



Board of Directors Meeting

February 10, 2011

Approve Annual Financial Report

Item III.B.

Recommended Action: Accept the 2010 Annual Financial Report and the accompanying Management Letter

Issue: FY 09/10 Completed Financial Audit Report

Background:

Attached is a copy of the FY 2009-10 Annual Financial Report which includes the Audit Report and Management Letter. The Board is asked to review and accept this report.

The total general fund balance includes an unreserved amount of approximately \$9 million available for emergencies, for cash flow in October and November 2010, and for the Program Stability Fund to be used over a future period. An amount of \$7 million of Program Stabilization Reserve remains, as set aside per the May 2009 Board action. This is projected to reduce further cuts in children's services.

The focus of the financial statements is on JWB as a whole (government-wide) and the major individual funds allowing for comparison and enhanced accountability. The sections are as follows: Management's Discussion and Analysis (MD&A), Basic Financial Statements (Government-Wide and Fund Financial Statements), along with the Notes to the Financial Statements and Required Supplementary Information.

The firm of Cherry, Bekaert and Holland, LLP completed the audit. The Annual Financial Report has been prepared consistent with applicable state statutes and the reporting standards of the Government Accounting Standards. This certifies the accuracy and integrity of the fiscal policies and procedures of the Juvenile Welfare Board during FY 09-10.

Cherry, Bekaert and Holland has no Management Letter recommendations to report.