



**TOLEDO METROPOLITAN AREA COUNCIL OF GOVERNMENTS
LUCAS COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

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TOLEDO METROPOLITAN AREA COUNCIL OF GOVERNMENTS
LUCAS COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES

YEAR ENDED JUNE 30, 1999

FEDERAL GRANTOR <i>Pass-Through Grantor</i> Program Title	PASS THROUGH ENTITY NUMBER	FEDERAL C.F.D.A. NUMBER	TOTAL EXPENDITURES AT 6/30/98
FEDERAL HIGHWAY ADMINISTRATION			
<i>Passed Through Ohio Department of Transportation</i>			
Federal Highway Planning and Construction Program		20.205	
Transportation Planning FY 99	165991		\$ 561,598
Share-A-Ride FY 99	23870		115,352
TIP Monitoring	548031		17,551
Wood County Model Update			732
Expressway Needs Study	131974		29,270
Ozone Action Days	132555		54,773
Travel Demand Forecasts	131875		8,338
Intelligent Transportation System	131945		369,320
Household Travel Survey	16543		957
<i>Passed Through Michigan Department of Transportation and SEMCOG</i>			
Federal Highway Planning and Construction Program		20.205	
Transportation Planning FY 99	97797		<u>16,125</u>
Total Federal Highway Administration			\$ 1,174,016
ENVIRONMENTAL PROTECTION AGENCY			
<i>Passes Through Ohio Environmental Protection Agency</i>			
Water Pollution Control		66.419	
Water Quality Planning FY 99	V96396		51,000
Toussaint River Program			59,159
Coastal Zone Management Program			<u>21,389</u>
Total Environmental Protection Agency			\$ <u>131,548</u>
ECONOMIC DEVELOPMENT ADMINISTRATION			
State and Urban Planning		11.305	
Economic Development Grant	06-25-02962		<u>3,326</u>
Total Economic Development Administration			\$ <u>3,326</u>
Total Federal Financial Assistance, All Programs			\$ <u><u>1,308,890</u></u>

TOLEDO METROPOLITAN AREA COUNCIL OF GOVERNMENTS
LUCAS COUNTY

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

JUNE 30, 1999

(Continued)

1. General The accompanying schedule of federal financial assistance programs presents expenditures of all federal financial assistance programs of the Toledo Metropolitan Area Council of Governments (TMACOG). All expenditures relating to federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies are included in the schedule.

2. Basis of Accounting The accompanying schedule of federal financial assistance has been prepared in conformity with the accounting policies of TMACOG, which are described in Note I to TMACOG's basic financial statements.

3. Allocation of Expenditures Total expenditures in the Schedule of Federal Financial Assistance have been included in TMACOG's statement of support, revenue and expenses and changes in fund balance for the twelve months ended June 30, 1999 as follows:

	<u>06/30/99</u>
Salary	\$ 299,130
Fringe Benefits	84,403
Contractual Services and Other Direct	553,464
Indirect Costs	<u>371,893</u>
Total	<u>\$ 1,308,890</u>



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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Toledo Metropolitan Area Council of Governments
Lucas County
300 Central Union Plaza
PO Box 9508
Toledo, Ohio 43697-9508

To the Board of Trustees:

We have audited the financial statements of Toledo Metropolitan Area Council of Governments, Lucas County, (TMACOG) as of and for the year ended June 30 1999, and have issued our report thereon dated February 10, 2000, in which we indicated TMACOG changed its method of accounting for deferred compensation plans. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the TMACOG's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the TMACOG's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Toledo Metropolitan Area Council of Governments
Lucas County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended for the information and use of the audit committee, management, *Board of Trustees*, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Jim Petro
Auditor of State

February 10, 2000



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

Toledo Metropolitan Area Council of Governments
Lucas County
300 Central Union Plaza
PO Box 9508
Toledo, Ohio 43697-9508

To the Board of Trustees:

Compliance

We have audited the compliance of Toledo Metropolitan Area Council of Governments, Lucas County, TMACOG with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 1999. The TMACOG's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the TMACOG's management. Our responsibility is to express an opinion on the TMACOG's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the TMACOG's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the TMACOG's compliance with those requirements.

In our opinion, the TMACOG complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

The management of the TMACOG is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the TMACOG's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of TMACOG as of and for the year ended June 30, 1999, and have issued our report thereon dated February 10, 2000, in which we indicated TMACOG changed its method of accounting for deferred compensation plans. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

This report is intended for the information and use of the audit committee, management, Board of Trustees, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Jim Petro
Auditor of State

February 10, 2000

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 1999**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under §.510?	No
(d)(1)(vii)	Major Programs (list):	Highway Planning and Construction Program CFDA # 20.205
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.



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TOLEDO METROPOLITAN AREA COUNCIL OF GOVERNMENTS

LUCAS 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
MARCH 7, 2000**