



**INTERSTATE PEST CONTROL COMPACT
INSURANCE FUND**

INTERIM FINANCIAL REPORT

For the period July 1, 2005 – December 31, 2005

**Interstate Pest Control Compact
Discussion Points for Treasurer's Report
February 2006 Meeting**

Highlights from the first half of fiscal year 2006:

- Total assets available at December 31, 2005 were \$1,102,627. An increase of \$30,039 over the June 30, 2005, balance of \$1,072,588.
- Membership dues for Colorado (\$2,142 final installment) and Indiana (\$32,342) were received during the first half of the fiscal year. Both states are now paid in full.
- Income on investments totaled \$19,326 for the six month period. There were no investment fees or expenses.
- An insurance claim of \$15,000 was paid to Wyoming for *Echium vulgare*.
- Operating expenses were \$8,906, which was \$2,344 under a prorated six-month budget of \$11,250. However, personal service and general administration costs for December 2005 were not billed or paid. Also, the operating variance includes a one-time payment of \$500 to the IRS for a private letter ruling regarding the not-for-profit status of the IPCC.
- The IRS is experiencing delays in processing private letter rulings on not-for-profit organizations. We hope to hear from them soon.

**INTERSTATE PEST CONTROL COMPACT
BALANCE SHEET
December 31, 2005**

Assets

| | | |
|---------------------|----------------------------------|-----------------------|
| Operating Accounts | \$39,925.62 | |
| Investments | <u>1,062,701.48</u> ¹ | |
| TOTAL ASSETS | | \$1,102,627.10 |

Liabilities & Equity

| | | |
|---------------------------------------|---------------------|-----------------------|
| Liabilities | \$0.00 | |
| Equity | <u>1,102,627.10</u> | |
| TOTAL LIABILITIES & EQUITY | | \$1,102,627.10 |

1 Funds are invested in the Local Government Investment Pool (LGIP) through the Commonwealth of Virginia's Treasurer's Office. The average yield for the fiscal year ended December 31, 2005, was 3.65%. The Effective Yield for the month of December was 4.22%.

**INTERSTATE PEST CONTROL COMPACT
STATEMENT OF CASH FLOWS
For the Six Months Ended December 31, 2005**

| | | |
|-------------------------------------|------------------|---------------------|
| <i>Balance on July 1, 2005</i> | | 1,072,588.09 |
| <u>Add - Inflows</u> | | |
| Investment Income: | | |
| LGIP | <u>19,326.21</u> | 19,326.21 |
| Dues Income: | | |
| Colorado | 2,142.00 | |
| Indiana | 32,342.00 | |
| | | <u>34,484.00</u> |
| Operating Account Interest | | <u>134.88</u> |
| | | 53,945.09 |
| <u>Deduct-Outflows</u> | | |
| Operating Expenses: | | |
| Executive Director | 5,078.14 | |
| Travel | 1,648.76 | |
| Bank Service Charges | 4.00 | |
| General Administration | 1,383.90 | |
| Conference Registrations | 390.00 | |
| Printing | <u>401.28</u> | 8,906.08 |
| Insurance Claims | | |
| Wyoming (Echium vulgare) | | <u>15,000.00</u> |
| | | -23,906.08 |
| <i>Balance on December 31, 2005</i> | | 1,102,627.10 |

**INTERSTATE PEST CONTROL COMPACT
STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN
FUND BALANCES/EQUITY**

For the Six Months Ended December 31, 2005

Revenues

| | | |
|----------------------------|------------------|-------------|
| Investment Income | \$19,326.21 | |
| Dues Income | 34,484.00 | |
| Operating Account Interest | 134.88 | |
| Total revenues | <u>53,945.09</u> | \$53,945.09 |

Expenditures

| | | |
|--------------------|------------------|--|
| Operating Expenses | \$8,906.08 | |
| Insurance Claims | 15,000.00 | |
| Total expenses | <u>23,906.08</u> | |

Excess of revenue over expenditures **\$30,039.01**

Fund balances/equity July 1, 2005 **1,072,588.09**

Fund balances/equity December 31, 2005 **\$1,102,627.10**

**INTERSTATE PEST CONTROL COMPACT
OPERATING BUDGET
July 1, 2005 to December 31, 2005**

| <u>Description</u> | <u>Budget 2005</u> <u>2006</u> | <u>6 Month</u> <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--|-----------------------------------|---------------------------------|-----------------|-----------------|
| Personnel | | | | |
| Executive Director Wages | \$ 15,000 | \$ 7,500 | \$ 5,078 | \$ 2,422 |
| Travel and Registration | 4,000 | 2,000 | 2,039 | -39 |
| Bond | 100 | 50 | 0 | 50 |
| Facilities and Administrative Costs | | | | |
| Overhead | 2,000 | 1,000 | 684 | 316 |
| Equipment | 0 | 0 | 0 | 0 |
| Supplies | 0 | 0 | 4 | -4 |
| Postage | 200 | 100 | 200 | -100 |
| Printing | 400 | 200 | 401 | -201 |
| Web Hosting | 200 | 100 | 0 | 100 |
| Contractual Services | | | | |
| Audit | 100 | 50 | 0 | 50 |
| Special Purpose | | | | |
| Technical Advisory Committee | 500 | 250 | 0 | 250 |
| Special Committee | 0 | 0 | 0 | 0 |
| IRS Private Letter Ruling | | | 500 | -500 |
| TOTAL | \$ 22,500 | \$ 11,250 | \$ 8,906 | \$ 2,344 |