SCIENCE AND TECHNOLOGY CAMPUS CORPORATION

FRANKLIN COUNTY

REGULAR AUDIT

July 1, 2008 through June 30, 2009

Fiscal Year Audited Under GAGAS: 2009

Caudill & Associates
Certified Public Accountants
725 5TH Street
Portsmouth, Ohio 45662

Mary Taylor, CPA
Auditor of State

Board of Directors
Science and Technology Campus Corporation
1275 Kinnear Road
Columbus, Ohio 43212

We have reviewed the *Independent Auditor's Report* of the Science and Technology Campus Corporation, Franklin County, prepared by Caudill & Associates, CPAs, for the audit period July 1, 2008 through June 30, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Science and Technology Campus Corporation is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

November 25, 2009

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SCIENCE AND TECHNOLOGY CAMPUS CORPORATION

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For the Years Ended June 30, 2009 and 2008

Caudill & Associates, CPA's
725 5th Street
Portsmouth, OH 45662

Member American Institute of Certified Public Accountants
Ohio Society of Certified Public Accountants
Kentucky Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Science and Technology Campus Corporation

We have audited the accompanying statements of financial position of Science and Technology Campus Corporation (an Ohio Not-for-Profit Corporation) (the Corporation) as of June 30, 2009 and 2008, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audits 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. Those standards 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Science and Technology Campus Corporation as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years 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 a report dated September 30, 2009 on our consideration of Science and Technology Campus Corporation's internal control over financial reporting and on our test 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 result 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 *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Caudill & Associates, CPA's

Caudill & Associates, CPA's

September 30, 2009

SCIENCE AND TECHNOLOGY CAMPUS CORPORATION
(AN OHIO NOT-FOR-PROFIT CORPORATION)

STATEMENTS OF FINANCIAL POSITION

As of June 30, 2009 and 2008

ASSETS	2009	2008
CURRENT ASSETS		
Cash and Cash Equivalents	$ 356,976	$ 252,239
Assets Limited as to Use (Note 2 and 4)	145,885	141,540
Accounts Receivable (less allowance for doubtful accounts of $71,246 and $18,460, respectively)	36,956	71,851
Deferred Rental Income	45,950	34,467
Tenant Billings	61,044	45,943
Prepaid Expenses	73,990	69,658
Total Current Assets	720,801	615,698
PROPERTY AND EQUIPMENT		
Leasehold Estate	12,370,000	12,370,000
Buildings	25,818,636	21,342,725
Equipment	243,071	242,044
Construction in Progress	103,386	245,177
	38,535,093	34,199,946
Less Accumulated Amortization and Depreciation	(7,263,898)	(6,361,434)
Total Property and Equipment, Net	31,271,195	27,838,512
OTHER ASSETS		
Investment in Start-up Companies (less allowance for impairment of $237,283 and $578,421, respectively)	621,973	619,412
Deferred Rental Income	133,170	177,393
Deferred Leasing Costs (net of accumulated amortization of $21,501 and $12,904, respectively)	80,782	89,379
Other Assets	155,160	163,773
Total Other Assets	991,085	1,049,957
TOTAL ASSETS	$ 32,983,081	$ 29,504,167

See the accompanying Notes to the Financial Statements.

SCIENCE AND TECHNOLOGY CAMPUS CORPORATION
(AN OHIO NOT-FOR-PROFIT CORPORATION)

STATEMENTS OF FINANCIAL POSITION (Continued)

As of June 30, 2009 and 2008

LIABILITIES AND NET ASSETS	2009	2008
CURRENT LIABILITIES		
Current Portion of Notes and Long-term Debt Payable (Note 3 and 4)	$ 599,455	$ 578,072
Current Portion of Leasehold Obligations (Note 3)	399,172	377,444
Accounts Payable	794,056	103,299
Accrued Liabilities	1,265,279	602,618
Accrued Interest (Note 3)	1,014,668	878,872
Fair Value of Interest Rate Swap (Note 6)	239,821	-
Total Current Liabilities	4,312,451	2,540,305
LONG-TERM LIABILITIES		
Notes Payable and Long-term Debt (Note 3 and 4)	21,034,136	18,657,241
Leasehold Obligations (Note 3)	138,099	537,272
Total Long-term Liabilities	21,172,235	19,194,513
NET ASSETS		
Unrestricted	7,498,395	7,769,349
TOTAL LIABILITIES AND NET ASSETS	$ 32,983,081	$ 29,504,167

See the accompanying Notes to the Financial Statements.

SCIENCE AND TECHNOLOGY CAMPUS CORPORATION
(AN OHIO NOT-FOR-PROFIT CORPORATION)

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2009 and 2008

	2009	2008
REVENUES		
Rental Income (Note 3)	$ 3,372,954	$ 3,255,061
Contributions	300,000	331,446
Interest Income	1,324	3,827
Grants	222,685	100,941
Other Income	24,906	5,892
Total Revenues	3,921,869	3,697,167
RENTAL OPERATING EXPENSES		
Interest Expenses	979,856	1,035,650
Utilities	710,081	676,669
Repairs and Maintenance	348,639	332,235
Depreciation	590,858	590,888
Amortization	309,996	309,996
Management Fees	111,971	106,703
Other	405,810	386,716
Total Rental Operating Expenses	3,457,211	3,438,857
GENERAL AND ADMINISTRATIVE EXPENSES		
Consulting	188,741	276,425
Legal	36,532	68,676
Insurance	22,575	23,880
Accounting	59,861	51,934
Project Development Cost	55,709	87,825
Telecommunication	6,388	6,281
Travel, Meals and Meetings	8,100	6,939
Interest	23,521	33,647
Contributions	12,812	47,500
Impairment of Investments in Start-up Companies (Note 2)	-	152,465
Change in Fair Value of Interest Rate Swap	239,821	-
Other	81,552	199,392
Total General and Administrative Expenses	735,612	954,964
Total Expenses	4,192,823	4,393,821
Change in Net Assets	(270,954)	(696,654)
Net Assets - Unrestricted at Beginning of Year	7,769,349	8,466,003
Net Assets - Unrestricted at End of Year	$ 7,498,395	$ 7,769,349

See the accompanying Notes to the Financial Statements.

SCIENCE AND TECHNOLOGY CAMPUS CORPORATION
(AN OHIO NOT-FOR-PROFIT CORPORATION)

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2009 and 2008

	2009	2008
CASH FLOWS PROVIDED BY/(USED IN) OPERATING ACTIVITIES		
Change in Net Assets	$ (270,954)	$ (696,654)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Amortization and depreciation	902,464	900,884
Impairment change on investments in start-up companies	(341,138)	(169,511)
Decrease in allowance for doubtful accounts	52,786	(221)
Decrease/(Increase) in current assets:		
Accounts Receivable	(17,891)	32,367
Prepaid expenses	(4,332)	20,956
Deferred leasing costs and rental income	41,337	29,117
Tenant billings	(15,101)	(45,943)
Other assets	8,613	180,379
Increase/(Decrease) in current liabilities:		
Accounts payable	690,757	25,656
Accrued liabilities and interest	1,038,278	427,982
Total adjustments	2,355,773	1,401,666
Net cash provided by/(used in) operating activities	2,084,819	705,012
CASH FLOWS PROVIDED BY/(USED IN) INVESTING ACTIVITIES		
Decrease/(Increase) in assets limited as to use	(4,345)	837
Decrease/(Increase) in investments in start-up companies	338,577	277,858
Decrease/(Increase) in construction in progress	141,791	(240,014)
Additions to building and equipment	(4,476,938)	(716,407)
Net cash provided by/(used in) investing activities	(4,000,915)	(677,726)
CASH FLOWS PROVIDED BY/(USED IN) FINANCING ACTIVITIES		
Principal reductions in leasehold obligations	(377,445)	(464,783)
Principal reductions in notes payable and long-term debt	(580,330)	(575,591)
Proceeds from notes payable and long-term debt	2,978,608	882,126
Net cash provided by/(used in) financing activities	2,020,833	(158,248)
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	104,737	(130,962)
CASH AND CASH EQUIVALENTS - Beginning of Year	252,239	383,201
CASH AND CASH EQUIVALENTS - End of Year	$ 356,976	$ 252,239
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during year for interest	$ 867,581	$ 850,497

See the accompanying Notes to the Financial Statements.

NOTE 1 ORGANIZATION AND PRESENTATION

The Science and Technology Campus Corporation (an Ohio Not-for-Profit Corporation), (the Corporation), was formed on March 1, 1996 to further develop the Science and Technology Campus at the Ohio State University (the University).

The Corporation's sources of funding include rental income and contributions received under agreements with the University and the State of Ohio Department of Development. The Corporation is constructing facilities on leased properties for the purpose of developing the Science and Technology Campus.

The Corporation reports contributions as unrestricted support unless explicit donor stipulations specify how the donated cash must be used. Where stipulations have been made and they have been satisfied in the same reporting period, then the contribution is reported as unrestricted.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A – Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

B – Cash and Cash Equivalents

The Corporation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. There were no cash equivalents at June 30, 2009 or 2008.

C – Accounts Receivable

Accounts receivable are shown at their net realizable value. Receivables consist of amounts due from tenants and governmental agencies for rent, grants, and other services provided. The Corporation does not charge interest or finance charges on delinquent accounts.

Management estimates an allowance for doubtful accounts based upon management's review of delinquent accounts and as assessment of the Corporation's historical evidence of collections. Specific accounts are charged directly to the reserve when management determines that the account is uncollectible. At June 30, 2009, and 2008, management estimates that an allowance of $71,246, and $18,460 respectively were necessary.

D – Assets Limited as to Use

The Corporation considers assets that have been designated by contract or internally designated for a specific purpose to be limited as to use and are recorded at market value. Assets limited as to use consisted of $145,885 and $141,540 as of June 30, 2009 and 2008, respectively. The Corporation maintains these funds in a money market account that will be drawn upon to make the principal payments on the Adjustable Rate Taxable Securities, Series 2001 on the first day of November of each year (See Note 4). The Corporation deposits funds into this account on a monthly basis so that the required principal payment amount is available on the due date. The money market fund earns interest at a variable rate.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E – Concentration of Credit Risk

The Corporation's cash balances, which are in excess of the federally insured levels, are maintained at large regional financial institutions. The Corporation continually monitors its balances to minimize the risk of loss for these balances.

F – Rental Income

Rental income is recognized on a straight line basis over the term of the leases. Deferred rental income reflects rental income recognized in excess of payments due on leases that provide for scheduled increases over the term.

G – Deferred Leasing Cost

Leasing costs, primarily commissions, are capitalized and amortized over the term of the respective leases.

H – Investments in Start-up Companies

The Corporation invests in closely held, start-up companies and other joint ventures. These investments are typically in the form of convertible promissory notes and are accounted for at cost, which approximates fair value. The Corporation reviews its investment for impairment at least annually. Due to the start-up nature of companies that the Corporation invests in, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term. The activity in the reserve for impairment account was as follows:

	Year Ended June 30	
	2009	**2008**
Beginning Balance	$ 578,421	$ 747,932
Provision for Impairment	-	152,465
Write-offs	(341,138)	(321,976)
Ending Balance	$ 237,283	$ 578,421

I – Leasehold Estate

Leasehold estate is recorded at its estimated fair market value at original acquisition and amortized using the straight-line method based on the assets' estimated useful life of forty years.

J – Property and Equipment

Property and equipment are recorded at cost and depreciated over their estimated useful life using the straight-line method. Estimated useful lives range from three to thirty-six years.

K – Grants

The Corporation receives grants from various State of Ohio funding sources. Funds received from these grants are used to invest in start-up companies (See "Investments" above) and for operating expenses. These funds are only available on a reimbursement basis and the restriction must be satisfied prior to applying for funding. The Corporation also receives matching contributions from various corporate or individual sponsors. These contributions have no donor-imposed restrictions.

NOTE 3 RELATED PARTY TRANSACTIONS

Rental Income

The Corporation subleases certain property to affiliates of the University. For the years ended June 30, 2009 and 2008, rental income from affiliates was $1,528,361 and $1,522,031, respectively.

The following is a schedule by year of minimum future gross rental income on all non-cancelable operating leases as of June 30, 2009 (including rental income from non-affiliates):

Year Ending June 30:	
2010	$ 2,405,880
2011	2,297,229
2012	598,049
2013	536,332
2014	388,612
	$ 6,226,102

Operating Support

The Corporation received $300,000 in operating support from the University during each of the fiscal years ended June 30, 2009 and 2008. These funds, while reflected as cash contributions, have no specific restrictions attached and are used for normal operating expenses. These funds are provided to the Corporation pursuant to an agreement (the Development Agreement), which specifies that the University will continue to support the Corporation with these funds on an annual basis. The term of the operating support provided by the Development Agreement has been extended through the fiscal year ended June 30, 2010.

Joint Use Agreement

The Corporation entered a Joint Use Agreement with the University whereby the University has utilized an appropriation of $4 million from a State of Ohio Capital Funding Allocation to fund the construction and development of certain properties under lease by the Corporation. The terms of the agreement include a provision for the State of Ohio to recapture a portion of funding over a fifteen year period in an event of default. The Corporation has assessed the possibility of default as remote and, accordingly, the accompanying financial statements do not include any accrued liabilities related to this contingency. There were no related party contributions or other activity in fiscal years 2009 or 2008 representing University funding from the joint use agreement.

Leasehold Obligations

Leasehold agreements require the Corporation to pay all costs of leased properties including operating costs, maintenance, renovation, and assessments. Leasehold obligations are due to the University and require aggregate monthly payments of $54,016 with maturity dates ranging from December 2007 to October 2010 and interest rates fixed at a rate of 5.61%.

Future minimum lease payments for the remainder of the lease are as follows:

2010	$ 419,153
2011	139,717
Total minimum lease payments	558,870
Less amounts representing interest	21,599
Present value of leasehold obligations	537,271
Less current portion	399,172
Long-term leasehold obligations	$ 138,099

NOTE 3 RELATED PARTY TRANSACTIONS (Continued)

Properties under leasehold obligations are included in the accompanying statements of financial positions at June 30:

	2009	2008
Leasehold estate	$ 12,370,000	$ 12,370,000
Less accumulated amortization	3,408,468	3,098,472
Ending balance	$ 8,961,532	$ 9,271,528

Amortization of properties under leasehold obligations was $309,996 for both 2009 and 2008.

Notes Payable

The University has authorized up to $21 million in construction financing for development of the Science and Technology Campus provided certain criteria are met. As of June 30, 2009 and 2008, the Corporation had drawn $15,773,630 and $15,077,887, respectively, of the available funds.

The Corporation signed a reimbursement agreement with the University on November 1, 2002, relating to $7 million of the payable balance. Under the terms of the agreement, interest is calculated based on the actual interest rate on 25-year municipal securities. The interest rate as of June 30, 2009 and 2008 was 5.4%. For the years ended June 30, 2009 and 2008, $326,872 and $336,521, respectively, of interest was paid in cash. None of the interest on this obligation was capitalized during the years ended June 30, 2009 and 2008. Outstanding debt and accrued interest are payable to the University on a monthly basis through the maturity date of January 2024. As of June 30, 2009 and 2008, the outstanding balance on the note was $5,952,725 and $6,136,682, respectively.

In December 2005, the Corporation signed a reimbursement agreement with the University relating to $4 million of the payable balance. Under the terms of the agreement, interest is calculated using a blend of fixed and variable rates. The interest rate as of June 30, 2009 and 2008 was 4.08% and 2.25%, respectively. For the years ended June 30, 2009 and 2008, $146,468 and $151,328, respectively, of interest was paid in cash. None of the interest on this obligation was capitalized during the years ended June 30, 2009 and 2008. Outstanding debt and accrued interest are payable to the University on a monthly basis through the maturity date of December 2026. As of June 30, 2009 and 2008, the outstanding balance on the note was $3,481,721 and $3,630,875, respectively.

Principal payments for the next five fiscal years and thereafter are as follows:

2010	$ 349,485
2011	366,685
2012	384,725
2013	403,700
2014	423,628
Thereafter	7,506,225
Total principal payments	$9,434,448

During fiscal year 2009, the Corporation had drawn an additional $695,743 of the total available funds for which it has not entered into a reimbursement agreement with the University. In addition, the Corporation accrued interest on the borrowings, at a variable interest rate, ranging from 3.91% to 1.75% during fiscal year 2009, at the direction of the University, totaling $135,796 for fiscal year 2009 (of which $3,695 was capitalized). For the year ended June 30, 2009, the principal balance outstanding was $5,688,567, while accumulated accrued interest on that loan was $974,533. None of the principal amount or accrued interest of these borrowings had been repaid as of June 30, 2009.

NOTE 3 RELATED PARTY TRANSACTIONS (Continued)

Pass-through Funding

The Corporation acts as a pass-through entity from time to time. The Corporation has an agreement with the University to manage construction of various projects. The agreement provides $9 million in pass through funding for construction costs. In accordance with the agreement, the Corporation does not recognize any revenue or capitalize construction costs related to this project. As of June 30, 2009 and 2008, all construction expenditures related to these projects had been reimbursed by the University.

NOTE 4 LONG-TERM DEBT

In October 2001, the Corporation issued approximately $5.1 million in Adjustable Rate Taxable Securities, Series 2001 (the Project Notes). The proceeds of the Project Notes have been used to finance construction costs. The Project Notes have a variable interest rate. The interest rate was 5.25% as of June 30, 2009 and 2008. As of June 30, 2009 and 2008, the outstanding balance on the note was $3,515,749 and $3,760,749, respectively.

The owners of the Project Notes have the option to demand redemption of their outstanding Notes at dates defined in the agreement. The Corporation has entered into a remarketing agreement, which requires the remarketing agent to utilize its best efforts to remarket any such bonds that may be tendered for payment. If the proceeds to the remarketing agent are not sufficient to purchase the Project Notes tendered, the Trustee is required to draw on an irrevocable letter of credit to pay the necessary purchase price. The letter of credit expires March 15, 2011.

For the years ended June 30, 2009 and 2008, the Corporation interest expense relating to this note was $284,448 and $214,776 respectively. None of the interest on this obligation was capitalized during the years ended June 30, 2009 and 2008. As of June 30, 2009 and 2008, the Corporation had repaid $1,584,251 and $1,339,251 respectively, of the principal due on the note. In addition, the Corporation had designated funds in a money market account for the repayment of principal in the amount of $145,885 and $141,540 as of June 30, 2009 and 2008, respectively (See Note 2D).

In addition, during 2006, the Corporation entered into a credit facility to draw up to $3.4 million to finance capital improvements projects on commercial property located on the Science and Technology Campus. Interest is payable monthly at LIBOR (3.09% and 3.71% at June 30, 2009 and 2008, respectively) plus 1.25% through end of the draw period (December 31, 2009). Subsequent to year-end, the draw period was extended to December 31, 2010. At the end of the draw period, the note will be amortized over a period up to 120 months and will bear interest at LIBOR plus 1.25%. The note is collateralized by a commercial property located on the Science and Technology Campus. As of June 30, 2009 and 2008, the Corporation had drawn $3,021,865 and $739,000, respectively, against this credit facility. As of June 30, 2009 and 2008, the Corporation has repaid $27,036 and $24,815, respectively of the principal on this credit facility, and outstanding principal was $2,994,827, and $714,182, respectively.

NOTE 5 FEDERAL INCOME TAXES

The Internal Revenue Service has ruled that the Corporation is a tax-exempt organization as defined under Section 501(c) (3) of the Internal Revenue Code; accordingly, no provision for federal income taxes has been reflected in the financial statements.

NOTE 6 INTEREST RATE SWAP AGREEMENT

In December 2001, the Corporation entered into an interest rate swap agreement with a bank as a hedge against interest rate risk associated with borrowing at a variable rate. The Corporation's objective is to eliminate the variability of cash flows in interest payments for a portion of its variable rate debt. The swap agreement has a notional amount of $3,515,000 and $3,760,000 as of June 30, 2009 and 2008, respectively. The Corporation does not use derivative financial instruments for speculative purposes.

As of June 30, 2009, the fair value of the swap agreement, based on current settlement prices, was a liability of $239,821. In accordance with the provisions of Statement of Financial Accounting Standards No. 133, the change in the fair value of the interest rate swap agreement has been recognized in the statement of activities.

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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 Board of Directors
Science and Technology Campus Corporation

We have audited the financial statements of Science and Technology Campus Corporation (an Ohio Not-for-Profit Corporation) (the Corporation) as of and for the year ended June 30, 2009, and have issued our report thereon dated September 30, 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 G*overnment Auditing Standards,* issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Corporation'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 Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Corporation'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 the normal course of 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 Corporation's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Corporation's financial statements that is more than inconsequential will not be prevented or detected by the Corporation's internal control. We did not identify any deficiency in internal control over financial reporting that we consider to be a significant deficiency as identified above.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Corporation's internal control.

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 deficiencies in internal control that might be 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 the Corporation'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 did not identify any instances of noncompliance that is required to be reported under *Government Auditing Standards.*

This report is intended for the information and use of management, audit committee, and Board of Directors and is not intended to be and should not be used by anyone other than these specified parties.

Caudill & Associates, CPA's

Caudill & Associates, CPA's

September 30, 2009

SCIENCE AND TECHNOLOGY CAMPUS CORPORATION

FRANKLIN 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
DECEMBER 10, 2009