

**OHIO-KENTUCKY-INDIANA  
REGIONAL COUNCIL OF GOVERNMENTS**

**FINANCIAL STATEMENTS  
AND  
SUPPLEMENTARY INFORMATION**

**FOR THE YEARS ENDED JUNE 30, 2014 AND 2013**





# Dave Yost • Auditor of State

Executive Committee  
Ohio-Kentucky-Indiana Regional Council of Governments  
720 East Pete Rose Way, Suite 420  
Cincinnati, Ohio 45202

We have reviewed the *Independent Auditor's Report* of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, prepared by Bastin & Company, LLC, for the audit period July 1, 2013 through June 30, 2014. 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 Ohio-Kentucky-Indiana Regional Council of Governments is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost  
Auditor of State

December 18, 2014

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**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**

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## **ACRONYMS/ABBREVIATIONS**

CMAQ	Congestion Mitigation and Air Quality
EPA	Environmental Protection Agency
FHWA	Federal Highway Administration
FIAM	Fiscal Impact Analysis Model
FTA	Federal Transit Administration
GIS	Geographic Information System
HCEMA	Hamilton County Emergency Management Agency
HPR	Highway Planning and Research
INDOT	Indiana Department of Transportation
JARC	Job Access Reserve Commute
KYTC	Kentucky Transportation Cabinet
MAP-21	Moving Ahead for Progress in the 21 <sup>st</sup> Century
MPO	Metropolitan Planning Organization
ODOT	Ohio Department of Transportation
OEPA	Ohio Environmental Protection Agency
OKI	Ohio-Kentucky-Indiana Regional Council of Governments
PL	Planning
SNK	Surface Transportation Planning (Northern Kentucky)
STP	Surface Transportation Planning (Ohio)
UPWP	Unified Planning Work Program

# Bastin & Company, LLC

*Certified Public Accountants*

## INDEPENDENT AUDITOR'S REPORT

Ohio-Kentucky-Indiana Regional Council of Governments  
Hamilton County  
720 East Pete Rose Way, Suite 420  
Cincinnati, Ohio 45202

To the Executive Committee:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, (the Council) as of and for the years ended June 30, 2014 and June 30, 2013, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Council's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Council's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinion.

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, as of June 30, 2014 and June 30, 2013, and the changes in its financial position and its cash flows for the years then ended in accordance with the accounting principles generally accepted in the United States of America.

## ***Other Matters***

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

### ***Other Information***

Our audit was conducted to opine on the Government's basic financial statements taken as a whole.

The accompanying schedules 1 through 3 and the schedules of cumulative revenues and expenditures for completed programs and programs in progress present additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards also presents additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is also not a required part of the financial statements.

The schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected the schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling the schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2014, 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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Bastin & Company, LLC". The signature is written in black ink on a light-colored background.

Cincinnati, Ohio  
November 12, 2014

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2014  
(Unaudited)**

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The Ohio-Kentucky-Indiana Regional Council of Governments (OKI) offers this narrative overview and analysis of OKI's financial performance during the fiscal year ending June 30, 2014. Please read it in conjunction with OKI's financial statements, which follow this section.

**OKI AT A GLANCE**

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI) is a council of local governments, business organizations and community groups committed to developing collaborative strategies to improve the quality of life and the economic vitality of the region.

Formed in 1964, OKI has spent 50 years cultivating partnerships and alliances that range from the federal government to local councils. Its 118 members represent governmental, social and civic groups from nearly 200 communities in the eight-county, three-state region.

OKI works collaboratively with stakeholders to solve interstate dilemmas, create far-reaching development plans, break through political bureaucracy, provide services to the public and advocate for federal funding.

OKI has final authority over all federal dollars spent on transportation in the region. Each year, OKI approves roughly \$40 million in funding for projects in the region.

***PROGRAMS AND ACTIVITIES***

While OKI's primary mission has been transportation, its responsibilities are not confined to just highways and pavement.

Since federal transportation investments stimulate land use change, OKI developed a Fiscal Impact Analysis Model to provide decision makers a way to determine costs and benefits by analyzing the budgetary impacts of alternative land use scenarios.

OKI's Water Quality and Greenspace programs also promote practices to reduce stormwater runoff, restore streams, improve wetlands, conserve our green infrastructure and help comply with federal transportation mandates.

OKI's Clean Air Program is leading the fight for cleaner air in the region by bringing ozone and particulate matter pollution issues to the forefront of people's minds.

***PROJECTS***

Brent Spence Bridge Cooperative: OKI has been a leader in bringing all the necessary players to the table for this \$2.5 billion dollar project. OKI is dedicated to seeing this project built and the sooner, the better. The new and refurbished existing bridge along with eight miles of expanded and improved Interstate 75 will increase travel efficiency and safety on this nationally important corridor.

Eastern Corridor Project: OKI continues to assist in the development of this project that provides multi-modal solutions to transportation issues and maximizes regional benefits. The Eastern Corridor stretches from the downtown Cincinnati urbanized core in Hamilton County to western Clermont County in Ohio and into northern Kentucky.

Freight: OKI's comprehensive freight plan includes numerous multi-modal improvements to enhance the region's freight transportation system. Recommendations from this plan are being implemented including the groundbreaking double stack clearance project made possible through a partnership between OKI, the Ohio Rail Development Commission and the three railroads in the region. A partnership between these types of entities has simply not existed in the past and will most definitely aid in well-planned rail infrastructure improvements.

New MLK/Interstate 71 interchange: The Uptown area of Cincinnati has been in dire need of transportation infrastructure improvements. A preferred interchange alignment has been identified and construction on a new interchange from I-71 into Uptown began in summer 2014. OKI led the first phase of a \$2 million transportation study resulting in the new interchange that will help to unleash more than \$1 billion in new development for this area, the region's second largest economic employer. The OKI Board reaffirmed its commitment to the project in late 2013 by approving an innovative funding arrangement with Ohio's State Infrastructure Bank.

Kenton County Transportation Plan: OKI partnered with the Northern Kentucky Area Planning Commission to identify Kenton County's current and future transportation needs. The previous transportation plan was adopted by the OKI Board in 2003. The updated plan will address many changes that have occurred in the county during the past decade that have created new challenges to the way people and goods travel in Kenton County.

Riverfront Commons: OKI is working with Kentucky's Southbank Partners to develop a pedestrian/bicycle trail through and connecting the cities of Ludlow, Covington, Newport, Bellevue, Dayton and Fort Thomas along the south bank of the Ohio River. Riverfront Commons will be an integrated, continuous public riverfront corridor of multi-use trails, plazas, overlooks, parks and event venues that link six Northern Kentucky riverfront communities.

Regional Infrastructure Improvement Zones (RIIZ): OKI is actively working with Congress on draft legislation to change federal law and allow tax deductions for private sector investment in infrastructure projects. This innovative solution leverages federal and state funds, while benefiting communities and keeping people, businesses and the economy growing and moving.

Strategic Regional Policy Plan (SRPP): The SRPP continues to assist local governments across the region by providing recommendations designed to address strategic regional issues. The update to this plan has involved many stakeholders and has included a high level of community resident engagement. The plan includes useful information on regional trends associated with transportation, economic development, the environment, housing, public services and land use.

West Fork Mill Creek Corridor Improvement Plan: OKI collaborated with member local governments, non-profit groups and the Ohio Environmental Protection Agency on proposed stream improvement projects along six miles of West Fork Mill Creek from Winton Lake to the Mill Creek. The plan is motivating quick action by the Mill Creek Watershed Council of Communities and the city of Wyoming, which are working on priority sites chosen through OKI's community planning sessions.

Taking Root: OKI, the Cincinnati Zoo & Botanical Garden, The Green Partnership for Greater Cincinnati and the Green Umbrella launched a collaborative, broad-based Taking Root campaign to address the loss of the region's tree canopy. Taking Root aims to combat the local tree crisis through education, better management of existing trees, and by planting 2 million trees by 2020.

Natural Heritage Data: With funding from the Federal Highway Administration's Second Strategic Highway Research Program (SHRP2), OKI collaborated with state agencies to obtain and integrate the three State Natural Heritage Databases with the OKI Regionally Significant Environmental Resource database when reviewing projects included in the Long Range Transportation Plan.

Solar Energy Grant: OKI collaborated on the U.S. Department of Energy's *Rooftop Solar Challenge II* project. This partnership will develop best management practices, training materials, and additional proven implementation strategies for solar energy in the Tri-State region. Together, with support from local governments, OKI will achieve more streamlined and standardized solar practices, resulting in measurable improvement in the Tri-State region's solar market conditions.

RideShare: OKI's RideShare program enables commuters to save time and money through carpools and vanpools. OKI works with individuals and major employers in the region on how RideShare can work for them.

Homeland Security: OKI, in cooperation with several regional partners, continues to evolve the cutting-edge emergency management system known as RAVEN911. This system provides an Internet-based common operating picture allowing emergency responders from across the Greater Cincinnati region to prepare for, respond to, or recover from a large-scale emergency.

Geographic Information System (GIS): OKI's internationally recognized GIS department is leveraging new technologies to develop 3D visualizations, interactive mapping applications and traffic simulations. These allow elected officials, staff and the public-at-large to fully analyze proposed projects and their impacts prior to deciding upon a preferred alternative.

Policy of Inclusion and Participation: OKI's Title VI and Environmental Justice programs ensure the inclusion of minority, low income, disabled, elderly and zero-car households in its transportation planning process.

### **FINANCIAL HIGHLIGHTS**

During fiscal year 2014:

- OKI continued executing partnership agreements with advertising outlets to provide value added services as match for the Clean Air and RideShare programs. The value of these services was used as match for the Kentucky share of these programs. OKI plans to further develop partnerships in anticipation of the additional match that will be needed in the future when toll revenue credits are exhausted in Ohio. During fiscal year 2014 the RideShare Program received \$46,792 in contributed services and the Clean Air Program received \$180,024 in contributed services.
- OKI continued four partnerships with counties and organizations within the region to implement the recently developed Fiscal Impact Analysis Model (FIAM). These four partnerships will continue into fiscal year 2015, providing \$10,500 in local match for fiscal year 2015 model activities. FIAM activities will continue over the next year and OKI will continue to follow up with communities that have expressed an interest in becoming new partners.
- OKI partnered with the Hamilton County Emergency Management Agency (HCEMA) to develop multi-purpose data sets and to further the RAVEN911 project. HCEMA contracted \$50,000 in local funds towards development costs, paying 50% of development costs for data sets used by both organizations and 100% of development costs for data sets for the sole use of HCEMA. In FY2015 HCEMA will enter a new funding cycle and these activities will be renegotiated.

- Total assets exceeded liabilities as of June 30, 2014 by \$1,171,130, a decrease of \$24,004 from June 30, 2013. The goal of OKI is to provide the maximum level of service to Council members within available funding, while maintaining net position of around \$1,000,000.
- OKI had operating revenues of \$5,357,976 and operating expenses of \$5,381,980, resulting in an operating loss of \$24,004.
- Contributed services in excess of match required by programs and grants totaled \$199,265.

### **USING THIS ANNUAL REPORT**

The following is a list of the basic financial statements included in this report:

Management Discussion and Analysis  
*Basic Financial Statements:*  
 Statement of Net Position  
 Statement of Revenues, Expenses and Changes in Net Position  
 Statement of Cash Flows  
 Notes to the Financial Statements

OKI is a single enterprise fund using proprietary fund accounting, which means these statements are presented in a manner similar to private-sector business. The statements are presented using economic resource management focus and the accrual basis of accounting. The statements are designed to provide readers with a broad overview of OKI's finances.

#### *The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position*

Our analysis of OKI as a whole begins here. One of the most important questions asked about OKI's finances is "Is OKI as a whole better off as a result of the year's activities?". Although net position decreased by \$24,004, we feel that the financial position of OKI is more secure than it has been in a decade. Over the past few years, at the direction of the Board, OKI has increased its net position to assist with day to day cash flow and in anticipation of future activities requiring local match. Net position is currently at the level desired by the Board.

The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position report information about OKI as a whole and about its activities in a way that helps answer this question. These statements include all the assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accruals of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report OKI's net position and changes to it. One can think of OKI's net position, the difference between assets (what OKI owns) and liabilities (what OKI owes), as one way to measure OKI's financial health, or financial position. Over time, increases or decreases in OKI's net position are one indicator of whether its financial health is improving or deteriorating. The Statement of Revenues, Expenses and Changes in Net Position measures the success of operations over the past year and can be used to determine whether OKI has successfully recovered all the costs through member contribution, federal, state of Ohio, state of Kentucky, state of Indiana, local reimbursements, and other revenues.

In addition to the results of operating activities, one needs to consider other nonfinancial factors such as prevailing economic conditions, growth or decline in population, and new or changed legislation as contributing to the net change in position.

*Statement of Cash Flows*

The Statement of Cash Flows provides information about OKI's cash receipts and cash payments during the year. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, capital and related financing activities and investing activities.

These financial statements can be found on pages 13 through 15 of this report.

*Notes to the Financial Statements*

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found on pages 16 through 20 of this report.

**FINANCIAL ANALYSIS OF OKI**

**STATEMENT OF NET POSITION**

The following table represents condensed statements of net position.

**Statement of Net Position (\$ in Thousands)**

	<u>FY2014</u>	<u>FY2013</u>	<u>FY2012</u>
Current assets	\$ 1,887	\$ 1,910	\$ 1,958
Capital assets, net	<u>42</u>	<u>63</u>	<u>67</u>
Total assets	<u>1,929</u>	<u>1,973</u>	<u>2,025</u>
Current liabilities	662	673	761
Non-current liabilities	<u>96</u>	<u>105</u>	<u>98</u>
Total liabilities	<u>758</u>	<u>778</u>	<u>859</u>
Net position:			
Net invested in capital assets	42	63	58
Unrestricted	<u>1,129</u>	<u>1,132</u>	<u>1,108</u>
Total net position	<u>\$ 1,171</u>	<u>\$ 1,195</u>	<u>\$ 1,166</u>

**Current assets** decreased by \$23k, or 1.2%, in 2014 due to an increase in cash and investments combined with a decrease in receivables due to timing of routine invoice payments and completion of the transportation modeling data collection project. In 2013 current assets decreased by \$48k, or 2.5%, due to a decrease in cash and investments combined with a decrease in receivables related to fewer activities in the New Freedom programs.

**Capital assets** decreased by \$21k, or 33.3%, in 2014 due to the disposal of \$3k in obsolete equipment with an in-service date in fiscal 2000 and depreciation of existing equipment. In 2013 capital assets decreased by \$4k, or 6.0%, due to the disposal of \$40k in obsolete furniture and equipment with in-service dates between 2009 and 1993 and depreciation of existing equipment.

**Current liabilities** decreased by \$11k, or 1.6%, in 2014 due to a decrease in open payables related to the timing of routine invoices. In 2013 current liabilities decreased by \$88k, or 11.6%, due to the capital lease obligation with the Sawyer Point building for office furnishings being paid off, combined with a decrease in open payables related to lower spending on marketing and New Freedom pass through activities, offset by spending for the spring travel model data collection activities.

**Non-current liabilities** decreased by \$9k, or 8.6%, in 2014 due to leave payouts for employees who resigned their positions in fiscal 2014. In 2013 non-current liabilities increased by \$7k, or 7.1%, due to an increase in leave liabilities associated with lower average leave usage.

**Unrestricted net position** – the part of net position that can be used to finance day-to-day operations without constraints or legal requirements – decreased by \$3k, or 0.3%, in 2014 due to general and administrative activities combined with timing of current projects. In 2013 unrestricted net position increased by \$24k, or 2.2%, due to effective management of general and administrative activities combined with timing of current projects.

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

The following table reflects the Statements of Revenues, Expenses, and Changes in Net Position.

### Statement of Revenues, Expenses and Changes in Fund Net Position (\$ in Thousands)

Operating revenues	<u>FY2014</u>	<u>FY2013</u>	<u>FY2012</u>
Federal and state	\$ 3,868	\$ 4,369	\$ 4,097
State, local and county matching	975	1,038	1,001
Other revenue	42	38	12
Contributed services	<u>473</u>	<u>472</u>	<u>570</u>
Total operating revenue	<u>5,358</u>	<u>5,917</u>	<u>5,680</u>
Operating expenses			
Salaries and wages	2,330	2,381	2,402
Fringe benefits	948	998	995
Travel, subsistence and professional development	99	114	99
Printing, marketing and contractual	805	1,233	894
Depreciation	27	40	42
Other expenses	700	650	674
Contributed services	<u>473</u>	<u>472</u>	<u>570</u>
Total operating expenses	<u>5,382</u>	<u>5,888</u>	<u>5,676</u>
Operating income	<u>(24)</u>	<u>29</u>	<u>4</u>
Non-operating revenues (expenses)			
Contributed services	199	219	233
Contributed marketing	<u>(199)</u>	<u>(219)</u>	<u>(233)</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	(24)	29	4
Net position, beginning of year	<u>1,195</u>	<u>1,166</u>	<u>1,162</u>
Net position, end of year	<u>\$ 1,171</u>	<u>\$ 1,195</u>	<u>\$ 1,166</u>

**Operating revenues** decreased by 9.4% from 2013 to 2014 due to a decrease in federal, state, and state match revenues associated with completion of transportation modeling data collection activities, and decreased Rideshare and Clean Air activities due to staffing changes. Revenue decreases were also due to a decrease in local revenues associated with reduced FIAM activities due to fewer active partners.

Operating revenues increased by 4.2% from 2012 to 2013 due to an increase in federal and state revenues associated with transportation modeling data collection activities, increased Rideshare and Clean Air activities due to being back into the annual advertising cycle, and increased water quality activities, offset by completion of the freight study and lower activity levels in the JARC and New Freedom projects due to completion of the coordinated transportation plan update. Revenue increases were also due to an increase in other revenues associated with timing of OKI's annual meeting, offset by a decrease in contributed services associated with decreased New Freedom pass through project activities.

**Operating expenses** decreased by 8.6% from 2013 to 2014. Travel, subsistence, and professional development decreased 13.2% due to both board and staff traveling less and experiencing savings on trips taken with the majority of savings experienced in the STP and G&A functions. Printing, marketing and contractual decreased 34.7% due to completion of travel model data collection activities at the beginning of the year; combined with a decrease in New Freedom pass through activities and a decrease in marketing in both the Rideshare and Clean Air programs. Offset by the bi-annual clean air survey and professional services in the Kenton County Transportation plan project. Operating expenses increased by 3.7% from 2012 to 2013. Travel, subsistence, and professional development increased 14.9% due to increased board travel costs. Printing, marketing and contractual increased 37.9% due to travel model data collection activities during the year. OKI had consultants perform Ohio River bridge counts and principal arterial counts; purchased wireless travel data; and had several data sets previously collected reviewed, verified and analyzed. This was offset by a decrease in contributed services associated with decreased New Freedom pass through project activities.

**Contributed services in excess of required match** decreased by 9.1% from 2013 to 2014 due to a decrease in Clean Air contributed services associated with a general decrease in marketing during the year. Contributed services in excess of required match decreased by 6.0% from 2012 to 2013 due to a decrease in RideShare contributed services offset by an increase in Clean Air contributed services associated with marketing strategy changes implemented during the year.

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## BUDGET VS ACTUAL INFORMATION

The following table reflects a budget to actual comparison.

### BUDGET VS ACTUAL (\$ in Thousands)

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Operating revenues			
Federal and state	\$ 3,868	\$ 4,134	\$ (266)
State, local and county matching	975	1,031	(56)
Other revenue	42	39	3
Contributed services	<u>473</u>	<u>294</u>	<u>179</u>
Total operating revenue	<u>5,358</u>	<u>5,498</u>	<u>(140)</u>
Operating expenses			
Salaries and wages	2,330	2,379	49
Fringe benefits	948	1,071	123
Travel, subsistence and professional development	99	155	56
Printing, marketing and contractual	805	909	104
Other expenses	727	746	19
Contributed services	<u>473</u>	<u>294</u>	<u>(179)</u>
Total operating expenses	<u>5,382</u>	<u>5,554</u>	<u>172</u>
Non-operating revenues (expenses)			
Contributed services	199	42	157
Contributed marketing	<u>(199)</u>	<u>(42)</u>	<u>(157)</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	(24)	(56)	
Net position, beginning of year	<u>1,195</u>	<u>1,195</u>	<u>-</u>
Net position, end of year	<u>\$ 1,171</u>	<u>\$ 1,139</u>	<u>\$ 32</u>

Operating revenues were on budget. Federal, state and local revenues were lower than budgeted due to the Fiscal Impact Analysis Model, and Banks High Occupancy Vehicle projects progressing slower than budgeted and due to the Eastern Corridor contract being transferred. Changes in project management arrangements made it more efficient to transfer the Eastern Corridor funds to an active contract between the Hamilton County TID and ODOT. These were offset by the New Freedom projects progressing quicker than budgeted and the mid-year addition of the Solar Ready project. State, local and match revenues were under budget primarily due to the lower FIAM activities. These were offset by contributed services revenues that were higher than budgeted due to timing of the New Freedom pass-through funded projects.

Operating expenses were on budget. Fringe Benefits were under budget due to lower than budgeted utilization of the voluntary 403b plan, lower than budgeted H.S.A. contributions, and lower than budgeted leave variance and liability adjustments due to unbudgeted leave payouts for two employees who resigned during the year. Travel and professional development expenses were lower than budget due to several budgeted professional development trips not being taken and savings experienced on trips taken. Printing, marketing and contractual expenses were under budget due to the budgeted Peer Review of OKI's Travel Model being provided by FHWA at no cost to OKI and transfer of the Eastern Corridor project funds as previously noted offset by New Freedom projects progressing quicker than budgeted. Contributed services expenses were higher than budgeted due to timing of the New Freedom pass-through funded projects.

In fiscal year 2014, OKI was able to stay under budget. Careful management of general and administrative, local regional planning, and local water activities contributed to the lower than budgeted decrease in net position of \$24k.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2014, 2013 and 2012, OKI’s capital assets are reflected in the following schedule.

**CAPITAL ASSETS (\$ in Thousands)**

	<u>FY2014</u>	<u>FY2013</u>	<u>FY2012</u>
Office furniture and equipment	\$ 666	\$ 663	\$ 667
Accumulated depreciation	<u>(624)</u>	<u>(600)</u>	<u>(600)</u>
Total	<u>\$ 42</u>	<u>\$ 63</u>	<u>\$ 67</u>

Capital assets declined during fiscal year 2014 primarily due to depreciation of existing equipment offset by the purchase of network equipment and disposal of an obsolete printer. A replacement server was purchased for the ESX virtualization farm to maintain OKI’s processing power and a printer with an in service date of fiscal 2003 was disposed.

Capital assets declined during fiscal year 2013 primarily due to the disposal of \$40k in obsolete furniture and equipment with in-service dates between 2009 and 1993 and depreciation of existing equipment, offset by the purchase of furniture and network equipment. OKI replaced worn chairs, disposed of an obsolete color copier and an obsolete plotter. An additional server was purchased for the ESX virtualization farm to increase OKI’s processing power and a 70” white board with stand and wireless keyboard was purchased for in office professional development and to assist with development of presentation materials.

Additional information on OKI's capital assets can be found in Note 4.

**Debt**

OKI maintains an \$850,000 bank line of credit if needed. The line of credit was not used during fiscal year 2014.

Additional information on OKI’s bank line of credit can be found in Note 5.

**ECONOMIC CONDITIONS**

OKI considered many factors when setting the fiscal year 2014 budget, including funding from federal and state agencies, the eight counties supporting the council and program demands from the member agencies.

OKI continues to rely on federal and state grants, local program grants, special studies, and other local projects to fund its many programs. At present, federal and state funding sources are secure; however, legislative action can affect both revenue streams. The eight counties that comprise the region are contributing funding for local match and OKI’s administrative costs based on each county’s population at a per capita rate of \$0.33. This per capita rate has been unchanged since fiscal 2000.

The region's population has remained steady in recent years, but there are many developments occurring throughout the counties. Additionally, the region is directly affected by the Ohio River and the need for transportation services to link the region's counties and the nation. The focal point of that linkage is the Brent Spence Bridge; OKI continues to work closely with the business community, the Kentucky Transportation Cabinet, and the Ohio Department of Transportation to develop strategies for the replacement of this vital river crossing.

Federal MAP-21 legislation, which authorizes funding levels for Metropolitan Planning Organizations and other transportation related organizations, was signed into law on July 6, 2012. It has been extended through May 2015 at existing funding levels; therefore, it is prudent for OKI to develop its operating plan based on level funding.

### **CONTACTING OKI**

This financial report is designed to provide federal and state oversight agencies, taxpayers, and creditors with a general overview of OKI's finances and to demonstrate OKI's accountability for the money it receives. Additional financial information can be obtained by contacting the Director of Finance, Ohio-Kentucky-Indiana Regional Council of Governments, 720 E. Pete Rose Way, Suite 420, Cincinnati, OH 45202.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2014 AND 2013**

<b>ASSETS</b>		
	2014	2013
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 1,045,135	\$ 956,822
Accounts receivable	824,858	932,920
Prepaid expenses	17,019	20,159
<b>TOTAL CURRENT ASSETS</b>	<b>1,887,012</b>	<b>1,909,901</b>
<b>NONCURRENT ASSETS:</b>		
Capital assets, net	42,098	62,789
<b>TOTAL NONCURRENT ASSETS</b>	<b>42,098</b>	<b>62,789</b>
<b>TOTAL ASSETS</b>	<b>1,929,110</b>	<b>1,972,690</b>
 <b>LIABILITIES</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	236,721	245,343
Accrued expenses	56,754	54,721
Compensated absences	203,658	212,305
Deferred revenue	164,629	160,378
<b>TOTAL CURRENT LIABILITIES</b>	<b>661,762</b>	<b>672,747</b>
<b>NONCURRENT LIABILITIES</b>		
Compensated absences	96,218	104,809
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>96,218</b>	<b>104,809</b>
<b>TOTAL LIABILITIES</b>	<b>757,980</b>	<b>777,556</b>
 <b>NET POSITION</b>		
Net invested in capital assets	42,098	62,789
Unrestricted	1,129,032	1,132,345
<b>TOTAL NET POSITION</b>	<b>\$ 1,171,130</b>	<b>\$ 1,195,134</b>

See accompanying notes to the financial statements.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR THE YEARS ENDED JUNE 30, 2014 AND 2013**

	<u>2014</u>	<u>2013</u>
<b>OPERATING REVENUES:</b>		
Federal and state grants	\$ 3,867,730	\$ 4,368,623
State, local and county matching funds	975,096	1,037,833
Other revenues	42,281	37,998
Contributed services	<u>472,869</u>	<u>472,060</u>
Total Operating Revenues	<u>5,357,976</u>	<u>5,916,514</u>
<b>OPERATING EXPENSES:</b>		
Direct expenses		
Personnel	1,359,448	1,412,263
Fringe benefits	909,851	944,805
Travel, subsistence and professional	79,270	88,967
Printing, marketing and contractual	761,050	1,187,958
Other direct expenses	96,500	69,453
Indirect costs	1,702,992	1,711,986
Contributed services	<u>472,869</u>	<u>472,060</u>
Total Operating Expenses	<u>5,381,980</u>	<u>5,887,492</u>
<b>OPERATING INCOME</b>	<u>(24,004)</u>	<u>29,022</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
Contributed services revenues	199,265	219,273
Contributed services expenses	<u>(199,265)</u>	<u>(219,273)</u>
Total Non-operating Revenues (Expenses)	<u>-</u>	<u>-</u>
<b>CHANGE IN NET POSITION</b>	(24,004)	29,022
Net Position Beginning of Year	<u>1,195,134</u>	<u>1,166,112</u>
Net Position End of Year	<u>\$ 1,171,130</u>	<u>\$ 1,195,134</u>

See accompanying notes to the financial statements.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2014 AND 2013**

	2014	2013
<b>Cash flows from operating activities:</b>		
Receipts from federal and state grants	\$ 3,972,935	\$ 4,409,739
Receipts from local grants and matching funds	1,024,579	1,064,290
Payments to employees	(3,293,130)	(3,352,912)
Payments to suppliers	(1,609,956)	(2,090,158)
Net cash provided by (used for) operating activities	94,428	30,959
<b>Cash flows from capital related activities:</b>		
Purchase of fixed assets	(6,115)	(36,082)
Capital lease retirements	-	(8,625)
Net cash provided by (used for) capital financing activities	(6,115)	(44,707)
Net increase (decrease) in cash and cash equivalents	88,313	(13,748)
Cash and cash equivalents at beginning of year	956,822	970,570
Cash and cash equivalents at end of year	\$ 1,045,135	\$ 956,822
<b>Reconciliation of operating income to net cash used for operating activities:</b>		
Operating income	\$ (24,004)	\$ 29,022
Adjustments to reconcile operating income to net cash provided by (used for) operating activities		
Depreciation	26,806	40,280
Changes in assets and liabilities:		
Decrease (Increase) in:		
Accounts receivable	108,062	34,699
Prepaid expenses	3,140	(20)
Increase (Decrease) in:		
Accounts payable	(8,622)	(93,597)
Accrued expenses	2,033	8,237
Deferred revenue	4,251	(3,832)
Compensated absences	(17,238)	16,170
Net cash provided by (used for) operating activities	\$ 94,428	\$ 30,959

See accompanying notes to the financial statements.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
HAMILTON COUNTY, OHIO  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2014 AND 2013**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization**

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI), organized under Chapter 167 of the Ohio Revised Code, assists in coordinating area-wide planning of transportation, economic development, water and air quality, and other aspects of regional development. In addition, OKI coordinates a regional ridesharing program funded by federal funds and contributed services.

OKI also acts as the area-wide review agency on state and local applications for U.S. Government financial assistance on projects located in the regional area comprised of Butler, Clermont, Hamilton, and Warren Counties in Ohio; Boone, Campbell, and Kenton Counties in Kentucky; and Dearborn County in Indiana.

Funds are provided primarily by federal, state, and local government agencies.

**Basis of Accounting**

OKI uses the accrual basis of accounting to prepare its financial statements and maintains subsidiary ledgers to identify revenues and expenses by detailed program. Activities not specifically related to a program are classified as general and administrative transactions. The Statement of Revenues, Expenses and Changes in Net Position reflects activities by major program category.

***Revenue Recognition***

Authorizations under U.S. Government and state and local agency grants or contracts are obtained by requisitioning such agencies for reimbursement of eligible costs incurred up to the maximum amounts specified under the grants or contract commitments. OKI recognizes program grant revenue at the time eligible costs are incurred.

Local matching funds, including member county supporting contributions and in-kind contributions from other agencies, are generally recognized as operating revenues to the extent required to fund eligible program costs and/or to meet program matching requirements.

Contributed services included in local matching funds are valued at the equivalent OKI hourly pay rate for such services for the amount of hours spent by individuals involved. In-kind contributions are valued at the fair market price on the date of receipt. Such contributed services are accounted for as revenue and as program expenses.

***Indirect Costs***

Indirect costs and fringe benefits are originally charged to individual programs based on provisional rates. Differences in amounts billed and actual costs incurred are adjusted to actual costs at year end. Indirect costs and fringe benefits in the Statement of Revenues, Expenses, and Changes in Net Position represent the application of actual indirect and fringe benefit rates, plus any related indirect or fringe benefit costs charged directly to general and administrative activities.

### *Capital Assets*

Capital assets with a cost of \$5,000 or greater are capitalized at cost and are depreciated on the straight-line method over the asset's estimated useful life. OKI's capital assets consist primarily of office furniture and computers. OKI depreciates office furniture and equipment over a ten year period with one-half year depreciation taken in the year of purchase and disposal. Computers are depreciated over a three year period beginning in the month of purchase.

### *Income Taxes*

OKI is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

## **2. DEPOSITS**

Statutes authorize OKI to invest in obligations of the U.S. Treasury and U.S. agencies, the State Treasurer's (Ohio) investment pool, repurchase agreements, certificates of deposit, and other instruments authorized by Section 135 of the Ohio Revised Code.

Custodial credit risk is the risk that in the event of a bank failure OKI's deposits may not be returned. Protection of OKI's cash and deposits is provided by the Federal Deposit Insurance Corporation (FDIC) as well as qualified securities pledges by the institutions holding the assets. Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which OKI places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by FDIC. The securities pledged as collateral are pledged to a pool for each individual financial institution in amount equal to at least 105 percent of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligation of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions. At June 30, 2014, the carrying amount of OKI's deposits was \$1,045,135 and the bank balance was \$1,047,799. FDIC insurance covered \$250,000 of the bank balance. The remaining balance of \$797,799 was uninsured and collateralized with securities held by the pledging financial institution's trust department.

For purposes of the Statement of Cash Flows, OKI considers all highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

## **3. ACCOUNTS RECEIVABLE**

Accounts receivable are from federal, state and local governmental agencies. Amounts reported are as follows:

	2014	2013
Receivables Under Contracts and Grants		
Federal	105,645	\$ 49,853
Ohio	570,266	729,294
Kentucky	129,050	127,623
Indiana	8,047	7,192
Local and County	11,564	18,766
Receivables Other	286	192
Total Receivables	<u>824,858</u>	<u>\$ 932,920</u>

#### 4. CAPITAL ASSETS

Changes in capital assets for the year that ended June 30, 2014 are summarized below:

<u>Description</u>	Balance	<u>Additions</u>	<u>Deletions</u>	Balance
	<u>July 1, 2013</u>			<u>June 30, 2014</u>
Office furniture and equipment	\$ 663,008	\$ 6,115	\$ (2,613)	\$ 666,510
Less: accumulated depreciation	<u>(600,219)</u>	<u>(26,806)*</u>	<u>2,613</u>	<u>(624,412)</u>
Furniture and Equipment net	<u>\$ 62,789</u>	<u>\$ (20,691)</u>	<u>\$ -</u>	<u>\$ 42,098</u>

\* Depreciation expense of \$24,363 was charged to the indirect cost pool and \$2,443 was charged directly to general and administrative activities, as directed by ODOT Office of Audits.

Changes in capital assets for the year that ended June 30, 2013 are summarized below:

<u>Description</u>	Balance	<u>Additions</u>	<u>Deletions</u>	Balance
	<u>July 1, 2012</u>			<u>June 30, 2013</u>
Office furniture and equipment	\$ 667,234	\$ 36,159	\$(40,385)	\$ 663,008
Less: accumulated depreciation	<u>(600,247)</u>	<u>(40,280)*</u>	<u>40,308</u>	<u>(600,219)</u>
Furniture and Equipment net	<u>\$ 66,987</u>	<u>\$ (4,121)</u>	<u>\$ (77)</u>	<u>\$ 62,789</u>

\* Depreciation expense of \$37,067 was charged to the indirect cost pool and \$3,213 was charged directly to general and administrative activities, as directed by ODOT Office of Audits.

#### 5. BANK LINE OF CREDIT

OKI has a line of credit available of \$850,000. When used, the line of credit is collateralized by the working capital of OKI and bears interest at the prime rate less one-half percent. At June 30, 2014 and 2013, OKI had no borrowings against this line of credit.

#### 6. COMPENSATED ABSENCES

Changes in compensated absences for the year that ended June 30, 2014 are summarized below:

Balance	Entitlements	Usage	Balance	Due Within
<u>July 1, 2013</u>			<u>June 30, 2014</u>	<u>One Year</u>
<u>\$317,114</u>	<u>318,133</u>	<u>335,371</u>	<u>299,876</u>	<u>203,658</u>

Changes in compensated absences for the year that ended June 30, 2013 are summarized below:

Balance	Entitlements	Usage	Balance	Due Within
<u>July 1, 2012</u>			<u>June 30, 2013</u>	<u>One Year</u>
<u>\$300,944</u>	<u>\$381,341</u>	<u>\$(365,171)</u>	<u>\$317,114</u>	<u>\$212,305</u>

#### 7. LEASE COMMITMENTS

##### *Operating Lease*

OKI has an operating lease agreement for office facilities. The base annual lease amount is \$403,800. This amount cannot be increased through June 30, 2018, but is subject to annual escalators that are based on landlord cost and occupancy formulas. These escalators are cumulative in nature.

Total rental expense (base lease plus escalators) was \$443,032 for the year ended June 30, 2014.

## 8. EMPLOYEE RETIREMENT AND FRINGE BENEFIT PLANS

OKI By-Laws, Article IX – Employee Retirement Plan – Social Security, authorizes the Executive Committee of the Council to establish a retirement plan for employees in writing and qualified under Section 401 of Internal Revenue Service Code of 1954. The plan is to provide for contributions by the Council and may condition participation by an employee of his or her contribution to the plan. The By-Laws direct the Executive Committee to establish a trust for the funding of the plan and to appoint a private banking institution or other organization qualified by the Internal Revenue Service to serve as Director or custodian of a Section 401 plan.

The By-Laws state that administration of the retirement plan shall be vested in a Retirement Plan Administrative Committee. The committee will consist of the President, Treasurer, Executive Director, Fiscal Officer of the Council, and two full-time employees of the Council. Employee committee members are elected by secret ballot of all retirement plan participants and shall serve for one year. The Executive Director designates the time and conducts the election of committee members.

The By-Laws also direct OKI to enter into an agreement with the Secretary of Health and Human Services to provide coverage of the Council’s employees under the Social Security system. This coverage is to supplement any retirement plan adopted according to the previous paragraphs.

The OKI Employees Retirement Plan is a trusted, contributory, defined contribution retirement plan covering all permanent full-time employees. Through December 31, 2008, OKI’s Employees’ retirement plan consisted of a 401(a) plan. Merrill Lynch was the custodian and trustee of the 401(a) plan. Contributions to the plan included a contribution by OKI of 6.9% of the participant’s wages and a mandatory contribution by the participant of 5% of his or her wages. In June 2008 the Board approved changes to OKI’s Employees Retirement Plan. Effective January 1, 2009, the retirement plan has two components, a mandatory 401(a) and a voluntary 403(b). Eligible employees are required to contribute 6% to the 401(a) plan and OKI matches 10%. Eligible employees may contribute additional funds to the 403(b) plan. OKI matches up to 4% on the first 3% of employee contributions. The Executive Director is not eligible for benefits under the new plans, and contributions, both employee and employer, remain at prior rates. Employees are fully vested upon eligibility for the new plans. For the 401(a), OKI is the Plan Administrator. The corporate trustee is Central Bank & Trust. For the ERISA 403(b), CUNA Mutual Retirement Solutions is the third party administrator and Matrix Capital Bank & Trust is the custodian. UBS serves as investment advisor and also provides employee education for both Plans. Pension expense was \$297,856 and \$301,770 for the years ended June 30, 2014 and 2013, respectively. Forfeitures reduce the current contributions of OKI to the plan.

Beginning January 1, 2009, both employee and employer contributions are 100 percent vested at the date of contribution. Prior to January 1, 2009, employer contributions vested as follows:

<u>Years of Service</u>	<u>Percent Vested</u>
Less than 1	0%
1	20%
2	40%
3	60%
4	80%
5	100%

## **9. CONTINGENT LIABILITES**

Project work performed under grants and contracts is subject to final acceptance by the grantor and contracting agencies. Costs claimed for work performed under grants and contracts which are not acceptable to the grantor or contracting agency may be subject to recovery by the grantor or contracting agency. The management of OKI believes that project work has been satisfactorily performed.

## **10. CONTRIBUTED SERVICES**

OKI recognized contributed service revenues in 2014 and 2013. Revenue from services was measured based on the fair value of those services. The following projects received contributed services:

The Clean Air (Ozone Awareness) and RideShare programs partner with local advertising outlets, some of which provide value added services as match for the programs. Services can be air time, print ads, or promotional items to be given away at events. The amount of contributed services was \$226,816 (\$199,265 in excess of required match) and \$253,607 (\$219,273 in excess of required match) for the years ended June 30, 2014 and 2013, respectively.

Job Access Reverse Commute and New Freedom programs received contributed services in the form of partner activities in support of the projects per the grant agreements. The amount of the contributed services was \$440,552 for the year ended June 30, 2014 and \$437,726 for the year ended June 30, 2013.

The US Department of Energy Rooftop Solar Challenge – Solar Ready II program received contributed services in the form of stakeholder participation in support of the project per the sub-grant agreement. The amount of the contributed services was \$4,766 for the year ended June 30, 2014.

## **SUPPLEMENTARY INFORMATION**

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF REVENUES AND EXPENSES BY ACTIVITY**  
**FOR THE YEAR ENDED JUNE 30, 2014**  
**(with comparative summary total for 2013)**

	General & Administrative Activities	Environmental Planning Activities	Regional Planning	Ridesharing Implementation	Transportation Planning Activities	Total 2014	Total 2013
<b>Operating Revenues:</b>							
Federal & state grants	\$ -	\$ 184,110	\$ -	\$ 190,960	\$ 3,492,660	\$ 3,867,730	\$ 4,368,623
State, local and county matching funds	(11,913)	82,436	84,655	-	819,918	975,096	1,037,833
Other revenue	42,281	-	-	-	-	42,281	37,998
Contributed services	-	4,766	-	11,536	456,567	472,869	472,060
<b>Total Operating Revenues</b>	<b>30,368</b>	<b>271,312</b>	<b>84,655</b>	<b>202,496</b>	<b>4,769,145</b>	<b>5,357,976</b>	<b>5,916,514</b>
<b>Operating Expenses:</b>							
<b>Direct expenses</b>							
Personnel	2,805	88,814	28,563	11,931	1,227,335	1,359,448	1,412,263
Fringe benefits	1,877	59,441	19,117	7,985	821,431	909,851	944,805
Travel, subsistence, and professional	26,299	3,517	307	-	49,147	79,270	88,967
Printing, marketing and contractual	-	-	-	155,553	605,497	761,050	1,187,958
Other direct expenses	19,873	3,518	886	545	71,678	96,500	69,453
Indirect costs	3,518	111,256	35,782	14,946	1,537,490	1,702,992	1,711,986
Contributed services	-	4,766	-	11,536	456,567	472,869	472,060
<b>Total Operating Expenses</b>	<b>54,372</b>	<b>271,312</b>	<b>84,655</b>	<b>202,496</b>	<b>4,769,145</b>	<b>5,381,980</b>	<b>5,887,492</b>
<b>Non Operating Revenues (Expenses):</b>							
Contributed services revenues	-	-	-	35,256	164,009	199,265	219,273
Contributed services expenses	-	-	-	(35,256)	(164,009)	(199,265)	(219,273)
<b>Total Non Operating Revenues (Expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income</b>	<b>\$ (24,004)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (24,004)</b>	<b>\$ 29,022</b>

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
SCHEDULE OF FRINGE BENEFIT COST RATES  
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>
Fringe benefit costs:		
Holidays	\$ 89,416	\$ 86,810
Sick leave	75,976	64,762
Vacation	190,040	183,799
Administrative	11,802	10,038
Retirement	342,361	315,359
Group health	532,193	479,288
FICA	172,438	165,111
Workers compensation	6,250	1,841
Unemployment	1,200	-
Employee Incentives	4,168	3,715
	<u>1,425,844</u>	<u>1,310,723</u>
Total fringe benefit costs	<u>\$ 1,425,844</u>	<u>\$ 1,310,723</u>
Allocation base: Direct and indirect personnel	<u>\$ 2,014,478</u>	<u>\$ 1,958,409</u>
Fringe benefit cost rate	<u>70.78%</u>	<u>66.93%</u>

**Notes:**

1. Approval of the fringe benefit cost rate for the year ended June 30, 2014 was obtained from ODOT, OKI's cognizant agency. The authority for ODOT to be OKI's cognizant agency was granted from the FHWA.
2. A provisional fringe benefit rate of 70.78 percent was authorized by ODOT. The provisional rate is applied each month and adjusted to actual at the end of the year.
3. There were no questioned costs in the fringe benefit cost pool or the direct and indirect personnel allocation base.
4. The approved provisional rate was utilized during the fiscal year 2014 for grant invoicing purposes. The final 2014 fringe benefit rate was applied for financial statement purposes and for determining the final grant amounts claimed.
5. Expenses in the Statement of Revenues, Expenditures and Changes in Net Position reflect the application of actual rates. Individual program costs presented on pages 24 through 45 reflect the application of provisional rates adjusted to actual, subject to grant/program limitations.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF INDIRECT COST RATES**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	Budget	Actual
Indirect costs:		
Personnel	\$ 596,086	598,961
Fringe benefits	421,909	400,872
Auto allowance	8,700	8,700
Travel and professional development	21,429	16,260
Memberships	9,823	2,286
Printing	246	286
Repairs and maintenance	26,330	18,761
Office supplies	48,033	31,370
Postage	2,385	2,150
Rent	454,013	452,238
Telephone	8,241	7,184
Professional publications	1,055	1,232
Legal and audit	54,800	51,293
Reproductions	3,757	1,186
Insurance	26,357	22,852
Professional services	48,000	37,531
Advertising	750	2,224
Depreciation	27,790	24,362
Payroll processing	6,636	6,668
Internet	13,032	11,657
Retirement plan admin & education fees	2,847	2,286
Other	3,668	3,665
MCWCC cubicle lease reimbursement	(3,600)	(1,032)
Total indirect costs	\$ 1,782,287	\$ 1,702,992
Allocation base: Direct personnel	\$ 1,418,392	\$ 1,359,448
Indirect cost rate applied	<u>125.66%</u>	<u>125.27%</u>

**Notes:**

1. Approval of the provisional indirect cost rate for the year ended June 30, 2014 was obtained from ODOT, OKI's cognizant agency. The authority for ODOT to be OKI's cognizant agency was granted from the FHWA.
2. A provisional indirect cost rate of 125.66 percent was authorized by ODOT. The provisional rate is applied each month and adjusted to actual at the end of the fiscal year.
3. There were no questioned costs in the indirect cost pool or the direct personnel allocation base.
4. The approved provisional rate was utilized during fiscal year 2014 for grant invoicing purposes. The final 2014 indirect cost rate was applied for financial statement purposes and for determining the final grant amounts claimed.
5. Expenses in the Statement of Revenues, Expenditures and Changes in Net Position reflect the application of actual rates. Individual program costs presented on pages 24 through 45 reflect the application of provisional rates adjusted to actual, subject to grant/program limitations.

**SCHEDULES OF CUMULATIVE REVENUES AND EXPENDITURES**

**COMPLETED PROGRAMS**

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**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC/INDOT**  
**FY 2013 TRANSPORTATION PLANNING**  
**JUNE 30, 2014**

	Budget	Cumulative Revenues and Expenditures as of June 30, 2013	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2014
<b>Operating Revenues:</b>				
Federal and state grants				
Ohio: ODOT (MPO-PL Funds)	\$ 1,969,184	\$ 1,611,203	\$ 357,974	\$ 1,969,177
Kentucky: KYTC (HPR-PL Funds)	398,720	287,646	-	287,646
Kentucky: KYTC (FTA Funds)	120,720	87,116	-	87,116
Indiana: INDOT (Trans PL Funds)	17,856	17,732	-	17,732
State matching funds Ohio	246,148	201,400	44,747	246,147
State matching funds Kentucky	24,920	17,978	-	17,978
County matching funds	355,554	281,532	127,572	409,104
Local contracts	50,140	27,468	-	27,468
<b>Total Operating Revenues</b>	<b>3,183,242</b>	<b>2,532,075</b>	<b>530,293</b>	<b>3,062,368</b>
<b>Operating Expenses:</b>				
Direct expenses				
Personnel	1,013,368	744,943	154,949	899,892
Fringe benefits	697,745	492,471	109,673	602,144
Travel, subsistence & professional	43,889	30,025	5,026	35,051
Printing, marketing & contractual	150,619	350,333	38,183	388,516
Other direct expenses	45,279	12,435	27,753	40,188
Indirect costs	1,232,342	901,868	194,709	1,096,577
<b>Total Operating Expenses</b>	<b>3,183,242</b>	<b>2,532,075</b>	<b>530,293</b>	<b>3,062,368</b>
<b>Tasks:</b>				
Short range planning	143,000	132,751	11,015	143,766
Transportation improvement program	126,000	110,810	15,328	126,138
Surveillance	1,431,145	1,215,381	267,608	1,482,989
Homeland security data project (50/50)	54,908	54,908	-	54,908
Homeland security data project (100%)	22,686	-	-	-
Long range planning	840,000	638,470	148,820	787,290
UPWP administration	19,000	8,896	9,667	18,563
Public involvement	250,000	193,047	55,967	249,014
INDOT exclusive	22,320	22,165	-	22,165
KYTC exclusive safety and operating	178,064	95,661	-	95,661
KYTC bus rapid transit	15,619	-	-	-
Transportation annual summary	5,500	4,858	543	5,401
Air quality program	75,000	55,128	21,345	76,473
<b>Total Tasks</b>	<b>\$ 3,183,242</b>	<b>\$ 2,532,075</b>	<b>\$ 530,293</b>	<b>\$ 3,062,368</b>

**NOTES:**

- The grant period for FY 2013 Transportation Planning is July 1, 2012 through December 31, 2013.
- FHWA/ODOT/KYTC funds are received under agreements for continuation of a transportation planning process with ODOT and KYTC. Revenues were received and expenditures incurred in accordance with a unified planning work program approved each fiscal year. INDOT also participated with the funding being 80 percent Federal and 20 percent local match.
- The Hamilton County Emergency Management Agency is partnering with OKI on data development. They are providing 50% funding on data sets that can be used by both OKI and HCEMA.
- Due to timing differences between OH and KY funding contracts, KY revenues (PL, FTA, and state) from the beginning of fiscal year 2013 were paired with OH carryover activities and appeared on the FY2012 Transportation PL page. Total KY PL for FY2013 Tran PL was \$87,855.24 + \$287,645.75 = \$375,500.94. Total KY FTA for FY2013 Tran PL was \$26,608.00 + \$87,116.00 = \$113,724.00. Total KY State for FY2013 Tran PL was \$5,490.93 + \$17,977.88 = \$23,468.81. All within budget.
- As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC**  
**FY 2014 CLEAN AIR (OZONE AWARENESS)**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
Federal and state grants			
Ohio: ODOT (CMAQ)	\$ 297,624	\$ 235,052	\$ 235,052
Kentucky: KYTC (SNK)	63,078	49,817	49,817
Contributed services	<u>15,770</u>	<u>16,015</u>	<u>16,015</u>
 Total Operating Revenues	 <u>376,472</u>	 <u>300,884</u>	 <u>300,884</u>
<b>Operating Expenses:</b>			
Direct expenses			
Personnel	37,924	13,584	13,584
Fringe benefits	26,843	9,092	9,092
Travel, subsistence & professional	50	139	139
Printing, marketing & contractual	240,500	242,985	242,985
Other direct expenses	7,730	2,052	2,052
Indirect costs	47,655	17,017	17,017
Contributed services	<u>15,770</u>	<u>16,015</u>	<u>16,015</u>
 Total Operating Expenses	 <u>376,472</u>	 <u>300,884</u>	 <u>300,884</u>
<b>Non-operating Revenues (Expenses):</b>			
Contributed services revenues	30,419	164,009	164,009
Contributed services expenses	<u>(30,419)</u>	<u>(164,009)</u>	<u>(164,009)</u>
 Total Non-operating Revenues (Expenses)	 <u>-</u>	 <u>-</u>	 <u>-</u>
<b>Tasks:</b>			
Ozone awareness program	<u>376,472</u>	<u>464,893</u>	<u>464,893</u>
 Total Tasks	 <u>\$ 376,472</u>	 <u>\$ 464,893</u>	 <u>\$ 464,893</u>

**NOTES:**

1. State grants and contracts consist of the following:
  - a. ODOT agreement for July 1, 2013 through June 30, 2016 for \$372,030 in ODOT/CMAQ reimbursed to OKI at a participation rate of 100 percent.
  - b. KYTC funding agreement July 1, 2013 through June 30, 2014 for \$63,100 in KYTC/SNK. Expenses reimbursed to OKI at a participation rate of 17.4877 percent of FY2014 expenses, matched with contributed services. A minimum 20% match was required and exceeded.
2. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC/INDOT**  
**FY 2010 SURFACE TRANSPORTATION PROGRAM (STP)**  
**JUNE 30, 2014**

	Budget	Cumulative Revenues and Expenditures as of June 30, 2013	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2014
<b>Operating Revenues:</b>				
Federal and state grants				
Ohio: ODOT (STP)	\$ 800,000	\$ 614,991	\$ -	\$ 614,991
Kentucky: KYTC (SNK)	110,246	104,950	-	104,950
Indiana: INDOT (STP)	20,000	20,000	-	20,000
County matching funds	154,520	108,523	-	108,523
Local contracts	63,041	50,703	-	50,703
Other revenue - MVRPC	25,000	25,000	-	25,000
<b>Total Operating Revenues</b>	<b>1,172,807</b>	<b>924,167</b>	<b>-</b>	<b>924,167</b>
<b>Operating Expenses:</b>				
Direct expenses				
Personnel	130,813	133,557	-	133,557
Fringe benefits	88,024	86,959	-	86,959
Travel, subsistence & professional	12,060	4,629	-	4,629
Printing, marketing & contractual	780,095	531,289	-	531,289
Other direct expenses	4,278	1,648	-	1,648
Indirect costs	157,537	166,085	-	166,085
<b>Total Operating Expenses</b>	<b>1,172,807</b>	<b>924,167</b>	<b>-</b>	<b>924,167</b>
<b>Tasks:</b>				
Long range planning land use	285,830	284,423	-	284,423
Long range planning FIAM implementation	88,882	88,876	-	88,876
FIAM maintenance & startups	45,000	32,664	-	32,664
INDOT	25,000	26,579	-	26,579
Regional freight study	728,095	491,625	-	491,625
<b>Total Tasks</b>	<b>\$ 1,172,807</b>	<b>\$ 924,167</b>	<b>\$ -</b>	<b>\$ 924,167</b>

**NOTES:**

- The grant period for the Surface Transportation Program agreement is July 1, 2009 through December 31, 2010. The project period for the Freight Study is July 1, 2010 through December 31, 2011. The contract period for the FIAM maintenance and startups is February 12, 2010 through June 12, 2013.
- FHWA/ODOT STP/KYTC SNK funds were received under agreements for specified long range planning activities. Revenues were received and expenditures incurred in accordance with a unified planning work program approved each fiscal year.
- These tasks are funded with Ohio STP funds - land use at a rate of 100 percent and FIAM and Freight Study at a rate of 80 percent. Kentucky SNK funds for all tasks are 80 percent Federal and 20 percent local match. INDOT also participated with the funding being 80 percent Federal and 20 percent local match. FIAM maintenance and startups is 100% locally funded.
- At the end of fiscal year 2013 additional contractual activities were anticipated so the project was classified as in progress. Those activities did not occur so there were no additional expenditures in fiscal year 2014. This project is now completed.
- As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC/INDOT**  
**FY 2014 SURFACE TRANSPORTATION PROGRAM (STP)**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
Federal and state grants			
Ohio: ODOT (STP)	\$ 361,873	\$ 304,497	\$ 304,497
Kentucky: KYTC (SNK)	76,695	64,535	64,535
County matching funds	87,000	86,658	86,658
Local contracts	<u>22,642</u>	<u>5,600</u>	<u>5,600</u>
<b>Total Operating Revenues</b>	<u>548,210</u>	<u>461,290</u>	<u>461,290</u>
<b>Operating Expenses:</b>			
<b>Direct expenses</b>			
Personnel	174,930	155,884	155,884
Fringe benefits	123,815	104,330	104,330
Travel, subsistence & professional	11,735	5,044	5,044
Printing, marketing & contractual	15,000	-	-
Other direct expenses	2,913	756	756
<b>Indirect costs</b>	<u>219,817</u>	<u>195,276</u>	<u>195,276</u>
<b>Total Operating Expenses</b>	<u>548,210</u>	<u>461,290</u>	<u>461,290</u>
<b>Tasks:</b>			
Long range planning land use	435,000	433,291	433,291
Long range planning FIAM implementation	<u>113,210</u>	<u>27,999</u>	<u>27,999</u>
<b>Total Tasks</b>	<u>\$ 548,210</u>	<u>\$ 461,290</u>	<u>\$ 461,290</u>

**NOTES:**

1. The grant period for the Surface Transportation Program agreement is July 1, 2013 through June 30, 2014.
2. FHWA/ODOT STP/KYTC SNK funds were received under agreements for specified long range planning activities. Revenues were received and expenditures incurred in accordance with a unified planning work program approved for the fiscal year.
3. The land use and FIAM implementation tasks were funded with 80 percent federal STP funds from ODOT and KYTC. The land use planning task was matched 20 percent from county funds. The FIAM task was matched 20 percent from local funds.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC**  
**FY 2011 RIDESHARE**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Ohio: ODOT (CMAQ)	\$ 740,001	\$ 248,326	\$ 2,250	\$ 250,576
Kentucky: KYTC (SNK)	44,424	44,425	-	44,425
Contributed services	<u>11,106</u>	<u>11,106</u>	<u>-</u>	<u>11,106</u>
Total Operating Revenues	<u>795,531</u>	<u>303,857</u>	<u>2,250</u>	<u>306,107</u>
<b>Operating Expenses:</b>				
Direct expenses				
Personnel	39,942	25,224	-	25,224
Fringe benefits	26,979	18,553	-	18,553
Travel, subsistence & professional	100	-	-	-
Printing, marketing & contractual	669,810	218,114	2,250	220,364
Other direct expenses	1,950	728	-	728
Indirect costs	45,644	30,132	-	30,132
Contributed services	<u>11,106</u>	<u>11,106</u>	<u>-</u>	<u>11,106</u>
Total Operating Expenses	<u>795,531</u>	<u>303,857</u>	<u>2,250</u>	<u>306,107</u>
<b>Non-operating Revenues (Expenses):</b>				
Contributed services revenues	-	91,430	-	91,430
Contributed services expenses	<u>-</u>	<u>(91,430)</u>	<u>-</u>	<u>(91,430)</u>
Total Non-operating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Tasks:</b>				
Marketing	295,531	386,962	-	386,962
Banks High Occupancy Vehicle Parking Program	<u>500,000</u>	<u>8,325</u>	<u>2,250</u>	<u>10,575</u>
Total Tasks	<u>\$ 795,531</u>	<u>\$ 395,287</u>	<u>\$ 2,250</u>	<u>\$ 397,537</u>

**NOTES:**

1. State grants and contracts consist of the following:
  - a. ODOT agreement for the period July 1, 2010 through June 30, 2013 for \$240,001 in ODOT/CMAQ, reimbursed to OKI at a participation rate of 100 percent for the RideShare program, and ODOT agreement for the period March 21, 2011 through April 30, 2014 for \$500,000 in ODOT/CMAQ, reimbursed to OKI at a participation rate of 100 percent for the Banks HOV Parking Program.
  - b. UPWP KYTC funding beginning July 1, 2010 for \$44,424 in KYTC/SNK, reimbursed to OKI at a participation rate of 15.6189 percent of RideShare program from FY11 and FY12 SNK funding agreements and matched with contributed services. A minimum 20% match was required and exceeded.
2. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC**  
**FY 2014 RIDESHARE**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
Federal and state grants			
Ohio: ODOT (CMAQ)	\$ 212,609	\$ 155,709	\$ 155,709
Kentucky: KYTC (SNK)	45,060	33,001	33,001
Contributed services	<u>11,265</u>	<u>11,536</u>	<u>11,536</u>
 Total Operating Revenues	 <u>268,934</u>	 <u>200,246</u>	 <u>200,246</u>
<b>Operating Expenses:</b>			
Direct expenses			
Personnel	33,835	11,931	11,931
Fringe benefits	23,948	7,985	7,985
Travel, subsistence & professional	209	-	-
Printing, marketing & contractual	155,500	153,303	153,303
Other direct expenses	1,660	545	545
Indirect costs	42,517	14,946	14,946
Contributed services	<u>11,265</u>	<u>11,536</u>	<u>11,536</u>
 Total Operating Expenses	 <u>268,934</u>	 <u>200,246</u>	 <u>200,246</u>
<b>Non-operating Revenues (Expenses):</b>			
Contributed services revenues	-	35,256	35,256
Contributed services expenses	<u>-</u>	<u>(35,256)</u>	<u>(35,256)</u>
 Total Non-operating Revenues (Expenses)	 <u>-</u>	 <u>-</u>	 <u>-</u>
<b>Tasks:</b>			
Marketing	<u>268,934</u>	<u>200,246</u>	<u>200,246</u>
 Total Tasks	 <u>\$ 268,934</u>	 <u>\$ 200,246</u>	 <u>\$ 200,246</u>

**NOTES:**

1. State grants and contracts consist of the following:
  - a. ODOT agreement for the period July 1, 2013 through June 30, 2016 for \$212,609 in ODOT/CMAQ reimbursed to OKI at a participation rate of 100 percent for the RideShare program.
  - b. KYTC agreement for the period July 1, 2013 through June 30, 2014 for \$45,100 in KYTC/SNK, reimbursed to OKI at a participation rate of 17.4877 percent of the FY2014 RideShare program and matched with contributed services. A minimum 20% match was required and exceeded.
2. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**HAMILTON COUNTY TID-PART B**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Ohio: ODOT (STP)	\$ 308,796	\$ 181,350	\$ -	\$ 181,350
Contributed services	77,199	45,337	-	45,337
	<u>385,995</u>	<u>226,687</u>	<u>-</u>	<u>226,687</u>
<b>Operating Expenses:</b>				
Direct expenses				
Printing, marketing & contractual	308,796	181,350	-	181,350
Contributed services	77,199	45,337	-	45,337
	<u>385,995</u>	<u>226,687</u>	<u>-</u>	<u>226,687</u>
<b>Tasks:</b>				
Hamilton County TID Part B	<u>385,995</u>	<u>226,687</u>	<u>-</u>	<u>226,687</u>
	<u>\$ 385,995</u>	<u>\$ 226,687</u>	<u>\$ -</u>	<u>\$ 226,687</u>

**NOTES:**

1. The grant for the Hamilton County TID began July 1, 2002.
2. STP/ODOT funds are received under an agreement with ODOT at a participation rate of 80 percent. Revenues were received and expenditures incurred in accordance with a UPWP approved each fiscal year.
3. Hamilton County TID provides the 20 percent match from non-Federal funds through their participation in the project.
4. Due to changes in project management arrangements, resolution OKI 2014-03 authorized the Executive Director to cancel the original contract and allow the funding to be reissued to Hamilton County TID under a new PID. The subsequent contract is between ODOT and HCTID.
5. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT**  
**FY 2014 STRATEGIC HIGHWAY RESEARCH PROGRAM**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
Operating Revenues:			
Federal and state grants			
Ohio: ODOT (Research)	\$ 24,992	\$ 24,777	\$ 24,777
Total Operating Revenues	<u>24,992</u>	<u>24,777</u>	<u>24,777</u>
Operating Expenses:			
Direct expenses			
Personnel	6,461	6,629	6,629
Fringe benefits	4,573	4,437	4,437
Travel, subsistence & professional	341	-	-
Printing, marketing & contractual	5,498	5,400	5,400
Other direct expenses	-	6	6
Indirect costs	<u>8,119</u>	<u>8,305</u>	<u>8,305</u>
Total Operating Expenses	<u>24,992</u>	<u>24,777</u>	<u>24,777</u>
Tasks:			
SHRP2 - National heritage database project	<u>24,992</u>	<u>24,777</u>	<u>24,777</u>
Total Tasks	<u>\$ 24,992</u>	<u>\$ 24,777</u>	<u>\$ 24,777</u>

**NOTES:**

1. The grant period for FY 2014 Strategic Highway Research Project is August 2, 2013 through June 30, 2014.
2. FHWA Research funds were received through ODOT under an agreement for a national heritage database project.
3. This project was funded with 100 percent federal research funds from FHWA.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2010 NEW FREEDOM ADMINISTRATION PROGRAM**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
Operating Revenues:				
Federal and state grants				
Federal FTA	\$ 93,632	\$ 90,124	\$ 3,500	\$ 93,624
Total Operating Revenues	<u>93,632</u>	<u>90,124</u>	<u>3,500</u>	<u>93,624</u>
Operating Expenses:				
Direct expenses				
Personnel	32,272	31,051	1,181	32,232
Fringe benefits	19,722	21,100	836	21,936
Travel, subsistence & professional	200	451	-	451
Other direct expenses	1,360	623	-	623
Indirect costs	<u>40,078</u>	<u>36,899</u>	<u>1,483</u>	<u>38,382</u>
Total Operating Expenses	<u>93,632</u>	<u>90,124</u>	<u>3,500</u>	<u>93,624</u>
Tasks:				
New Freedom Administration	<u>93,632</u>	<u>90,124</u>	<u>3,500</u>	<u>93,624</u>
Total Tasks	<u><u>\$ 93,632</u></u>	<u><u>\$ 90,124</u></u>	<u><u>\$ 3,500</u></u>	<u><u>\$ 93,624</u></u>

**NOTES:**

1. The Job Access Reverse Commute and New Freedom grants began October 8, 2009.
2. The New Freedom grant is 100% Federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. As of June 30, 2014 no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**OEPA**  
**FY 2013 OEPA STATE BIENNIUM WATER**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Ohio: OEPA (EPA Funds)	\$ 75,000	\$ 53,487	\$ 21,513	\$ 75,000
County matching funds	<u>325</u>	<u>407</u>	<u>1</u>	<u>408</u>
Total Operating Revenues	<u>75,325</u>	<u>53,487</u>	<u>21,514</u>	<u>75,408</u>
<b>Operating Expenses:</b>				
<b>Direct expenses</b>				
Personnel	25,821	18,564	7,294	25,858
Fringe benefits	17,778	12,419	4,882	17,301
Travel, subsistence & professional	255	186	167	353
Other direct expenses	70	221	34	255
Indirect costs	<u>31,401</u>	<u>22,504</u>	<u>9,137</u>	<u>31,641</u>
Total Operating Expenses	<u>75,325</u>	<u>53,894</u>	<u>21,514</u>	<u>75,408</u>
<b>Tasks:</b>				
General assembly	<u>75,325</u>	<u>53,894</u>	<u>21,514</u>	<u>75,408</u>
Total Tasks	<u>\$ 75,325</u>	<u>\$ 53,894</u>	<u>\$ 21,514</u>	<u>\$ 75,408</u>

**NOTES:**

1. The grant period under the OEPA FY2013 State Biennium Water contract is October 23, 2012 through December 31, 2013 (State of Ohio grant).
2. The OEPA FY2013 State Biennium Water contract covered personnel, fringe and indirect costs. Direct costs were budgeted and paid with county funds.
3. Travel and other direct expenses were \$283 over budget and were paid out of county funds. Overall the project was \$83 over budget which is 0.11% which is below the 10% requiring a budget revision.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**OEPA**  
**FY 2014 OEPA STATE BIENNIUM WATER**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
Operating Revenues:			
Federal and state grants			
Ohio: OEPA (EPA Funds)	\$ 75,000	\$ 74,816	\$ 74,816
County matching funds	<u>137</u>	<u>775</u>	<u>775</u>
Total Operating Revenues	<u>75,137</u>	<u>75,591</u>	<u>75,591</u>
Operating Expenses:			
Direct expenses			
Personnel	25,300	25,605	25,605
Fringe benefits	17,908	17,136	17,136
Travel, subsistence & professional	114	389	389
Other direct expenses	24	386	386
Indirect costs	<u>31,791</u>	<u>32,075</u>	<u>32,075</u>
Total Operating Expenses	<u>75,137</u>	<u>75,591</u>	<u>75,591</u>
Tasks:			
General assembly	<u>75,137</u>	<u>75,591</u>	<u>75,591</u>
Total Tasks	<u><u>\$ 75,137</u></u>	<u><u>\$ 75,591</u></u>	<u><u>\$ 75,591</u></u>

**NOTES:**

1. The grant period under the OEPA FY2014 State Biennium Water contract is July 1, 2013 through June 30, 2014 (State of Ohio grant).
2. The OEPA FY2014 State Biennium Water contract covered personnel, fringe and indirect costs. Direct costs were budgeted and paid with county funds.
3. Travel and other direct expenses were \$673 over budget and were paid out of county funds. Overall the project was \$454 over budget which is 0.6% which is below the 10% requiring a budget revision.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**OEPA**  
**FY 2014 OEPA 604B WATER QUALITY PLANNING**  
**JUNE 30, 2014**

	Budget	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2014
Operating Revenues:			
Federal and state grants			
Ohio: OEPA (EPA Funds)	\$ 53,600	\$ 53,472	\$ 53,472
County matching funds	2,005	2,503	2,503
Total Operating Revenues	55,605	55,975	55,975
Operating Expenses:			
Direct expenses			
Personnel	18,080	18,300	18,300
Fringe benefits	12,798	12,248	12,248
Travel, subsistence & professional	305	209	209
Other direct expenses	1,702	2,294	2,294
Indirect costs	22,720	22,924	22,924
Total Operating Expenses	55,605	55,975	55,975
Tasks:			
Program coordination	55,605	55,975	55,975
Total Tasks	\$ 55,605	\$ 55,975	\$ 55,975

**NOTES:**

1. The grant period under the OEPA FY2014 State 604B Water Quality Planning contract is July 1, 2013 through June 30, 2014.
2. The OEPA FY2014 604b Water Quality Planning contract covered personnel, fringe and indirect costs. Direct costs were budgeted and paid with county funds.
3. Travel and other direct expenses were \$496 over budget and were paid out of county funds. Overall the project was \$370 over budget which is 0.67% which is below the 10% requiring a budget revision.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**OKI**  
**FY 2014 LOCAL WATER QUALITY PLANNING PROJECT**  
**JUNE 30, 2014**

	Budget	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2014
Operating Revenues:			
County matching funds	\$ 87,877	\$ 69,646	\$ 69,646
Total Operating Revenues	87,877	69,646	69,646
Operating Expenses:			
Direct expenses			
Personnel	27,298	22,639	22,639
Fringe benefits	19,321	15,152	15,152
Travel, subsistence & professional	4,901	2,751	2,751
Other direct expenses	2,055	744	744
Indirect costs	34,302	28,360	28,360
Total Operating Expenses	87,877	69,646	69,646
Tasks:			
Local water quality planning	87,877	69,646	69,646
Total Tasks	\$ 87,877	\$ 69,646	\$ 69,646

**NOTES:**

1. The project period for Local Water Quality Planning was July 1, 2013 through June 30, 2014.
2. Budget amounts were derived from fiscal 2014 overall agency budget.
3. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**OKI**  
**FY 2014 LOCAL REGIONAL PLANNING**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
County matching funds	\$ 100,000	\$ 84,655	\$ 84,655
Total Operating Revenues	<u>100,000</u>	<u>84,655</u>	<u>84,655</u>
<b>Operating Expenses:</b>			
Direct expenses			
Personnel	33,421	28,563	28,563
Fringe benefits	23,655	19,117	19,117
Travel, subsistence & professional	50	307	307
Other direct expenses	878	886	886
Indirect costs	<u>41,996</u>	<u>35,782</u>	<u>35,782</u>
Total Operating Expenses	<u>100,000</u>	<u>84,655</u>	<u>84,655</u>
<b>Tasks:</b>			
Local regional planning	<u>100,000</u>	<u>84,655</u>	<u>84,655</u>
Total Tasks	<u>\$ 100,000</u>	<u>\$ 84,655</u>	<u>\$ 84,655</u>

**NOTES:**

1. The project period for Local Regional Planning program July 1, 2013 through June 30, 2014.
2. Budget amounts were derived from fiscal 2014 overall agency budget.
3. As of June 30, 2014, no costs subject to audit have been questioned.

**SCHEDULES OF CUMULATIVE REVENUES AND EXPENDITURES**

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**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT/KYTC/INDOT**  
**FY 2014 TRANSPORTATION PLANNING**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
Federal and state grants			
Ohio: ODOT (MPO-PL Funds)	\$ 2,200,324	\$ 1,540,878	\$ 1,540,878
Kentucky: KYTC (HPR-PL Funds)	442,400	368,295	368,295
Kentucky: KYTC (FTA Funds)	133,993	111,542	111,542
Indiana: INDOT (Trans PL Funds)	25,031	24,992	24,992
State matching funds Ohio	275,040	192,610	192,610
State matching funds Kentucky	27,650	23,019	23,019
County matching funds	397,748	295,448	295,448
Local contracts	50,080	42,415	42,415
	<u>3,552,266</u>	<u>2,599,199</u>	<u>2,599,199</u>
<b>Total Operating Revenues</b>			
<b>Operating Expenses:</b>			
Direct expenses			
Personnel	1,143,087	861,314	861,314
Fringe benefits	809,077	570,491	570,491
Travel, subsistence & professional	55,692	38,190	38,190
Printing, marketing & contractual	61,000	9,752	9,752
Other direct expenses	47,007	41,080	41,080
Indirect costs	1,436,403	1,078,372	1,078,372
	<u>3,552,266</u>	<u>2,599,199</u>	<u>2,599,199</u>
<b>Total Operating Expenses</b>			
<b>Tasks:</b>			
Short range planning	100,000	66,589	66,589
Transportation improvement program	180,000	70,774	70,774
Surveillance	1,457,328	1,119,695	1,119,695
Homeland security data project (50/50)	60,000	50,546	50,546
Homeland security data project (100%)	20,080	16,793	16,793
Long range planning	1,100,000	754,400	754,400
Public involvement	300,000	199,065	199,065
INDOT exclusive	31,289	31,241	31,241
KYTC exclusive	137,569	191,577	191,577
UPWP administration	45,000	14,329	14,329
Transportation program reporting	16,000	4,817	4,817
Mobile source emissions planning	105,000	79,373	79,373
	<u>\$ 3,552,266</u>	<u>\$ 2,599,199</u>	<u>\$ 2,599,199</u>
<b>Total Tasks</b>			

**NOTES:**

1. The grant period for FY 2014 Transportation Planning is July 1, 2013 through December 31, 2014.
2. FHWA/ODOT/KYTC funds are received under agreements for continuation of a transportation planning process with ODOT and KYTC. Revenues were received and expenditures incurred in accordance with a unified planning work program approved each fiscal year. INDOT also participated with the funding being 80 percent Federal and 20 percent local match.
3. The Hamilton County Emergency Management Agency is partnering with OKI on data development. They are providing 50% funding on data sets that can be used by both OKI and HCEMA and funding 100% the development of data sets for the exclusive use of HCEMA.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FHWA/ODOT**

**FY 2014 REGIONAL TRANSPORTATION PLANNING ORGANIZATION PILOT PROGRAM**  
**JUNE 30, 2014**

	Budget	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2014
<b>Operating Revenues:</b>			
Federal and state grants			
Ohio: ODOT (SPR)	\$ 200,000	\$ 7,396	\$ 7,396
State matching funds Ohio	50,000	1,849	1,849
Total Operating Revenues	250,000	9,245	9,245
<b>Operating Expenses:</b>			
Direct expenses			
Personnel	84,042	2,964	2,964
Fringe benefits	59,485	1,984	1,984
Travel, subsistence & professional	867	584	584
Indirect costs	105,606	3,713	3,713
Total Operating Expenses	250,000	9,245	9,245
<b>Tasks:</b>			
RTPO mentoring pilot program	250,000	9,245	9,245
Total Tasks	\$ 250,000	\$ 9,245	\$ 9,245

**NOTES:**

1. The grant period for the Regional Transportation Planning Organization Pilot Program is July 1, 2013 through June 30, 2015.
2. ODOT State Planning and Research funds were received under an agreement to participate in the Regional Transportation Planning Organization Mentoring Pilot Program. OKI is mentoring the Ohio Valley Regional Development Commission.
3. This project is funded with 80 percent Ohio SPR funds matched with 20% state funds from ODOT.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2010 JOB ACCESS REVERSE COMMUTE ADMINISTRATION PROGRAM**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Federal FTA	\$ 143,769	\$ 44,379	\$ 40,653	\$ 85,032
Total Operating Revenues	<u>143,769</u>	<u>44,379</u>	<u>40,653</u>	<u>85,032</u>
<b>Operating Expenses:</b>				
Direct expenses				
Personnel	48,966	15,025	13,909	28,934
Fringe benefits	35,931	10,149	9,309	19,458
Travel, subsistence & professional	-	463	-	463
Other direct expenses	176	793	12	805
Indirect costs	<u>58,696</u>	<u>17,949</u>	<u>17,423</u>	<u>35,372</u>
Total Operating Expenses	<u>143,769</u>	<u>44,379</u>	<u>40,653</u>	<u>85,032</u>
<b>Tasks:</b>				
Job Access Reverse Commute	<u>143,769</u>	<u>44,379</u>	<u>40,653</u>	<u>85,032</u>
Total Tasks	<u><u>\$ 143,769</u></u>	<u><u>\$ 44,379</u></u>	<u><u>\$ 40,653</u></u>	<u><u>\$ 85,032</u></u>

**NOTES:**

1. The Job Access Reverse Commute administration grant began October 28, 2009.
2. The Job Access Reverse Commute grant is 100% federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2012 JOB ACCESS REVERSE COMMUTE ADMINISTRATION PROGRAM**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
Operating Revenues:			
Federal and state grants			
Federal FTA	\$ 148,335	\$ 8,348	\$ 8,348
Total Operating Revenues	<u>148,335</u>	<u>8,348</u>	<u>8,348</u>
Operating Expenses:			
Direct expenses			
Personnel	50,039	2,857	2,857
Fringe benefits	35,417	1,912	1,912
Indirect costs	<u>62,879</u>	<u>3,579</u>	<u>3,579</u>
Total Operating Expenses	<u>148,335</u>	<u>8,348</u>	<u>8,348</u>
Tasks:			
Job Access Reverse Commute	<u>148,335</u>	<u>8,348</u>	<u>8,348</u>
Total Tasks	<u>\$ 148,335</u>	<u>\$ 8,348</u>	<u>\$ 8,348</u>

**NOTES:**

1. The Job Access Reverse Commute administration grant began October 31, 2013.
2. The Job Access Reverse Commute grant is 100% federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2012 NEW FREEDOM ADMINISTRATION PROGRAM**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Federal FTA	\$ 98,666	\$ 5,384	\$ 41,227	\$ 46,611
Total Operating Revenues	<u>98,666</u>	<u>5,384</u>	<u>41,227</u>	<u>46,611</u>
<b>Operating Expenses:</b>				
Direct expenses				
Personnel	33,083	1,696	14,064	15,760
Fringe benefits	24,276	1,138	9,367	10,505
Travel, subsistence & professional	150	-	164	164
Other direct expenses	1,500	506	19	525
Indirect costs	<u>39,657</u>	<u>2,044</u>	<u>17,613</u>	<u>19,657</u>
Total Operating Expenses	<u>98,666</u>	<u>5,384</u>	<u>41,227</u>	<u>46,611</u>
<b>Tasks:</b>				
New Freedom Administration	<u>98,666</u>	<u>5,384</u>	<u>41,227</u>	<u>46,611</u>
Total Tasks	<u><u>\$ 98,666</u></u>	<u><u>\$ 5,384</u></u>	<u><u>\$ 41,227</u></u>	<u><u>\$ 46,611</u></u>

**NOTES:**

1. The New Freedom administration grant began January 12, 2012.
2. The New Freedom grant is 100% Federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. As of June 30, 2014 no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2012 NEW FREEDOM PASS-THROUGH PROGRAMS**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2013</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>				
Federal and state grants				
Federal FTA	\$ 600,901	\$ 399,555	\$ 163,601	\$ 563,156
Contributed services	<u>600,901</u>	<u>459,674</u>	<u>261,173</u>	<u>720,847</u>
Total Operating Revenues	<u>1,201,802</u>	<u>859,229</u>	<u>424,774</u>	<u>1,284,003</u>
<b>Operating Expenses:</b>				
Direct expenses				
Printing, marketing & contractual	600,901	399,555	163,601	563,156
Contributed services	<u>600,901</u>	<u>459,674</u>	<u>261,173</u>	<u>720,847</u>
Total Operating Expenses	<u>1,201,802</u>	<u>859,229</u>	<u>424,774</u>	<u>1,284,003</u>
<b>Tasks:</b>				
Towne Taxi	225,890	221,687	4,203	225,890
Senior Services of Northern Kentucky	536,100	178,140	282,470	460,610
Wesley Community Services	345,618	390,172	113,137	503,309
Clovernook	<u>94,194</u>	<u>69,230</u>	<u>24,964</u>	<u>94,194</u>
Total Tasks	<u>\$ 1,201,802</u>	<u>\$ 859,229</u>	<u>\$ 424,774</u>	<u>\$ 1,284,003</u>

**NOTES:**

1. The New Freedom pass through grant began January 12, 2012.
2. The New Freedom grants are funded at 50% for operating programs and passed through to other agencies for delivery of transportation services related to the Public Transit Human Services Transportation Plan for the OKI region.
3. The recipient agency provides the required 50% match. Wesley Community Services over matched their share of the program, which is acceptable.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**FTA**  
**FY 2013 NEW FREEDOM PASS-THROUGH PROGRAMS**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
<b>Operating Revenues:</b>			
Federal and state grants			
Federal FTA	\$ 385,212	\$ 145,576	\$ 145,576
Contributed services	<u>385,212</u>	<u>179,379</u>	<u>179,379</u>
Total Operating Revenues	<u>770,424</u>	<u>324,955</u>	<u>324,955</u>
<b>Operating Expenses:</b>			
Direct expenses			
Printing, marketing & contractual	385,212	145,576	145,576
Contributed services	<u>385,212</u>	<u>179,379</u>	<u>179,379</u>
Total Operating Expenses	<u>770,424</u>	<u>324,955</u>	<u>324,955</u>
<b>Tasks:</b>			
Towne Taxi	130,212	491	491
Senior Services of Northern Kentucky	210,000	-	-
Wesley Community Services	300,000	226,491	226,491
Community Cab	<u>130,212</u>	<u>97,973</u>	<u>97,973</u>
Total Tasks	<u>\$ 770,424</u>	<u>\$ 324,955</u>	<u>\$ 324,955</u>

**NOTES:**

1. The New Freedom pass through grant began May 15, 2013.
2. The New Freedom grants are funded at 50% for operating programs and passed through to other agencies for delivery of transportation services related to the Public Transit Human Services Transportation Plan for
3. The recipient agency provides the required 50% match. Wesley Community Services over matched their share of the program, which is acceptable.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**  
**SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES**  
**DOE/MARC**  
**FY 2014 US DEPARTMENT OF ENERGY ROOFTOP SOLAR CHALLENGE II**  
**JUNE 30, 2014**

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2014</u>
Operating Revenues:			
Federal and state grants			
DOE (pass thru Mid America Regional Council)	\$ 75,000	\$ 34,309	\$ 34,309
County matching funds	15,203	9,511	9,511
Contributed services	<u>12,297</u>	<u>4,766</u>	<u>4,766</u>
 Total Operating Revenues	 <u>102,500</u>	 <u>48,586</u>	 <u>48,586</u>
Operating Expenses:			
Direct expenses			
Personnel	28,177	14,976	14,976
Fringe benefits	20,365	10,023	10,023
Travel, subsistence & professional	-	1	1
Printing, marketing & contractual	5,500	-	-
Other direct expenses	756	60	60
Indirect costs	35,405	18,760	18,760
Contributed services	<u>12,297</u>	<u>4,766</u>	<u>4,766</u>
 Total Operating Expenses	 <u>102,500</u>	 <u>48,586</u>	 <u>48,586</u>
Tasks:			
MARC Solar Ready II	<u>102,500</u>	<u>48,586</u>	<u>48,586</u>
 Total Tasks	 <u><u>\$ 102,500</u></u>	 <u><u>\$ 48,586</u></u>	 <u><u>\$ 48,586</u></u>

**NOTES:**

1. The Professional Services Agreement period for the MARC Solar Ready II project is September 30, 2013 through March 30, 2015. This arrangement may be extended for a second phase contingent upon DOE extension of the award to the Mid America Regional Council .
2. Mid America Regional Council received a US Department of Energy Rooftop Solar Challenge II grant; \$75,000 is being passed through to OKI for professional services to be provided during phase I.
3. During phase I OKI is providing \$27,500 in match. This match is a combination of OKI local funds and contributed services from local project partners.
4. As of June 30, 2014, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grantor/ Pass-through Grantor/ CFDA Program Title/ Description</b>	<b>CFDA Number</b>	<b>Grant/Pass Through Entity Number</b>	<b>Expenditures</b>
<b><u>U. S. Department of Transportation</u></b>			
<i>Federal Transit Administration - Transit Services Programs Cluster</i>			
<i>Direct Programs</i>			
<b>Job Access and Reverse Commute Program</b>	<b>20.516</b>		
Job Access and Reverse Commute Administration		OH-37-X067-00	\$ 40,653
Job Access and Reverse Commute Administration		OH-37-X088-00	8,348
<b>Total CFDA 20.516</b>			<b><u>49,001</u></b>
<b>New Freedom Program</b>	<b>20.521</b>		
New Freedom Administration		OH-57-X028-00	3,500
New Freedom Pass -Through		OH-57-X045-00	12,482
New Freedom Pass -Through		OH-57-X046-00	141,235
New Freedom Pass -Through		OH-57-X047-00	2,101
New Freedom Pass -Through		OH-57-X048-00	7,783
New Freedom Administration		OH-57-X049-00	41,227
New Freedom Pass -Through		OH-57-X059-00	48,987
New Freedom Pass -Through		OH-57-X061-00	245
New Freedom Pass -Through		OH-57-X062-00	96,344
<b>Total CFDA 20.521</b>			<b><u>353,904</u></b>
<b>Total Direct Programs - U.S. Department of Transportation</b>			<b><u>402,905</u></b>
<i>Federal Highway Administration - Highway Planning and Construction Cluster</i>			
<i>Programs Passed Through Ohio Department of Transportation (ODOT)</i>			
<b>Highway Planning and Construction</b>	<b>20.205</b>		
Clean Air - Ozone Awareness (CMAQ funds)		725146	235,052
RideShare (CMAQ funds)		721276	2,250
RideShare (CMAQ funds)		725147	155,709
Transportation Planning (MPO-PL funds)		725153	1,540,878
Strategic Highway Research (Research funds)		725296	24,777
Regional Transportation Planning (SPR funds)		725170	7,396
Surface Transportation (STP funds)		725145	286,015
Surface Transportation (STP funds)		725148	18,482
Transportation Planning (MPO-PL funds)		723435	357,974
<b>Total CFDA 20.205 (passed through ODOT)</b>			<b><u>2,628,533</u></b>
<i>Programs Passed Through Kentucky Transportation Cabinet (KYTC)</i>			
<b>Highway Planning and Construction</b>	<b>20.205</b>		
Transportation Planning (HPR-PL funds)		1200004775	368,295
RideShare (SNK funds)		1300006283	33,001
Clean Air - Ozone Awareness (SNK funds)		1300006283	49,817
Surface Transportation (SNK funds)		1300006283	64,535
<b>Total CFDA 20.205 (passed through KYTC)</b>			<b><u>515,648</u></b>

(continued)

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Federal Grantor/ Pass-through Grantor/ CFDA Program Title/ Description</b>	<b>CFDA Number</b>	<b>Grant/Pass Through Entity Number</b>	<b>Expenditures</b>
<i>Programs Passed Through Indiana Department of Transportation (INDOT)</i>			
<b>Highway Planning and Construction</b>	<b>20.205</b>		
Transportation Planning (PL funds)		A249-13-320810	24,992
<b>Total CFDA 20.205 (passed through INDOT)</b>			<b>24,992</b>
<b>Total CFDA 20.205</b>			<b>3,169,173</b>
<i>Federal Transit Administration - Metropolitan Planning</i>			
<i>Programs Passed Through Kentucky Transportation Cabinet (KYTC)</i>			
<b>Metropolitan Transportation Planning</b>	<b>20.505</b>		
Transportation Planning (FTA funds)		KY-80-0004-00	111,542
<b>Total CFDA 20.505</b>			<b>111,542</b>
<b>Total Passed Through Programs - U.S. Department of Transportation</b>			<b>3,280,715</b>
<b>Total U. S. Department of Transportation</b>			<b>3,683,620</b>
 <b><u>U. S. Environmental Protection Agency</u></b>			
<i>Programs Passed Through Ohio Environmental Protection Agency (OEPA)</i>			
<b>Water Quality Management Planning</b>	<b>66.454</b>		
Water Quality Planning (EPA funds)		OKI-FD60412	53,472
<b>Total CFDA 66.454</b>			<b>53,472</b>
<b>Total U. S. Environmental Protection Agency</b>			<b>53,472</b>
 <b><u>U. S. Department of Energy</u></b>			
<i>Programs Passed Through Mid America Regional Council (MARC)</i>			
<b>Energy Efficiency and Renewable Energy Information Dissemination,     Outreach, Training and Technical Analysis/Assistance</b>	<b>81.117</b>		
Rooftop Solar Challenge II (DOE funds)		DE-EE0006310	34,309
<b>Total CFDA 81.117</b>			<b>34,309</b>
<b>Total U. S. Department of Energy</b>			<b>34,309</b>
<b>Total</b>			<b>\$ 3,771,401</b>

See accompanying notes to schedule

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

1. The supplementary Schedule of Expenditures of Federal Awards was prepared using the accrual basis of accounting.
2. Expenditures for fringe benefits and indirect costs included in the Schedule of Expenditures of Federal Awards reflect the application of provisional rates adjusted to actual, subject to grant or program limitations.

# Bastin & Company, LLC

*Certified Public Accountants*

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

Ohio-Kentucky-Indiana Regional Council of Governments  
Hamilton County  
720 East Pete Rose Way, Suite 420  
Cincinnati, Ohio 45202

To the Executive Committee:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, (the Council) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Council's financial statements and have issued our report thereon dated November 12, 2014.

### **Internal Control Over Financial Reporting**

As part of our financial statement audit, we considered the Council's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the Council's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Council's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

### **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, opining 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*.

## **Purpose of this Report**

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Council's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Bastin & Company, L L C". The signature is written in a cursive style and is centered within a light gray rectangular background.

Cincinnati, Ohio  
November 12, 2014

**Bastin & Company, LLC**  
*Certified Public Accountants*

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL  
CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Ohio-Kentucky-Indiana Regional Council of Governments  
Hamilton County  
720 East Pete Rose Way, Suite 420  
Cincinnati, Ohio 45202

To the Executive Committee:

***Report on Compliance for Each Major Federal Program***

We have audited the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, (the Council) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the Council's major federal programs for the year ended June 30, 2014. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the Council's major federal programs.

***Management's Responsibility***

The Council's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to opine on the Council's compliance for each of the Council's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on the Council's major programs. However, our audit does not provide a legal determination of the Council's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2014.

## ***Report on Internal Control over Compliance***

The Council's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the Council's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the Council's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Bastin & Company, LLC". The signature is written in black ink on a white background.

Cincinnati, Ohio  
November 12, 2014

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133 § .505**

**JUNE 30, 2014**

<b>SUMMARY OF AUDITOR'S RESULTS</b>
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Type of financial statement opinion	Unmodified
Were there any material control weaknesses reported at the financial statement level?	No
Were there any other significant deficiencies in internal control reported at the financial statement level?	No
Was there any reported material noncompliance reported at the financial statement level?	No
Were there any material internal control weaknesses reported for major federal programs?	No
Were there any other significant deficiencies in internal control reported for major federal programs?	No
Type of major programs' compliance opinion	Unmodified
Are there any reportable findings?	No
Major programs:	Federal Highway Administration- Highway Planning and Construction Cluster - CFDA 20.205  U.S. Environmental Protection Agency-Water Quality Management Planning - CFDA 66.454
Dollar threshold to distinguish between Type A/B programs	Type A: >\$300,000 Type B: all others
Low risk auditee?	Yes

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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None

<b>FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
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None

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS  
SCHEDULE OF PRIOR AUDIT FINDINGS  
AS OF JUNE 30, 2014**

There were no findings reported in the prior audit report.

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# Dave Yost • Auditor of State

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS**

**HAMILTON 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 30, 2014**