
**VIRGINIA GOVERNMENT FINANCE
OFFICERS' ASSOCIATION**

FINANCIAL REPORT

**FOR THE FISCAL YEARS ENDED
DECEMBER 31, 2009 AND 2008**

ROBINSON, FARMER, COX ASSOCIATES

***A PROFESSIONAL LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS***

Charlottesville ♦ Christiansburg ♦ Richmond ♦ Verona ♦ Fredericksburg

VIRGINIA GOVERNMENT FINANCE OFFICERS' ASSOCIATION

FINANCIAL REPORT

FOR THE FISCAL YEARS ENDED DECEMBER 31, 2009 AND 2008

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CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS VIRGINIA GOVERNMENT FINANCE OFFICERS' ASSOCIATION RADFORD, VIRGINIA

We have audited the accompanying statement of financial position of the Virginia Government Finance Officers' Association (a nonprofit organization), as of December 31, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from Virginia Government Finance Officers' Association's December 31, 2008 financial statements and, in our report dated April 30, 2009, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Virginia Government Finance Officers' Association, as of December 31, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Robinson, Farmer, Cox Associates

Christiansburg, Virginia
March 1, 2010

Virginia Government Finance Officers' Association
Statement of Financial Position
As of December 31, 2009
(With Comparative Totals for 2008)

<u>Assets</u>	<u>2009</u>	<u>2008</u>
<i>Current Assets:</i>		
Cash and Cash Equivalents	\$ 56,507	\$ 33,003
Investments	103,306	126,844
Prepaid Insurance	<u>1,918</u>	<u>1,056</u>
Total Current Assets	\$ <u>161,731</u>	\$ <u>160,903</u>
Total Assets	\$ <u>161,731</u>	\$ <u>160,903</u>
 <u>Liabilities</u>		
<i>Current Liabilities:</i>		
Accounts Payable	\$ 904	\$ 2,860
Deferred Revenue	<u>12,785</u>	<u>12,196</u>
Total Current Liabilities	\$ <u>13,689</u>	\$ <u>15,056</u>
 <u>Net Assets</u>		
Unrestricted	\$ <u>148,042</u>	\$ <u>145,847</u>
Total Liabilities and Net Assets	\$ <u><u>161,731</u></u>	\$ <u><u>160,903</u></u>

The accompanying notes are an integral part of these statements.

Virginia Government Finance Officers' Association
Statement of Activities
For the year ended December 31, 2009
(With Comparative Totals for 2008)

	2009	2008
Revenue and Support		
Educational courses	\$ 69,780	\$ 92,060
Conferences	173,190	186,190
Membership dues	24,445	22,040
Investment income	3,768	6,760
Regional organizations	5,500	-
Other revenue	-	3,151
	<u>276,683</u>	<u>310,201</u>
Total Revenue and Support	\$ 276,683	\$ 310,201
Expenses		
Program Services:		
Conferences	\$ 145,868	\$ 152,411
Educational courses	60,163	69,858
Other program services	17,535	17,219
Administration:		
Accounting	4,500	8,750
Board meetings	23,600	16,324
Management contract services	9,900	8,100
Other administration	12,922	11,208
	<u>274,488</u>	<u>283,870</u>
Total Expenses	\$ 274,488	\$ 283,870
Change in net assets	\$ 2,195	\$ 26,331
Net Assets, beginning of year	<u>145,847</u>	<u>119,516</u>
Net Assets, end of year	<u>148,042</u>	<u>145,847</u>

The accompanying notes are an integral part of these statements.

Virginia Government Finance Officers' Association
Statement of Cash Flows
For the year ended December 31, 2009
(With Comparative Totals for 2008)

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>2009</u>	<u>2008</u>
Changes in net assets	\$ 2,195	\$ 26,331
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
(Decrease)/Increase in accounts payable	(1,956)	(3,495)
(Decrease)/Increase in deferred revenue	589	(12,019)
(Increase)/Decrease in prepaid expense	(862)	-
(Increase)/Decrease in accounts receivable	<u>-</u>	<u>488</u>
Net cash provided by (used in) operating activities	<u>\$ (34)</u>	<u>\$ 11,305</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of investments	\$ 73,538	\$ 133,015
Purchase of investments	<u>(50,000)</u>	<u>(126,844)</u>
Net cash provided by (used in) capital and related financing activities	<u>\$ 23,538</u>	<u>\$ 6,171</u>
<i>Net increase (decrease) in cash and cash equivalents</i>	\$ 23,504	\$ 17,476
Beginning cash and cash equivalents	<u>33,003</u>	<u>15,527</u>
Ending cash and cash equivalents	<u><u>\$ 56,507</u></u>	<u><u>\$ 33,003</u></u>

The accompanying notes are an integral part of these statements.

Virginia Government Finance Officers' Association
Notes to Financial Statements
December 31, 2009 and 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Nature of Activities:

The Virginia Government Finance Officers' Association (the Association) is a member organization formed in 1968. The primary mission of the Association is to foster governmental excellence by providing education, training, fellowship and career enhancement for governmental professionals throughout Virginia.

B. Basis of Accounting:

The Association maintains its assets and liabilities, and records its income and expenses by use of the accrual method of accounting. Under the accrual method, revenues are recognized in the accounting period in which they are earned, while expenses are recognized in the accounting period in which the related liability is incurred.

C. Basis of Presentation:

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets include designated and undesignated resources available for support of the Organization's activities.

Temporarily restricted net assets include time and purpose restricted resources that will become available for support of the Organization's activities once the restrictions are satisfied.

Permanently restricted net assets include those resources of the Organization that are permanently restricted for a specific purpose.

The Association had no temporarily or permanently restricted assets during the fiscal year.

D. Deferred Revenue

Deferred revenue consists of advance registration fees for courses and advance membership dues.

E. Cash and Cash Equivalents:

For purposes of the statement of cash flows, cash and cash equivalents consist of highly liquid investments with an initial maturity of three months or less.

Virginia Government Finance Officers' Association
Notes to Financial Statements
December 31, 2009 and 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

F. Income Taxes:

The Virginia Government Finance Officers' Association is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore no provision for Federal income taxes has been reported in the accompanying financial statements. A form 990 as required by the Internal Revenue Service has been filed for the years ended December 31, 2009 and 2008.

G. Estimates:

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

H. Comparative Totals:

Comparative totals are presented for informational purposes only.

NOTE 2 – Investments:

Investments consist of certificates of deposit along with stated interest rates of \$51,016 (2.69%) and \$52,290 (1.39%) at December 31, 2009 and \$76,348 (4.91%) and \$50,496 (4.00%) at December 31, 2008.

NOTE 3 – Management and Shared Revenue:

The Association has entered into a Memorandum of Understanding with Radford University's Governmental and Nonprofit Center (GNAC) to jointly administer a Virginia Governments Finance Officers' Certificate program and co-sponsor other courses. Under the terms of the agreement, the Association receives \$50 for each participant in each program class, and the GNAC receives the remaining net proceeds. Gross revenue from co-sponsored courses is recognized by the Association, while GNAC's portion is reported as a program services expense for the corresponding course. The Association paid GNAC \$25,356 and \$27,901 in 2009 and 2008, respectively, under terms of this agreement.

The Association has also entered into an annual Memorandum of Understanding to provide management services for the Association. The fee was set at \$2,750 per month for 2009, \$2,000 per month for January through September 2008, and \$2,500 for October through December 2008. Payments to GNAC under this agreement totaled \$33,000 in 2009 and \$25,500 in 2008 and are allocated between program and administrative expenses.