



# **Balestra, Harr & Scherer, CPAs, Inc.**

Accounting, Auditing and Consulting Services for Federal, State and Local Governments

[www.bhscpas.com](http://www.bhscpas.com)

SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY

FINAL AUDIT

For the Thirteen Month Period Ended July 31, 2012





# Dave Yost • Auditor of State

Members of the Board  
South Central Ohio Computer Association  
P.O. Box 596  
Piketon, Ohio 45661

We have reviewed the *Independent Auditor's Report* of the South Central Ohio Computer Association, Pike County, prepared by Balestra, Harr & Scherer, CPAs, Inc., for the audit period July 1, 2011 through June 30, 2012. 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 South Central Ohio Computer Association is responsible for compliance with these laws and regulations.

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

Dave Yost  
Auditor of State

April 8, 2014

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**South Central Ohio Computer Association**  
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*For the Thirteen Month Period Ended July 31, 2012*

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# Balestra, Harr & Scherer, CPAs, Inc.

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## Independent Auditor's Report

South Central Ohio Computer Association  
PO Box 596  
Piketon, Ohio 45661

To the Board:

We have audited the accompanying financial statements of the South Central Ohio Computer Association, Pike County, (the Association) as of July 31, 2012 and for the period July 1, 2011 through July 31, 2012. These financial statements are the responsibility of the Association'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.

As described more fully in Note 2, the Association has prepared these financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Instead of the combined funds the accompanying financial statements present, GAAP require presenting entity wide statements and also presenting the Association's larger (i.e. major) funds separately. While the Association does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Auditor of State permits, but does not require Governments to reformat their statements. The Association has elected not to follow GAAP statement formatting requirements. The following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the thirteen month period ended July 31, 2012 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Association as of July 31, 2012, or its changes in financial position for the period then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances of the South Central Ohio Computer Association, Pike County, as of July 31, 2012, and its combined cash receipts and disbursements for the period then ended on the accounting basis Note 2 describes.

As described in Note 10, during 2012 the South Central Ohio Computer Association adopted Governmental Accounting Standards Board Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. Also, as described in Note 11, the South Central Ohio Computer Association terminated activities and became a newly created entity, South Central Ohio Computer Organization Council of Governments as of July 31, 2012.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2014, on our consideration of the Association'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.

*Balestra, Harr & Scherer, CPAs*

Balestra, Harr & Scherer, CPAs, Inc.  
Piketon, Ohio  
January 14, 2014

**South Central Ohio Computer Association**  
 Combined Statement of Receipts, Disbursements and Changes in Fund Balances (Cash Basis)  
 All Governmental Fund Types  
 For the Thirteen Month Period Ended July 31, 2012

	<u>General</u>	<u>Special Revenue</u>	<u>Totals (Memorandum Only)</u>
<b>Cash Receipts:</b>			
Charges for Services	\$ 6,407,908	\$ -	\$ 6,407,908
Intergovernmental	620,471	1,800	622,271
Interest Earnings	2,570	-	2,570
Other	20	-	20
	<hr/>	<hr/>	<hr/>
<i>Total Cash Receipts</i>	7,030,969	1,800	7,032,769
 <b>Cash Disbursements:</b>			
Support Services	2,322,723	-	2,322,723
Employee Fringe Benefits	970,823	-	970,823
Purchased Services	2,999,926	-	2,999,926
Supplies and Materials	887,058	480	887,538
Capital Outlay	267,807	1,320	269,127
Debt Service:			
Principal Retirement	53,211	-	53,211
Interest & Fiscal Charges	8,466	-	8,466
Other	139,804	-	139,804
	<hr/>	<hr/>	<hr/>
<i>Total Cash Disbursements</i>	7,649,818	1,800	7,651,618
 Excess of Cash Receipts Over Cash Disbursements	(618,849)	-	(618,849)
 <b>Other Financing Sources (Uses)</b>			
Transfer of Assets to SCOCA COG	<u>(728,042)</u>	<u>(9,000)</u>	<u>(737,042)</u>
Total Other Financing Sources (Uses)	<u>(728,042)</u>	<u>(9,000)</u>	<u>(737,042)</u>
Total Receipts and Other Sources Over (Under) Disbursements & Other Uses	(1,346,891)	(9,000)	(1,355,891)
Fund Cash Balances, July 1, 2011	<u>1,346,891</u>	<u>9,000</u>	<u>1,355,891</u>
 <b>Fund Cash Balances, July 31, 2012:</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The notes to the financial statements are an integral part of this statement.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 1 - DESCRIPTION OF THE ENTITY**

The South Central Ohio Computer Association (the Association) is a consortium that has been formed for the purpose of applying modern technology through the use of computers and other electronic equipment to administrative and instrumental functions for member school districts. The Association is organized under section 3313.92 of the Revised Code and is thus required to have a board of education serve as its fiscal agent. The Pike County Joint Vocational School District acts as the fiscal agent for the South Central Ohio Computer Association. Membership in the consortium is limited to the public school districts in Pike, Ross, Scioto, Lawrence, Jackson, Gallia, Brown, Highland, Pickaway, Vinton and Adams Counties. The Association operates under an elected 23 member governing board composed of the Superintendent of the Pike County Joint Vocational School District, a representative on behalf of the fiscal agent, the Treasurer of South Central Ohio Computer Association, one representative from each ESC, and two representatives from Districts from each of the seven counties in the member region. The Association currently has 49 employees.

Management believes the financial statements included in this report represent all of the funds of the Association over which the Board has the ability to exercise direct operating control.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Accounting**

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when a payment is made rather than when a liability is incurred.

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

**B. Cash and Investments**

To improve cash management, all cash received by the Association is pooled in a central bank account. Monies for all funds are maintained in this account. Individual fund integrity is maintained through Association records.

The Association invested funds in the State Treasury Asset Reserve ("STAR Ohio") during fiscal year 2012. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does not operate in a manner consistent with Rule 2a7 of the investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on July 31, 2012.

Investments are included in fund cash balances.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Fund Accounting**

The Association maintains its accounting records in accordance with the principles of “fund” accounting. Fund accounting is a concept developed to meet the needs of governmental entities in which legal or other restraints require the recording of specific receipts and disbursements. The transactions of each fund are reflected in a self-balancing group of accounts, an accounting entity which stands separate from the activities reported in other funds. A description of the Association’s funds follows:

**Governmental Funds**

**General Fund**

The General Fund is the general operating fund of the Association. It is used to account for all financial resources not accounted for and reported in another fund.

**Special Revenue Funds**

Special revenue funds are used to account for and report the proceeds of specific revenue sources (other than debt service or capital projects) that are legally restricted to expenditure for specified purposes. The Association had the following significant special revenue fund:

OneNet Ohio Fund: This fund receives funding from the OneNet grant for use in maintenance and upkeep of the Association’s technological equipment.

**D. Fund Balance**

Fund balance is divided into five classifications based primarily on the extent to which the Township must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

**1. Nonspendable**

The Association classifies assets as *nonspendable* when legally or contractually required to maintain the amounts intact.

**2. Restricted**

Fund balance is *restricted* when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or is imposed by law through constitutional provisions.

**3. Committed**

The Board can *commit* amounts via formal action (resolution). The Association must adhere to these commitments unless the Board amends the resolution. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Fund Balance (Continued)**

**4. Assigned**

Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Association Board or an Association official delegated that authority by resolution, or by State Statute.

**5. Unassigned**

Unassigned fund balance is the residual classification for the general fund and includes amounts not included in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The Association applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**E. Property, Plant and Equipment**

Acquisitions of property, plant and equipment are recorded as disbursements when paid. These items are not reflected as assets on the accompanying financial statements.

**F. Accumulated Unpaid Vacation, Personal and Sick Leave**

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. Accumulated unpaid vacation, personal leave, and sick leave are not accrued under the cash basis of accounting described in Note 2.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 3-CASH AND INVESTMENTS**

The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash and investments at July 31, 2012 is \$0 due to the transfer of assets to South Central Ohio Computer Association Council of Governments in line with the creation of the new entity.

Deposits:

Deposits are insured by FDIC and pledged collateral held by the bank on behalf of the Association.

Investments:

Investments in STAR Ohio are not evidenced by securities that exist in physical or book entry form.

**NOTE 4 - RISK MANAGEMENT**

The Association maintains commercial insurance for the following risks:

- General Liability & Casualty
- Public Officials Liability
- Vehicle
- Property

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past four years.

The Association also provides health insurance to full time employees through private carriers.

Workers' compensation benefits are provided through the State Bureau of Workers' Compensation.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 5 - PENSION PLAN**

The Association contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. The School Employees Retirement System issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained on SERS' website, [www.ohsers.org](http://www.ohsers.org), under *Employers/Audit Resources*.

Plan members are required to contribute 10 percent of their annual covered salary and the Association is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For the period ending July 31, 2012, the allocation to pension and death benefits is 12.7 percent. The remaining 1.3 percent of the 14 percent employer contribution rate is allocated to the Health Care and Medicare B Fund. The Association's contributions to SERS for the periods ended July 31, 2012, June 30, 2011, and June 30, 2010 were \$327,608, \$311,838, and \$300,927 respectively, which equaled the required contributions for each period.

**NOTE 6 - POSTEMPLOYMENT BENEFITS**

In addition to a cost-sharing, multiple-employer defined benefit pension plan, the School Employees Retirement System (SERS) administers two post employment benefit plans.

**Medicare Part B Plan**

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B monthly premium for calendar year 2012 was \$104.90 for most participants, but could be as high as \$335.70 per month depending on their income. SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal years 2012, 2011, and 2010, the actuarially required allocations were 0.75, 0.76, and 0.76 percent, respectively. For the Association, contributions for the periods ended July 31, 2012, June 30, 2011, and June 30, 2010, were \$17,550, \$16,928, and \$16,336, respectively, which equaled the required contributions for each year.

**Health Care Plan**

Ohio Revised Code 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 6 - POSTEMPLOYMENT BENEFITS**

The Ohio Revised Code provides the statutory authority to fund SERS' post-employment benefits through employer contributions. Active members do not make contributions to the post-employment benefit plans.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14 percent contribution to the Health Care Fund. For the fiscal year ended June 30, 2012, the health care allocation is 0.55 percent. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. State law provides that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2012, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. For the Association, contributions assigned to health care for the periods ended July 31, 2012, June 30, 2011, and June 30, 2010 were \$59,672, \$76,400 and \$73,758, respectively.

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending upon the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports of SERS' Health Care and Medicare B plans are included in its *Comprehensive Annual Financial Report*. The report can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under *Employers/Audit Resources*.

**NOTE 7 – DEBT**

Debt outstanding at July 31, 2012 was as follows:

<u>Governmental Activities:</u>	Principal Outstanding 6/30/2011	Additions	Deductions	Principal Outstanding 7/31/2012	Due within One Year
Capital Lease-US Bancorp 1.3%	\$ 183,421	\$ -	\$ 53,211	\$ 130,210	\$ 56,017
<i>Total Governmental Activities</i>	<u>\$ 183,421</u>	<u>\$ -</u>	<u>\$ 53,211</u>	<u>\$ 130,210</u>	<u>\$ 56,017</u>

There were no liabilities as of July 31, 2012 as all liabilities were transferred to South Central Ohio Computer Association Council of Governments (see Note 11).

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 8- CAPITAL LEASES**

The US Bancorp capital lease was issued for computer storage and networking equipment. The original lease was for \$272,532, with quarterly payments of \$15,419 for twenty quarters beginning December 31, 2009. The capital lease is a direct obligation of the Association for its full faith, credit and resources are pledged and are payable from the Association's general fund.

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of July 31, 2012:

Fiscal Year Ending June 30	Total Payments
2013	\$ 61,676
2014	61,676
2015	<u>15,419</u>
Total Minimum Lease Payments	<u>138,771</u>
Less Amount Representing Interest	<u>(8,561)</u>
Present Value of Minimum Lease Payments	<u>\$ 130,210</u>

There were no capital leases outstanding as of July 31, 2012 as all liabilities were transferred to South Central Ohio Computer Association Council of Governments (see Note 11).

**NOTE 9 – CONTINGENCIES**

Grants

The Association received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the Association. Management is unable to estimate possible claims from such audits until the audits have been completed. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the Association at July 31, 2012.

Litigation

The Association is not party to any legal proceedings.

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION  
PIKE COUNTY**

**NOTES TO THE FINANCIAL STATEMENT  
JULY 31, 2012**

**NOTE 10 – CHANGE IN ACCOUNTING PRINCIPLE**

The Association implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the Association is bound to observe constraints imposed upon the use of the resources in the government funds.

**NOTE 11 – DISSOLUTION OF ENTITY**

The South Central Ohio Computer Association has dissolved and become a newly created entity called South Central Ohio Computer Association Council of Governments (SCOCA CoG). The effective date of the creation of the new entity was July 1, 2012 and dissolution of the original entity was June 30, 2012.

The Association transferred their cash and cash equivalents to SCOCA CoG on July 2, 2012. Based on the structure of the newly created entity, Sandee Benson, Treasurer of the SCOCA CoG, retained control of the assets.

**NOTE 12 – FINAL FINANCIAL STATEMENTS**

The financial statements for the thirteen month period ended July 31, 2012 represent the final financial statements for the Association.



## Balestra, Harr & Scherer, CPAs, Inc.

Accounting, Auditing and Consulting Services for Federal, State and Local Governments

[www.bhscpas.com](http://www.bhscpas.com)

### Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards*

South Central Ohio Computer Association  
PO Box 596  
Piketon, Ohio 45661

To the Board:

We have audited the financial statements of the South Central Ohio Computer Association, Pike County, (the Association), as of July 31, 2012 and for the period July 1, 2012 through July 31, 2012, and have issued our report thereon dated January 14, 2014, wherein we noted that the Association implemented GASB Statement No. 54, that the South Central Ohio Computer Association terminated activities and became a newly created entity, South Central Ohio Computer Association Council of Governments effective July 2, 2012, and followed accounting principles the Auditor of State prescribes or permits rather than accounting principles generally accepted in the United States of America. 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 Association's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the Association's internal controls over financial reporting. Accordingly, we have not opined on the effectiveness of the Association'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 Association'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.

#### Compliance and Other Matters

As part of reasonably assuring whether the Association's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

South Central Ohio Computer Association  
Report on Internal Control Over Financial Reporting and on Compliance  
and Other Matters Required by Government Auditing Standards  
Page 2

**Compliance and Other Matters (Continued)**

We intend this report solely for the information and use of management, the Board and others within the Association. We intend it for no one other than these specified parties.

*Balestra, Harr & Scherer, CPAs*

Balestra, Harr & Scherer, CPAs, Inc.  
Piketon, Ohio  
January 14, 2014

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# Dave Yost • Auditor of State

**SOUTH CENTRAL OHIO COMPUTER ASSOCIATION**

**PIKE 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  
APRIL 22, 2014**