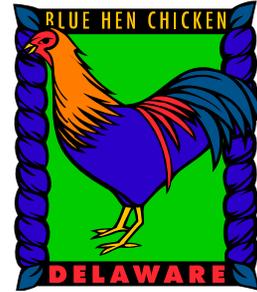


Delaware League of Local Governments
Financial Statements
For the Year ending June 30, 2014



August 4, 2014

**Delaware League of Local Governments
Dover, Delaware**

Balance Sheet as of June 30, 2014

Assets

Current Assets:

Cash at Bank: Checking Account	\$629	
Cash at Bank: Money Market Account	15,968	
Certificates of Deposit	<u>20,000</u>	
Total Current Assets	\$36,597	
Total Assets		<u>\$36,597</u>

Liabilities and Equity

Equity:

Unreserved Fund Balance	<u>\$36,597</u>	
Total Equity	\$36,597	
Total Liabilities and Equity		<u>\$36,597</u>

**Delaware League of Local Governments
Dover, Delaware**

**Income Statement for Year Ending
June 30, 2014**

Revenue

Dues:

Dues Received \$86,514

Program Income:

Programs/Meetings 18,950
Directory Advertising 2,460

Grants:

Homeland Security 62,786

Other Income:

Interest Received 481
Corporate Contributions 3,350

Total Revenue \$174,541

Expenditures

Programs:

Programs/Meetings \$18,917
NLC Dues/Support 2,102
Plaques/Awards 352
Training/Conferences 5,922
Legislative Relations 7,200
Scholarship 475

Grant Program:

Homeland Security 56,835

Administration:

Management Contract 65,000
Auto Allowance 8,600
Accounting/Finance 2,500
Administrative Help 1,720
Office Supplies 1,096
Postage 124
Printing Publication 2,349
Telephone 1,352

Total Expenditures \$174,544

Excess of Expenditure Over Income

(\$3)

Unreserved Fund Balance – Beginning of Year 36,847
Adjustments to Income/Fund Balance (247)
Unreserved Fund Balance – End of Year \$36,597

**Delaware League of Local Governments
Dover, Delaware**

**Notes of the Financial Statements
for the Year Ending June 30, 2014**

1. Entity:

Delaware League of Local Governments (*The League*) is an organization of cities and counties in the State of Delaware.

The League is registered as a not for profit corporation under the laws of the State of Delaware.

2. Internal Revenue Service Status:

The League has a 501 (c) (6) organization status from the Internal Revenue Service. The League files form 990 with the IRS.

3. Member Organization:

The League is a member organization of the League of Cities which is a national organization of the cities and counties in the U.S.A.

4. Governing Document:

The League is governed by the by-laws adopted and revised, as and when needed, by its general membership.

5. Management:

The League is governed by the Executive Committee elected annually by its membership.

6. Operations:

The day to day operations are managed by the Executive Director who is appointed by the Executive Committee with a management contract.

7. Financial Management:

- a. The fiscal year of the The League is July 1 through June 30.
- b. The books are maintained on a cash basis.
- c. The year-end financial statements are prepared on a cash basis. At the year end, bills payable are all paid and as of 6-30-2014 there are no outstanding bills payable.
- d. There are no material amounts outstanding as receivables.
- e. The Executive Committee approves the annual budget each year in May, receives the monthly budget reports and monitors the receipts and expenditures throughout the year.

The League of Local Governments: Notes

- e. The membership dues to The League are billed in July each year and a majority of the dues are paid in July, August and September.
- f. The expenses are paid monthly.
- g. The League has a checking account and a money market account at the bank. The League invests the working capital in a fixed deposit at a local bank. The account balances are within the FDIC insurance limits.
- h. The adjustment to the fund balance for \$247 at the end of the Income Statement reflects the financial and budgetary items.

8. Fixed Assets and Depreciation:

The League does not own any fixed assets or real estate.
The Leagues does not have any depreciation expense.

9. Homeland Security Grant:

The League receives a Homeland Security Grant from the State of Delaware. The purpose of the grant is to help the towns, cities and the counties to assess and enhance the homeland security measures for their entities.

The League has contracted out this function to a Homeland Security Professional. The payment is made monthly for the hours spent by the professional. The League pays the amount initially and then receives a reimbursement from the State of Delaware.

As of June 30, 2014, two months expenses remain to be reimbursed from the State of Delaware. This will be recognized as receipt/revenue when received in next fiscal year.

The League does not charge the State any overhead expenses and 100% amount received From this grant is spent on the program by the League.