

**ROANOKE VALLEY-ALLEGHANY
REGIONAL COMMISSION**

AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

DUNHAM, AUKAMP & RHODES, PLC
Certified Public Accountants
Chantilly, VA

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Independent Auditors' Report

To the Commissioners
Roanoke Valley-Alleghany Regional Commission

We have audited the accompanying financial statements of the governmental activities of the Roanoke Valley-Alleghany Regional Commission as of and for the year ended June 30, 2012 as listed in the table of contents. These financial statements are the responsibility of the Commission's management. 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, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and *Specifications for Audits of Authorities, Boards and Commissions* issued by the Auditor of Public Accounts of the Commonwealth of Virginia. Those standards and specifications 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the Roanoke Valley-Alleghany Regional Commission as of June 30, 2012 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2012 on our consideration of the Roanoke Valley-Alleghany Regional Commission'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 7 and page 28 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, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Roanoke Valley-Alleghany Regional Commission's financial statements as a whole. The accompanying schedules of cost allocation by project, indirect costs, and revenues and expenditures - ARC are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The schedules of cost allocation by project, indirect costs, revenues and expenditures - ARC, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other 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 financial statements taken as a whole.



Certified Public Accountants
Chantilly, Virginia

September 17, 2012

Management's Discussion and Analysis

Roanoke Valley-Alleghany Regional Commission

This section of the Roanoke Valley-Alleghany Regional Commission's annual financial report presents our discussion and analysis of the Commission's financial performance during the fiscal year that ended June 30, 2012. Please read it in conjunction with the transmittal letter at the front of this report and the Commission's financial statements, which follow this section.

Overview of the Financial Statements

This report consists of Management's Discussion and Analysis (MD&A), government-wide statements, fund financial statements, and the notes to the financial statements. The first two statements are condensed and present a government-wide view of the Commission's finances. These government-wide statements are designed to be more corporate-like in that all activities are consolidated into a total for the Commission.

The Statement of Net Assets focuses on resources available for future operations. In simple terms, this statement presents a snap shot view of the assets the Commission has, the liabilities it owes and the net difference. The net difference is further separated into amounts restricted for specific purposes and unrestricted amounts. Government activities are reported on the accrual basis of accounting. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the Commission is improving or deteriorating.

The Statement of Activities focuses gross and net costs of the Commission's programs and the extent to which such programs rely upon general revenues. This statement summarizes and simplifies the user's analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.

The statement of Revenue, Expenses and Changes in Net Assets presents information showing how the Commission's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise of the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenditures are recorded in this statement for some items that will only result in cash flows in future periods.

The notes to the financial statements provide additional disclosure required by governmental accounting standards and provide information to assist the reader in understanding the Commission's financial condition.

The MD&A is intended to explain the significant changes in financial position and the differences in operation between the current year and prior years.

Government-Wide Financial Statements

The government-wide financial statements consist of the statement of net assets and the statement of activities. The statement of net assets presents the assets and liabilities, with the difference between the two reported as net assets. The statement of activities and changes in net assets shows in broad terms how the net assets changed during the fiscal year.

Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position is improving or deteriorating. Net assets are reported in three categories; net assets invested in capital assets, net assets that are restricted in use and net assets that are unrestricted. Then revenue supporting the activities and programs are classified under three broad categories: operating grants and contributions, capital grants, and contributions and charges for services. Grant revenue received that is passed through to another entity is classified as operating even if the funds are ultimately used for capital purposes.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Commission uses a governmental fund to account for essentially the same functions as reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year.

Financial Analysis

Summary Statement of Net Assets

	Governmental Activities 2012	Governmental Activities 2011
Assets:		
Current Assets	\$683,454	\$641,089
Capital Assets (net)	<u>260,367</u>	<u>261,597</u>
Total Assets	<u>\$943,821</u>	<u>\$902,686</u>
Liabilities:		
Current Liabilities	\$128,925	\$107,992
Noncurrent Liabilities	<u>37,690</u>	<u>69,033</u>
Total Liabilities	<u>\$166,615</u>	<u>\$177,025</u>
Net Assets:		
Invested in Capital Assets	\$217,405	\$187,592
Unrestricted	544,801	522,371
Restricted	<u>15,000</u>	<u>15,000</u>
Total Net Assets	<u>\$777,206</u>	<u>\$724,963</u>

The Summary of Net Assets - Governmental Activities shows an increase of \$52,243.

Summary Statement of Revenues, Expenditures and Changes in Net Assets

	Governmental Activities 2012	Governmental Activities 2011
Revenues	\$1,598,756	\$1,476,787
Expenses	<u>1,546,513</u>	<u>1,449,636</u>
Change in net assets	52,243	27,151
Net assets at beginning of year	<u>724,963</u>	<u>697,812</u>
Net assets at end of year	<u>\$ 777,206</u>	<u>\$ 724,963</u>

The Statement of Revenues, Expenditures and Change in Net Assets is a result of reasonable and expected fluctuations in grant activity for the year.

Revenues and Carryover Balances

The Commission applied for and received a \$625,000 grant in 2011 from the U.S. Department of Housing and Urban Development's Office of Sustainable Housing and Communities to develop a regional livability plan. The in-kind match for the grant is \$217,549, and this match will come from consortium members as well as \$30,000 cash match from the Regional Commission. The project work will end on December 31, 2013 and close out activities will be completed January through February 2014. During the year, several consultants were hired. AECOM was hired in the amount of \$280,000 to develop a framework and strategies for a Livable Roanoke Sustainability Plan, TJ Willard & Associates for \$50,000 to identify key livability trends and preliminary indicators, develop a scenario matrix and develop scenario story lines. Virginia Tech's Survey Research Center was hired for \$21,551 to design and implement a data collection effort that will allow identification of trends, strengths and challenges of the Roanoke Valley in the areas of housing, transportation, land use, energy and environment, economic and work force development, health and education. The Council of Community Services was hired for \$100,000 to assist with facilitation, public engagement through summits, committee meetings, visioning meetings, and public focus groups.

The Virginia Department of Rail and Public Transportation provided an additional \$40,308 to the Commission's RIDE Solutions program, with an added match of \$10,076 in local funds to provide for a part time technician.

On May 10, 2010, The Regional Commission applied for and was awarded a grant to fund the Volunteers for Energy Project for \$277,571 from the Virginia Department of Mines, Minerals and Energy. During the FY2012 fiscal year, 17 energy auditors were hired to provide energy audits to businesses and non profits in the region. Additionally, the Commission received \$11,103 from the Department of Mines, Minerals & Energy to monitor the recipients of AARA funds in our region. Both of these projects ended in April 2012.

The RIDE Solutions program applied to the Virginia Department of Rail and Public Transit's Transportation Management fund in the amount of \$11,520 and a match of \$2,880 for a total of \$14,400 to build a high performance web presence for the program. The funding was used to hire a public relations firms (Access) to assist in enhancing the web site.

The Commission entered into an agreement with the Middle Peninsula Planning District Commission to assist with the facilitation and coordination of the Chesapeake Bay data analysis project. The Commission received \$9,500 for this work. The funding for the program came from the Virginia Department of Conservation and Recreation's Chesapeake Bay Regulatory and Accountability Program. The localities involved included Counties of Alleghany, Botetourt, Craig and Roanoke.

\$114,212 in Federal Transportation PL funds and \$14,277 in State VDOT match funds are to be carried over into the 2013/2014 planning year.

On October 1, 2010 the Commission entered into a three year Community Trade Adjustment Assistance Agreement with the U.S. Economic Development Administration in cooperation with the New River Valley and Mount Rogers Planning District Commissions in the amount of \$1,499,000. These funds are being used to increase the competitiveness of the transportation manufacturing sector in southwestern Virginia. The Regional Commission is to receive \$688 per year for technical assistance support for this regional effort.

The Commission received \$75,971 from the Virginia Department of Housing and Community Development, which was allocated by the General Assembly to Planning District Commissions.

Dues paid by the localities at seventy five cents per capita are as follows: Alleghany County \$9,655, Botetourt County \$24,707, Clifton Forge \$2,945, Covington \$4,469, Craig County \$3,933, Franklin County \$36,482, Town of Rocky Mount \$3,394, City of Roanoke \$69,629, County of Roanoke \$62,937, Salem \$18,700 and Vinton \$5,861 for total dues in the amount of \$242,712.

Expenditures

Fringe benefits were over spent due to the Volunteers for Energy Program. Seventeen volunteers were hired who worked a total of 2,731 hours and paid almost \$40,000. The energy auditors were enrolled in CREATES, a program offered by area community colleges. The CREATES program is focused on energy efficiency "green jobs" training. During the budgeting process, it was unknown how many volunteers would be needed to accommodate requests for energy audits. So it was difficult to gauge how much would be spent on the auditors and how much they would actually earn.

The accrued annual leave balance decreased by \$153.

Supplies were overspent due to the RIDE Solutions activities related to the Festival in the Park's "Open Streets" event in May 2012. The opportunity to participate in this "high visibility" event did not come up until later in the fiscal year.

Printing was overspent by \$7,692 due to the RIDE Solutions purchase of envelopes, brochures, letterhead, membership cards, and other items.

Furniture expenses were overspent because of the necessity to purchase four new computers.

Miscellaneous account line item consists of bank fees and \$99,748 in in-kind contributions. The in-kind amount was less than expected because the Volunteers for Energy Program did not generate as much in-kind as expected.

Advertising was under spent due to a transition from traditional marketing such as newspaper and television to a more on-line effort through google and facebook.

The Commission hired several consultants to assist with program development and implementation this fiscal year:

- Trillium Solutions was paid \$3,776 to implement and maintain google transit feed system for Valley Metro, College Express, Star Trolley, Smart Way commuter bus, Smart Connector bus service to Lynchburg and Mountain Express.
- AECOM was paid \$31,450 to develop a framework and strategies for a livable Roanoke Sustainability plan.
- TJ Willard & Associates was paid \$25,000 to identify key livability trends and preliminary indicators, develop a scenario matrix and develop scenario story lines.
- Council of Community Services was paid \$20,466 to assist with facilitation, public engagement through summits, committee meetings, visioning meetings, and public focus groups.
- New River Valley PDC was paid \$24,468 for their work with the Ride Solutions program.
- Design Nine was paid \$53,500 to identify current and future bandwidth requirements and broadband service trends, perform a gap analysis and demand aggregation analysis using local demographic data.
- ACCESS was paid \$12,600 to develop a public relations plan for the Commission and \$14,400 for work on the RIDE Solutions website.

The contract service line item was under spent \$31,720 since we did not engage the on-call consultant.

Utilities were under budget due to the conservation efforts of the staff to reduce energy usage by promoting energy efficiency throughout the Commission building.

The Commission paid \$31,043 on our building loan, bringing the balance of the loan down to \$42,962.

Capital Asset and Debt Administration

The capital assets in the governmental funds consist of computer equipment and furniture. The capital assets in the proprietary fund consist of land and office building.

Economic Factors and Future Outlook

Presently, management of the Commission is not aware of any other significant changes in conditions that would have a significant effect on the financial position or on the activities of the Commission in the near future.

Contacting the Commission's Financial Management Staff

This financial report is designed to provide a general overview of the Commission's finances and show the Commission's accountability for the funds it receives. If you have questions about this report or need additional information, contact the Commission's Director of Finance at 313 Luck Avenue, SW Roanoke, Virginia 24016-5013, telephone 540-343-4417, or at odooley@rvarc.org.

Roanoke Valley-Alleghany Regional Commission
Statement of Net Assets
June 30, 2012

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 445,303
Due from grantors	159,347
Due from contracts	74,308
Due from misc	3,128
Prepaid expenses	1,368
Capital assets, net	<u>260,367</u>
Total Assets	<u><u>\$ 943,821</u></u>
 LIABILITIES	
Accounts payable	\$ 47,767
Deferred revenue	26,816
Accrued annual leave	49,070
Long-term liabilities	
Due within one year	5,272
Due in more than one year	<u>37,690</u>
Total Liabilities	<u>166,615</u>
 NET ASSETS	
Investment in capital assets, net of related debt	217,405
Reserve for capital improvements	15,000
Unrestricted	<u>544,801</u>
Total Net Assets	<u>777,206</u>
Total Liabilities and Net Assets	<u><u>\$ 943,821</u></u>

See accompanying notes

Roanoke Valley-Alleghany Regional Commission
Statement of Activities
For the Year Ended June 30, 2012

Program Activities	Expenses	Charges for Services	Operating Grants and Contributions	Total
Governmental activities				
General government and administration	\$ 88,332	\$ -	\$ -	\$ (88,332)
Projects	1,458,180	1,310,528	286,682	139,030
 Total Governmental Activities	 1,546,512	 1,310,528	 286,682	 50,698
General revenues:				
				1,545
				52,243
				724,963
				\$ 777,206

**Roanoke Valley-Alleghany Regional Commission
Balance Sheet
Governmental Fund
June 30, 2012**

	General Fund
ASSETS	
Cash and cash equivalents	\$ 445,303
Due from grantors	159,347
Due from contracts	74,308
Due from misc	3,128
Prepaid expenses	1,368
Total Assets	\$ 683,454
LIABILITIES	
Accounts payable	\$ 47,767
Deferred revenue	26,816
Total Liabilities	74,583
FUND BALANCE	
Reserve for capital improvements	15,000
Unrestricted	593,871
Total Fund Balance	608,871
Total Liabilities and Fund Balance	\$ 683,454

Reconciliation of fund balances on the balance sheet for governmental funds to net assets of governmental funds on the statement of net assets:

Fund Balances - total governmental funds	\$ 608,871
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Amounts reported for governmental activities in the statement of net assets are different because:

Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds	(92,032)
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Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	260,367
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Net Assets of Governmental Activities	\$ 777,206
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Roanoke Valley-Alleghany Regional Commission
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Fund
For the Year Ended June 30, 2012

Revenue	
Grants and appropriations	
Federal grants	\$ 810,014
State grants and appropriations	290,295
Local grants and appropriations	242,712
Other revenue	
Miscellaneous and interest	255,734
Total Revenues	<u>1,598,755</u>
Expenditures	
Salaries	686,123
Fringe benefits	252,509
Contract services	247,090
Miscellaneous	101,261
Travel	50,255
Debt service	35,097
Advertising	30,675
Maintenance	26,438
Printing	18,912
Meetings	14,969
Supplies	13,602
Training	13,310
Dues and subscriptions	11,820
Computer services	10,093
Utilities	9,601
Capital outlay	9,275
Legal and accounting	8,600
Telephone	6,686
Furniture and equipment	6,683
Lease payments	6,120
Conferences	5,649
Postage	4,071
Insurance	4,013
Public Relations	2,525
Library and maps	1,101
Total Expenditures	<u>1,576,478</u>
Excess of Revenues over Expenditures	22,277
Fund Balance - Beginning of Year	<u>586,594</u>
Fund Balance - End of Year	<u>\$ 608,871</u>
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	
Net Changes in Fund Balances - Total Governmental Funds	\$ 22,277
Capital outlays are reported as expenditures in the government funds. However, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense in the statement of activities. In the current period these amounts are:	
Capital outlay	9,275
Depreciation Expense	(10,505)
Some expenses reported on the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the government funds.	
Principal payments on long term debt	31,043
Decrease in compensated absence liability	153
Change in net assets reported on the Statement of Activity	<u>\$ 52,243</u>

See accompanying notes

ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

The accounting policies of the Roanoke Valley-Alleghany Regional Commission (the “Commission”) conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of significant policies.

A. The Financial Reporting Entity

The Commission is a multi-jurisdictional entity created for the purpose of promoting the orderly and efficient development of the physical, social, and economic elements in its district. The Commission draws its corporate powers from Virginia Code section 15.1-1404 which defines it as a body corporate and politic. The Commission consists of 36 members who are appointed by and serve at the pleasure of the eleven member governments.

B. Financial Statement Presentation

The government-wide financial statements (the statement of net assets and the statement of activities) report information of all of the nonfiduciary activities.

The government-wide Statement of Activities is designed to report the degree to which the direct expenses of a given function are offset by program revenues. Program revenues include charges to customers, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

The government-wide Statement of Net Assets reports net assets as restricted when externally imposed constraints on those net assets are in effect. Internally imposed designations of resources are not presented as restricted net assets.

Separate fund financial statements are provided for governmental fund. The governmental fund is reported on separate balance sheet and statement of revenues, expenditures, and change in fund balances.

C. Basis of Accounting

The accounting and reporting policies of the Commission relating to the accompanying basic financial conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB) the American Institute of Certified Public Accountants in the Publication entitled Audits of State and Local Government Units and by the Financial Accounting Standards Board (when applicable).

ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

C. Basis of Accounting (Continued)

The Commission's basic financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America. Under the modified accrual method, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectable within the current period or soon enough thereafter to be used to pay liabilities of the current period, generally ninety days. The Commission considers grant revenue as available when the grant expenditure is made since the expenditure is the prime factor for determining eligibility. Expenditures are recorded when the related fund liability is incurred.

D. Budgets/Legal Compliance

The following procedures are used by the Commission in establishing the budgetary data reflected in the financial statements:

1. The Executive Director submits to the Commissioners a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to June 30, the Commissioners adopt the budget.
3. Only the Commissioners can revise the budget for each department or category.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund.
5. All budgets are adopted on a basis consistent with the cash basis of accounting.
6. Unused budget amounts lapse on June 30.

E. Cash and Cash Equivalents

State statute authorizes the Commission to invest in obligations of the U. S. Treasury, agencies, and instrumentalities, repurchase agreements, certificates of deposit or time deposits insured by the FDIC, and the local government Investment pool. Cash and cash equivalents include amounts in demand deposits as well as short-term, highly liquid investments with a maturity date within three months of the date acquired by the Commission. Deposits are carried at cost, which approximates fair value. At year end, the carrying value of the Commission's money market fund was \$299,742, the checking account balance was \$21,571 and a Certificate of deposit had a \$123,840 balance.

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

E. Cash and Cash Equivalents (Continued)

There is no custodial credit risk to these accounts, as the entire bank balance was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act (Act). Under the Act, banks holding public deposits in excess of the amounts insured by the FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the State Treasury Board. Savings and loan institutions are required to collateralize 100% of deposits in excess of FSLIC limits. The State Treasury Board is responsible for monitoring compliance by banks and savings and loans. Accordingly, there is no custodial risk for either of the accounts as they are fully collateralized. In addition there is no interest risk as the interest rates are adjusted daily.

F. Property and Equipment

The Commission records property and equipment at cost for all items exceeding \$1,000 and provides for depreciation using the straight-line method over the useful lives of the assets. Maintenance and repairs are charged to earnings.

The estimated lives are as follows:

Buildings and improvements	30 years
Furniture and other equipment	5 years
Computer equipment	2 years

G. Estimates

The preparation of 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 those estimates.

NOTE 2 – CAPITAL ASSETS

Property, plant and equipment purchased are stated at cost. Depreciation for Propriety Fixed Assets has been provided over estimated useful lives of 30 years for buildings and their improvements, and 5 years for furniture and equipment.

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
NOTES TO FINANCIAL STATEMENTS**

NOTE 2 – CAPITAL ASSETS (CONTINUED)

Capital asset activity for the year ended June 30, 2012 was as follows:

	Balance <u>July 1, 2011</u>	<u>Additions</u>	<u>Disposals</u>	Balance <u>June 30, 2012</u>
Governmental Activities:				
Capital assets not being depreciated				
Land	\$ 43,240	\$ _____	\$ _____	\$ 43,240
Total capital assets not being depreciated	<u>43,240</u>	<u> -</u>	<u> -</u>	<u>43,240</u>
Capital Assets being depreciated				
Office equipment	1,591	4,340	-	5,931
Building	<u>479,621</u>	<u>4,935</u>	<u> -</u>	<u>484,556</u>
Total capital assets being depreciated	<u>481,212</u>	<u>9,275</u>	<u> -</u>	<u>490,487</u>
Less accumulated depreciation for:				
Office Equipment	(1,167)	(390)	-	(1,557)
Building	<u>(261,688)</u>	<u>(10,115)</u>	<u> -</u>	<u>(271,803)</u>
Total accumulated depreciation	<u>(262,855)</u>	<u>(10,505)</u>	<u> -</u>	<u>(273,360)</u>
Governmental activities capital assets, net	<u>\$261,597</u>	<u>\$ (1,230)</u>	<u> -</u>	<u>\$260,367</u>

NOTE 3 – COMPENSATED ABSENCES

The Commission has accrued the liability arising from outstanding compensated absences. Commission employees earn sick leave at the rate of 9 days per year, 15 days per year after 5 years of service. A maximum of 60 days of sick leave may be accumulated. No benefits or pay is received for unused sick leave upon termination. Commission employees earn 3 days of personal leave after 1 year of service. No benefits or pay is received for unused personal leave upon termination.

Commission employees' annual leave is based on the number of years of service as follows:

1 - 4 years of service	12 days per year
5 - 9 years of service	15 days per year
10 - 14 years of service	18 days per year
15 - 20 years of service	21 days per year
After 20 years of service,	1 day for each year of service

Accumulated annual leave up to a maximum of 30 days is paid upon termination. The Commission has outstanding accrued annual leave pay totaling \$49,070 in the current liabilities of the General Fund at the end of the fiscal year. The Commission reports accrued compensated absences in the General Fund, and the related cost is included in the Indirect Cost Allocation Pool.

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
NOTES TO FINANCIAL STATEMENTS**

NOTE 4 – LEASES

In February 2010, the Commission entered into a 60 month operating lease agreement with Wells Fargo Financial Leasing, Inc. for a copier. Lease payments are \$510 per month. Future minimum lease under non-cancelable operating leases as of June 30, 2012 are:

<u>Year ended June 30</u>	
2013	\$ 6,120
2014	6,120
2015	<u>4,080</u>
Total	<u>\$16,320</u>

The Commission’s lease expense for operating leases for the year ended June 30, 2012 was \$6,120.

NOTE 5 – LONG-TERM DEBT

Long-term debt was comprised of the following at June 30, 2012:

Mortgage note, bearing interest at 5.875%, payable in monthly installments of \$841 including interest, with one final payment of all remaining principal and accrued interest due February 15, 2014. The note is secured by real property.	\$42,962
Less current maturities	<u>5,272</u>
Long-term debt, net of current portion	<u>\$37,690</u>

The annual aggregate maturities of long term debt are as follows:

Year ended June 30,	Principal	Interest
2013	\$ 5,272	\$2,524
2014	<u>37,690</u>	<u>1,292</u>
Total	<u>\$42,962</u>	<u>\$3,816</u>

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
NOTES TO FINANCIAL STATEMENTS**

NOTE 6 – ALLOCATION OF INDIRECT COSTS

The Commission has entered into various agreements to assist the management of various projects and grants. The Commission charges for direct costs incurred plus a portion of indirect costs. Indirect costs are allocated on the ratio of the individual project’s personnel services, including fringe benefits, to total personnel, including fringe benefits. The indirect cost rate for the year ended June 30, 2012 was 38.13% and is calculated as follows:

Indirect costs	<u>\$303,667</u>
Total personnel, including fringe benefits	\$796,313 = 38.13%

NOTE 7 – ALLOCATION OF FRINGE BENEFITS

Fringe benefit expenditure is allocated using the percentage of benefits to total personnel services. Components of fringe benefit expenditure for the year ended June 30, 2012 and the allocation computation are as follows:

Fringe Benefits	
Health insurance premiums	\$139,237
Social security	54,489
Retirement contributions	46,129
Life and disability insurance	10,370
Workers compensation insurance	1,309
State unemployment insurance	<u>1,127</u>
Fringe benefits expenditures	<u>\$252,661</u>
Total personnel services	\$685,818 = 36.84%

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
NOTES TO FINANCIAL STATEMENTS**

NOTE 8 - EMPLOYER'S DEFERRED COMPENSATION PLAN AND TRUST

The Commission offers this plan to employees in order to provide retirement income and other deferred benefits in accordance with the provisions of Section 457 of the Internal Revenue Code of 1986 as amended. Employer and participant must pay social security tax on the amount of the deferred compensation. Benefits accrue as follows:

0 - 1 years of service	0% of gross income
1 - 2 years of service	3% of gross income
2 - 3 years of service	4% of gross income
3 - 4 years of service	5% of gross income
4 - 9 years of service	6% of gross income
10 - 20 years of service	8% of gross income
20 + years of service	10% of gross income

NOTE 9 - RISK MANAGEMENT

The Commission is a member of the Virginia Municipal Liability Pool (VML). The Commission has automobile coverage, local government liability, coverage for no fault property damage, property coverage and crime coverage.

Liability Coverage	\$1,000,000 Combined Single Limit
No Fault Property Damage	\$10,000
Uninsured Motorist Coverage	\$25,000 Bodily Injury per Person \$50,000 Bodily Injury per Accident \$20,000 Property Damage
Property Coverage	\$1,262,000
Business Interruption	\$100,000
Fidelity Bond	\$100,000 Per Occurrence

NOTE 10 – CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, which may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial. At June 30, 2012, there were no matters of litigation involving the Commission that would materially affect the financial position of the Commission.

NOTE 11 – EVALUATION OF SUBSEQUENT EVENTS

The Commission has evaluated subsequent events through October 17, 2012, the date which the financial statements were available to be issued.

Roanoke Valley-Alleghany Regional Commission
Cost Allocation by Project
For the Year Ended June 30, 2012

	Total	General Operations	ARC 2011	ARC 2012	VDOT PL	VDOT SPR	VDRPT Trans	VDRPT TMP	VDRPT TEIF	Sustainable Communitites	Broadband Planning	EDA CEDS	EECBG Grant	EECBG Grant	Regional Projects	Chesapeake Bay 2012	Leadership Trips	Contracts
Revenues:																		
Federal contributions	\$ 810,014	\$ -	\$31,869	\$ 30,558	\$307,416	\$58,000	\$70,275	\$ -	\$ -	\$ 132,518	\$ -	\$20,736	\$4,473	\$144,669	\$ -	\$ 9,500	\$ -	\$ -
State contributions	290,295	53,539	-	-	38,427	-	8,784	11,520	178,025	-	-	-	-	-	-	-	-	-
Local contributions	242,712	-	34,432	30,558	38,427	15,968	8,883	2,880	7,399	8,006	2,623	20,763	156	2,199	70,418	-	-	-
Interest income	1,545	-	-	-	-	-	-	-	1,545	-	-	-	-	-	-	-	-	-
Contract income	1,296	-	-	-	-	-	-	-	1,296	-	-	-	-	-	-	-	-	-
In-Kind income	160,994	-	-	-	-	-	-	-	6,227	136,267	-	-	-	18,500	-	-	-	-
Miscellaneous income	91,899	11,663	-	-	-	-	-	-	-	-	53,511	-	-	-	-	-	26,270	455
Total revenues	1,598,755	65,202	66,301	61,116	384,270	73,968	87,942	14,400	194,492	276,791	56,134	41,499	4,629	165,368	70,418	9,500	26,270	455
Expenditures:																		
Salaries and wages	581,950	488	35,593	31,060	202,541	38,926	46,581	-	58,491	31,385	-	22,290	2,508	72,438	37,245	2,404	-	-
Fringe benefits	214,363	882	12,723	11,853	74,559	14,353	17,083	-	21,567	11,573	-	8,007	900	26,243	13,733	887	-	-
Advertising	30,320	-	-	-	-	-	-	-	28,152	292	-	151	-	1,725	-	-	-	-
Conferences	1,255	-	-	-	-	225	-	-	1,030	-	-	-	-	-	-	-	-	-
Computer services	194	-	-	-	-	-	-	-	-	143	51	-	-	-	-	-	-	-
Consultants/contracts	243,538	5,000	-	690	1,500	-	-	14,400	29,098	139,260	53,500	-	-	90	-	-	-	-
Dues	3,385	2,000	-	-	-	-	-	-	885	-	-	-	-	500	-	-	-	-
In-Kind	99,748	-	-	-	-	-	-	-	6,227	75,021	-	-	-	18,500	-	-	-	-
Interest	4,054	4,054	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Meetings	5,109	2,448	-	-	-	-	-	-	735	1,116	-	345	-	465	-	-	-	-
Miscellaneous	108	50	-	-	-	-	-	-	-	-	58	-	-	-	-	-	-	-
Postage	440	-	-	-	-	-	-	-	440	-	-	-	-	-	-	-	-	-
Printing	11,202	-	-	-	-	-	-	-	10,982	-	-	220	-	-	-	-	-	-
Public Relations	2,525	-	-	-	-	-	-	-	-	-	2,525	-	-	-	-	-	-	-
Supplies	5,208	-	-	-	-	-	-	-	4,149	590	-	-	-	14	-	-	-	455
Training	7,250	-	-	-	-	-	-	-	-	-	-	-	7,250	-	-	-	-	-
Travel	32,196	22	472	236	-	147	-	-	2,207	1,028	-	101	-	1,713	-	-	26,270	-
Indirect costs	303,667	2,970	17,513	17,277	105,670	20,317	24,278	-	30,529	16,383	-	10,385	1,221	36,430	19,440	1,254	-	-
Total expenditures	\$1,546,512	\$ 17,914	\$66,301	\$ 61,116	\$384,270	\$73,968	\$87,942	\$14,400	\$194,492	\$ 276,791	\$ 56,134	\$41,499	\$4,629	\$165,368	\$70,418	\$ 4,545	\$ 26,270	\$ 455

Dunham, Aukamp & Rhodes, PLC
Certified Public Accountants

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**INDEPENDENT AUDITORS' 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 Commissioners
Roanoke Valley-Alleghany Regional Commission:

We have audited the financial statements of the governmental activities of the Roanoke Valley-Alleghany Regional Commission as of and for the year ended June 30, 2012 and have issued our report thereon dated September 17, 2012. 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.

Internal Control Over Financial Reporting

Management of Roanoke Valley-Alleghany Regional Commission is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Roanoke Valley-Alleghany Regional Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Roanoke Valley-Alleghany Regional Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Roanoke Valley-Alleghany Regional Commission's internal control over financial reporting.

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 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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roanoke Valley-Alleghany Regional Commission's financial statements are free of 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 determination of financial statement amounts. 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*.

This report is intended solely for the information and use of management, the Executive Committee, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Certified Public Accountants
Chantilly, Virginia

September 17, 2012

Dunham, Aukamp & Rhodes, PLC
Certified Public Accountants

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

To the Commissioners
Roanoke Valley-Alleghany Regional Commission:

Compliance

We have audited Roanoke Valley-Alleghany Regional Commission's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on Roanoke Valley-Alleghany Regional Commission's major federal programs for the year ended June 30, 2012. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal program is the responsibility of the Organization's management. Our responsibility is to express an opinion on the Organization's compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 the Organization'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. Our audit does not provide a legal determination of the Roanoke Valley-Alleghany Regional Commission's compliance with those requirements.

In our opinion, Roanoke Valley-Alleghany Regional Commission complied, in all material respects, with the 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, 2012.

Internal Control Over Compliance

Management of Roanoke Valley-Alleghany Regional Commission is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Roanoke Valley-Alleghany Regional Commission's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 the Roanoke Valley-Alleghany Regional Commission'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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Executive Committee, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Certified Public Accountants
Chantilly, Virginia

September 17, 2012

**Roanoke Valley-Alleghany Regional Commission
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012**

<u>Federal Program</u>		<u>Federal CFDA Number</u>	<u>Expenditures</u>
Major Programs			
Department of Energy			
Pass-through payments - Virginia Department of Mines, Minerals and Energy Energy Efficiency and Conservation Block Grant Program (EECBG) American Reinvestment & Recovery Act		81.128	4,473
Energy Efficiency and Conservation Block Grant Program (EECBG) Grant #C106083 American Reinvestment & Recovery Act		81.128	144,669
			<u>149,142</u>
Department of Housing & Urban Development Sustainable Communities		14.703	132,518
Other Federal Awards			
Department of Transportation			
Pass-through payments - Virginia Department of Transportation SPR Funds		20.205	\$ 58,000
PL Funds		20.205	307,416
			<u>365,416</u>
Appalachian Regional Commission			
Contract No. VA-0711E-C42	2012	23.009	30,558
Contract No. VA-0711E-C41	2011	23.009	31,869
			<u>62,427</u>
United States Environmental Protection Agency			
Pass-through payments - Middle Peninsula Planning District Commission Chesapeake Bay Program Contract CBRAP-2010-11-PT		66.466	9,500
Economic Development Administration			
Comprehensive Economic Development Strategy Contract No. 01-86-08545.01		11.302	20,736
Department of Transportation			
Pass-through payments - Virginia Department of Rail and Public Transportation Section 5303 Funds (46012-11)		20.505	70,275
Total Federal Awards			<u>\$ 810,014</u>

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Roanoke Valley - Alleghany Regional Commission. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts in, or used in the preparation of the basic financial statements.

**Roanoke Valley-Alleghany Regional Commission
Schedule of Findings and Questioned Costs
Year Ended June 30, 2012**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unqualified

Internal control over financial reporting

- Material weakness(es) identified Yes No

- Reportable condition(s) identified that are not considered to be material weaknesses? Yes No

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified Yes No

- Reportable condition(s) identified that are not considered to be material weaknesses? Yes No

Type of auditor’s report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes No

Identification of major programs

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.703	Sustainable Communities
81.128	Energy Efficiency and Conservation Block Grant

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes No

Section II – Financial Statement Findings

None

Section III – Federal Award Findings

None

**ROANOKE VALLEY-ALLEGHANY REGIONAL COMMISSION
SCHEDULE OF INDIRECT EXPENSES
FOR THE YEAR ENDED JUNE 30, 2012**

SALARIES	\$ 103,867
FRINGE BENEFITS	38,298
ADVERTISING	355
AUDIT FEES	8,600
BUILDING MAINTENANCE	22,516
COMPUTER SERVICES	9,899
CONFERENCES	4,394
CONSULTANTS	3,552
DEPRECIATION PHYSICAL ASSETS	10,115
FURNITURE AND EQUIPMENT	6,683
FURNITURE AND EQUIPMENT DEPRECIATION	390
FURNITURE AND EQUIPMENT MAINTENANCE	3,922
INSURANCE-GENERAL	4,013
LEASES	6,120
LIBRARY/MAPS	1,101
MEETINGS	9,861
MISCELLANEOUS	1,404
POSTAGE	3,632
PRINTING	7,711
PROFESSIONAL DUES	7,835
SUBSCRIPTIONS	600
SUPPLIES	8,393
TELEPHONE	6,686
TRAINING	6,060
TRAVEL	18,059
UTILITIES	9,601
	<hr/>
TOTAL INDIRECT COSTS	<u><u>\$ 303,667</u></u>

**Roanoke Valley-Alleghany Regional Commission
Statement of Revenues and Expenditures – ARC
For the Period January 1, 2011 to December 31, 2011**

Appalachian Regional Commission
Contract No. VA-0711E-C41

Revenues:

Federal grant contributions	\$ 60,920
Local contributions	<u>63,483</u>
 Total Revenues	 <u>124,403</u>

Expenditures:

Salaries and wages	67,364
Fringe benefits	24,210
Indirect costs	32,083
Direct costs	<u>746</u>
 Total Expenditures	 <u>124,403</u>
 Excess of revenues over expenditures	 <u>\$ _____</u>

Roanoke Valley-Alleghany Regional Commission
Schedule of Revenues and Expenses - Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Initial Budget	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenue				
Grants and appropriations				
Federal grants	\$ 783,791	\$ 809,678	\$ 810,014	\$ 336
State grants and appropriations	362,979	362,979	290,295	(72,684)
Local grants and appropriations	242,712	242,712	242,712	-
Other revenue				
Miscellaneous and interest	132,708	209,460	255,735	46,275
Total Revenues	1,522,190	1,624,829	1,598,756	(26,073)
Expenditures				
Salaries	676,438	693,916	685,818	8,098
Fringe benefits	251,198	248,507	252,661	(4,154)
Insurance	4,000	4,000	4,013	(13)
Supplies	9,300	9,700	13,602	(3,902)
Postage	4,000	5,000	4,071	929
Dues and subscriptions	16,400	16,400	11,820	4,580
Printing	8,000	11,220	18,912	(7,692)
Public relations	2,000	2,000	2,525	(525)
Training	16,550	16,550	13,310	3,240
Telephone	7,000	7,000	6,686	314
Travel	21,017	48,749	50,255	(1,506)
Legal and accounting	9,100	9,100	8,600	500
Conferences	5,400	6,400	5,649	751
Furniture and equipment	4,500	3,500	6,683	(3,183)
Maintenance	29,500	28,000	26,438	1,562
Miscellaneous	119,500	114,500	101,262	13,238
Advertising	45,157	44,807	30,675	14,132
Recruitment	500	500	-	500
Meetings	10,000	13,350	14,969	(1,619)
Library and maps	500	1,000	1,101	(101)
Contract services	225,710	284,210	247,090	37,120
Computer services	15,500	15,500	10,093	5,407
Utilities	14,000	14,000	9,601	4,399
Lease payments	6,500	6,500	6,120	380
Interest	4,920	4,920	4,054	866
Principal payments on notes	5,200	5,200	31,043	(25,843)
Depreciation	10,300	10,300	10,505	(205)
Total Expenditures	1,522,190	1,624,829	1,577,556	47,273
Net gain - budgetary basis	\$ -	\$ -	\$ 21,200	\$ -
Reconciliation of financial statements prepared under generally accepted accounting principles				
Net gain - budgetary basis			\$ 21,200	
Effect of recording principal payments as expenses in budget			31,043	
Net income under generally accepted accounting principles			\$ 52,243	