



Mary Taylor, CPA
Auditor of State

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Greene County Family and Children First Council
Greene County
158 East Main Street
Xenia, Ohio 45835

To the Members of the Council:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Greene County Family and Children First Council, Greene County, (the Council), as of and for the year ended December 31, 2008, which collectively comprise the Council's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Council'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 and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

As discussed in Note 2, the accompanying financial statements and notes follow the cash accounting basis. This is a comprehensive accounting basis other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Greene County Family and Children First Council, Greene County, as of December 31, 2008, and the respective changes in cash financial position and the respective budgetary comparison for the General, Shared Youth Placement, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008, and Help Me Grow (HMG) State General Revenue State Fiscal Year 2009 funds thereof for the year then ended in conformity with the basis of accounting Note 2 describes.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2009, on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's discussion and analysis is not a required part of the basic financial statements but is supplementary information the Governmental Accounting Standards Board requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the Council's basic financial statements. The Federal Awards Expenditure Schedule is required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. We subjected the Schedule to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

August 26, 2009

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)**

This discussion and analysis of the Greene County Family and Children First Council's (the Council) financial performance provides an overall review of the Council's financial activities for the year ended December 31, 2008, within the limits of the Council's cash basis accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Council's financial performance.

Highlights

Key Highlights for 2008 are as follows:

- Total Net assets decreased \$9,210 (3%) in 2008. Net assets in Special Revenue Funds increased very slightly, from \$243,148 in 2007 to \$245,026 in 2008. Net assets in the General Fund decreased from \$29,028 in 2007 to \$17,940 in 2008. The decrease was associated with Advances, made by the General Fund, in December 2008. Advances were necessary to avoid cash flow problems in several funds, pending receipt of 2008 revenue from other sources, including County General Revenue funds.
- Almost all of the Council's revenue in 2008 (99%) was associated with intergovernmental funding, from local, state, and federal sources.
- Contract Services represented 67% of the Council's 2008 expenditures.

Using the Basic Financial Statements

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Council's cash basis of accounting.

Report Components

The statement of net assets and the statement of activities provide information about the Council's cash position and the changes in cash position at the entity wide level. The statement of cash basis assets and fund balances and the statement of cash receipts, disbursements and changes in cash basis fund balances report the Council's cash position and the changes in cash position by major fund. The statements of cash receipts, disbursements and changes in fund balance, budget and actual, budget basis provides original and final budgeted amounts, with variances reflecting comparison of final budgeted amounts with actual receipts and expenditures. The notes to the financial statements are an integral part of the financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. These financial statements follow the basis of accounting the Auditor of State prescribes or permits. The Council has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Council's cash basis of accounting, receipts are recognized when received in cash, rather than when earned, and disbursements when paid, rather than when a liability is incurred.

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)
(Continued)**

Reporting the Government as a Whole

The statement of net assets and the statement of activities reflect how the Council did financially during 2007 and 2008 within the limits of cash basis accounting. The statement of net assets presents the cash balances of the Council at year end. The statement of activities presents the revenue and disbursement activity during 2008.

Table 1 provides a summary of the Council's net assets for 2008 compared to 2007 on a cash basis:

Table 1		
Net Assets		
Assets:	2008	2007
Cash and Cash Equivalents	\$262,966	\$272,176
Total Assets	262,966	272,176
Net Assets:		
Restricted	245,026	243,148
Unrestricted	17,940	29,028
Total Net Assets	\$262,966	\$272,176

Net assets decreased \$9,210 or 3% during 2008. Net assets in Special Revenue Funds increased very slightly, from \$243,148 in 2007 to \$245,026 in 2008. Net assets in the General Fund decreased from \$29,028 in 2007 to \$17,940 in 2008. The decrease was associated with Advances, made by the General Fund, in December 2008. Advances were necessary to avoid cash flow problems in several funds, pending receipt of 2008 revenue from other sources, including County General Revenue funds.

Fund Financial Statements Reporting Major Funds

The major funds of the Council in 2008 include General, Shared Youth Placement, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008 and Help Me Grow (HMG) State General Revenue (STGR) State Fiscal Year 2009. The statement of cash basis assets and fund balances and the statement of cash receipts, disbursements and changes in cash basis fund balances report the Council's cash position and the changes in cash position by major fund. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Council's financial health. Over time, increases or decreases in the Council's cash position is one indicator of the Council's financial health is improving or deteriorating. When evaluating the Council's financial condition, you should also consider other financial factors such as the reliance on non-local financial resources for operations and the need for continued growth in other local revenue sources.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)
(Continued)**

Table 2 reflects the changes in net fund balances during 2008 compared to net fund balances in 2007.

**Table 2
Change In Net Fund Balances**

Receipts:	2008	2007
Intergovernmental	\$1,477,741	\$1,455,932
Miscellaneous	11,037	11,481
Total Receipts	1,488,778	1,467,413
Disbursements:		
Salary/Benefits	354,527	335,085
Utilities	3,412	3,268
Contractual Services	996,322	1,063,372
Supplies and Materials	25,792	18,660
Equipment	10,800	7,508
Financial Assistance	42,401	39,035
Miscellaneous	22,993	41,959
Repayment to County	24,459	20,000
Repayment to Grantor	424	21,818
Advance to County	16,858	
Total Disbursements	1,497,988	1,550,705
Excess Receipts Over (Under) Disbursements	(9,210)	(83,292)
Other Financing Sources (Uses):		
Transfers In	65,951	72,274
Transfers Out	(65,951)	(72,274)
Advances In	36,808	50,230
Advances Out	(36,808)	(50,230)
Total from Other Financing Sources (Uses)	-	-
Change in Net Fund Balances	(9,210)	(83,292)
Fund Balances, Beginning of Year	272,176	355,468
Fund Balances, End of Year	\$ 262,966	\$ 272,176

Intergovernmental revenue represented 99% of total receipts in 2008. This revenue is primarily comprised of contributions from local public entities, state and federal grants. The largest category of disbursements was Contractual Services. These services include payment to residential providers for youth in out-of-home placements and for grant related services provided by public and not-for-profit organizations.

Budgetary Highlights

The Council made numerous revisions to the original appropriation approved by the Council and the Council's fiscal agent, the Greene County Commission. Overall, these changes resulted in little significant change in fund balance. During 2008 the Council spent 99% of the amount appropriated in the general fund. The Council's 2008 financial statements include budgetary statements for the General, Shared Youth Placement, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008 and Help Me Grow (HMG) State General Revenue (STGR) State Fiscal Year Funds.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)
(Continued)**

Capital Assets and Debt Administration

The Council has no capital assets and no debt.

Contacting the Council's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Council's finances and to reflect the Council's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to Dr. Kent Youngman, Greene County Family and Children First Council-Audit/Finance Committee Chair, Greene County Family and Children First Council, 158 E. Main Street, Xenia, Ohio 45385, (937) 562-5600.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF NET ASSETS - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31,2008**

	<u>Governmental Activities</u>
Assets	
Cash and Cash Equivalents	\$262,966
Total Assets	<u>262,966</u>
Net Assets	
Restricted (Special Revenue)	245,026
Unrestricted (General)	17,940
Total Net Assets	<u>\$262,966</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Program Cash Receipts</u>	<u>Net (Disbursements) Receipts and Changes in Net Assets</u>
<u>Cash Disbursements</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities		
Human Services	\$1,497,988	(\$100,264)
Total Governmental Activities	<u>\$1,497,988</u>	<u>(100,264)</u>
General Receipts		
Grants and Entitlements not Restricted to Specific Programs		80,017
Miscellaneous		<u>11,037</u>
Total General Receipts		<u>91,054</u>
Change in Net Assets		(9,210)
Net Assets Beginning of Year		<u>272,176</u>
Net Assets End of Year		<u><u>\$262,966</u></u>

See accompanying notes to the basic financial statements.

GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY

STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>General</u>	<u>Shared Youth Placement</u>	<u>Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008</u>	<u>Help Me Grow (HMG) State General Revenue State Fiscal Year 2009</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets						
Cash and Cash Equivalents	\$17,940	\$123,411	\$665	\$33,035	\$87,915	\$262,966
Total Assets	<u>17,940</u>	<u>123,411</u>	<u>665</u>	<u>33,035</u>	<u>87,915</u>	<u>262,966</u>
Fund Balances						
Reserved:						
Reserved for Encumbrances	852	5,200		8,589	41,136	55,777
Unreserved						
General Funds	17,088					17,088
Special Revenue Funds		118,211	665	24,446	46,779	190,101
Total Fund Balances	<u>\$17,940</u>	<u>\$123,411</u>	<u>\$665</u>	<u>\$33,035</u>	<u>\$87,915</u>	<u>\$262,966</u>

See accompanying notes to the basic financial statements.

GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	General	Shared Youth Placement	Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008	Help Me Grow (HMG) State General Revenue State Fiscal Year 2009	Other Governmental Funds	Total Governmental Funds
Receipts						
Intergovernmental	\$80,017	\$573,206	\$240,651	\$53,649	\$530,218	\$1,477,741
Miscellaneous	4,718	3,253	15		3,051	11,037
Total Receipts	<u>84,735</u>	<u>576,459</u>	<u>240,666</u>	<u>53,649</u>	<u>533,269</u>	<u>1,488,778</u>
Disbursements						
Salary and Benefits	109,856		41,826	6,629	196,216	354,527
Utilities			382	57	2,973	3,412
Contractual Services	137	521,028	201,522	11,747	261,888	996,322
Supplies & Materials	264		870	94	24,564	25,792
Equipment					10,800	10,800
Financial Assistance					42,401	42,401
Miscellaneous	12,569		1,047	308	9,069	22,993
Repayment to County	17,827				6,632	24,459
Advance to County	16,858					16,858
Repayment to Grantor					424	424
Total Disbursements	<u>157,511</u>	<u>521,028</u>	<u>245,647</u>	<u>18,835</u>	<u>554,967</u>	<u>1,497,988</u>
Excess of Receipts Over (Under) Disbursements	<u>(72,776)</u>	<u>55,431</u>	<u>(4,981)</u>	<u>34,814</u>	<u>(21,698)</u>	<u>(9,210)</u>
Other Financing Sources (Uses)						
Transfers In	60,568		3,079		2,304	65,951
Transfers Out	(72)		(29,753)	(1,779)	(34,347)	(65,951)
Advances In	19,000			2,000	15,808	36,808
Advances Out	(17,808)		(15,000)	(2,000)	(2,000)	(36,808)
Total Other Financing Sources (Uses)	<u>61,688</u>		<u>(41,674)</u>	<u>(1,779)</u>	<u>(18,235)</u>	
Net Change in Fund Balances	(11,088)	55,431	(46,655)	33,035	(39,933)	(9,210)
Fund Balances Beginning of Year	<u>29,028</u>	<u>67,980</u>	<u>47,320</u>		<u>127,848</u>	<u>272,176</u>
Fund Balances End of Year	<u>\$17,940</u>	<u>\$123,411</u>	<u>\$665</u>	<u>\$33,035</u>	<u>\$87,915</u>	<u>\$262,966</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL-BUDGET BASIS
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Receipts				
Reimbursements-TANF	\$1,000	\$1,000	\$1,636	\$636
Dues	12,000	12,000	13,017	1,017
State Grant	20,000	20,000	20,000	
Donations			10	10
Reconciliation from County Fund			9,962	9,962
County General Revenue	28,054	40,054	40,054	
Refunds			56	56
Total Receipts	<u>61,054</u>	<u>73,054</u>	<u>84,735</u>	<u>11,681</u>
Disbursements				
Salary	81,731	81,440	81,439	1
PERS	11,315	11,315	11,299	16
Health Ins	14,314	14,314	13,938	376
Medicare	1,172	1,172	1,126	46
Dental Ins	258	258	251	7
Life Ins	70	70	68	2
Workers Comp	2,219	1,735	1,735	
Materials & Supplies	990	818	264	554
Outside Services	137	137	137	
State Audit	7,000			
Travel & Training	2,377	2,737	2,403	334
Advertising/Printing	124	424	310	114
Other	17,484	10,184	10,165	19
Dues	550	550	543	7
Software	177			
Repayment to County Fund		17,827	17,827	
Advance to County		16,858	16,858	
Equipment	165	165		165
Total Disbursements	<u>140,083</u>	<u>160,004</u>	<u>158,363</u>	<u>1,641</u>
Receipts (Under) Disbursements	<u>(79,029)</u>	<u>(86,950)</u>	<u>(73,628)</u>	<u>13,322</u>
Other Funding Sources(Uses)				
Advances In		19,000	19,000	
Advances Out		(17,808)	(17,808)	
Transfers In	60,000	60,000	60,568	568
Transfers Out		(72)	(72)	
Total Other Financing Sources(Uses)	<u>60,000</u>	<u>61,120</u>	<u>61,688</u>	<u>568</u>
Net Change In Fund Balance	(19,029)	(25,830)	(11,940)	13,890
Fund Balance Beginning of Year	27,006	27,006	27,006	
Prior Year Encumbrances Appropriated	2,022	2,022	2,022	
Fund Balance End of Year	<u>\$9,999</u>	<u>\$3,198</u>	<u>\$17,088</u>	<u>\$13,890</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL-BUDGET BASIS
SHARED YOUTH PLACEMENT
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Receipts				
Intergovernmental	\$458,320	\$533,596	\$573,206	\$39,610
Other Revenue		3,253	3,253	
Total Receipts	<u>458,320</u>	<u>536,849</u>	<u>576,459</u>	<u>39,610</u>
Disbursements				
Outside Services	526,300	526,300	526,228	72
Total Disbursements	<u>526,300</u>	<u>526,300</u>	<u>526,228</u>	<u>72</u>
Receipts Over/(Under) Disbursements	(67,980)	10,549	50,231	39,682
Fund Balance Beginning of Year	66,680	66,680	66,680	
Prior Year Encumbrances Appropriated	<u>1,300</u>	<u>1,300</u>	<u>1,300</u>	
Fund Balance End of Year	<u><u>\$0</u></u>	<u><u>\$78,529</u></u>	<u><u>\$118,211</u></u>	<u><u>\$39,682</u></u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL-BUDGET BASIS
HELP ME GROW (HMG) AND TEMPORARY AID TO NEEDY FAMILIES (TANF) STATE FISCAL YEAR 2008
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Receipts				
Intergovernmental	\$331,515	\$331,515	\$240,651	(\$90,864)
Miscellaneous			15	15
Total Receipts	<u>331,515</u>	<u>331,515</u>	<u>240,666</u>	<u>(90,849)</u>
Disbursements				
Salary	30,301	30,301	30,291	10
PERS	5,545	5,545	5,642	(97)
Health Ins	4,936	4,869	4,787	82
Medicare	455	455	416	39
Dental Ins	105	189	189	
Life Ins	29	29	29	
Workers Comp	656	472	472	
Materials & Supplies	854	995	870	125
Outside Services	287,163	287,163	201,522	85,641
Phone	606	606	382	224
Travel & Training	565	717	577	140
Other		15	15	
Advertising/Printing	536	462	455	7
Total Disbursements	<u>331,751</u>	<u>331,818</u>	<u>245,647</u>	<u>86,171</u>
Receipts (Under) Disbursements	<u>(236)</u>	<u>(303)</u>	<u>(4,981)</u>	<u>(4,678)</u>
Other Funding Sources(Uses)				
Advances Out		(15,000)	(15,000)	
Transfers In			3,079	3,079
Transfers Out	(32,084)	(32,017)	(29,753)	2,264
Total Other Financing Sources(Uses)	<u>(32,084)</u>	<u>(47,017)</u>	<u>(41,674)</u>	<u>5,343</u>
Net Change In Fund Balance	(32,320)	(47,320)	(46,655)	665
Fund Balance Beginning of Year	44,530	44,530	44,530	
Prior Year Encumbrances Appropriated	<u>2,790</u>	<u>2,790</u>	<u>2,790</u>	
Fund Balance End of Year	<u>\$15,000</u>	<u>\$0</u>	<u>\$665</u>	<u>\$665</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL-BUDGET BASIS
HELP ME GROW (HMG) STATE GENERAL REVENUE STATE FISCAL YEAR 2009
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Receipts				
Intergovernmental	\$48,860	\$53,649	\$53,649	
Total Receipts	<u>48,860</u>	<u>53,649</u>	<u>53,649</u>	
Disbursements				
Salary	6,567	6,368	5,037	\$1,331
PERS	919	906	640	266
Health Ins	1,120	830	829	1
Medicare	95	93	70	23
Dental Ins	59	53	47	6
Life Ins	7	7	6	1
Workers Comp	164	148		148
Materials & Supplies	160	160	139	21
Outside Services	32,560	32,560	20,189	12,371
Phone	110	110	77	33
Travel & Training	136	136	107	29
Advertising/Printing	72	72		72
Parent Stipends	450	450	283	167
Total Disbursements	<u>42,419</u>	<u>41,893</u>	<u>27,424</u>	<u>14,469</u>
Receipts Over Disbursements	<u>6,441</u>	<u>11,756</u>	<u>26,225</u>	<u>14,469</u>
Other Funding Sources(Uses)				
Advances In		2,000	2,000	
Advances Out	(2,000)	(2,000)	(2,000)	
Transfers Out	(4,439)	(4,968)	(1,779)	3,189
Total Other Financing Sources(Uses)	<u>(6,439)</u>	<u>(4,968)</u>	<u>(1,779)</u>	<u>3,189</u>
Net Change In Fund Balance	2	6,788	24,446	17,658
Fund Balance Beginning of Year				
Prior Year Encumbrances Appropriated				
Fund Balance End of Year	<u>\$2</u>	<u>\$6,788</u>	<u>\$24,446</u>	<u>\$17,658</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

1. DESCRIPTION OF THE COUNCIL AND REPORTING ENTITY

A. Description of the Entity

Ohio Revised Code Section 121.37 created the Ohio Family and Children First Council and permitted counties to establish county Family and Children First Councils. In 2006 House Bill 289 amended ORC Section 121.37 and Section 121.374. Greene County Family and Children First Council (the Council) is a government entity that is directly concerned with issues of fact or policy on matter other than the improvement of the law, the legal system, or the administrative of justice. The Council may invite any other local public or private agency or group that funds, advocates, or provides services to children to have a representative become a permanent or temporary member of the council.

The purpose of the county Council is to streamline and coordinate existing government services for families seeking services for their children. In seeking to fulfill its purpose, a county Council shall provide for the following:

- Referrals to the Cabinet Council of those children for whom the county Council cannot provide adequate services;
- Development and implementation of a process that annually evaluates and prioritizes services, fills service gaps where possible, and invents new approaches to achieve better results for families and children:
- Participation in the development of a countywide, comprehensive, coordinated, multi-disciplinary, interagency system for infants and toddlers with developmental disabilities or delays and their families, as established pursuant to federal grants received and administered by the Department of Health for early intervention services under the "Individuals with Disabilities Education Act of 2004"
- Maintenance of an accountability system to monitor the county Council's progress in achieving results for families and children;
- Establishment of a mechanism to ensure ongoing input from a board representation of families who are receiving services within the county system.

The Council has developed and implemented the following:

- a) An interagency system to monitor the county's progress toward increasing child well-being in the county.
- b) An interagency process to identify local priorities to increase child well-being and the associated indicators established by the Cabinet. The local priorities and indicators shall focus on expectant parents and newborns thriving; infants and toddlers thriving; children being ready for school; children and youth succeeding in school; youth choosing healthy behaviors; and youth successfully transitioning into adulthood.
- c) An annual plan that identifies the county's interagency efforts to increase child well-being in the county.

On an annual basis, the Council shall submit a report on the status of efforts by the county to increase child well-being in the county to the county's board of county commissioners and the cabinet council. This report shall be made available to any other person on request.

**GREENE COUNTY FAMILY & CHILDREN FIRST COUNCIL
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

1. DESCRIPTION OF THE COUNCIL AND REPORTING ENTITY (Continued)

B. Reporting Entity

A reporting entity is comprised of the primary government and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the Council consists of all funds, departments, and activities that are not legally separate from the Council. They comprise the Council's legal entity which provides various services including human, social, health and educational services to families and children. The Council, the Steering Committee, and the Director have direct responsibility for these activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

These financial statements follow the basis of accounting the Auditor of State prescribes or permits.

The Council's Basic Financial Statements consist of government-wide statements, including a Statement of Net Assets and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

1. Government-Wide Financial Statements

The Statement of Net Assets and the Statement of Activities display information about the Council as a whole. These statements include the financial activities of the primary government.

The Statement of Net Assets presents the financial condition of the governmental activities of the Council at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the Council's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Council, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Council.

2. Fund Financial Statements

During the year, the Council segregates transactions related to certain Council functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Council at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

The Council uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Council utilizes the governmental category of funds.

4. Governmental Funds

Governmental funds are those through which most governmental functions of the Council typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. The following are the Council's major governmental funds:

General Fund – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the Council for any purpose provided it is expended or transferred according to the general laws of Ohio and the Charter of the Council.

Shared Youth Placement – The Shared Youth Placement Fund is used to account for revenue received and expended from the State Shared Youth Placement grant.

Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008 – The Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2008 Fund is used to account for revenue received and expended from Federal TANF grant monies.

Help Me Grow (HMG) State General Revenue (STGR) State Fiscal Year 2009 – The Help Me Grow (HMG) State General Revenue (STGR) State Fiscal Year 2008 Fund is used to account for revenue received and expended from State General revenue grant monies.

The other governmental funds of the Council account for grants and other resources whose use is restricted for a particular purpose.

5. Measurement Focus

The Council has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Council's cash basis of accounting, receipts are recognized when received in cash, rather than when earned, and disbursements when paid, rather than when a liability is incurred.

6. Basis of Accounting

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Cash

As required by Ohio Revised Code, the County Treasurer is custodian for the Council's cash. The Council's assets are held in the County's cash and investment pool, and are valued at the County Treasurer's reported carrying amount.

C. Capital Assets

Acquisitions of property, plant and equipment are recorded as disbursements when paid. Acquisitions of property are not reflected as an asset under the basis of accounting the Council uses.

D. Long-term Debt Obligations

The Council did not have any bonds or other long-term debt obligations.

E. Net Assets

These statements report restricted net assets when enabling legislation or creditors, grantors or laws or regulations of other governments have imposed limitations on their use.

The Council first applies restricted resources when incurring a disbursement for which it may use either restricted or unrestricted resources.

The statement of net assets reports \$245,026 of restricted net assets, of which none is restricted by enabling legislation.

F. Fund Balance Reserves

The Council reserves any portion of fund balances which is not available for appropriation or which is legally segregated for a specific future use. Unreserved fund balance indicates that portion of fund balance which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances.

G. Budgetary Process

All funds are legally required to be budgeted and appropriated. The major documents prepared are the budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The Council must annually file a budget with its administrative agent. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control has been established by Council at the fund level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources in effect at the time final appropriations were passed by Council.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

H. Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payment for unused leave. Unpaid leave is not reflected as liability under the basis of accounting the Council uses.

3. CASH AND CASH EQUIVALENTS

The Greene County Commissioners maintain a cash pool used by all of the County's funds, including those of the Family and Children First Council. The Ohio Revised Code prescribes allowable deposits and investments. At year-end, the carrying amount of the Council's deposit with the Greene County Commissioners was \$262,966. The Greene County Board of Commissioners, as the fiscal agent for the Council, is responsible for maintaining adequate depositor collateral for all funds in the County's pooled cash and deposit accounts.

4. INTERFUND BALANCES

Unpaid inter-fund cash advances at December 31, 2008 were as follows:

	Inter-fund Receivable	Inter-fund Payable
General	\$13,808	
FRC Bellbrook/Sugarcreek		\$ 1,808
Help Me Grow – Temporary Aid for Needy Families - SFY09		12,000
Total Inter-fund Receivable/Payable	\$13,808	\$13,808

The inter-fund transactions between general and special revenue funds are due to the timing of the receipt of grant monies.

5. CONTRACTUAL COMMITMENTS

At December 31, 2008, the Council had \$496,828 in contractual commitments for services provided to children and families. These contracts will be funded by federal and state program grants.

Contractor	Amount
Council on Rural Services Program	\$333,379
Greene County Combined Health District	45,777
Greene County MR/DD	117,672
Total:	\$496,828

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

6. INTERFUND TRANSFERS

Inter-fund cash transfers for the year ended December 31, 2008 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>			<u>Totals</u>
	<u>General</u>	<u>HMG-TANF SFY 08</u>	<u>Other Gov Funds</u>	
General		\$ 48	\$ 24	\$ 72
Help Me Grow, TANF SFY 08	\$29,250		503	29,753
Help Me Grow, STGR - SFY 09	1,104		675	1,779
Other Governmental Funds	30,214	3,031	1,102	34,347
Totals	<u>\$60,568</u>	<u>\$3,079</u>	<u>\$2,304</u>	<u>\$65,951</u>

The Council transferred cash for grant reimbursement purposes due to the timing of the receipt of grant monies.

7. RISK MANGAMENT

The Council is covered under the County's insurance policies. The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. During 1986, the County joined the Public Entities Pool of Ohio (PEP) a local government risk-sharing pool. The pool consists of 227 local governments who pool risk for property, liability and public official liability.

The County pays an annual premium to PEP for this coverage. The agreement provides that PEP will be self-sustaining through member premiums and excess insurance. The deductibles per occurrence for all types of coverage are as follows:

<u>Type of Coverage</u>	<u>Deductible</u>
General Liability	\$ 5,000
Police Professional	5,000
Public Official	2,500

PEP retains general liability insurance with no aggregate, professional and public official's liability risks up to \$2 million in aggregate per year and automobile liability risks up to \$1 million in aggregate per year. Claims exceeding \$2,000,000 are reinsured with no aggregate limitations per year. Settled claims have not exceeded this coverage in any of the last three years.

The Council is also exposed to a risk of loss related to employee health care costs. On September 1, 1994, the County became self-insured for employee health care benefits. The program is administered by United Health Care, Inc., in Minneapolis, Minnesota, which provides claims review, processing services and maintains its own provider network.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

8. PENSION OBLIGATIONS

The Council participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans as described below:

- The Traditional Pension Plan—a cost sharing, multiple-employer defined benefit pension plan.
- The Member-Directed Plan—a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.
- The Combined Plan—a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, employer contributions are invested by OPERS to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPER provides retirement, disability, survivor and death benefits and annual cost-of living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPER issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-6701 or 800-222-7377.

The ORC provides statutory authority for member and employer contributions. For 2008, member and employer contribution rates were consistent across all three plans. The 2008 member contribution rates were 10 percent for members in classifications other than law enforcement and public safety. The 2008 employer contribution rate for local government employer units was 14 percent of covered payroll.

The Council's contribution for pension obligations to the traditions, combined, and member directed plans for the years ended December 31, 2008, 2007, and 2006 were \$36,606, \$33,265, and \$30,605 respectively; 91.67 percent has been contributed for 2008, 83.33 percent for 2007 and 100 percent for 2006.

9. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The Ohio Public employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2008 local government employer contribution rate was 14 percent of covered payroll; 7 percent of covered payroll was the portion that was used to fund health care.

A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2008 local government employer contribution rate was 14 percent of covered payroll; 7.00 percent of covered payroll was the portion that was used to fund health care.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Continued)**

9. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (Continued)

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2007, include rate of return on investments of 6.50 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.00 percent annually plus an additional factor ranging from .5 to 4 percent for the next seven years. In subsequent years (eight and beyond) health care costs were assumed to increase at 4.00 percent (the projected wage inflation rate).

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually.

Actual employer contributions for 2008 which were used to fund postemployment benefits were \$16,778. The actual contribution and the actuarially required contribution amounts are the same.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, is effective on January 1, 2007. Member and employer contribution rates increased as of January 1, 2007 and January 1, 2008, which will allow additional funds to be allocated to the health care plan.

10. RELATED PARTY TRANSACTIONS

The Council had related party transactions with other agencies in which their members were on the Council's governing board. The total amount of related party transactions for 2008 amounted to \$460,186.

Agency	Amount
Council on Rural Services Program	\$302,854
Greene County MRDD	68,790
Greene County Combined Health District	65,198
Greene County Family Violence Prevention Center	11,424
Greene County OSU Extension	11,920
Total:	\$460,186

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF JUSTICE			
<i>Passed Through Ohio Department of Youth Services</i>			
Title V - Delinquency Prevention Program	2005-JV-T50-5109S	16.548	\$17,875
Total United States Department of Justice - Delinquency Prevention Program			<u>17,875</u>
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through Ohio Department of Health</i>			
Special Education - Grants for Infants and Families	2910021HG0108	84.181	82,554
	2910021HG0209		<u>35,533</u>
Total U.S. Department of Education - Special Education Grants for Infants and Families			<u>118,087</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Passed Through Ohio Department of Job and Family Services</i>			
<i>Passed Through Greene County Department of Job and Family Services</i>			
Temporary Assistance for Needy Families (TANF)			
TANF - Help Me Grow Program 2008	(A)	93.558	242,832
TANF - Help Me Grow Program 2009	(A)		88,346
TANF - Encouraging Family Self-Sufficiency and Stability (EFSS) 2008	(A)		6,119
TANF - Encouraging Family Self-Sufficiency and Stability (EFSS) 2009	(A)		<u>17,771</u>
Total Temporary Assistance for Needy Families			<u>355,068</u>
<i>Passed through Ohio Department of Mental Health</i>			
<i>Passed Through Greene County Department of Mental Health Board</i>			
Promoting Safe and Stable Families 2008	(A)	93.556	25,962
Promoting Safe and Stable Families 2009	(A)		<u>1,878</u>
Total Promoting Safe and Stable Families			<u>27,840</u>
<i>Passed Through Ohio Department of Health</i>			
Child Abuse and Neglect State Grants	(A)	93.669	<u>870</u>
Total United States Department of Health and Human Services			<u>383,778</u>
Total Federal Assistance			<u><u>\$519,740</u></u>

(A) - Project number not known or not applicable.

The accompanying notes are an integral part of this schedule.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2008**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Expenditures Schedule (the Schedule) summarizes activity of the Council's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B - MATCHING REQUIREMENTS

Certain Federal programs require that the Council contribute non-Federal funds (matching funds) to support the Federally-funded programs. The Council has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Greene County Family and Children First Council
Greene County
158 East Main Street
Xenia, Ohio 45835

To the Members of Council:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Greene County Family and Children First Council, Greene County, (the Council) as of and for the year ended December 31, 2008, which collectively comprise the Council's basic financial statements and have issued our report thereon dated August 26, 2009. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Council's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinion on the financial statements, but not to opine on the effectiveness of the Council's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Council's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Council's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the Council's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the Council's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

As part of reasonably assuring whether the Council's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of the audit committee, management, the Council and federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

August 26, 2009



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Greene County Family and Children First Council
Greene County
158 East Main Street
Xenia, Ohio 45835

To the Members of Council:

Compliance

We have audited the compliance of Greene County Family and Children First Council (the Council) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to its major federal program for the year ended December 31, 2008. The summary of auditor's results section of the accompanying schedule of findings identifies the Council's major federal program. The Council's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the Council'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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Council's compliance with those requirements.

In our opinion, the Greene County Family and Children First Council complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended December 31, 2008.

Internal Control Over Compliance

The Council's management 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 the Council's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Council's internal control over compliance.

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www.auditor.state.oh.us

**Internal Control Over Compliance
(Continued)**

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Council's ability to administer a federal program such that there is more than a remote likelihood that the Council's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the Council's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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.

We intend this report solely for the information and use of the audit committee, management, the Council, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

August 26, 2009

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2008**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	CFDA #93.558 – Temporary Assistance to Needy Families (TANF)
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Low

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None



Mary Taylor, CPA
Auditor of State

**FAMILY AND CHILDREN FIRST COUNCIL
GREENE COUNTY**

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 29, 2009**