

**CITY OF UPPER ARLINGTON COMMUNITY IMPROVEMENT CORPORATION
FRANKLIN COUNTY, OHIO**

***FINANCIAL STATEMENTS
(AUDITED)***

FOR THE YEAR ENDED
DECEMBER 31, 2009



Mary Taylor, CPA
Auditor of State

Members of City Council
City of Upper Arlington Community Improvement Corporation
3600 Tremont Road
Upper Arlington, Ohio 43221

We have reviewed the *Independent Auditor's Report* of the City of Upper Arlington Community Improvement Corporation, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2009 through December 31, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 5, 2010

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Board of Trustees

Chris Widing, President
Christopher J. Scott, Treasurer
Frank Ciotola, Trustee
Beck Hajost, Trustee
James Jennings, Trustee
Philip Markwood, Trustee
Clark P. Pritchett, Jr., Trustee

Robin Lorms, Vice President
Virginia Barney, Secretary
Ted Schindler, Trustee
James Sisto, Trustee
Wade Steen, Trustee
Jake Will, Trustee
Erik Yassenoff, Trustee

**CITY OF UPPER ARLINGTON COMMUNITY IMPROVEMENT CORPORATION
FRANKLIN COUNTY, OHIO**

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Board of Trustees
City of Upper Arlington Community Improvement Corporation
Franklin County
3600 Tremont Road
Upper Arlington, Ohio 43221

We have audited the accompanying financial statements of the City of Upper Arlington Community Improvement Corporation, Franklin County, Ohio, (a component unit of the City of Upper Arlington) as of and for the year ended December 31, 2009, which collectively comprise the City of Upper Arlington Community Improvement Corporation's financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Upper Arlington Community Improvement Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the City of Upper Arlington Community Improvement Corporation, Franklin County, Ohio, as of December 31, 2009 and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2010, on our consideration of the City of Upper Arlington Community Improvement Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Julian & Grube, Inc.
June 16, 2010

**City of Upper Arlington Community Improvement Corporation
Statement of Financial Position**

For the Year Ended December 31, 2009

ASSETS

Current Assets

Cash and cash equivalents (Note 1)	<u>\$ 55,791</u>
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TOTAL ASSETS	<u><u>\$ 55,791</u></u>
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LIABILITIES AND NET ASSETS

Net Assets

Unrestricted	<u>\$ 55,791</u>
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Total net assets	<u>55,791</u>
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TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 55,791</u></u>
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***The accompanying notes are an integral part of the financial statements.**

**City of Upper Arlington Community Improvement Corporation
Statement of Activities and Changes in Net Assets**

For the Year Ended December 31, 2009

	Unrestricted
Revenues:	
Interest	\$ 566
Total revenues	566
Expenses:	
Professional marketing services	5,931
Community support	2,900
Memberships	1,075
Website hosting fees	788
Printing	49
Bank charges	30
Total expenses	10,773
Change in net assets	(10,207)
Net assets at beginning of year	65,998
Net assets at end of year	\$ 55,791

***The accompanying notes are an integral part of the financial statements.**

**The City of Upper Arlington Community Improvement Corporation
Statement of Cash Flows**

For the Year Ended December 31, 2009

Cash flows from operating activities:

Increase (decrease) in net assets	<u>\$ (10,207)</u>
Net cash provided by/(used in) operating activities	<u>(10,207)</u>

Cash flows from investing activities:

Net cash provided by investing activities	<u>-</u>
	<u>-</u>

Cash flows from financing activities:

Net cash provided by financing activities	<u>-</u>
	<u>-</u>

Net increase (decrease) in cash and cash equivalents	(10,207)
Beginning of period cash	65,998
End of period cash	<u>\$ 55,791</u>

***The accompanying notes are an integral part of the financial statements.**

**CITY OF UPPER ARLINGTON COMMUNITY IMPROVEMENT CORPORATION
UPPER ARLINGTON, OHIO**

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2009

NOTE 1 - Summary of Significant Accounting Policies:

A. Organization

City of Upper Arlington Community Improvement Corporation (CIC) was formed pursuant to Resolution 19-93 passed on December 13, 1993 and incorporated as a corporation not-for-profit under Section 1702 and 1724 of the Ohio Revised Code. The CIC was created to assist the City in the revitalization and enhancement of property, and to advance, encourage, and promote industrial, economic, commercial and civic development of the City of Upper Arlington. The CIC has been designated as the City of Upper Arlington's agent for economic development.

B. Basis of Accounting

The accounts are maintained and these financial statements are presented on the accrual basis and in conformity with accounting principles generally accepted in the United States of America.

C. Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of financial Accounting Standards (SFAS) 117, Financial Statement for Not-For-Profit Organizations. Under SFAS No. 117 the Corporation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. At December 31, 2009, all net assets of the CIC are unrestricted.

D. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows and for presentation of the Balance Sheet, all cash in checking accounts are considered to be cash and cash equivalents.

E. Concentration of Credit Risk

The Corporation maintains its cash account in one commercial bank in Ohio. The cash balance is fully insured within the limits guaranteed by the Federal Deposit Insurance Corporation.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**CITY OF UPPER ARLINGTON COMMUNITY IMPROVEMENT CORPORATION
UPPER ARLINGTON, OHIO**

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2009

G. Tax Exempt Status

The CIC is exempt from federal income tax under Section 501 (c) (6) of the Internal Revenue Code.

NOTE 2 - Restriction of Net Assets

The Corporation did not have any restrictions on cash as of December 31, 2009.

NOTE 3 - Contingent Liabilities

Management believes there are no pending claims or lawsuits.

NOTE 4 - Risk Management

The CIC is subjected to certain types of risk in the performance of its normal functions. The Board views this exposure as minimal as the CIC currently has no employees and minimal operating activity. No policy for commercial insurance is currently in place.



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**Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of
Financial Statements Performed in Accordance With
*Government Auditing Standards***

Board of Trustees
City of Upper Arlington Community Improvement Corporation
Franklin County
3600 Tremont Road
Upper Arlington, Ohio 43221

We have audited the financial statements of the City of Upper Arlington Community Improvement Corporation, Franklin County, Ohio, (a component unit of the City of Upper Arlington) as of and for the year ended December 31, 2009, and have issued our report thereon dated June 16, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Upper Arlington Community Improvement Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the City of Upper Arlington Community Improvement Corporation's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City of Upper Arlington Community Improvement Corporation's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, 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 more than a reasonable possibility that a material misstatement of the City of Upper Arlington Community Improvement Corporation's financial statements will not be prevented, or detected and timely corrected.

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

Board of Trustees
City of Upper Arlington Community Improvement Corporation

Compliance and Other Matters

As part of reasonably assuring whether the City of Upper Arlington Community Improvement Corporation'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 effect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management, the Board of Trustees, and others within the City of Upper Arlington Community Improvement Corporation. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
June 16, 2010



Mary Taylor, CPA
Auditor of State

CITY OF UPPER ARLINGTON C.I.C.

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 17, 2010**