

OMAHA-COUNCIL BLUFFS METROPOLITAN
AREA PLANNING AGENCY

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

JUNE 30, 2021

CONTENTS

| | Page |
|--|-------|
| INDEPENDENT AUDITOR'S REPORT | |
| MANAGEMENT'S DISCUSSION AND ANALYSIS | 1-6 |
| FINANCIAL STATEMENTS: | |
| Government-wide Financial Statements | |
| Statement of Net Position | 7 |
| Statement of Activities | 8 |
| Fund Financial Statements | |
| Balance Sheet – Governmental Funds | 9 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds | 10 |
| Statement of Net Position – Proprietary Fund | 11 |
| Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund | 12 |
| Statement of Cash Flows – Proprietary Fund | 13 |
| Statement of Fiduciary Net Position – Fiduciary Fund | 14 |
| Statement of Changes in Fiduciary Net Position – Fiduciary Fund | 15 |
| Notes to the Financial Statements | 16-23 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| Comparison of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds | 24 |
| SUPPLEMENTARY INFORMATION | |
| Combining Balance Sheet – Nonmajor Governmental Funds | 25 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds | 26 |
| Schedule of Expenditures of Federal Awards | 27-29 |
| INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS" | 30-31 |
| INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE | 32-33 |
| Schedule of Findings and Questioned Costs | 34 |



INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Omaha - Council Bluffs Metropolitan Area Planning Agency
Omaha, Nebraska

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Omaha – Council Bluffs Metropolitan Area Planning Agency (MAPA), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise MAPA's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of MAPA, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 1 through 6 and 24 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise MAPA's basic financial statements. The combining nonmajor fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, "*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*," are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, "*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*," are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 22, 2022 on our consideration of the MAPA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering MAPA's internal control over financial reporting and compliance.

Hamilton Associates, P.C.

Council Bluffs, Iowa
September 22, 2022

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year ending June 30, 2021

MAPA provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of financial activities is for the fiscal year ending June 30, 2021. We encourage readers to consider this information in conjunction with our financial statements, which follow.

FINANCIAL HIGHLIGHTS

MAPA's total governmental fund revenues were \$4,876,310 in fiscal year 2021 an increase of \$1,027,261 or 27% compared to fiscal year 2020. Currently, MAPA is implementing several large, long-term studies. These studies vary in funding from year to year. A summary of some of MAPA's larger projects is included below. In 2021, approximately \$289,250 of federal funding was passed on to member jurisdictions as direct support.

| Column1 ▼ | Column2 ▼ | Column3 ▼ | Column4 ▼ | Column5 ▼ | Column6 ▼ | Column7 ▼ |
|---|--------------------------------|--------------------|----------------|--------------|--------------|------------------------|
| Project Name | Funding Source | Total Project Cost | Project Years | 2021 | 2020 | Change from Prior Year |
| MAPA Transportation Planning activities | Department of Transportation | | Annual funding | \$ 1,667,200 | \$ 2,022,100 | \$ (354,900) |
| MAPA Transportation Planning activities | Federal Transit Administration | | Annual funding | 692,518 | 446,818 | 245,700 |
| Nebraska-Iowa Orthophotography Project | Charges for Services | \$ 933,780 | 2020-2021 | 400,307 | 428,947 | (28,640) |
| | | | | \$ 2,760,025 | \$ 2,897,865 | \$ (137,840) |

MAPA's governmental fund expenditures were \$4,496,243 in fiscal year 2021, an increase of \$881,816 or 24% compared to fiscal year 2020.

The MAPA Foundation serves two primary functions: 1) it is designated as a Nonprofit Development Organization (NDO) and as such serves development needs to carry out community economic development, neighborhood revitalization, or energy conservation projects. Such projects include Community Development Block Grant (CBDG) loan programs, a local/regional investment fund that is used to finance housing projects in accordance with the Rural Workforce Housing Investment Act, and a project to provide affordable housing for low-to-moderate income Nebraskans using Nebraska Affordable Housing Trust Funds. 2) it supports the Metropolitan Area Motorist Assist program (MAMA). The MAMA program utilizes volunteers recruited and supervised by the Nebraska State Patrol to assist motorists stranded on

the area's interstates and major highways. The volunteers help to alleviate the workload that would otherwise be the responsibility of local law enforcement. Providing timely and effective assistance to stranded motorists improves the safety and congestion on metro area roadways. The Foundation's total revenues in fiscal year 2021 were \$193,133 a decrease of \$702,274 compared to fiscal year 2020. The Foundation's total expenses in fiscal year 2020 were \$127,735, a decrease of \$28,422 compared to fiscal year 2020. The decrease in revenues and expenses are due to the funding of the Rural Workforce Housing and Nebraska Affordable Housing Trust Fund activities gradually drawing to an end.

MAPA's net position increased \$575,817 from June 30, 2020 to June 30, 2021.

USING THIS MD&A ANNUAL REPORT

This MD&A annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of MAPA financial activities.

Financial Statements consist of Statement of Net Position, Statement of Activities, Balance Sheet – Governmental Funds, Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds, Statement of Net Position-Proprietary Fund, Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund, Statement of Cash Flows – Proprietary Fund, Statement of Fiduciary Net Position – Fiduciary Fund and Statement of Changes in Fiduciary Assets – Fiduciary Funds. These provide information about the activities of MAPA as a whole and present an overall view of MAPA.

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

Required Supplementary Information further explains and supports the financial statements with a comparison of MAPA's budget for the year, detail of the non-major funds and the Schedule of Expenditures of Federal Awards.

REPORTING FINANCIAL ACTIVITIES

Government-wide Financial Statements

Government-wide financial statements report information about MAPA as a whole, using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of MAPA's assets and liabilities. The purpose of this statement is to present a summary of MAPA to readers of the financial statements. The Statement of Activities accounts for all of current year's revenues and expenses, regardless of when cash is received or paid.

Two government-wide financial statements report MAPA's net position and how they have changed for the period. Net position, the difference between MAPA's assets and liabilities, are one way to measure organizational financial health or position. Over time, increases or decreases in net position are indicators of whether financial position is improving or deteriorating.

Fund Financial Statements

Fund financial statements provide more detailed information about MAPA's funds, focusing on the most significant funds and not the organization as a whole. Funds are accounting devices used to keep track of specific sources of funding and spending on particular programs. MAPA has three types of Funds:

Government funds: Most of MAPA's funds are included in governmental funds, which generally focus on (1) how cash and other financial assets that can be converted to cash, flow in and out, and (2) the balances that are left at year-end that are available for spending. Consequently, governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the organization's programs.

Governmental funds include the General Fund along with the non-major Project Fund, the Officials Expense Fund and Revolving Loan Fund. Required financial statements for governmental funds include a Balance Sheet and a Statement of Revenue, Expenditures and Changes in Fund Balances.

Enterprise funds include the MAPA Foundation and have business type activity.

Fiduciary funds: Fiduciary fund types are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organization, other governmental units, and/or other funds. MAPA's fiduciary fund is presented in the fiduciary fund financial statements for the pension trust fund for the employees' retirement program.

Required financial statements for fiduciary funds include a Statement of Fiduciary Net Assets-Fiduciary Fund and related Statement of Changes in Fiduciary Net Position-Fiduciary Funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Following is a summary of MAPA's net position for the year ended June 30, 2021 compared to June 30, 2020.

CONDENSED STATEMENT OF NET POSITION

| | June 30, | | Change from Prior Year | |
|--|---------------------|---------------------|------------------------|-------------|
| | 2021 | 2020 | | |
| Non-capital Assets | \$ 5,420,402 | \$ 5,509,096 | \$ (88,694) | -2% |
| Capital Asset | 52,565 | 68,267 | (15,702) | -23% |
| Total Assets | <u>\$ 5,472,967</u> | <u>\$ 5,577,363</u> | <u>\$ (104,396)</u> | <u>-2%</u> |
| Liabilities | <u>\$ 1,047,986</u> | <u>\$ 1,728,199</u> | <u>\$ (680,213)</u> | <u>-39%</u> |
| Net Position | | | | |
| Investments in capital assets, net of related debt | \$ 52,565 | \$ 68,267 | \$ (15,702) | -23% |
| Restricted | 1,079,605 | 1,015,567 | 64,038 | 6% |
| Unrestricted | | | | |
| Designated | 614,740 | 598,802 | 15,938 | 3% |
| Undesignated | 2,678,071 | 2,166,528 | 511,543 | 24% |
| Total net position | <u>\$ 4,424,981</u> | <u>\$ 3,849,164</u> | <u>\$ 575,817</u> | <u>15%</u> |
| Total liabilities and net position | <u>\$ 5,472,967</u> | <u>\$ 5,577,363</u> | <u>\$ (104,396)</u> | <u>-2%</u> |

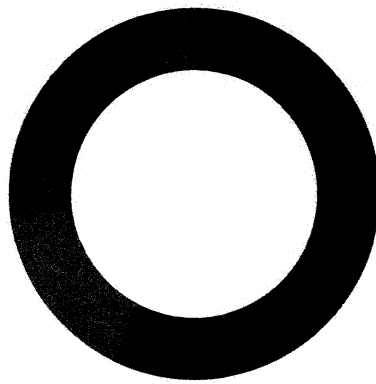
The following summary is a comparison of the changes in net position for the years ending June 30, 2021 and 2020.

The Changes in Net Position reflects an increase in the net position at the end of the fiscal year of \$575,817 or 15%.

CHANGES IN NET POSITION

| | Year Ended June 30, | | Change from Prior Year | |
|---------------------------------------|---------------------|--------------|------------------------|------|
| | 2021 | 2020 | | |
| Revenues | | | | |
| Federal and state | \$ 2,852,817 | \$ 2,318,097 | \$ 534,720 | 23% |
| Local governments | 782,802 | 672,716 | 110,086 | 16% |
| Private grants | 187,298 | 89,672 | 97,626 | |
| Charges for services | 611,842 | 688,793 | (76,951) | -11% |
| In-kind | 338,883 | 146,630 | 192,253 | 131% |
| Investment income | 3,346 | 28,974 | (25,628) | -88% |
| Business-type activities | 201,563 | 895,406 | (693,843) | -77% |
| Miscellaneous | 2,923 | 561 | 2,362 | 421% |
| Total revenues | \$ 4,981,474 | \$ 4,840,849 | \$ 140,625 | 3% |
| Expenses | | | | |
| Forums | \$ 99,490 | \$ 112,380 | \$ (12,890) | -11% |
| Transportation planning | 810,247 | 699,567 | 110,680 | 16% |
| Regional assistance | 659,867 | 330,618 | 329,249 | 100% |
| Sustainability planning | 121,532 | 403,146 | (281,614) | -70% |
| Public involvement | 245,449 | 195,252 | 50,197 | 26% |
| Environment and energy | 300,721 | 297,417 | 3,304 | 1% |
| Member services | 1,361,308 | 1,228,327 | 132,981 | 11% |
| Management and general administration | 663,606 | 581,744 | 81,862 | 14% |
| Capital outlay | - | - | - | 100% |
| Business-type activities | 127,735 | 156,157 | (28,422) | -18% |
| Total Expenses | \$ 4,389,955 | \$ 4,004,608 | \$ 385,347 | 10% |
| Adjustment for Capital Expenses | (15,702) | (19,971) | 4,269 | -21% |
| Changes in net position | \$ 575,817 | \$ 816,270 | \$ (240,453) | -29% |
| Beginning net position | 3,849,164 | 3,032,894 | 816,270 | 27% |
| Ending net position | \$ 4,424,981 | \$ 3,849,164 | \$ 575,817 | 15% |

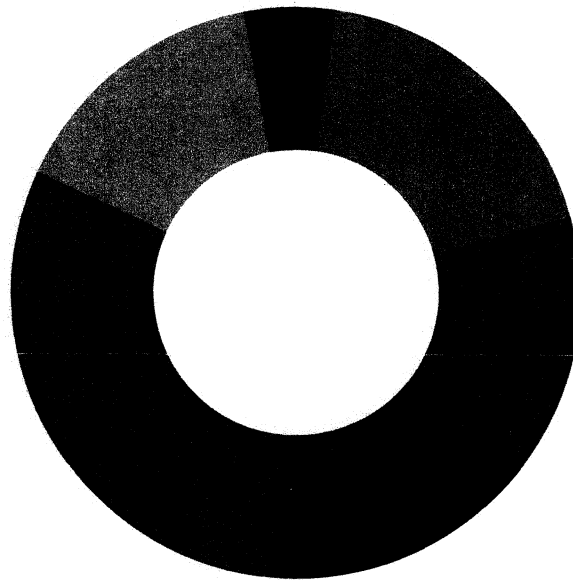
2021 Revenues



- Federal and state - 57%
- Local gov'ts - 16%
- Private Grants - 4%
- Charges for services - 12%
- In-kind - 7%
- Investment Income - 0%
- Business-type activities - 4%
- Misc - 0%

2021 Expenses

- Forums - 2%
- Transportation planning - 18%
- Regional assistance - 15%
- Sustainability planning - 3%
- Public involvement - 6%
- Environment and energy - 7%
- Member services - 31%
- General admin - 15%
- Capital outlay - 0%
- Business-type activities - 3%



CAPITAL ASSETS

MAPA net capital assets decreased from \$ 68,267 to \$ 52,565 for the period ended June 30, 2021, a decrease of \$ 15,702. In 2021.

ECONOMIC FACTOR

MAPA relies on funding primarily from the U.S. Department of Transportation (USDOT). Continued funding of Transportation initiatives from USDOT and pass-through of those funds is necessary for MAPA to fulfill its mission.

CONTACTING MAPA FINANCIAL MANAGEMENT

This financial report is designed to provide our members, citizens and grant providers with a general overview of MAPA finances and operating activities. If you have any questions or require additional information, please contact the MAPA Executive Director, 2222 Cuming Street, Omaha NE 68102, (402)444-6866.



Connect. Plan. Thrive.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF NET POSITON

June 30, 2021

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|---------------------|
| ASSETS | | | |
| Cash and cash equivalents (Note 2) | \$ 1,774,959 | \$ 1,131,143 | \$ 2,906,102 |
| Investments | 442,484 | - | 442,484 |
| Accounts receivable | 30,651 | - | 30,651 |
| Due from other governmental agencies | 1,404,816 | 23,860 | 1,428,676 |
| Due from other funds | 66,806 | - | 66,806 |
| Prepaid expenses | 51,927 | - | 51,927 |
| Notes receivable | - | 493,756 | 493,756 |
| Capital assets, net (Note 4) | 52,565 | - | 52,565 |
| Total assets | <u>\$ 3,824,208</u> | <u>\$ 1,648,759</u> | <u>\$ 5,472,967</u> |
| LIABILITIES | | | |
| Accounts payable | \$ 206,394 | \$ 10,591 | \$ 216,985 |
| Due to other governmental agencies | \$ 59,022 | \$ - | \$ 59,022 |
| Due to to other funds | - | 66,810 | 66,810 |
| Compensated absences | 107,541 | - | 107,541 |
| Accrued expenses | 106,051 | - | 106,051 |
| Revolving loan fund | - | 491,577 | 491,577 |
| Total liabilities | <u>\$ 479,008</u> | <u>\$ 568,978</u> | <u>\$ 1,047,986</u> |
| NET POSITION | | | |
| Investments in capital assets, net of related debt | \$ 52,565 | \$ - | \$ 52,565 |
| Restricted | 75,686 | 1,003,919 | 1,079,605 |
| Unrestricted | | | |
| Designated | 538,878 | 75,862 | 614,740 |
| Undesignated | 2,678,071 | - | 2,678,071 |
| Total net position | <u>\$ 3,345,200</u> | <u>\$ 1,079,781</u> | <u>\$ 4,424,981</u> |
| Total liabilities and net assets | <u>\$ 3,824,208</u> | <u>\$ 1,648,759</u> | <u>\$ 5,472,967</u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

| | Expenses | Program Revenues | | | Business-type Activities | Total |
|--|--------------|----------------------|------------------------------------|-------------------------|--------------------------|--------------|
| | | Charges for Services | Operating Grants and Contributions | Governmental Activities | | |
| Governmental Activities | | | | | | |
| Forums | \$ 99,490 | \$ 1,096 | \$ 128,832 | \$ 30,438 | \$ - | \$ 30,438 |
| Transportation planning | 810,247 | - | 1,203,689 | 393,442 | - | 393,442 |
| Regional assistance | 659,867 | 288,971 | 572,592 | 201,696 | - | 201,696 |
| Sustainability planning | 121,532 | 16,000 | 195,347 | 89,815 | - | 89,815 |
| Public involvement | 245,449 | - | 291,720 | 46,271 | - | 46,271 |
| Environment and energy | 300,721 | - | 304,905 | 4,184 | - | 4,184 |
| Member services | 1,361,308 | 305,775 | 1,055,896 | 363 | - | 363 |
| Management and general administration | 679,307 | - | - | (679,307) | - | (679,307) |
| Total governmental activities | \$ 4,277,921 | \$ 611,842 | \$ 3,752,981 | \$ 86,902 | \$ - | \$ 86,902 |
| Business-type Activities | 127,735 | - | 193,133 | - | 65,398 | 65,398 |
| | \$ 4,405,656 | \$ 611,842 | \$ 3,946,114 | \$ 86,902 | \$ 65,398 | \$ 152,300 |
| General Revenues | | | | | | |
| Grants and contributions not restricted to specific programs | | | | \$ 403,818 | \$ - | \$ 403,818 |
| Interest income | | | | 3,346 | 8,424 | 11,770 |
| Other revenues | | | | 7,929 | - | 7,929 |
| Transfers | | | | (6) | 6 | - |
| Total general revenues | | | | \$ 415,087 | \$ 8,430 | \$ 423,517 |
| Change in net position | | | | \$ 501,989 | \$ 73,828 | \$ 575,817 |
| Net position, beginning | | | | 2,843,211 | 1,005,953 | 3,849,164 |
| Net position, end of year | | | | \$ 3,345,200 | \$ 1,079,781 | \$ 4,424,981 |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

BALANCE SHEET – GOVERNMENTAL FUNDS

June 30, 2021

| | <u>General Fund</u> | <u>Non-major Funds</u> | <u>Total Governmental Funds</u> |
|--------------------------------------|---------------------|----------------------------|---|
| ASSETS | | | |
| Cash and cash equivalents | \$ 1,772,528 | \$ 2,431 | \$ 1,774,959 |
| Investment | 442,484 | - | 442,484 |
| Accounts receivables | 30,651 | - | 30,651 |
| Due from other governmental agencies | 1,404,816 | - | 1,404,816 |
| Due from other funds | 61,626 | 5,180 | 66,806 |
| Prepaid expenses | 51,927 | - | 51,927 |
| Total assets | <u>\$ 3,764,032</u> | <u>\$ 7,611</u> | <u>\$ 3,771,643</u> |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Accounts payable | \$ 206,394 | \$ - | \$ 206,394 |
| Due to other governmental agencies | 59,022 | - | 59,022 |
| Compensated absences | 107,541 | - | 107,541 |
| Deferred revenue | - | - | - |
| Accrued expenses | 106,051 | - | 106,051 |
| Total liabilities | <u>\$ 479,008</u> | <u>\$ -</u> | <u>\$ 479,008</u> |
| FUND BALANCES | | | |
| Restricted | \$ 75,686 | \$ - | \$ 75,686 |
| Committed | 355,000 | - | 355,000 |
| Assigned | 176,267 | 7,611 | 183,878 |
| Unassigned | 2,678,071 | - | 2,678,071 |
| Total fund balances | <u>\$ 3,285,024</u> | <u>\$ 7,611</u> | <u>\$ 3,292,635</u> |
| Total liabilities and fund balances | <u>\$ 3,764,032</u> | <u>\$ 7,611</u> | <u>\$ 3,771,643</u> |

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

| | |
|--|---------------------|
| Total fund balances of governmental funds | \$ 3,292,635 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds | 52,565 |
| Governmental funds operate on the modified accrual basis as such revenues and expense are recognized when are collectible or payable in 60 days. This represents the difference in long term receivables and payables. | |
| Fund balances reported in the statement of net position | <u>\$ 3,345,200</u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021**

| | General | Non-major Funds | Total Governmental Funds |
|---------------------------------------|----------------------------|------------------------|--------------------------------|
| REVENUES | | | |
| Federal and state | \$ 2,852,817 | \$ - | \$ 2,852,817 |
| Local governments | 782,802 | - | 782,802 |
| Charges for services | 708,234 | - | 708,234 |
| In-kind | 338,883 | - | 338,883 |
| Private grants | 187,298 | - | 187,298 |
| Investment income | 3,327 | 19 | 3,346 |
| Miscellaneous | 2,929 | - | 2,929 |
| Total revenues | <u>\$ 4,876,290</u> | <u>\$ 19</u> | <u>\$ 4,876,309</u> |
| EXPENDITURES | | | |
| Forums | \$ 99,490 | \$ - | \$ 99,490 |
| Transportation planning | 810,247 | - | 810,247 |
| Regional assistance | 613,993 | 45,874 | 659,867 |
| Sustainability planning | 121,532 | - | 121,532 |
| Public involvement | 245,449 | - | 245,449 |
| Environment and energy | 300,721 | - | 300,721 |
| Member services | 1,595,332 | - | 1,595,332 |
| Management and general administration | 663,348 | 258 | 663,606 |
| Total expenditures | <u>\$ 4,450,112</u> | <u>\$ 46,132</u> | <u>\$ 4,496,244</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | \$ 2,431 | \$ - | \$ 2,431 |
| Transfers out | (6) | (2,431) | (2,437) |
| Total other financing sources (uses) | <u>\$ 2,425</u> | <u>\$ (2,431)</u> | <u>\$ (6)</u> |
| NET CHANGE IN FUND BALANCES | <u>\$ 428,603</u> | <u>\$ (48,544)</u> | <u>\$ 380,059</u> |
| FUND BALANCES, BEGINNING | <u>2,856,421</u> | <u>56,155</u> | <u>2,912,576</u> |
| FUND BALANCES, END OF YEAR | <u><u>\$ 3,285,024</u></u> | <u><u>\$ 7,611</u></u> | <u><u>\$ 3,292,635</u></u> |

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

| | |
|--|--------------------------|
| Net change in fund balances - total governmental funds | \$ 380,059 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount is the difference between capital outlays and depreciation. | (15,702) |
| Governmental funds operate on the modified accrual basis as such revenues and expenses are recognized when are collectible or payable in 60 days. This represents the difference in receipts on long term receivables and payments on long term payables. | 137,632 |
| | <u><u>\$ 501,989</u></u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF NET POSITION - PROPRIETARY FUND

June 30, 2021

ASSETS

Current Assets

| | |
|---------------------------------------|---------------------|
| Cash | \$ 1,131,143 |
| Current maturities - notes receivable | 129,756 |
| Due from other governmental agencies | 23,860 |
| Total current assets | <u>\$ 1,284,759</u> |

Non-current asset

| | |
|---|----------------|
| Notes receivable, less current maturities | <u>364,000</u> |
|---|----------------|

| | |
|--------------|----------------------------|
| Total assets | <u><u>\$ 1,648,759</u></u> |
|--------------|----------------------------|

LIABILITIES AND NET ASSETS

Current liabilities

| | |
|---------------------|-------------------|
| Accounts payable | \$ 10,591 |
| Due to other funds | 66,810 |
| Revolving loan fund | 491,577 |
| Total liabilities | <u>\$ 568,978</u> |

NET POSITION

| | |
|--------------|------------------|
| Unrestricted | \$ 75,862 |
| Restricted | <u>1,003,919</u> |

| | |
|--------------------|---------------------|
| Total net position | <u>\$ 1,079,781</u> |
|--------------------|---------------------|

| | |
|------------------------------------|----------------------------|
| Total liabilities and net position | <u><u>\$ 1,648,759</u></u> |
|------------------------------------|----------------------------|

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUND**

For the Year Ended June 30, 2021

| | |
|---|----------------------------|
| Operating Revenues | |
| Contributions | \$ 37,368 |
| State revenue | 142,613 |
| Local revenue | <u>13,152</u> |
| Total operating revenues | <u>\$ 193,133</u> |
| Operating Expenses | |
| Motorist assist | \$ 13,543 |
| Revolving loan administration | <u>114,192</u> |
| Total operating expenses | <u>\$ 127,735</u> |
| Operating income | <u>\$ 65,398</u> |
| Non-Operating Revenues (Expenses) | |
| Interest income | \$ 8,424 |
| Transfers | <u>6</u> |
| Total non-operating revenues (expenses) | <u>\$ 8,430</u> |
| Change in net assets | \$ 73,828 |
| Net Position, beginning | <u>1,005,953</u> |
| Net Position, ending | <u><u>\$ 1,079,781</u></u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF CASH FLOWS - PROPRIETARY FUND

For the Year Ended June 30, 2021

| | |
|---|----------------------------|
| Cash flows from Operating Activities | |
| Receipts from contributors | \$ 37,368 |
| Receipts for services | 272,158 |
| Payments for services | (453,578) |
| Payments from other funds | <u>56,033</u> |
| Net cash flow from operating activities | <u>\$ (88,019)</u> |
| Cash flows from investing activities | |
| Interest | \$ 8,430 |
| Disbursements of Notes receivable | \$ (137,046) |
| Payments of notes receivable | <u>393,756</u> |
| Net cash provided by investing activities | <u>\$ 265,140</u> |
| Net increase in cash | \$ 177,121 |
| Cash, beginning of year | <u>954,022</u> |
| Cash, end of year | <u><u>\$ 1,131,143</u></u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUND

June 30, 2021

ASSETS

| | |
|-------------|--------------|
| Investments | \$ 1,011,560 |
|-------------|--------------|

| | |
|-------------|--|
| Receivables | |
|-------------|--|

| | |
|-------------------|----------|
| Participant loans | \$ 7,658 |
|-------------------|----------|

| | |
|-------------------|-----------------|
| Total Receivables | <u>\$ 7,658</u> |
|-------------------|-----------------|

| | |
|--------------|----------------------------|
| TOTAL ASSETS | <u><u>\$ 1,019,218</u></u> |
|--------------|----------------------------|

NET POSITION

| | |
|---------------------------------|----------------------------|
| Restricted for pension benefits | <u><u>\$ 1,019,218</u></u> |
|---------------------------------|----------------------------|

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUND

For the Year Ended June 30, 2021

| | | |
|--|----|-------------------------|
| Additions | | |
| Contributions | | |
| Employer | \$ | 71,140 |
| Plan members | | 51,738 |
| Total Contributions | \$ | <u>122,878</u> |
| Investment earnings (losses) | \$ | 239,117 |
| Loan interest | | <u>620</u> |
| Total additions | \$ | <u>362,615</u> |
| Deductions | | |
| Benefits paid | \$ | 40,374 |
| Defaulted Loan | | 8,204 |
| Forfeiture used to reduce employer contributions | | <u>1,476</u> |
| Total deductions | \$ | <u>50,054</u> |
| CHANGE IN NET POSITION | \$ | 312,561 |
| NET POSITION, BEGINNING OF YEAR | | <u>706,657</u> |
| NET POSITION, END OF YEAR | \$ | <u><u>1,019,218</u></u> |

See Notes to the Financial Statements

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 1. Summary of Significant Accounting Policies

a. Organization:

MAPA was established in June 1967, as a voluntary three-county regional council of governments under the Nebraska Interlocal Cooperation Act of 1963. The initial three counties comprising MAPA were Douglas and Sarpy counties in Nebraska, and Pottawattamie County in Iowa. Washington County, Nebraska and Mills County, Iowa entered into the Interlocal Cooperation Agreement in 1975 and 1976, respectively. Cass County, Nebraska entered into the Interlocal agreement in July of 2019.

The operations of MAPA are financed through various federal and state grants and assessments to its members. The Interlocal Cooperation Agreement, as amended, provides that the assessments to each of the five participating counties be determined on a pro rata basis using population figures from the latest official census.

b. Reporting Entity:

MAPA has given consideration to potential component units for which it is financially accountable. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of the Organization's governing body and the ability of the MAPA to impose its will on that Organization to provide specific financial benefits to, or impose specific financial burdens on the Organization. As required by accounting principles generally accepted in the United States of America, these financial statements present MAPA (the primary government) and its component unit. The component unit is included in MAPA's reporting entity because of the significance of their operational or financial relationships with MAPA. The associated entity over which MAPA is considered to be financially accountable is included in MAPA's financial statements and is described below.

Blended Component Unit - The MAPA Foundation is a legally separate entity from MAPA, but is so intertwined with MAPA that it is, in substance, the same as the Organization. It is reported as a part of MAPA as a Proprietary Fund.

c. Financial Statements

MAPA's financial statements include both government-wide (reporting MAPA as a whole) and fund financial statements (reporting MAPA's major funds). Both government-wide and fund financial statements categorize primary activities as either government or business type.

Government-Wide Statements:

In the statement of net position, the governmental activities column is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. MAPA's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

The statement of activities reports both the gross and net cost of each of MAPA's functions. General government revenues also support the functions. The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary grants while the capital grants reflect capital-specific grants.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 1. Summary of Significant Accounting Policies (Continued)

The net costs (by function) are normally covered by general revenue. The government-wide focus is more on the sustainability of MAPA as an entity and the change in MAPA's net assets resulting from current year's activities.

Fund Financial Statements:

The financial transactions of MAPA are reported as individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in the governmental activities category. Non-major funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category) for the determination of major funds.

The following fund types are used by MAPA:

Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of MAPA.

General Fund – The primary operating fund is used to account for current financial resources not accounted for in other funds.

Special Revenue Funds – The revolving loan fund consists of funding from various local jurisdictions available to provide loans to eligible businesses and economic development projects. The officials' expense provides for the funding and support of activities, travel, and other expenses related to the elected and appointed officials of MAPA or their designated alternate. Transfers to this fund are from earnings on treasury bills and various other non-governmental revenues.

MAPA designates fund balances in the Governmental Funds as follows:

Restricted - The fund balance is restricted by external impositions such as creditors, grantors, or laws or regulations of other governments.

Committed - The fund balance has been designated by the Board for a specific purpose.

Assigned - The fund balance has not been designated by the Board for a specific purpose, but has been separated based on the type of revenue.

Unassigned - The portion of the General Fund not restricted, committed, or assigned for a specific purpose.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 1. Summary of Significant Accounting Policies (Continued)

Enterprise Funds:

MAPA Foundation - The MAPA Foundation provides for the funds and support of the safety program, Metro Area Motorist Assist Program, and for the education of local elected and appointed officials for alternative methods to deliver programs and projects. The Foundation is designated as a National Development Organization (NDO). As a NDO the Foundation administers Community Development Block Grant Loan programs.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support MAPA programs. The reporting focus is on net assets and changes in net assets and are reported using accounting principles similar to proprietary funds.

MAPA's fiduciary fund is presented in the fiduciary fund financial statements for the pension trust fund. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

d. Basis of Accounting

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

Accrual – The governmental activities in the government-wide financial statements, proprietary fund financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual – The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e. both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

e. Investments:

Investments are stated at fair value. Investments in the Pension Trust Fund are carried at fair value and are administered by a third party.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 1. Summary of Significant Accounting Policies (Continued)

f. Capital Assets:

Capital assets purchased or acquired with an original cost of \$1,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line method over the following estimated useful lives: furniture, fixtures, and equipment at 5-7 years and automobiles at 5 years.

g. Accrued Compensated Absences:

Employees accumulate earned but unused vacation and sick pay benefits. Vacation pay is expected to be liquidated with expendable available financial resources and is reported as an expenditure and a liability of the General Fund. Accumulated sick pay is recorded at the maximum amount allowed as a termination payment, using the termination payment method.

h. Budgets:

The board of directors adopts an annual budget for its General Fund. The amount appropriated for expenditures represents the expenditure limit. Original appropriations are modified by transfers among budget categories or by increases in funding sources. The board of directors approves the original budget and all significant changes.

i. Income Taxes:

MAPA is a governmental subdivision of the State of Nebraska and, accordingly, no provision for federal or state income taxes is required.

j. Reported Reimbursable Costs:

Revenue is received from federal, state, and county sources, and is based on reported costs as defined by the funding sources and on provision of services. The accompanying financial statements reflect reported costs, which are subject to review by the funding sources and contractors. In the opinion of management, reported costs represent proper costs as defined by funding contract criteria and the various funding sources or contractors have questioned no amounts reported at June 30, 2021.

k. Accounting Estimates:

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

l. Subsequent Events:

MAPA has evaluated subsequent events through September 22, 2022 the date on which the financial statements were issued. MAPA has concluded there are no subsequent events, which have occurred from June 30, 2021 through September 22, 2022 which require additional disclosure.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 2. Cash and Short-term Investments

a. Deposits

At year end, MAPA's carrying amount of deposits was \$2,366,076. The bank balances for all funds totaled \$2,899,504. For purposes of classifying categories of custodial risk, the bank balances of MAPA's deposits, as of June 30, 2021, \$533 held with Paypal were not insured or collateralized.

MAPA also had \$539,846 deposited in the Nebraska Public Agency Investment Trust (NPAIT). NPAIT is a public entity investment pool operated under the direction of a thirteen-member Board of Trustees. Securities held by NPAIT are not held in MAPA's name, are held in a pooled fund and, therefore, are not categorized as to credit risk.

b. Investments:

As of June 30, 2021, MAPA had the following investments.

| Investment Name | Maturity | Credit Rating | Fair Value |
|------------------------|------------|---------------|-------------------|
| Certificate of Deposit | 10/29/2021 | N/A | \$ 106,178 |
| Certificate of Deposit | 7/28/2021 | N/A | 101,711 |
| Certificate of Deposit | 9/27/2022 | N/A | 66,862 |
| Certificate of Deposit | 9/28/2022 | N/A | 50,000 |
| Certificate of Deposit | 8/31/2021 | N/A | 117,732 |
| | | | <u>\$ 442,483</u> |

Interest Rate Risk – MAPA's investment goal, as a political subdivision, is to focus on minimizing risk, rather than maximizing funds. In order to control interest rate risk MAPA's investment policy limits the maturity of its investments. The maturity date of any investment shall not exceed ten years. Funds restricted for agency closing costs shall have the following limitations related to maturity dates: At least 25% shall have a maturity date of two years or less. At least 50% shall have a maturity date of 5 years or less.

Credit Risk - State law limits requires all investments to be fully insured or collateralized. MAPA's investment policy limits its investment choices to certificates of deposit, treasury bonds and notes, and NPAIT deposit accounts. The chart above notes the Moody's Investors Service credit ratings as of June 30, 2021.

Concentration of Credit Risk - MAPA places no limit on the amount it may invest in any one issuer. All of MAPA's investments are in Certificates of Deposit as of June 30, 2021.

Investments in Employee's Retirement System:

Investments in the employees' retirement system are carried at fair value. At June 30, 2021, the balances of investments in the employees' retirement system were \$1,011,560. The investments consist of mutual funds and similar pooled arrangements and, therefore, are not categorized as to credit risk.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 3. Notes Receivable and Revolving Loan Fund – Proprietary Fund

The MAPA Foundation contracts with its members to administer their Community Development Block Grant loan programs. As part of the grant, funds are loaned to eligible businesses for business growth and development. The loans are lent at 0% interest. As of June 30, 2021, \$493,756 was in notes receivable. As of June 30, 2021, MAPA held \$491,577 for revolving fund loans from multiple projects. These funds shall continue to meet compliance standards until MAPA meets the restricted purpose as outlined in the grants.

Note 4. Capital Assets

Capital asset activity for the year ended June 30, 2021 is as follows:

| | Beginning Balance | Additions | Disposals | Ending Balance |
|---------------------------------------|----------------------|-------------|------------|-------------------|
| Furniture, fixtures, and equipment | \$ 169,007 | \$ -- | \$ (6,513) | \$ 162,494 |
| Automobiles | 51,215 | -- | -- | 51,215 |
| | \$ 220,222 | \$ -- | \$ (6,513) | \$ 213,709 |
| Less Accumulated Depreciation | (151,955) | (15,702) | 6,513 | (161,144) |
| | \$ 68,267 | \$ (15,702) | | \$ 52,565 |

Note 5. Retirement Plan

In June 1976, the board of directors approved the MAPA employees' retirement program (a money-purchase pension plan). This plan, known as the MAPA Pension Trust, is a defined contribution plan. Participation in the plan is mandatory for employees hired after July 1, 1976. A minimum of 9.5% of each eligible employee's annual compensation is contributed to the plan. 5.5% of the contribution is made by MAPA and the employee makes 4%. The current year covered payroll was \$1,497,607 and the total current year payroll was \$1,529,664. At June 30, 2021, the retirement plan had assets with a fair value of \$1,019,218. The participants are 100% vested in employee contributions. Employer contributions vest over a five-year period. During the current year the employer contributed \$71,140. The employees contributed \$51,738 (4.0% of covered payroll).

Note 6. Deferred Compensation Plan

MAPA sponsors a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all MAPA employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, total and permanent disability, retirement, death, or unforeseeable emergency. The plan assets are held in trust by a third party for the employees and are not reflected in these financial statements.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 7. Lease Commitments

MAPA leases office space under a non-cancelable operating lease. The lease expires June 30, 2022. The scheduled future minimum lease payments are as follows:

| | |
|-----------------------------|------------------|
| <u>Year Ending June 30,</u> | |
| 2022 | <u>\$ 73,129</u> |

Lease expenditures paid were \$72,404 for the year ended June 30, 2021.

Note 8. Net Position

Restricted and designated net position as of June 30, 2021 is as follows:

| | Governmental Activities | Business-type Activities | Total |
|---|----------------------------|-----------------------------|---------------------|
| Restricted | | | |
| Revolving Loan Fund | \$ -- | \$ 1,003,919 | \$ 1,003,919 |
| Heartland 2050 | 75,686 | -- | 75,686 |
| | <u>\$ 75,686</u> | <u>\$ 1,003,919</u> | <u>\$ 1,079,605</u> |
| Unrestricted, Designated | | | |
| Projected agency operating and closing costs in the event MAPA would cease operations | 355,000 | -- | 355,000 |
| Local match for federal aid projects | 127,506 | -- | 127,506 |
| Nebraska-Iowa Regional Orthophotography Consortium (NIROC) | 41,050 | -- | 41,050 |
| State and Local Projects | 7,711 | -- | 7,711 |
| Officials Expense Fund | 7,611 | -- | 7,611 |
| Metropolitan Area Motorist Assist (MAMA) | -- | 75,862 | 75,862 |
| Total Unrestricted, Designated | <u>\$ 538,878</u> | <u>\$ 75,862</u> | <u>\$ 614,740</u> |

Note 9. Transfers

Transfers from the General Fund to the Non-Major Funds consisted of \$2,431 for the Revolving Loan Fund.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 10. Risk Management

MAPA is exposed to various risk of loss related to torts, theft, damage or destruction of assets, errors or omissions, injuries to employees, and risks normally associated with a governmental subdivision. These risks are transferred to independent insurance carriers and no self-insurance program is maintained by MAPA beyond normal insurance policy deductible provisions.

Note 11. Commitments and Contingent Liabilities

MAPA participates in a number of federally assisted grant programs. Compliance with the grants is subject to audit by various government agencies, which may impose sanctions in the event of noncompliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would be immaterial to the accompanying combined financial statements.

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

**COMPARISON OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2021

| | Budget Original | Budget Final | Actual Amounts | Variance Favorable (Unfavorable) |
|---------------------------------------|----------------------------|----------------------------|----------------------------|--|
| REVENUES | | | | |
| Federal and state | \$ 3,770,775 | \$ 2,826,430 | \$ 2,852,817 | \$ 26,387 |
| Local governments | 598,418 | 732,044 | 782,802 | 50,758 |
| Charges for services | 565,862 | 722,696 | 708,234 | (14,462) |
| In-kind | 314,072 | 211,698 | 338,883 | 127,185 |
| Private grants | 89,000 | 89,000 | 187,298 | 98,298 |
| Investment income | 15,000 | 4,349 | 3,346 | (1,003) |
| Miscellaneous | 284,170 | 107,021 | 2,929 | (104,092) |
| Total revenues | <u>\$ 5,637,297</u> | <u>\$ 4,693,238</u> | <u>\$ 4,876,309</u> | <u>\$ 183,071</u> |
| EXPENDITURES | | | | |
| Forums | \$ 148,900 | \$ 110,048 | \$ 99,490 | \$ 10,558 |
| Transportation planning | 1,456,494 | 896,169 | 810,247 | 85,922 |
| Regional assistance | 979,399 | 679,694 | 659,867 | 19,827 |
| Sustainability planning | 274,108 | 130,735 | 121,532 | 9,203 |
| Public involvement | 245,528 | 245,528 | 245,449 | 79 |
| Environment and energy | 307,472 | 307,472 | 300,721 | 6,751 |
| Member services | 1,653,357 | 1,653,357 | 1,595,332 | 58,025 |
| Management and general administration | 522,039 | 670,235 | 663,605 | 6,630 |
| Capital outlay - administration | 50,000 | - | - | - |
| Total expenditures | <u>\$ 5,637,297</u> | <u>\$ 4,693,238</u> | <u>\$ 4,496,243</u> | <u>\$ 196,995</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ - | \$ - | \$ 2,431 | \$ 2,431 |
| Transfers out | - | - | (2,437) | (2,437) |
| Total other financing sources (uses) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (6)</u> | <u>\$ (6)</u> |
| NET CHANGE IN FUND BALANCES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 380,060</u> | <u>\$ 380,060</u> |
| FUND BALANCES, BEGINNING | <u>2,912,576</u> | <u>2,912,576</u> | <u>2,912,576</u> | <u>-</u> |
| FUND BALANCES, END OF YEAR | <u><u>\$ 2,912,576</u></u> | <u><u>\$ 2,912,576</u></u> | <u><u>\$ 3,292,636</u></u> | <u><u>\$ 380,060</u></u> |

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

June 30, 2021

| | Revolving Loan Fund | Officials Expense Fund | Total Non- major Funds |
|-------------------------------------|------------------------|---------------------------|---------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 2,431 | \$ - | \$ 2,431 |
| Due from general fund | (2,431) | 7,611 | 5,180 |
| Total assets | <u>\$ -</u> | <u>\$ 7,611</u> | <u>\$ 7,611</u> |
| FUND BALANCES | | | |
| Restricted | \$ - | \$ - | \$ - |
| Assigned | - | 7,611 | 7,611 |
| Total fund balances | <u>\$ -</u> | <u>\$ 7,611</u> | <u>\$ 7,611</u> |
| Total liabilities and fund balances | <u>\$ -</u> | <u>\$ 7,611</u> | <u>\$ 7,611</u> |

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2021

| | Revolving Loan Fund | Officials Expense Fund | Total Non- major Funds |
|---------------------------------------|------------------------|---------------------------|---------------------------|
| REVENUES | | | |
| Investment income | \$ 19 | \$ - | \$ 19 |
| Total revenues | \$ 19 | \$ - | \$ 19 |
| EXPENDITURES | | | |
| Administration | \$ 30,186 | \$ 258 | \$ 30,444 |
| Regional Assistance | 15,688 | - | \$ 15,688 |
| Total expenditures | \$ 45,874 | \$ 258 | \$ 46,132 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | \$ (2,431) | \$ - | \$ (2,431) |
| Transfers out | | - | - |
| Total other financing sources (uses) | \$ (2,431) | \$ - | \$ (2,431) |
| NET CHANGE IN FUND BALANCES | \$ (48,286) | \$ (258) | \$ (48,544) |
| FUND BALANCES, BEGINNING | 48,286 | 7,869 | 56,155 |
| FUND BALANCES, END OF YEAR | \$ - | \$ 7,611 | \$ 7,611 |

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2021

| Federal Grantor/Pass-Through <u>Grantor/Program Title</u> | Federal CFDA Number | Agreement Number | Expenditures | Subrecipients |
|--|---------------------------|-------------------------|--------------|---------------|
| Economic Development Administration, Department of Commerce | | | | |
| Direct Program | | | | |
| Economic Development Support for Planning Organizations | 11.302 | ED18DEN3020012 | \$ 70,000 | \$ - |
| Economic Adjustment Assistance; 2019 Disaster Supplemental | 11.307 | 05-69-05941; URI 113915 | \$ 110,212 | \$ - |
| Economic adjustment assistance; CARES Act Recovery Assistance | 11.307 | ED20DEN3070130 | \$ 139,205 | \$ 55,500 |
| Economic Adjustment Assistance; CARES Act Recover Assistance Supplemental Fundir | 11.307 | 05-79-06086;URI: 116147 | \$ 2,268 | \$ 1,048 |
| Passed-Through | | | | |
| Iowa Economic Development Authority | | | | |
| 2019 Disaster Supplemental | 11.307 | 19-EDA-005 | \$ 4,581 | |
| Total Economic Development Administration | | | \$ 326,266 | \$ 56,548 |
| U.S. Department of Transportation | | | | |
| Direct Program | | | | |
| Transit Service Program Cluster | | | | |
| Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | NE-2016-015-00 | \$ 89,150 | \$ 89,150 |
| Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | NE-2020-011-00 | 175,723 | 125,584 |
| Total Transit Service Program Cluster | | | \$ 264,873 | \$ 214,734 |

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2021

| Federal Grantor/Pass-Through <u>Grantor/Program Title</u> | Federal CFDA Number | Agreement Number | Expenditures | Subrecipients |
|--|---------------------------|------------------|--------------|---------------|
| Passed-Through | | | | |
| Nebraska Department of Transportation | | | | |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research | 20.505 | C990(020) | \$ 99,119 | \$ 18,933 |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research | 20.505 | C990(021) | 266,014 | 41,067 |
| Iowa Department of Transportation | | | | |
| Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research | 20.505 | 21MPO-MAPA | 39,697 | - |
| | | | <hr/> | |
| | | | \$ 404,830 | \$ 60,000 |
| U.S. Department of Transportation | | | | |
| Iowa Department of Transportation | | | | |
| Formula Grants for Rural Areas | 20.509 | 21RPA-18 | \$ 22,815 | \$ - |
| Highway Planning and Construction Cluster | | | | |
| Passed-Through | | | | |
| Nebraska Department of Transportation | | | | |
| Highway Planning and Construction | 20.205 | UL2003/PL-1 (58) | \$ 1,252,062 | \$ 199,253 |
| Highway Planning and Construction | 20.205 | BL1670 | 214,505 | - |
| Highway Planning and Construction | 20.205 | BM1806 | 19,100 | - |
| Iowa Department of Transportation | | | | |
| Highway Planning and Construction | 20.205 | 21MPO-MAPA | 170,329 | 30,000 |
| Highway Planning and Construction | 20.205 | 21RPA-18 | 11,204 | - |
| | | | <hr/> | |
| Total Highway Planning and Construction Cluster | | | \$ 1,667,200 | \$ 229,253 |
| | | | <hr/> | |
| Total U.S. Department of Transportation | | | \$ 2,359,718 | \$ 503,987 |
| | | | <hr/> | |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ 2,685,984 | \$ 560,535 |

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2021

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Omaha-Council Bluffs Metropolitan Area Planning Agency (MAPA) under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of MAPA, it is not intended to and does not present the financial position, changes in net position, or cash flows of MAPA.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. Indirect Cost Rate

MAPA has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.



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

To the Board of Directors
Omaha – Council Bluffs Metropolitan Area Planning Agency
Omaha, Nebraska

We have audited, in accordance with the 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, the financial statements of Omaha – Council Bluffs Metropolitan Area Planning Agency (MAPA) as of and for the year ended June 30, 2021, and have issued our report thereon dated September 22, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered MAPA's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MAPA's internal control. Accordingly, we do not express an opinion on the effectiveness of MAPA's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether MAPA's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hamilton Associates, P.C.

Council Bluffs, Iowa
September 22, 2022



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors
Omaha – Council Bluffs Metropolitan Area Planning Agency
Omaha, Nebraska

Report on Compliance for Each Major Federal Program

We have audited Omaha – Council Bluffs Metropolitan Area Planning Agency's (MAPA) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of MAPA's major federal programs for the year ended June 30, 2021. MAPA's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of MAPA's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about MAPA'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 on compliance for each major federal program. However, our audit does not provide a legal determination of MAPA's compliance.

Opinion on Each Major Federal Program

In our opinion, MAPA complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of MAPA is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered MAPA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of MAPA's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Hamilton Associates, P.C.

Council Bluffs, Iowa
September 22, 2022

OMAHA-COUNCIL BLUFFS METROPOLITAN AREA PLANNING AGENCY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

I. Summary of Auditor's Results

Financial Statements:

| | |
|---|---------------|
| Type of auditor's report issued: | Unmodified |
| Internal control over financial reporting: | |
| Material weaknesses identified: | No |
| Significant deficiency(ies) identified? | None Reported |
| Noncompliance material to financial statements noted: | No |

Federal Awards:

| | |
|---|---------------|
| Internal control over major programs: | |
| Material weaknesses identified: | No |
| Significant deficiency(ies) identified? | None Reported |
| Type of auditor's report issued on compliance for major programs: | Unmodified |
| Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)? | No |

Identification of major programs:

| <u>Name of Federal Program or Cluster</u> | <u>CFDA Number</u> | <u>Expenditures</u> |
|---|--------------------|---------------------|
| Highway Planning and Construction Cluster | | |
| Highway Planning and Construction | 20.205 | \$ 1,667,200 |
| Dollar threshold used to distinguish between type A and type B programs: | \$ 750,000 | |
| Auditee qualified as low-risk auditee? | Yes | |

II. Financial Statement Findings

None reported

III. Findings and Questioned Costs for Federal Awards

None reported