SHEETS/STATEMENT OF NET ASSETS**

September 30, 2005

	<u>Major Funds</u>				
	<u>General Fund</u>	<u>Revolving Loan Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 107,430	\$ -	\$ 107,430	\$ -	\$ 107,430
Investments	838,890	-	838,890	-	838,890
Receivables:					
Contract and grant receivables	695,832	-	695,832	-	695,832
Deposits and other assets	45,758	-	45,758	-	45,758
Due from revolving loan fund	30,928	-	30,928	(30,928)	-
Restricted assets:					
Cash and cash equivalents	89,031	4,409,085	4,498,116	-	4,498,116
Loans receivable, net	-	3,918,307	3,918,307	-	3,918,307
Interest receivable on loans	-	126,497	126,497	-	126,497
Property and equipment - net	-	-	-	319,679	319,679
<b>Total Assets</b>	<b>\$ 1,807,869</b>	<b>\$8,453,889</b>	<b>\$ 10,261,758</b>	<b>288,751</b>	<b>10,550,509</b>
<b>LIABILITIES AND FUND BALANCES/NET ASSETS</b>					
<b>Liabilities</b>					
Accounts payable and other accrued expenses	\$ 22,489	\$ -	\$ 22,489	-	22,489
Payable to pension plan	8,561	-	8,561	-	8,561
Accrued salaries	18,268	-	18,268	-	18,268
Compensated absences	-	-	-	137,823	137,823
Due to general fund	-	30,928	30,928	(30,928)	-
Deferred revenue	693,603	-	693,603	-	693,603
<b>Total Liabilities</b>	<b>742,921</b>	<b>30,928</b>	<b>773,849</b>	<b>106,895</b>	<b>880,744</b>
<b>Fund Balances</b>					
Reserved for revolving loan program	-	8,422,961	8,422,961	(8,422,961)	-
Unreserved	1,064,948	-	1,064,948	(1,064,948)	-
<b>Total fund balances</b>	<b>1,064,948</b>	<b>8,422,961</b>	<b>9,487,909</b>	<b>(9,487,909)</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,807,869</b>	<b>\$8,453,889</b>	<b>\$ 10,261,758</b>		
<b>Net Assets</b>					
Investment in capital assets, net of related debt				319,679	319,679
Restricted for loan program				8,422,961	8,422,961
Unrestricted				927,125	927,125
<b>Total Net Assets</b>				<b>\$ 9,669,765</b>	<b>\$ 9,669,765</b>

See accompanying notes to financial statements.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES/STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	<u>Major Funds</u>				
	<u>General Fund</u>	<u>Revolving Loan Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>Revenues</b>					
Membership assessments	\$ 745,763	\$ -	\$ 745,763	\$ -	\$ 745,763
Federal, state and local grants	2,534,061	28,377	2,562,438	-	2,562,438
D.R.I. fees	125,292	-	125,292	-	125,292
Interest	27,158	331,941	359,099	-	359,099
Other income	29,731	129,868	159,599	-	159,599
Total revenues	<u>3,462,005</u>	<u>490,186</u>	<u>3,952,191</u>	<u>-</u>	<u>3,952,191</u>
<b>Expenditures</b>					
Current:					
Comprehensive planning:					
Personnel services	1,744,381	196,254	1,940,635	19,866	1,960,501
Operating expenses	1,545,614	525,785	2,071,399	-	2,071,399
Depreciation and amortization	-	-	-	65,217	65,217
Capital expenditures	22,515	-	22,515	(22,515)	-
Total expenditures	<u>3,312,510</u>	<u>722,039</u>	<u>4,034,549</u>	<u>62,568</u>	<u>4,097,117</u>
Excess (deficiency) of revenues over expenditures	149,495	(231,853)	(82,358)	62,568	-
Other financing sources (uses):					
Operating transfers in	72,861	10,847	83,708	-	83,708
Operating transfers out	(83,708)	-	(83,708)	-	(83,708)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	138,648	(221,006)	(82,358)	62,568	-
Change in net assets	-	-	-	(144,926)	(144,926)
Fund balance/net assets at beginning of year	<u>926,300</u>	<u>8,643,967</u>	<u>9,570,267</u>	<u>244,424</u>	<u>9,814,691</u>
Fund balance/net assets at end of year	<u>\$ 1,064,948</u>	<u>\$ 8,422,961</u>	<u>\$ 9,487,909</u>	<u>\$ 181,856</u>	<u>\$ 9,669,765</u>

See accompanying notes to financial statements.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**a. Reporting Entity**

South Florida Regional Planning Council (the "Council") is a regional governmental planning and coordinating agency formed in September 1969, in accordance with Chapter 186 of the Florida Statutes to provide comprehensive planning services in such areas as housing, recreation, water management, transportation and other matters having direct regional impact. The membership of the Council presently consists of Broward, Miami-Dade and Monroe counties.

The Council maintains separate management control and accountability. The governing board of the Council is composed of elected officials from the member counties, elected officials from city governments in the geographic area covered by the Council, and gubernatorial appointees from the geographic area covered by the Council.

The financial reporting entity for which the accompanying financial statements are prepared includes the Council (primary government) and its component unit, which is an entity for which the Council is financially accountable. The Council is financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's body and either is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens, on the Council. The Council may also be financially accountable for organizations that are fiscally dependent on it.

*Component Unit:*

The Institute for Community Collaboration (the "Institute") was formed as a nonprofit Section 501(c) (3) corporation to provide services, training and research in the field of public policy, conflict prevention and resolution. The Institute is a component unit of the Council since the Council's Board of Directors appoints the five members of its governing board and has the ability to impose their will on the board. It qualifies as a blended component unit and so data from the Institute is combined with data of the Council. The Institute does not issue stand-alone financial statements.

**b. Government-Wide and Fund Financial Statements**

These financial statements have been prepared in conformity with reporting guidelines established by GASB and in conformity with accounting principles generally accepted in the United States of America. As a result of adopting GASB Statement No. 34, the following types of financial statements are reported by the Council:

*Government-wide Statements* – The government-wide financial statements (i.e. the statement of net assets and the statement of changes in net assets (statement of activities)) report information on all of the activities of the Council. Governments typically report activities as either governmental activities, which normally are supported by taxes and intergovernmental revenues or business-type activities, which rely to a significant extent on fees and charges for support. The Council reports only governmental activities as it has no business-type activities.

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

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

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 that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues. Since the Council's primary function (mission) is comprehensive planning, all revenues and expenses are considered to be for this purpose and the accompanying financial statements do not segregate beyond this function.

The Council has only governmental activities and only one function. As such, the government-wide financial statements are presented together with the governmental fund financial statements, with an adjustment column presented to reconcile the two sets of statements.

*Fund Financial Statements* – Separate financial statements are provided for the Council's Governmental Funds, as described below:

*Governmental Fund Type* – used to account for all operations of the Council. The measurement focus of this fund type is based upon determination of changes in financial position or the financial flow measurement focus, rather than upon net income determination. Only current assets and current liabilities are generally included on its balance sheet. The operating statement presents sources (revenues and other financial sources) and uses (expenditures and other financial uses) of available spendable resources during the period. The following comprise the Council's major governmental funds:

- a.) General Fund – used to account for all financial resources except those required to be accounted for in another fund.
- b.) Special Revenue Fund – used to account for revenues derived from specific sources, which are usually required by law or regulation to be accounted for in separate funds. The Revolving Loan Fund (RLF) is included in this fund type. RLF is used to account for revolving loan funds from the Department of Commerce through the Economic Development Administration (EDA) and the Environmental Protection Agency (EPA). The EDA RLF is used to provide loans to small and medium size businesses located within Miami-Dade, Broward and Monroe Counties which cannot obtain conventional financing. The EPA RLF is used to fund loans on qualified, suitable market-ready sites to appropriate developers and buyers (for-profit and non-profit developers or local governments). The loan fund will assist in the remediation activities required for site cleanup that will allow redevelopment projects to go forward. The primary target areas for loans are the eastern portion of Miami-Dade, Broward and the Palm Beach Counties.

**c. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

Basis of accounting refers to the point at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

*Governmental Fund Financial Statements* – The Council uses the modified accrual basis of accounting under which revenues are recorded when measurable and available to finance operations during the current period. Revenues of the Council are recorded in the accounting

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

period in which they are earned. Expenditures are recorded when obligations are incurred, except for expenditures related to compensated absences and claims and judgments, which are recorded only when payment is due.

Government-wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Intergovernmental and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**d. Cost Allocation**

Expenses incurred in relation to specific grants or contracts are charged directly to grants or contracts. All other expenses are charged to general fund and allocated to active grants or contracts on the basis of direct salary charges to total direct salaries, plus allocated fringe benefits. This policy is consistent with the principles of Office of Management and Budget ("OMB") Circular A-87.

**e. Budget Policy**

Prior to October 1 of each year, the budget is legally adopted by the Council's Executive Committee. The budget is prepared based on the modified accrual basis of accounting which is the same basis of accounting used to reflect actual revenues and expenditures recognized on accounting principles generally accepted in the United States of America. The Council does not adopt individual budgets for each fund type. All budget amounts presented in the Combined Statements of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, have been adjusted for budget revisions approved by the Council's Executive Committee. Appropriations lapse at the end of each fiscal year.

**f. Risk Management**

It is the policy of the Council to purchase insurance for the risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Council obtained workers' compensation, property, general liability and automobile insurance coverage through the Florida Municipal Insurance Trust Fund of the Florida League of Cities, Inc. The Council obtained from third party insurers employee group life and disability insurance.

**g. Encumbrances**

The Council does not utilize encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation.

**h. Accounting 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

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**i. Change in Classification**

Certain reclassifications have been made to the 2004 fund presentation to more fairly reflect accounting principles generally accepted for governmental units.

**j. Assets, Liabilities and Net Assets**

**1. Cash and Cash Equivalents**

Cash and Cash Equivalents include amounts in demand deposit accounts and highly liquid investments (including restricted assets) with maturity of three months or less when purchased.

**2. Investments**

Investments are stated at fair value.

**3. Contract and Other Receivables**

Contract and other receivables are stated at gross value. In management's opinion all receivables are collectible as of year-end.

**4. Loans Receivable/Allowance for Loan Losses**

Loans are stated at the amount of unpaid principal, reduced by an allowance for loan losses. The allowance for loan losses is established through a provision for loan losses charged as expenditure.

**5. Restricted Assets**

The use of certain assets is restricted to finance business development activities with local economic development strategies and for revolving loan fund activities. Assets so designated are identified as restricted assets on the balance sheet.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**6. Capital Assets**

Capital assets, which include office furniture and equipment and leasehold improvements, are recorded as capital outlay expenditures in the General Fund at the time goods are received and a liability is incurred. These assets are then capitalized at cost in the statement of net assets. Fixed assets are depreciated using the straight-line method over two to ten years for furniture and equipment, and the remaining lease period for leasehold improvements. The depreciation expense is recorded in the statement of activities.

**7. Reserves for the Revolving Loan Program**

Reserves for the Revolving Loan Program are defined as total restricted assets intended to be used for providing loans to finance business development activities consistent with local economic strategies for the Special Economic Development and Assistance Program, Long-Term Economic Deterioration Revolving Loan Fund, and Clean Cities programs.

**8. Compensated Absences**

The Council's policy is to permit regular employees to accumulate earned and unused vacation pay benefits up to 160 hours of vacation time. The liability for accumulated vacation hours is reflected in the statement of net assets.

**9. Due To and From Other Funds**

Interfund receivables and payables arise from interfund transactions and are recorded by funds affected in the period in which transactions are executed.

**10. Deferred Revenues**

Deferred revenues are payments received from grantor agencies before the related costs are incurred.

**11. Income Taxes**

The Council is exempt from federal and state income taxes; accordingly, no provision for income taxes is included in the financial statements.



**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**NOTE 3 - CASH AND INVESTMENTS**

At September 30, 2005 the Council's cash and investments consisted of the following:

<b>Cash and cash equivalents – Unrestricted</b>	
Demand deposits, money market and petty cash	\$ 107,430
Pooled investment fund - Florida State Board of Administration	<u>\$ 838,890</u>
<b>Cash and cash equivalents – Restricted</b>	
Special Economic Development and Assistance (EDA) Programs	
Long-Term Economic Deterioration Revolving Loan Fund (RLF) I	\$2,057,622
Special EDA Programs Long Term Economic Deterioration RLF II	834,919
Special EDA Programs Long-Term Economic Deterioration	
RLF (Rescue)	1,515,967
Clean Cities Grants	34,930
Emergency Bridge Loan Proceeds	45,699
Brownfields Revolving Loan Fund	577
Watershed Grants	8,402
Total restricted cash and cash equivalents	<u>\$4,498,116</u>

The carrying value of the above cash and investments equals fair value.

**Deposits**

The Council's deposits are held in financial institutions with Federal depository insurance that are approved by the State Treasurer to hold public funds. The Florida Security for Public Deposits Act (Chapter 280 of the Florida Statutes) requires that all such qualified financial institutions deposit eligible collateral with the Treasurer or another bank. In the event of the failure of a qualified public depository, other qualified public depositories would be responsible for uninsured losses not covered by proceeds from the sale of the securities pledged by the defaulting depository.

**Investments**

The Council does not have an investment policy with specific provisions to limit exposure to credit risk, custodial credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. Excess funds are invested with the Local Government Surplus Funds Investment Pool Trust Fund (LGIP), which is administered by the Florida State Board of Administration (SBA) and governed by Chapter 19-7 of the Florida Administrative Code. The Office of the Auditor General performs an operational audit of the activities and investments of the SBA. Investments in the pooled fund are held in the name of the SBA and are not registered with the Securities and Exchange Commission.

The Council's holdings in the LGIP cannot be classified in any credit quality category because the LGIP was not rated by a nationally recognized statistical rating agency as of September 30, 2005. Disclosures regarding custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk are similarly not applicable.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**Restricted Cash**

The Special Economic Development and Assistance Programs Long-Term Economic Deterioration Revolving Loan Funds, Clean Cities and Emergency Bridge Loan restricted cash represent funds available to be loaned to finance business development activities consistent with local economic development strategies.

**NOTE 4 - LOANS RECEIVABLE/ALLOWANCE FOR LOAN LOSSES**

In August 2000, the U.S. Department of Commerce, through the EDA, transferred the administration of Special Economic Development and Assistance Programs, Long-Term Economic Deterioration RLF I to the Council from a local nonprofit organization. The outstanding balance of loans receivable and funds available to the program amounted to \$2,745,569 and \$1,723,623, respectively, were likewise transferred to the Council.

From the date of the transfer through September 30, 2005, the Council disbursed \$3.2 million in loans, fully collected loans with total principal amount of \$2.4 million and expended \$1.2 million for administrative costs related to management of RLF I.

On February 23, 2004, the U.S. Department of Commerce, through the EDA, signed an Offer to Amend Grant Agreement to transfer the administration of Special EDA Assistance Program Long-Term Economic Deterioration RLF II and Rescue to the Council from a nonprofit corporation. The outstanding balance of loans receivable and funds available to the program amounted to \$1,571,858 and \$2,001,905, respectively, were transferred to the Council on May 1, 2004.

From the date of the transfer through September 30, 2005, the Council disbursed \$95,000 in loans for RLF II and \$350,000 in loans for Rescue, and fully collected loans with a total principal amount of \$246,500 and \$574,120, respectively.

In fiscal 2005, there were no loan write-offs from the books of the Council. At September 30, 2005, four loan accounts with a combined outstanding balance of \$570,612 were technically in default and the Council filed legal actions against the borrowers. The final default judgment has not been determined. However, on December 19, 2005, the Council's Loan Administration Board approved an increase in the loan loss rate from 3% of the year-end loan receivable balance to 15%. Accordingly, the total loan loss allowance at September 30, 2005 has been increased to \$550,290, or 15% of the outstanding loan receivables.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**NOTE 5 – CAPITAL ASSETS**

The following is the summary of changes in capital assets for the year ended September 30, 2005:

Description	Balance September 30, 2004	Additions	Retirement	Balance September 30, 2005
Office furniture and equipment	\$ 302,598	\$ 22,515	\$ -	\$ 325,113
Leasehold improvements	120,109	-	-	120,109
Sub-total	422,707	22,515	-	445,222
Less accumulated depreciation and amortization	(60,326)	(65,217)	-	(125,543)
Net	\$ 362,381	\$ (42,702)	\$ -	\$ 319,679

**NOTE 6 - EMPLOYEE BENEFIT PLANS**

The Council has a qualified defined contribution single employer pension plan (the "Plan") covering substantially all full time employees, which were employed by the Council prior to May 1986. The plan provides for annual contributions by the Council of at least 10% of the total gross wage compensation with no exclusions for each qualified employee. The Plan expense for the year ended September 30, 2005 was \$17,984. At September 30, 2005, the Council's total payroll for eligible employees covered by the Plan was approximately \$172,585.

The Council also participates in the Florida Retirement System (the "System"), a cost-sharing, multiple-employer public retirement system ("PERS"). The System was created in 1970 by consolidating several employee retirement systems. Benefits under the plan vest after ten years of service. Employees who retire at or after age 62 with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life. The System also provides for death and disability benefits. These benefit provisions and all other requirements are established by State Statutes. All eligible employees, as defined by the State, who were hired after May 1, 1986 are covered by the System.

The System is noncontributory and is totally administered by the State of Florida. The payroll for Council employees covered by the System for the year ended September 30, 2005 was approximately \$1,383,652. The Council's total payroll for the year ended September 30, 2005, was approximately \$1,556,237.

Participating employers are required by Statute, to pay monthly contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are adequate to accumulate sufficient assets to pay benefits when due. Under the System, the Council was required to contribute 7.83% as of July 1, 2004 of the gross salaries with certain exclusion of payments of employees to the plan. The Council's pension costs for the year ended September 30, 2005, as required and defined by the System, were approximately \$103,022. The Council's contribution represented approximately 7.45% of covered payroll for the year ended September 30, 2005.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual employers.

Contributions of all participating agencies throughout the State of Florida are pooled to fund accrued benefits under the System. The pension benefit obligation at June 30, 2004 for the System as a whole, estimated through an update of an actuarial valuation performed as of July 1, 2004, was approximately \$95.2 billion. The System's net assets available for plan benefits on that date were \$106.7 billion resulted in an over funded pension obligation of \$11.5 billion. A portion of the surplus is being used as a contribution rate stabilization technique.

Significant actuarial assumptions used include (a) a rate of return on the investment of present and future assets of 7.75 % per year compounded annually; (b) projected salary increases of 6.25% per year compounded annually, attributable to inflation; (c) inflation rate at 3.5%. There were no significant changes made to benefit provisions since the last valuation.

Available ten year historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is published in the State of Florida's Division of Retirement Comprehensive Annual Financial Report, Cedars Executive Center, 2639-C North Monroe Street, Tallahassee, FL 32399-1560, or by calling (850) 488-5706.

**NOTE 7 - COMMITMENTS**

The Council conducts its operations from leased premises. The lease, which expires June 30, 2008, calls for a minimum annual rental increases by \$0.50 per rentable square foot. Total rent expense for the year ended September 30, 2005 was \$216,599. Future annual rental payments, including common area maintenance and real estate taxes, required under the lease are as follows:

Year ending September 30,	Amount
2006	\$ 221,370
2007	226,141
2008	230,912
2009	235,683
Total	\$ 914,106

**NOTE 8 - CONTINGENCIES**

The Council participates in a number of Federal and State grant programs. These programs are subject to financial and compliance audits by the grantors or their respective representatives. The possible disallowance of any item charged to the program or request for the return of any unexpended funds cannot be determined at this time. No provision, for any liability that may result has been made in the financial statements.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2005**

**NOTE 9 – INSTITUTE FOR COMMUNITY COLLABORATION**

As described in Note 1, the Institute for Community Collaboration is a component unit of the Council. Summary financial data for the Institute for the year ended September 30, 2005 are as follows:

**Assets**

Cash	\$ 11,250
Accounts receivable	2,000
Total assets	<u>13,250</u>

**Liabilities**

Accounts payable	2,000
Due to the Council	7,250
Total liabilities	<u>9,250</u>

**Net assets**

Unrestricted	<u>\$ 4,000</u>
--------------	-----------------

Total revenue	\$ 20,000
Total expenses	<u>16,000</u>
Change in net assets	4,000
Net assets, beginning of year	-
Net assets, end of year	<u>\$ 4,000</u>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	<b>General Fund</b>			<b>Revolving Loan Fund</b>		
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Original</b>	<b>Final</b>	<b>Actual</b>
<b>Revenues</b>						
Membership assessments	\$ 745,763	\$ 745,763	\$ 745,763	\$ -	\$ -	\$ -
Federal, state and local grants	-	-	2,534,061	4,241,875	3,796,391	28,377
D.R.I. Fees	200,000	177,800	125,292	-	-	-
Interest	13,000	24,000	27,158	-	-	331,941
Other Income	-	-	29,731	-	-	129,868
Total revenues	<u>958,763</u>	<u>947,563</u>	<u>3,462,005</u>	<u>4,241,875</u>	<u>3,796,391</u>	<u>490,186</u>
<b>Expenditures</b>						
Current:						
Comprehensive planning:						
Personnel services	561,240	481,240	1,744,381	1,699,094	1,699,094	196,254
Operating expenses	328,111	372,661	1,545,614	2,542,781	2,097,297	525,785
Capital expenditures	69,412	93,662	22,515	-	-	-
Total expenditures	<u>958,763</u>	<u>947,563</u>	<u>3,312,510</u>	<u>4,241,875</u>	<u>3,796,391</u>	<u>722,039</u>
Excess (deficiency) of revenues over expenditures	-	-	149,495	-	-	(231,853)
<b>Other financing sources (uses):</b>						
Operating transfers in	-	-	72,861	-	-	10,847
Operating transfers out	-	-	(83,708)	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	561,240	481,240	138,648	-	-	(221,006)
Fund balance at beginning of year	<u>926,300</u>	<u>926,300</u>	<u>926,300</u>	<u>8,643,967</u>	<u>8,643,967</u>	<u>8,643,967</u>
Fund balance at end of year	<u>\$ 1,487,540</u>	<u>\$ 1,407,540</u>	<u>\$ 1,064,948</u>	<u>\$ 8,643,967</u>	<u>\$ 8,643,967</u>	<u>\$ 8,422,961</u>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND			
	Brownfields Partnership	SWFRPC EPA	FHWA State Road 7	DCD Contracts
<b>REVENUES:</b>				
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	1,964	7,500	556,455	310,305
D.R.I. FEES	-	-	-	-
INTEREST	-	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 1,964</b>	<b>\$ 7,500</b>	<b>\$ 556,455</b>	<b>\$ 310,305</b>
<b>EXPENDITURES:</b>				
<b>CURRENT:</b>				
COMPREHENSIVE PLANNING:				
PERSONNEL SERVICES:				
SALARIES	527	332	77,654	301,051
EMPLOYEE FRINGE BENEFITS	131	82	19,212	74,377
INDIRECT COSTS	253	159	37,170	144,059
<b>TOTAL</b>	<b>\$ 911</b>	<b>\$ 573</b>	<b>\$ 134,036</b>	<b>\$ 519,487</b>
OPERATING EXPENSES:				
OUTSIDE CONSULTING FEES	-	-	250,825	3,735
SUPPLIES	-	-	36	241
PRINTING & REPRODUCTION	-	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-	-
TELEPHONE & POSTAGE	-	-	80	135
TRAVEL	-	-	8,285	6,523
PUBLICATIONS & ADVERTISING	-	-	430	110
DUES, FEES & CONFERENCES	-	-	16,425	420
INDIRECT COSTS	273	172	39,911	154,682
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-	-
MISCELLANEOUS	-	-	1,500	-
<b>TOTAL</b>	<b>\$ 273</b>	<b>\$ 172</b>	<b>\$ 317,492</b>	<b>\$ 165,846</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
OPERATING TRANSFERS IN/(OUT)	(780)	(6,755)	(104,927)	375,028
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,964</b>	<b>\$ 7,500</b>	<b>\$ 556,455</b>	<b>\$ 310,305</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

GENERAL FUND			
	DCA HMEP	Bridge Loan EDA	Infrastructure Analysis WMD
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	38,102	-	123,924
D.R.I. FEES	-	-	-
INTEREST	-	322	-
OTHER INCOME / REQUIRED MATCH	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 38,102</b>	<b>\$ 322</b>	<b>\$ 123,924</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	5,250	-	30,671
EMPLOYEE FRINGE BENEFITS	1,300	-	7,585
INDIRECT COSTS	2,514	-	14,680
<b>TOTAL</b>	<b>\$ 9,064</b>	<b>\$ -</b>	<b>\$ 52,936</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	21,000	-	-
SUPPLIES	11	-	650
PRINTING & REPRODUCTION	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-
TELEPHONE & POSTAGE	103	-	-
TRAVEL	736	-	98
PUBLICATIONS & ADVERTISING	-	-	-
DUES, FEES & CONFERENCES	-	-	-
INDIRECT COSTS	2,699	1	15,764
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-
MISCELLANEOUS	-	(515)	-
<b>TOTAL</b>	<b>\$ 24,549</b>	<b>\$ (514)</b>	<b>\$ 16,512</b>
<b>CAPITAL EXPENDITURES</b>	-	-	-
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	(4,489)	(836)	(54,476)
<b>TOTAL EXPENDITURES</b>	<b>\$ 38,102</b>	<b>\$ 322</b>	<b>\$ 123,924</b>
<b>CHANGE IN NET FUND BALANCE</b>	-	-	-
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	-	-	-
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND		
	Regional Domestic Security Task Force	Community Based Network	Catanese Center FAU
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	-	106,481	71,572
D.R.I. FEES	-	-	-
INTEREST	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 106,481</b>	<b>\$ 71,572</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	2,233	32,189	27,416
EMPLOYEE FRINGE BENEFITS	553	7,967	6,786
INDIRECT COSTS	1,069	15,408	13,124
<b>TOTAL</b>	<b>\$ 3,855</b>	<b>\$ 55,564</b>	<b>\$ 47,326</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	-	10,951	-
SUPPLIES	-	71	-
PRINTING & REPRODUCTION	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	150	-
TELEPHONE & POSTAGE	-	64	-
TRAVEL	62	974	472
PUBLICATIONS & ADVERTISING	-	46	-
DUES, FEES & CONFERENCES	-	1,735	165
INDIRECT COSTS	1,147	16,546	14,091
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-
MISCELLANEOUS	-	1,516	500
<b>TOTAL</b>	<b>\$ 1,209</b>	<b>\$ 32,053</b>	<b>\$ 15,228</b>
<b>CAPITAL EXPENDITURES</b>	-	-	-
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	5,064	(18,864)	(9,018)
<b>TOTAL EXPENDITURES</b>	<b>\$ -</b>	<b>\$ 106,481</b>	<b>\$ 71,572</b>
<b>CHANGE IN NET FUND BALANCE</b>	-	-	-
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	-	-	-
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND		
	South Dade Watershed SFWMD	Watershed Study	EDA Administration
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	50,000	442,050	50,785
D.R.I. FEES	-	-	-
INTEREST	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 50,000</b>	<b>\$ 442,050</b>	<b>\$ 50,785</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	52,963	69	103,841
EMPLOYEE FRINGE BENEFITS	13,109	17	25,699
INDIRECT COSTS	25,353	33	49,707
<b>TOTAL</b>	<b>\$ 91,425</b>	<b>\$ 119</b>	<b>\$ 179,247</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	375	450,400	120
SUPPLIES	-	-	-
PRINTING & REPRODUCTION	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-
TELEPHONE & POSTAGE	22	-	166
TRAVEL	1,881	-	1,386
PUBLICATIONS & ADVERTISING	-	-	-
DUES, FEES & CONFERENCES	-	-	125
INDIRECT COSTS	27,221	35	53,372
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-
MISCELLANEOUS	-	-	-
<b>TOTAL</b>	<b>\$ 29,499</b>	<b>\$ 450,435</b>	<b>\$ 55,169</b>
<b>CAPITAL EXPENDITURES</b>	-	-	-
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	70,924	8,504	183,631
<b>TOTAL EXPENDITURES</b>	<b>\$ 50,000</b>	<b>\$ 442,050</b>	<b>\$ 50,785</b>
<b>CHANGE IN NET FUND BALANCE</b>	-	-	-
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	-	-	-
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND			
	TITLE III LEPC	Broward MPOs	Dade MPOs	Coordinating Council of Broward
<b>REVENUES:</b>				
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	41,302	93,518	17,852	51,848
D.R.I. FEES	-	-	-	-
INTEREST	-	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 41,302</b>	<b>\$ 93,518</b>	<b>\$ 17,852</b>	<b>\$ 51,848</b>
<b>EXPENDITURES:</b>				
<b>CURRENT:</b>				
COMPREHENSIVE PLANNING:				
PERSONNEL SERVICES:				
SALARIES	20,117	26,744	13,908	20,502
EMPLOYEE FRINGE BENEFITS	4,971	6,619	3,442	5,074
INDIRECT COSTS	9,627	12,802	6,658	9,814
<b>TOTAL</b>	<b>\$ 34,715</b>	<b>\$ 46,165</b>	<b>\$ 24,008</b>	<b>\$ 35,390</b>
OPERATING EXPENSES:				
OUTSIDE CONSULTING FEES	-	-	-	-
SUPPLIES	-	109	-	-
PRINTING & REPRODUCTION	-	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-	-
TELEPHONE & POSTAGE	57	-	40	-
TRAVEL	473	346	116	309
PUBLICATIONS & ADVERTISING	36	-	-	-
DUES, FEES & CONFERENCES	-	-	-	-
INDIRECT COSTS	10,336	13,746	7,148	10,539
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-	-
MISCELLANEOUS	-	-	-	-
<b>TOTAL</b>	<b>\$ 10,902</b>	<b>\$ 14,201</b>	<b>\$ 7,304</b>	<b>\$ 10,848</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
OPERATING TRANSFERS IN/(OUT)	4,315	(33,152)	13,460	(5,610)
<b>TOTAL EXPENDITURES</b>	<b>\$ 41,302</b>	<b>\$ 93,518</b>	<b>\$ 17,852</b>	<b>\$ 51,848</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND			
	Buffer Zone Protection Plan	DCA Clean Cities	CITI Clean Cities FDOT	CITI Broward County DPEP
<b>REVENUES:</b>				
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	106,750	20,131	33,739	66,651
D.R.I. FEES	-	-	-	-
INTEREST	-	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 106,750</b>	<b>\$ 20,131</b>	<b>\$ 33,739</b>	<b>\$ 66,651</b>
<b>EXPENDITURES:</b>				
<b>CURRENT:</b>				
COMPREHENSIVE PLANNING:				
PERSONNEL SERVICES:				
SALARIES	32,253	7,909	9,897	2,312
EMPLOYEE FRINGE BENEFITS	7,853	1,958	2,450	572
INDIRECT COSTS	15,390	3,786	4,738	1,107
<b>TOTAL</b>	<b>\$ 55,496</b>	<b>\$ 13,653</b>	<b>\$ 17,085</b>	<b>\$ 3,991</b>
OPERATING EXPENSES:				
OUTSIDE CONSULTING FEES	-	-	37,608	4,320
SUPPLIES	-	-	-	-
PRINTING & REPRODUCTION	-	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-	-
TELEPHONE & POSTAGE	24	64	57	75
TRAVEL	1,204	2,467	40	21
PUBLICATIONS & ADVERTISING	-	-	-	-
DUES, FEES & CONFERENCES	190	-	-	-
INDIRECT COSTS	16,526	4,064	5,088	1,188
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-	-
MISCELLANEOUS	-	1,567	-	-
<b>TOTAL</b>	<b>\$ 17,944</b>	<b>\$ 8,162</b>	<b>\$ 42,793</b>	<b>\$ 5,604</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
OPERATING TRANSFERS IN/(OUT)	(33,310)	1,684	26,139	(57,056)
<b>TOTAL EXPENDITURES</b>	<b>\$ 106,750</b>	<b>\$ 20,131</b>	<b>\$ 33,739</b>	<b>\$ 66,651</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND		
	DCA TITLE III	Opa-Locka DCA	Florida Keys Carrying Capacity SFWMD
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	-	23,791	24,067
D.R.I. FEES	-	-	-
INTEREST	-	-	-
OTHER INCOME / REQUIRED MATCH	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 23,791</b>	<b>\$ 24,067</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	1,542	1,155	8,787
EMPLOYEE FRINGE BENEFITS	382	286	2,160
INDIRECT COSTS	738	553	4,200
<b>TOTAL</b>	<b>\$ 2,662</b>	<b>\$ 1,994</b>	<b>\$ 15,147</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	-	-	-
SUPPLIES	-	-	-
PRINTING & REPRODUCTION	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	-	-
TELEPHONE & POSTAGE	-	-	10
TRAVEL	375	-	256
PUBLICATIONS & ADVERTISING	-	-	-
DUES, FEES & CONFERENCES	-	-	-
INDIRECT COSTS	793	593	4,509
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-
MISCELLANEOUS	-	-	-
<b>TOTAL</b>	<b>\$ 1,168</b>	<b>\$ 593</b>	<b>\$ 4,775</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	3,830	(21,204)	(4,145)
<b>TOTAL EXPENDITURES</b>	<b>\$ -</b>	<b>\$ 23,791</b>	<b>\$ 24,067</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND			
	BRHPC	REMI Software Agreement	The Institute of Community Collaboration	Clean City
<b>REVENUES:</b>				
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ -	\$ -
FEDERAL, STATE AND LOCAL GRANTS	-	78,454	60,187	-
D.R.I. FEES	-	-	-	-
INTEREST	-	-	-	60
OTHER INCOME / REQUIRED MATCH	-	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 78,454</b>	<b>\$ 60,187</b>	<b>\$ 60</b>
<b>EXPENDITURES:</b>				
<b>CURRENT:</b>				
COMPREHENSIVE PLANNING:				
PERSONNEL SERVICES:				
SALARIES	103	48,489	28,941	-
EMPLOYEE FRINGE BENEFITS	25	12,001	7,163	-
INDIRECT COSTS	49	23,211	13,854	-
<b>TOTAL</b>	<b>\$ 177</b>	<b>\$ 83,701</b>	<b>\$ 49,958</b>	<b>\$ -</b>
OPERATING EXPENSES:				
OUTSIDE CONSULTING FEES	-	-	17,553	-
SUPPLIES	-	4	-	-
PRINTING & REPRODUCTION	-	-	-	-
COMPUTER USAGE & EQUIPMENT LEASE	-	75,302	-	-
TELEPHONE & POSTAGE	-	18	75	-
TRAVEL	-	349	221	-
PUBLICATIONS & ADVERTISING	-	-	-	-
DUES, FEES & CONFERENCES	-	-	-	-
INDIRECT COSTS	53	24,923	14,876	-
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-	-
MISCELLANEOUS	-	-	-	60
<b>TOTAL</b>	<b>\$ 53</b>	<b>\$ 100,596</b>	<b>\$ 32,725</b>	<b>\$ 60</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
OPERATING TRANSFERS IN/(OUT)	230	105,843	22,496	-
<b>TOTAL EXPENDITURES</b>	<b>\$ -</b>	<b>\$ 78,454</b>	<b>\$ 60,187</b>	<b>\$ 60</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND			
	Broward County HSEEP Training	RDSTF Tabletop Exercise	RDSTF Functional Exercise	Marine Management Plan Contract
<b>REVENUES:</b>				
MEMBERSHIP ASSESSMENTS				
FEDERAL, STATE AND LOCAL GRANTS	13,500	20,000	50,000	33,000
D.R.I. FEES				
INTEREST				
OTHER INCOME / REQUIRED MATCH				
<b>TOTAL REVENUES</b>	<b>\$ 13,500</b>	<b>\$ 20,000</b>	<b>\$ 50,000</b>	<b>\$ 33,000</b>
<b>EXPENDITURES:</b>				
<b>CURRENT:</b>				
COMPREHENSIVE PLANNING:				
PERSONNEL SERVICES:				
SALARIES	4,883	6,445	17,904	20,303
EMPLOYEE FRINGE BENEFITS	1,201	1,573	4,363	5,013
INDIRECT COSTS	2,335	3,077	8,544	9,714
<b>TOTAL</b>	<b>\$ 8,419</b>	<b>\$ 11,095</b>	<b>\$ 30,811</b>	<b>\$ 35,030</b>
OPERATING EXPENSES:				
OUTSIDE CONSULTING FEES		500	3,600	16,500
SUPPLIES	567		119	46
PRINTING & REPRODUCTION			127	
COMPUTER USAGE & EQUIPMENT LEASE		240		1,750
TELEPHONE & POSTAGE			35	
TRAVEL	816	300	912	209
PUBLICATIONS & ADVERTISING			-	
DUES, FEES & CONFERENCES			-	
INDIRECT COSTS	2,506	3,303	9,174	10,431
PROVISION FOR PROBABLE LOAN LOSSES				
MISCELLANEOUS		2,398	5,474	
<b>TOTAL</b>	<b>\$ 3,889</b>	<b>\$ 6,741</b>	<b>\$ 19,441</b>	<b>\$ 28,936</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
OPERATING TRANSFERS IN/(OUT)	(1,192)	(2,164)	252	30,966
<b>TOTAL EXPENDITURES</b>	<b>\$ 13,500</b>	<b>\$ 20,000</b>	<b>\$ 50,000</b>	<b>\$ 33,000</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENERAL FUND		
	USDA-4161 Biodiesel Education	SFRTA Contract	Florida Department of Education
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS			
FEDERAL, STATE AND LOCAL GRANTS	1,221	13,135	3,000
D.R.I. FEES			
INTEREST			
OTHER INCOME / REQUIRED MATCH			
<b>TOTAL REVENUES</b>	<b>\$ 1,221</b>	<b>\$ 13,135</b>	<b>\$ 3,000</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	536	5,813	383
EMPLOYEE FRINGE BENEFITS	133	1,438	95
INDIRECT COSTS	257	2,782	183
<b>TOTAL</b>	<b>\$ 926</b>	<b>\$ 10,033</b>	<b>\$ 661</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES			
SUPPLIES			
PRINTING & REPRODUCTION			
COMPUTER USAGE & EQUIPMENT LEASE			
TELEPHONE & POSTAGE	19		
TRAVEL		115	
PUBLICATIONS & ADVERTISING			
DUES, FEES & CONFERENCES			
INDIRECT COSTS	276	2,987	196
PROVISION FOR PROBABLE LOAN LOSSES			
MISCELLANEOUS			
<b>TOTAL</b>	<b>\$ 295</b>	<b>\$ 3,102</b>	<b>\$ 196</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)			(2,143)
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,221</b>	<b>\$ 13,135</b>	<b>\$ 3,000</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

GENERAL FUND			
	Broward County Office Eco. Development	DCA State funded Subgrant	RPC
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$	-	\$ 745,763
FEDERAL, STATE AND LOCAL GRANTS		689	
D.R.I. FEES		-	
INTEREST			
OTHER INCOME / REQUIRED MATCH	4,600	-	25,131
<b>TOTAL REVENUES</b>	<b>\$ 4,600</b>	<b>\$ 689</b>	<b>\$ 770,894</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES		-	41,101
EMPLOYEE FRINGE BENEFITS		-	10,148
INDIRECT COSTS		-	19,665
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 70,914</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES		-	61,970
SUPPLIES		-	27
PRINTING & REPRODUCTION		-	-
COMPUTER USAGE & EQUIPMENT LEASE		-	-
TELEPHONE & POSTAGE		-	-
TRAVEL		689	323
PUBLICATIONS & ADVERTISING		-	111
DUES, FEES & CONFERENCES		-	-
INDIRECT COSTS		-	21,116
PROVISION FOR PROBABLE LOAN LOSSES		-	-
MISCELLANEOUS			248
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 689</b>	<b>\$ 83,795</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	(4,600)	-	(616,185)
<b>TOTAL EXPENDITURES</b>	<b>\$ 4,600</b>	<b>\$ 689</b>	<b>\$ 770,894</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

	GENEREAL FUND		
	Current Year Unrestricted	DRI	SUB TOTAL
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ 745,763
FEDERAL, STATE AND LOCAL GRANTS	-	22,088	2,534,061
D.R.I. FEES	-	125,292	125,292
INTEREST	26,776		27,158
OTHER INCOME / REQUIRED MATCH	-		29,731
<b>TOTAL REVENUES</b>	<b>\$ 26,776</b>	<b>\$ 147,380</b>	<b>\$ 3,462,005</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	-	56,669	1,010,892
EMPLOYEE FRINGE BENEFITS	-	14,015	249,753
INDIRECT COSTS	-	27,123	483,736
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 97,807</b>	<b>\$ 1,744,381</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	-	3,600	883,057
SUPPLIES	-	35	1,916
PRINTING & REPRODUCTION	-	-	127
COMPUTER USAGE & EQUIPMENT LEASE	-	-	77,442
TELEPHONE & POSTAGE	-	64	1,108
TRAVEL	2	53	30,013
PUBLICATIONS & ADVERTISING	-	-	733
DUES, FEES & CONFERENCES	-	-	19,060
INDIRECT COSTS	-	29,125	519,410
PROVISION FOR PROBABLE LOAN LOSSES	-	-	-
MISCELLANEOUS	-	-	12,748
<b>TOTAL</b>	<b>\$ 2</b>	<b>\$ 32,877</b>	<b>\$ 1,545,614</b>
<b>CAPITAL EXPENDITURES</b>	<b>22,515</b>	<b>-</b>	<b>22,515</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	134,389	(16,696)	(10,847)
<b>TOTAL EXPENDITURES</b>	<b>\$ (111,872)</b>	<b>\$ 147,380</b>	<b>\$ 3,323,357</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>138,648</b>	<b>-</b>	<b>138,648</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>926,300</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 138,648</b>	<b>\$ -</b>	<b>1,064,948</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

SPECIAL REVENUE FUND			
	Revolving Loan Fund Rescue EDA	Revolving Loan Fund II EDA	Revolving Loan Fund EPA
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -		\$ -
FEDERAL, STATE AND LOCAL GRANTS			28,377
D.R.I. FEES	-	-	-
INTEREST	71,323	33,336	51,240
OTHER INCOME / REQUIRED MATCH	12,047	75,344	27,460
<b>TOTAL REVENUES</b>	<b>\$ 83,370</b>	<b>\$ 108,680</b>	<b>\$ 107,077</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	26,708	26,140	17,341
EMPLOYEE FRINGE BENEFITS	6,610	6,470	4,292
INDIRECT COSTS	12,785	12,513	8,301
<b>TOTAL</b>	<b>\$ 46,103</b>	<b>\$ 45,123</b>	<b>\$ 29,933</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	7,198	3,912	256
SUPPLIES	7	145	
PRINTING & REPRODUCTION			
COMPUTER USAGE & EQUIPMENT LEASE	9,225	21,225	
TELEPHONE & POSTAGE	96	134	46
TRAVEL	314	379	444
PUBLICATIONS & ADVERTISING		2,957	
DUES, FEES & CONFERENCES	300	300	
INDIRECT COSTS	13,728	13,436	8,913
PROVISION FOR PROBABLE LOAN LOSSES	112,032	36,155	286,581
MISCELLANEOUS	449	467	90
<b>TOTAL</b>	<b>\$ 143,347</b>	<b>\$ 79,110</b>	<b>\$ 296,331</b>
<b>CAPITAL EXPENDITURES</b>	-	-	-
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)			10,847
<b>TOTAL EXPENDITURES</b>	<b>\$ 189,450</b>	<b>\$ 124,233</b>	<b>\$ 326,264</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>(106,081)</b>	<b>(15,553)</b>	<b>(219,187)</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>2,418,883</b>	<b>1,149,086</b>	<b>800,577</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 2,312,802</b>	<b>\$ 1,133,533</b>	<b>\$ 581,389</b>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL**  
**SUPPLEMENTAL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY PROJECT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2005**

<u>SPECIAL REVENUE FUND</u>			
	<u>Revolving Loan Fund EDA</u>	<u>SUB TOTAL</u>	<u>GRAND TOTAL</u>
<b>REVENUES:</b>			
MEMBERSHIP ASSESSMENTS	\$ -	\$ -	\$ 745,763
FEDERAL, STATE AND LOCAL GRANTS		28,377	2,562,438
D.R.I. FEES	-	-	125,292
INTEREST	176,043	331,941	359,099
OTHER INCOME / REQUIRED MATCH	15,017	129,868	159,600
<b>TOTAL REVENUES</b>	<b>\$ 191,060</b>	<b>\$ 490,186</b>	<b>\$ 3,952,191</b>
<b>EXPENDITURES:</b>			
<b>CURRENT:</b>			
COMPREHENSIVE PLANNING:			
PERSONNEL SERVICES:			
SALARIES	43,503	113,692	1,124,584
EMPLOYEE FRINGE BENEFITS	10,767	28,140	277,893
INDIRECT COSTS	20,824	54,423	538,159
<b>TOTAL</b>	<b>\$ 75,095</b>	<b>\$ 196,254</b>	<b>\$ 1,940,635</b>
OPERATING EXPENSES:			
OUTSIDE CONSULTING FEES	15,744	27,110	910,167
SUPPLIES	602	754	2,670
PRINTING & REPRODUCTION		-	127
COMPUTER USAGE & EQUIPMENT LEASE	225	30,675	108,117
TELEPHONE & POSTAGE	440	716	1,824
TRAVEL	1,392	2,529	32,542
PUBLICATIONS & ADVERTISING	35	2,992	3,725
DUES, FEES & CONFERENCES	2,807	3,407	22,467
INDIRECT COSTS	22,360	58,437	577,847
PROVISION FOR PROBABLE LOAN LOSSES	(37,509)	397,260	397,260
MISCELLANEOUS	901	1,907	14,654
<b>TOTAL</b>	<b>\$ 6,997</b>	<b>\$ 525,785</b>	<b>\$ 2,071,399</b>
<b>CAPITAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>22,515</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
OPERATING TRANSFERS IN/(OUT)	-	10,847	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 82,092</b>	<b>\$ 711,192</b>	<b>\$ 4,034,549</b>
<b>CHANGE IN NET FUND BALANCE</b>	<b>108,968</b>	<b>(221,006)</b>	<b>(82,358)</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>4,275,421</b>	<b>8,643,967</b>	<b>9,570,267</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 4,384,389</b>	<b>8,422,961</b>	<b>\$ 9,487,909</b>



**Watson Rice LLP**

Certified Public Accountants and Consultants

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

To the Council Members of  
South Florida Regional Planning Council

We have audited the general purpose financial statements of the South Florida Regional Planning Council (the "Council") as of and for the year ended September 30, 2005, and have issued our report thereon dated January 23, 2006. 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.

**Compliance**

As part of obtaining reasonable assurance about whether the Council's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 two instances of noncompliance that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items C-05-1 and PY-04-1.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered the Council's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Council's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. No reportable conditions were noted which we believe to be material weaknesses. However, we did note other matters involving the internal control over financial reporting, which we have reported to the management of the Council in a separate letter dated January 23, 2006.

This report is intended solely for the information and use of the members of the Council, management, officials of the State of Florida, 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.

Ft. Lauderdale, Florida  
January 23, 2006

*Water Rise LLP*



**Watson Rice LLP**

Certified Public Accountants and Consultants

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL  
CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR  
FEDERAL PROGRAM AND STATE PROJECT**

To the Council Members of  
South Florida Regional Planning Council

Compliance

We have audited the compliance of the South Florida Regional Planning Council (the "Council") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the requirements described in the *Executive Office of the Governor's State Projects Compliance Supplement*, that are applicable to each of its major federal programs and state projects for the year ended September 30, 2005. The Council's major federal programs and major state projects are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulation, contracts and grants applicable to each of its major federal programs and state projects 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 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General, 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 or state financial assistance project 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 a 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 major federal programs and state projects for the year ended September 30, 2005. However, the results of our auditing procedures, disclosed two instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items C-05-1 and PY-04-1.

Internal Control over Compliance

The 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

major federal programs and state projects. 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 the major federal program and the major state project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General.

We noted no matters involving the internal control over compliance and its operations that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Council's ability to administer a major federal program and state project in accordance with applicable requirements of laws, regulations, contracts and grants.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program and major state project being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

This report is intended solely for the information and use of the members of the Council, management, officials of the State of Florida, and federal awarding agencies and pass-through entities and is not intended and should not be used by anyone other than these specified parties.

Ft. Lauderdale, Florida  
January 23, 2006

*Watson Rice LHP*



**South Florida Regional Planning Council  
Schedule of Expenditures of Federal Awards and State Projects  
For Fiscal Year Ended September 30, 2005**

	<u>CFDA#/ CSFA#</u>	<u>Contract #</u>	<u>Grant Amount</u>	<u>Expenditures</u>	<u>Loans Receivable</u>	<u>Balance (including cash held by trustee)</u>
<b><u>FEDERAL AWARDS</u></b>						
U.S. Dept. of Commerce - Economic Development Administration						
EDA Revolving Loan Grant	11.307	04-59-03951-01	\$ 3,877,175	\$ 119,600	\$ 2,388,177	\$ 2,057,623
EDA Revolving Loan Grant II	11.307	04-59-03952	1,165,138	88,078	338,548	834,919
EDA Revolving Loan Grant - Rescue	11.307	04-39-18019-01	2,431,679	77,418	941,870	1,515,967
<i>Subtotal for CFDA 11.307</i>			<u>7,473,993</u>	<u>285,096</u>	<u>3,668,596</u>	<u>4,408,509</u>
U.S. Dept. of Transportation - Federal Highway Administration						
State Road 7 Strategic Master Plan	20.205	4150491-14-01 and 02	1,993,500	451,527	-	-
Passed through Miami-Dade County-MPO July 1, 2004 to June 30, 2005	20.205		25,000	17,852	-	-
Passed through Broward County-MPO July 1, 2004 to June 30, 2005	20.205	415049-1-14	50,000	50,000	-	-
	20.205		50,000	10,366	-	-
<i>Subtotal for Broward County-MPO</i>			<u>100,000</u>	<u>60,366</u>	<u>-</u>	<u>-</u>
<i>Subtotal for CFDA 20.205</i>			<u>2,118,500</u>	<u>529,745</u>	<u>-</u>	<u>-</u>
U.S. Environmental Protection Agency						
Eastward Ho! Brownfields	66.811	BP984511-98-2	600,000	1,184	-	-
Brownfields Revolving Loan Fund	66.811	BL974-34201-0	2,200,000	28,836	800,000	-
<i>Subtotal for CFDA 66.811</i>			<u>2,800,000</u>	<u>30,020</u>	<u>800,000</u>	<u>-</u>
U.S. Dept. of Commerce - Economic Development Administration						
District Renewal, Planning and Administration	11.305	04-83-05284-01	52,000	50,785	-	-
U.S. Environmental Protection Agency						
Passed through the Southwest Regional Planning Council Sea Level Rise Mapping and Local Govt. Review and Approval	66.606	X82851001-1	77,500	745	-	-
U.S. Department of Energy						
Passed through Florida Department of Environmental Protection	81.119	04-SE-4U-11-23-21-460	20,000	18,631	-	-
U.S. Department of Transportation						
Passed through the State of Florida Department of Community Affairs Planning and Training Agreement (HMEP)	20.703	04-CP-2E-13-00-21-076	39,182	14,573	-	-
Planning and Training Agreement (HMEP)	20.703	04-CP-2E-13-00-21-076	39,380	19,040	-	-
<i>Subtotal for CFDA 20.703</i>			<u>78,562</u>	<u>33,613</u>	<u>-</u>	<u>-</u>
Federal Emergency Management Agency						
Passed through the State of Florida Department of Community Affairs Opa-Locka Technical Planning Assistance	83.536	03-FM-53-13-00-21	50,000	2,587	-	-
U.S.D.A. Biodiesel Education	10.306	NBB5016	4,000	1,221	-	-
Passed through Homeland Security to State, State to NFRC, NFRC Subcontract to SFRPC						
Buffer Zone Protection Plan	97.007		106,750	73,440	-	-
RDSTF Tabletop Exercise	97.007		20,000	17,836	-	-
RDSTF Functional Exercise	97.007		50,000	50,000	-	-
<i>Sub-total for CFDA 97.007</i>			<u>176,750</u>	<u>141,276</u>	<u>-</u>	<u>-</u>
<b>Total Federal Awards/Balance Forward</b>			<u>12,851,305</u>	<u>1,093,719</u>	<u>4,468,596</u>	<u>4,408,509</u>

**South Florida Regional Planning Council  
Schedule of Expenditures of Federal Awards and State Projects  
For Fiscal Year Ended September 30, 2005**

	<u>CFDA#/ CSFA#</u>	<u>Contract #</u>	<u>Grant Amount</u>	<u>Expenditures</u>	<u>Loans Receivable</u>	<u>Balance (including cash) held by trustee</u>
<b>Total Federal Awards/Balance Forward</b>			\$ 12,851,305	\$ 1,093,719	\$ 4,468,596	\$ 4,408,509
<b><u>STATE PROJECTS</u></b>						
State of Florida Department of Community Affairs Regional Planning Council Agreements						
July 1, 2004 to June 30, 2005	52.006	05-DR-52-13-00-21-011	319,891	135,924	-	-
July 1, 2005 to June 30, 2006	52.006	05-DR-52-13-00-21-011	405,890	174,380	-	-
Title III Funds						
July 1, 2003 to June 30, 2004	52.006	04-DR-45-13-00-21-011				
July 1, 2004 to June 30, 2005	52.006	05-DR-52-13-00-21-011	40,909	33,293	-	-
July 1, 2005 to June 30, 2006	52.006	05-DR-52-13-00-21-011	40,909	8,009	-	-
Subtotal for CSFA 52.006			<u>807,599</u>	<u>351,606</u>	<u>-</u>	<u>-</u>
State of Florida Department of Environmental Protection Passed through Miami-Dade County						
South Dade Watershed Collaborative Plan	37.039	DEP SFWMD SP529	1,100,000 1,000,000 1,100,000	- 442,050 50,000	- - -	- - -
South Florida Water Management District South Florida Water, Wastewater and Stormwater Facilities Stud	37.039	C-15798	300,000	69,488	-	-
Subtotal for CSFA 37.039			<u>3,500,000</u>	<u>561,538</u>	<u>-</u>	<u>-</u>
State of Florida Department of Transportation Community Transportation Initiative - Phase V	55.007	AH928	30,000	33,739	-	-
Florida Department of Community Affairs, Division of Emergency Management (pass through) Regional Domestic Task Force	16.007		145,000	-	-	-
Watershed Plan		06-DR-65-13-00-22-001	50,000	689	-	-
<b>Total State Projects</b>			<u>4,532,599</u>	<u>947,572</u>	<u>-</u>	<u>-</u>
<b>Total Federal and State Projects</b>			<u>\$ 17,383,904</u>	<u>\$ 2,041,292</u>	<u>\$ 4,468,596</u>	<u>\$ 4,408,509</u>

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FEDERAL PROGRAMS AND STATE PROJECTS  
September 30, 2005**

**SECTION 1 – SUMMARY OF AUDITORS' RESULTS**

1. The auditor's report expresses an unqualified opinion on the financial statements of South Florida Regional Planning Council (SFRPC)
2. No reportable conditions were disclosed during the audit of the financial statements of SFRPC.
3. Two instances on noncompliance, material to the financial statements of SFRPC, which would be required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. No reportable conditions in internal control over major federal award programs and state projects were disclosed during the audit.
5. The Auditors' report on compliance for the major federal award programs and state projects for SFRPC expresses an unqualified opinion on all major federal programs and state projects.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General are reported in this Section.
7. The programs tested as major programs included :

Major programs:

Federal Award Programs:

U.S. Department of Commerce, CFDA # 11.307  
Federal Highway Administration, CFDA # 20.205

State projects:

State of Florida Department of Community Affairs, CSFA # 52.006  
State of Florida Department of Environmental Protection, CSFA # 37.039

8. The threshold used for distinguishing between Type A and B programs was \$300,000.
9. SFRPC did not qualify as a low-risk auditee. Pursuant to OMB Circular A-133.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FEDERAL PROGRAMS AND STATE PROJECTS  
September 30, 2005**

**SECTION II – FINANCIAL STATEMENT FINDINGS**

**CFDA No. 11.307**

*U.S. DEPARTMENT OF COMMERCE  
ECONOMIC DEVELOPMENT ADMINISTRATION  
EDA REVOLVING LOAN GRANT*

**C-05-1 CONDITION**

In August 2000, the U.S. Department of Commerce, through the EDA, transferred the administration of Special Economic Development and Assistance Programs Long-Term Economic Deterioration RLF I to the Council from a local nonprofit organization. The outstanding balance of loans receivable and funds available to the program amounted to \$2,745,569 and \$1,723,623, respectively, were likewise transferred to the Council.

On February 23, 2004, the U.S. Department of Commerce, through the EDA, signed an Offer to Amend Grant Agreement to transfer the administration of Special EDA Assistance Program Long-Term Economic Deterioration RLF II and Rescue to the Council from a nonprofit corporation. The outstanding balance of loans receivable and funds available to the program amounting to \$1,571,858 and \$2,001,905, respectively, were transferred to the Council on May 1, 2004.

The loan files transferred to the Council are required to document that alternative financing was not available to the loan recipient at the time a loan application was made. However, the loan files on hand at the Council did not have evidence of denial of alternative financing on file for two of nine loan files tested.

**CRITERIA**

The EDA's Revolving Loan Fund Standard Terms and Conditions states that a borrower is not eligible for RLF financing if credit is otherwise available. The Council's EDA Revolving Loan Fund Policy and Procedure Manual likewise states that each loan applicant must demonstrate that alternative financing is not available, and that related documentation must be kept on file.

**RECOMMENDATION**

We recommend that the Council strictly enforce the requirement that denial of credit be documented in each loan recipient's file.

**MANAGEMENT'S COMMENT**

The loans cited here represented loans made by the prior non-profit organization. Any new loans made by the Council contain documentation of credit denial.

**SOUTH FLORIDA REGIONAL PLANNING COUNCIL  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FEDERAL PROGRAMS AND STATE PROJECTS  
September 30, 2005**

**SECTION III – SUMMARY AND STATUS OF PRIOR YEAR’S FINDINGS**

**PY-04-1 CONDITION**

On February 23, 2004, the U.S. Department of Commerce, through the EDA, signed an Offer to Amend Grant Agreement to transfer the administration of Special EDA Assistance Program Long-Term Economic Deterioration RLF II and Rescue to the Council from a nonprofit corporation. The outstanding balance of loans receivable and funds available to the program amounted to \$1,571,858 and \$2,001,905, respectively, and were transferred to the Council on May 1, 2004.

The loan files transferred to the Council contained checklists of loan documents that were required to be submitted for each loan application, as well as other requirements which must be met in order to qualify under the program. Our review of the loan files transferred to the Council revealed several documents that were missing from the files. Also, we noted that the loan files did not contain documents required under the loan agreement, such as updated insurance policies, annual income tax returns and financial statements.

**CRITERIA**

Loan administration should include procedures in place that will ensure complete and updated documents are available in the loan files for each borrower.

**RECOMMENDATION**

We recommend that the Council, based on the checklist of loan documents and the loan agreements, perform an inventory of loan files transferred from the nonprofit corporation to determine important documents that the Council needs to obtain from the nonprofit corporation. We also recommend that the Council take the necessary steps in obtaining the updated documents required under the loan agreement for each borrower.

**CURRENT YEAR’S STATUS**

Similar findings were noted for FY 2005. Current insurance certificates were not on file for four of the five loan files tested in which physical collateral was pledged to support outstanding loan balances. In addition, neither current tax returns nor current financial statements were on file for four of eight loan files tested.

**MANAGEMENT’S COMMENT**

Management concurs, effective immediately, the Economic Development Specialist and Financial Specialist will ensure that all required and current documents are in files. A checklist has been created to ensure that documents are kept in a particular order. All loan files will be reviewed and all related documentation will be current and filed, by the due date of August 30, 2005.



**Watson Rice LLP**

Certified Public Accountants and Consultants

**INDEPENDENT AUDITORS' MANAGEMENT LETTER**

To the Council Members of  
South Florida Regional Planning Council

We have audited the financial statements of the South Florida Regional Planning Council (the "Council") as of and for the year ended September 30, 2005, and have issued our report thereon dated January 23, 2006.

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 Auditors' Report on Compliance and Internal Control over Financial Reporting, Independent Auditors' Report on Compliance and Internal Control over Compliance Applicable to the Major Federal Programs and State Projects, and the Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated January 23, 2006 should be considered in conjunction with this management letter.

The Rules of the Auditor General (Section 10.554(1)(h)1) require that we address in the management letter, if not already addressed in the auditor's reports on compliance and internal controls or schedule of findings and questioned costs, whether or not recommendations made in the preceding annual financial audit report have been followed. The recommendations made in the preceding independent auditors' management letter have not been corrected.

As required by the Rules of the Auditor General (Section 10.554(1)(h)2), the scope of our audit included 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.

As required by the Rules of the Auditor General (Section 10.554(1)(h)3), we have included two additional comments to be included to improve financial management, accounting procedures, and internal controls. (See ML-04-1 and ML-02-1).

The Rules of the Auditor General (Section 10.554(1)(h)4) require disclosure in the management letter of the following matters if not already addressed in the auditors' reports on compliance and internal controls or schedule of findings and questioned costs: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures (e. g., the omission of required disclosures from the financial statements); (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations; and instances of fraud discovered by, or that come to the attention of, the auditor. Our audit disclosed no matters required to be disclosed under the Rules of the Auditor General (Section 10.554(1)(g)4.)

The Rules of the Auditor General (Section 10.554(1)(h)5) 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. This required disclosure is included in Note 1 of the notes to the financial statements as of September 30, 2005.

As required by the Rules of the Auditor General (Section 10.554(1)(h)6a), the scope of our audit included a review of the provisions of Section 218.503(1), Florida Statutes, regarding financial emergencies. In connection with our audit, we have determined that the Council did not meet any of the conditions described in Section 218.503(1) of the Florida Statutes.

As required by the Rules of the Auditor General (Section 10.554(1)(h)6b), we determined that the annual financial report for the Council for the fiscal year ended September 30, 2005, filed with the 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, 2005.

As required by the Rules of the Auditor General (Sections 10.554(h)6.c. and 10.556(7)), we applied financial assessments procedures. It is management's responsibility to monitor the entity'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.

This management letter is intended solely for the information and use of the members of the Council, management and officials of the Council, 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.

Ft. Lauderdale, Florida  
January 23, 2006

*Walter Rice LRP*

## **SOUTH FLORIDA REGIONAL PLANNING COUNCIL**

### **STATUS OF PRIOR YEAR'S FINDING For the Year Ended September 30, 2005**

#### **ML-04-1    CONDITION**

It was noted that the Finance Director performs incompatible functions of recording of collections to the general ledger and preparation of bank reconciliation statements. In addition, bank reconciliations are not reviewed by any other officer of the Council.

Good internal control dictates segregation of duties as it relates to recording of cash receipts to the general ledger and preparation of bank reconciliations. In addition, a review of bank reconciliations should be performed by a person other than the preparer with no incompatible duties.

#### **CURRENT YEAR'S STATUS**

The Finance Director continues to record collections in the general ledger and prepare bank reconciliations. However, for FY 2005, all bank reconciliations were reviewed by the Treasurer. The independent review of bank reconciliations also removes the concern relative to recording of collections.

#### **ML-02-1    FINANCIAL STATEMENT PRESENTATION AND BUDGET POLICY**

During our prior year's audit we noted the Council does not maintain its accounting records and internal financial statements in the same format as the audited financial statements i.e., a presentation wherein accounts of governmental fund types (general and special revenue funds) are grouped and shown separately.

#### **CURRENT YEAR'S STATUS**

A similar finding was noted in the current year's audit. Fund reporting was not addressed in the Window's version of the GMS accounting software used by the Council. However, the Council is in the process of implementing a new accounting software package that has the ability to record transactions by fund.