



**GREATER LOS ANGELES MOSQUITO AND
VECTOR CONTROL PUBLIC HEALTH
AND EDUCATIONAL FOUNDATION**

ANNUAL FINANCIAL REPORT

JUNE 30, 2010

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ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2010

GREATER LOS ANGELES MOSQUITO AND
VECTOR CONTROL PUBLIC HEALTH
AND EDUCATIONAL FOUNDATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

	<u>Page Number</u>
INDEPENDENT AUDITOR'S REPORT	1
BASIC FINANCIAL STATEMENTS	
Statement of Net Assets	2
Statement of Activities	3
Statement of Cash Flows	4
Notes to the Financial Statements.....	5
SCHEDULE OF FUNCTIONAL EXPENSES	9



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Greater Los Angeles Mosquito and Vector Control
Public Health and Educational Foundation
Santa Fe Springs, California

We have audited the accompanying financial statements of the Greater Los Angeles Mosquito and Vector Control Public Health and Educational Foundation (the "Foundation") as of and for the year ended June 30, 2010, which comprise the Foundation's basic financial statements, as listed in the table of contents. These basic financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

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 basic 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 activities of the Greater Los Angeles Mosquito and Vector Control Public Health and Educational Foundation, as of June 30, 2010, and the respective changes in financial position and its cash flows, thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplementary information is presented for the purpose of additional analysis and is 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.

October 4, 2010

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**STATEMENT OF NET ASSETS
JUNE 30, 2010**

Assets:

Current assets:

Cash and cash equivalents \$ 6,043

Total current assets 6,043

Noncurrent assets:

Vehicles and equipment, net of depreciation 30,832

Total noncurrent assets 30,832

Total Assets **36,875**

Liabilities:

Current liabilities:

Accounts payable and accrued expenses -

Total current liabilities -

Total Liabilities **-**

Net Assets:

Unrestricted 36,875

Total Net Assets **\$ 36,875**

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010**

Revenues:	
Greater Los Angeles County Vector Control District support	\$ 161,584
Donations	445
	<hr/>
Total Revenues	162,029
Expenditures:	
Program expenses:	
Mobile education unit	174,868
Management and general	1,047
	<hr/>
Total Expenditures	175,915
Change in Net Assets	<hr/>
	(13,886)
Net Assets, Beginning of Year	<hr/>
	50,761
Net Assets, End of Year	\$ 36,875

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010**

Cash Flows from Operating Activities	
Cash paid to employees for services	\$ (144,081)
Cash paid to suppliers for goods and services	<u>(17,613)</u>
Net Cash Provided (Used) by Operating Activities	<u>(161,694)</u>
Cash Flows from Capital and Related Financing Activities	
District contribution	161,584
Donations	<u>445</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>162,029</u>
Net Increase (Decrease) in Cash and Cash Equivalents	335
Cash and Cash Equivalents, Beginning of Year	<u>5,708</u>
Cash and Cash Equivalents, End of Year	<u>\$ 6,043</u>

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010**

Note 1: Reporting Entity and Summary of Significant Accounting Policies

a. Organization and Operations of the Reporting Entity

The Greater Los Angeles Mosquito and Vector Control Public Health and Educational Foundation (the "Foundation") was organized in March 2001 for the purpose of providing educational services to schools and similar facilities within the service area of the Greater Los Angeles County Vector Control District (the "District"). The Foundation receives its operational revenue from the District and tax-deductible contributions from individuals and businesses along with grants and other funds from similar charitable organizations. The Foundation commenced operations in September 2002, and has been providing educational services in classrooms since then on weekdays. The Foundation is governed by a seven-member Board of Directors who are appointed by the District.

b. Basis of Accounting

The Foundation prepares its financial statements in accordance with accounting principles generally accepted in the United States of America, which involves the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

c. Financial Reporting and Presentation

In accordance with the provisions of Statement of Financial Accounting Standards (SFAS) No. 116, Accounting for Contributions Received and Contributions Made, contributions, including unconditioned promises to give, are recognized as revenue at their fair value in the period received. It also requires that the value of certain contributed services be recognized in the year received.

Under the provision of SFAS No. 117, Financial Statements of Not-For-Profit Organizations, net asset, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

Unrestricted Net Assets

These are net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in performing the primary objectives of the Foundation.

Temporarily Restricted Net Assets

These are net assets that are subject to donor-imposed stipulations that may or will be met either by actions of the Foundation and/or the passage of time. As the restrictions are satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying financial statements as net assets released from restrictions. However, donor-imposed stipulations on contributions whose stipulation are met in the same reporting period are recorded as unrestricted net assets.

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010**

Note 1: Reporting Entity and Summary of Significant Accounting Policies (Continued)

Permanently Restricted Net Assets

These are net assets that the donor has stipulated that the original amount donated be maintained into perpetuity. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes.

d. Assets, Liabilities and Net Assets

1. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and 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 reported changes in Foundation net assets during the reporting period. Actual results could differ from those estimates.

2. Cash and Cash Equivalents

For the purpose of reporting cash flows, the Foundation considers all highly liquid debt instruments, including money market funds, purchased with original maturities of three months or less to be cash equivalents. The carrying amount of cash and cash equivalents approximates fair value due to the short-term nature of these financial instruments.

3. Capital Assets

Vehicles and equipment are recorded at cost or at fair market value at date of donation. Depreciation is provided using the straight-line method of depreciation over the estimated useful lives of the assets, ranging from five to ten years. Vehicles and equipment are capitalized if the cost or donated fair market value of an asset is greater than, or equal to \$500.

4. Contributions and Unconditional Promises to Give

Contributions and unconditional promises to give are recognized as revenue at the date of donation. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized.

5. Donated Goods and Services

Donated goods and services are reflected as contributions at their estimated fair values at the date of donation.

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010**

Note 1: Reporting Entity and Summary of Significant Accounting Policies (Continued)

6. Functional Expenses

Expenses that can be identified with a specific program or supporting service are charged directly to the related program or supporting service. Expenses that are associated with more than one program or supporting service are allocated based on an evaluation by management.

7. Income Taxes

As a publicly supported organization, the Foundation is exempt from federal income taxes under Internal Revenue Code Section 501(c) and the corresponding provisions of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in the financial statements.

Note 2: Capital Assets

Capital asset activity for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Capital assets, being depreciated:				
Vehicle	\$ 111,742	\$ -	\$ -	111,742
Exhibits	28,473	-	-	28,473
Furniture and equipment	9,237	-	-	9,237
Total capital assets, being depreciated	<u>149,452</u>	<u>-</u>	<u>-</u>	<u>149,452</u>
Less accumulated depreciation:				
Vehicle	74,837	11,172	-	86,009
Exhibits	19,456	2,847	-	22,303
Furniture and equipment	10,106	202	-	10,308
Total accumulated depreciation	<u>104,399</u>	<u>14,221</u>	<u>-</u>	<u>118,620</u>
Total capital assets, being depreciated, et	<u>\$ 45,053</u>	<u>\$ (14,221)</u>	<u>\$ -</u>	<u>\$ 30,832</u>

Note 3: Net Assets – Unrestricted

Net Investments in Vehicles and Equipment

The net investment in vehicles and equipment represents assets invested in vehicles, exhibits, furniture and equipment less any liabilities related to those assets.

Note 4: Donated Goods and Services

In 2010 the Foundation received a non-cash donation for services of employees of the District. These salaries and benefits have been allocated to the Foundation at the District's costs. Other allocations of goods and services have been made to the Foundation for management and general administration expenses.

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010**

Note 5: Related-Party Transactions

The District contributes all facilities necessary for administration of the Foundation. No amounts have been reflected in the financial statements for the contributed facilities, since no objective basis is available to measure the value of such use of facilities.

Note 6: Contingencies

In the ordinary course of operations, the Foundation is subject to claims and litigation from outside parties. After consultation with legal counsel, the Foundation believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

**GREATER LOS ANGELES MOSQUITO AND VECTOR CONTROL
PUBLIC HEALTH AND EDUCATIONAL FOUNDATION**

**SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2010**

<u>Account Description</u>	<u>Program Expenses</u>	<u>Supporting Services</u>	<u>Total Expenses</u>
Salaries and wages	\$ 104,696	\$ -	\$ 104,696
Pension plan contributions	18,023	-	18,023
Employee benefits	12,301	-	12,301
Business insurance	7,455	-	7,455
Supplies	-	697	697
Printing and publications	13,168	-	13,168
Depreciation	14,222	-	14,222
Mobile educational unit	1,606	-	1,606
Vehicle expense	2,933	-	2,933
Miscellaneous	464	350	814
	<u>\$ 174,868</u>	<u>\$ 1,047</u>	<u>\$ 175,915</u>