

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR
FISCAL YEAR ENDED DECEMBER 31, 2000**

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To the Members of the
Mid-Ohio Regional Planning Commission
285 E. Main Street
Columbus, Ohio 43215

We have reviewed the Independent Auditor's Report of the Mid-Ohio Regional Planning Commission, Franklin County, prepared by KPMG LLP, for the audit period January 1, 2000 through December 31, 2000. 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 Mid-Ohio Regional Planning Commission is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

July 27, 2001

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MID-OHIO REGIONAL PLANNING COMMISSION

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I. INTRODUCTORY SECTION

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Mid-Ohio Regional Planning Commission

An association of local governments providing planning, programs and services for the region.

June 14, 2001

To the Citizens of Central and South-Central Ohio and
The Honorable Members of the Mid-Ohio Regional Planning Commission

Michael R. Rankin
Chair

R. Thomas Homan
Vice Chair

Timothy C. Hansley
Secretary

We are pleased to present the Comprehensive Annual Financial Report of the Mid-Ohio Regional Planning Commission (MORPC) for the year ended December 31, 2000. This report has been prepared by the MORPC Finance staff according to generally accepted accounting principles applicable to governmental entities. The management of MORPC is responsible for and affirms the adequacy of the agency's internal accounting control and the completeness of the material presented in this report.

The Comprehensive Annual Financial Report is organized in four major sections as follows:

- I. The Introductory section - transmittal letter and information about MORPC's organization and management and the reporting entity.
- II. The Financial Section - MORPC's financial statements and the report of independent accountants.
- III. The Single Audit Act Section - schedule of expenditures of federal awards and the independent accountant's reports on compliance with laws and regulations and internal accounting and administrative controls.
- IV. The Statistical Section - comparative financial information, demographic information and other statistical information.

Bill Habig
Executive Director

The report will be available on MORPC's website www.morpc.org.

The Mid-Ohio Regional Planning Commission was created in 1969 as the successor to the Franklin County Regional Planning Commission under authority granted by Ohio Revised Code Section 713.21. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 41 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio. MORPC is the federally designated Metropolitan Planning Organization (MPO) for the Columbus metropolitan area.

The member governments appoint representatives (currently 77) who make up the Commission, the policy-making body of the organization, and the oversight board. MORPC is a political subdivision of Ohio and is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Employees of MORPC are members of the Public Employee Retirement System of Ohio.

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In accordance with Statement of Governmental Accounting Standards 14, The Reporting Entity (the Statement), MORPC is not considered a component unit of the Franklin County financial reporting entity because:

- MORPC is a separate legal entity, established under Section 713.21 of the Ohio Revised Code (ORC).
- Franklin County appoints 10 of 77 members of MORPC's governing board.
- MORPC is not fiscally dependent on Franklin County.
- MORPC provides services to members outside of Franklin County.

There are no agencies or organizations, which could be considered potential component units of MORPC. Franklin County has contracted with MORPC to perform selected administrative functions for the U.S. Department of Housing and Urban Development Community Development Block Grants for which Franklin County is the grantee. MORPC has established separate and distinct books and records to provide a detailed accounting for the grants. Only the revenue and expenses, which directly relate to MORPC as a subcontractor to Franklin County, are included in the accompanying financial statements.

MORPC's mission is summarized as follows:

A voluntary association of 41 local governments in Franklin and nearby counties, MORPC's mission is to assist its membership in addressing regional issues through providing planning, capital improvements programming and management assistance, increasing federal and state revenues to meet needs of local governments, and decreasing federal and state "red tape." The Commission's many purposes include:

1. *Providing an **intergovernmental forum and process** for regional issues such as traffic congestion, electric deregulation, affordable housing and farmland preservation;*
2. *Providing **planning/programming/brokering** services in areas of transportation, water and sewer, housing, land use and zoning that directly impact community and economic development;*
3. *Building **public/private partnerships** to improve communications and better serve local governments;*
4. *Maintaining a **regional database** and forecasting economic and demographic trends;*
5. *Developing and implementing regional **economic development strategies**;*
6. *Providing **management assistance** to local governments;*
7. *Working to **implement and maintain eligibility** for federal and state programs;*
8. ***Mediating problems and facilitating solutions** for major economic development and governance issues; and*
9. ***Monitoring, sponsoring and influencing state and federal legislation.***

MORPC also plays an important role in promoting cooperation and building unity among its constituents, serving as a forum for state and local governments on regional issues, and helping to advocate local governments' interests and needs on the federal and state levels. MORPC continues to recognize and encourage public/private cooperation on a regional basis, and works to build consensus, sound planning practices and realistic decision-making for the future.

The work program is fully documented in formally adopted semiannual performance/goals/budget reports and monthly goals reports.

MAJOR INITIATIVES, OPPORTUNITIES AND CHALLENGES

The Mid-Ohio Regional Planning Commission is continuing several initiatives in the face of significant challenges.

- MORPC's initiative to "build regionalism" in Mid-Ohio continued with the adoption by 30 local governments and other regional organizations of the "Regional Pledge". The pledge starts with an acknowledgement that the people who live and work in the Mid-Ohio area form a single community and are bound together physically, economically and socially. The pledge further acknowledges and respects each community's uniqueness and values that diversity (see page 20 for full text of the Regional Pledge).
- MORPC continues its initiative to nurture the Central Ohio First Suburbs coalition, which included a successful education breakfast for candidates for public office. MORPC continues its initiative to bring together and inform planning officials from around the region. Over 200 Mid-Ohio planning board members and local government officials participated in the third annual Planning and Zoning Workshops, sponsored by MORPC, the Central Ohio Regional Forum and the Ohio Planning Conference.
- MORPC's leadership on "Environmental Justice" was rewarded with a special commendation by the Federal Highway Administration. Our Watercourse Protection and Scenic Byways Model Ordinance won the PlanIt Columbus 2000 award for excellence in planning.
- MORPC is positioned with excellent opportunities to have a real impact on the quality of life in the region. Our role as a catalyst and coordinator to bring the Central Ohio Regional Transportation Center (CORTRAN) into operation is demonstrating MORPC's ability to nurture regional collaboration with very significant potential benefits.

In partnership with COTA, we have the opportunity to plan for bringing light rail technology to the region with all the benefits that would result.

- MORPC's role as a regional forum for community leaders to come and discuss difficult, challenging and complex issues continually generates opportunities.
- At this juncture MORPC also has significant challenges to go along with its initiatives and opportunities. MORPC's budget is in the process of absorbing a ten percent loss in funding and staff due to the Franklin County Commissioners decision to take in-house planning and Community Development Block Grant work, which MORPC had been performing under contract. We are therefore, challenged over the next year to find additional financial resources.
- MORPC is also challenged to assist its members in dealing with the intergovernmental and economic issues surrounding annexation reform legislation. This is particularly difficult since the member governments are polarized on the issue.

MAJOR ACCOMPLISHMENTS OF 2000

Goal 1 - Involve members in federal and state activity and public policy consequences.

U.S. DOT certified Mid-Ohio Regional Planning Commissions' MPO transportation planning process as one of the best in the Midwest. MORPC was commended for innovative steps taken in the areas of environment, emphasis on non-highway modes and environmental justice.

MORPC met with the Ohio Coalition for Equitable Annexation members (OCEA), city of Columbus, commercial and industrial developers, Ohio Homebuilders Association, Ohio Realtors Association, The Limited, and several key developers in the region to draft compromise language for SB289 – annexation bill.

MORPC assisted the Greater Columbus Chamber of Commerce with organizing the Regional Development Forum and secured attendance of 300 key public officials and business leaders from mid-Ohio.

MORPC organized and coordinated a VIP breakfast for candidates running for Congressional and Ohio General Assembly seats. This forum focused on MORPC resources available for public policy decisions.

Goal 2 - Initiate community partnerships to bring a strong, intergovernmental perspective to issues affecting mid-Ohio, develop strong regional networks, and encourage community participation.

The Central Ohio Regional Forum (CORF) met at Gahanna Creekside in August to listen to an informative program on economic development, including E-Com Ohio, Greater Columbus Chamber of Commerce initiatives and the Gahanna Riverfront Development. Also, City of Columbus Mayor Mike Coleman addressed regional issues at an informative CORF Forum on December 18, 2000.

Under the leadership of members from several committees, MORPC staff worked diligently to respond to the presidential executive order on environmental justice. This report was prepared on time for certification. It was a pioneering effort in addressing the complex social issue promoting an improved quality of life for all segments of the population emphasizing mobility for its citizens.

The televised celebration of MORPC's 10,000th WarmChoice home resulted in 250 phone calls that produced 160 applications for weatherization services.

As of this date, 30 cities, counties and other entities have adopted the MORPC Regional Pledge.

Mid Ohio Regional Planning Commission Director, Bill Habig, began to serve as a board member and development chair of Downtown South Business Association and as chair of the Council of Downtown Districts.

The Stormwater Standards Report on the Darby Watershed Task Force was completed after months of dedicated work by task force members and consultants.

The Pleasant Township Comprehensive Plan was given public review in October at three open houses with about 40 citizens attending.

The Norwich Township Redevelopment Plan held a work session for both the trustees and the steering committee.

Bill Habig, Allan Neimayer and Lil Frazier met with 16 or 17 boards of township trustees to get their views about MORPC.

Goal 3 - Facilitate and report on the flow of state and federal funds to the mid-Ohio region for capital infrastructure improvements and planning and administrative support.

MORPC submitted thirty applications for Round 15 of the State Capital Improvements Program (SCIP/LTIP) for \$51 million. Allocations of \$10.4 to SCIP and \$5.5 to LTIP were made. The largest application the district has ever received was from the Franklin County Engineers/City of Columbus for the Lane Avenue Bridge project at \$10.9 million.

ODOT informed Columbus a study on the FMS must be completed before it could compete for funding; the Airport Authority deferred to the CDMS projects. Consequently, MORPC and the Chamber both revised their priorities to the following: (1) SR 161 at I-270 and Sunbury Road, (2) International Gateway at Stelzer Road, (3) US 33 SE, (4) SR 161 NE.

MORPC's Transportation Enhancement Program Committee rated and ranked 20 projects after visiting eight project sites. The committee recommended fully funding eight applications and partially funding three. This was approved in November.

MORPC participated in the historic opening of the Sawmill Road/I-270 Single Point Urban Interchange – the first of its kind in Ohio.

Full use of the widened eight-lane north outerbelt began November 30, 2000. MORPC staff began seeking funds for this in 1991.

Goal 4 - Enhance the mobility of people and goods throughout the mid-Ohio region.

A site in the ODOT West Broad Complex was chosen as a center for CORTRAN. This consensus was reached by the stakeholders; COTA, ODOT, Franklin County, and the City of Columbus.

MORPC staff completed a draft thoroughfare plan for Franklin County and circulated it to all affected public agencies.

Fast Trax, an advisory group consisting of citizens, civic groups and other organizations in the north corridor, was formed and met at least four times during year 2000 to advise on the progress of the north corridor's Guideway Transit Study.

The bikeway plan was approved.

MORPC refocused the rideshare program (renamed Ride**Solutions**) to emphasize customer service, partnerships with employers and social service agencies. Also new projects were targeted including the Circle of Opportunity breakfasts.

MORPC received a commendation for ridesharing program excellence from ODOT in the Transportation triennial MPO recertification process.

Regional land use forecasts were developed, reviewed and completed for the 2025 Transportation Plan.

The Highway Costs of Growth study was completed at the end of 1999 was distributed to communities this year.

Goal 5 - Encourage economic development and opportunity through infrastructure planning and coordination, development planning and technical assistance.

At the request of the Franklin County's economic and community development director, we completed compliance reviews of all agreements before transferring this work to the county.

The state of Ohio, through ORDC, decided not to pursue the Cleveland/Columbus passenger rail option. In lieu of this, new leadership in ORDC decided to pursue a 3-C (Cleveland/Columbus/Cincinnati) passenger/premium freight rail option. MORPC is leading a study of the market and economic impact for such an option.

Goal 6 - Improve the quality of life for residents of our member communities by increasing the supply of affordable housing and opportunities for home ownership, promoting jobs and economic opportunity, reducing homelessness, and promoting fair housing.

Franklin County issued two bonds recommended by the Housing Advisory Board, which is staffed by MORPC. Lincoln Park West I and II will finance the purchase and rehabilitation of 476 apartments on the west side of Columbus; Golfe Point Apartments will construct 228 new apartments on the far west side of Columbus.

MORPC's work with National Church Residences using Franklin County HOME funds for their new senior housing project in Dublin resulted in a HUD 202 capital grant.

The 12-unit apartment project in Bexley sponsored by Community Housing Network (Friends of the Homeless) was approved by the Rebuilding Lives group. The Commissioners approved \$220,000 in home funds, administered by MORPC, for the purchase and rehabilitation of the property.

MORPC reinitiated the single-family rehab program in 2000 and committed six loans in the last half of the year.

MORPC completed six accessibility modifications for the year.

Thirteen urgent repairs have been completed for the year and funds for three more were committed.

MORPC completed 10 home repair loans to DPA recipients and committed funds for one more. For the year we sold the remaining two HOPE 3 homes and completed the program with a total of 28 homes acquired and sold to first time homebuyers from 1995 to 2000.

HOME funds have been received by 12 homebuyers for down payment assistance and funds have been committed for nine more. MORPC graduated 41 households from their Homeownership Counseling Program. Inspections and assessments were completed on 24 homes.

Since May 2000, eight CDBG FY1999 community infrastructure projects were completed and seven out of nine CDBG FY2000 projects were put under contract

Staff developed Ross County's FY00 CHIP application that was approved for \$500,000.

Goal 7 - Decrease energy consumption and encourage the protection of our natural environment through residential energy conservation and preservation and enhancement of greenways and other natural resources.

The Greenways Steering Committee's most important activity has been learning about the deficiencies of enforcement of erosion and sediment controls at commercial and residential construction sites.

MORPC held a very successful workshop on the model watercourse protection ordinance. Staff provided technical support to the Northeast Area Commission on the designation of Sunbury Road as a scenic byway. Columbus is expected to consider a zoning overlay that will provide a 120-foot stream bank buffer on all major streams.

Home Weatherization Assistance Program Staff (HWAP) inspected 60 and weatherized 72 homes.

Warm Choice Staff inspected 108 housing units, weatherized 176 and repaired or replaced 208 heating units.

Goal 8 - Enhance the public image of MORPC with effective communication strategies.

MORPC revamped the website to make it easier to use and to make it interactive with the public by adding polls, surveys, search engines and maps. Seven MORPC members now have 20 documents on the MOAG Intergovernmental Information Center website. Those members include Columbus, Delaware, Dublin, Franklin County, Gahanna, Westerville, and Worthington.

IT & S enhanced support for its software, RESPEC and Permit Central, including setting up a forum or newsgroup, streaming video and audio training of sales aids and information. IT & S expanded the use of MIC (MORPC's International Information Center) by working with Human Resources, Finance and other departments by making all relevant agency policies and procedures available on this Intranet site.

IT & S enabled MORPC members to receive agendas and supporting materials for regional group meetings by e-mail. MORPC continues to refine e-business model for the agency to post all committee and Commission information to the website.

MORPC has established a Human Resources Job Opportunities site that both the general and public employees can utilize.

MORPC created and implemented the Central Ohio Ozone Awareness Program including ozone alert system.

Goal 9 - Provide planning services for members and stimulate, support, and track revenue generation for MORPC.

MORPC submitted four housing applications for \$25,000 each to Firststar, Fifth Third, National City and Key Banks as well as a \$100,000 proposal to the Ohio Housing Trust Fund (OHTF).

MORPC provided lead-based paint inspections/assessments to the city of Delaware.

MORPC Expanded homebuyer counseling and training services to financial institutions, community housing development organizations and the Housing Services Network. Also continued to seek funds for Greenways by writing grants.

Staff is determining how to market MORPC's management consulting expertise to nonprofit organizations and also determining whether MORPC can utilize the new Ohio Universal Service Fee Fund and Energy Conservation Revolving Fund.

MORPC is in the process of initiating and finding the funding for MORPC's Stormwater Design Manual revisions.

MORPC's billable direct labor increased by 3.6 percent over prior year, less than our rate of wage inflation. Revenue decreased by 10.0 percent. Subcontractor expenses were down \$598,400 or 42.9 percent from prior year.

MORPC recognized financial contributors in numerous ways.

Goal 10 - Incorporate GIS into services to members and increase its use in staff's daily activities.

MORPC's GIS team finished the Land Capability Cover project with Franklin County Soil and Water Conservation District. All 18 of Franklin County's quadrants have been interpreted.

MORPC worked with Franklin County, Columbus and other regions in the development of a MetaMap to Shapefile software module.

MORPC promoted an accessible regional GIS distribution facility for obtaining GIS information and services through electronic linkages such as Columbus' MetroNet fiber-optic network and the Internet. MORPC will utilize ESRI's new ARCIMS (Internet Map server) so visitors to our website will have easier access to GIS information via the Internet browser.

MORPC will continue to maintain and expand Developmental Controls for computerized records for zoning, lot split and sub-division cases. We will enter data, map and display of all housing program data from 1990 to the present. MORPC is linking weatherization and housing data for GIS mapping purposes.

Goal 11 - Improve organization and internal management.

MORPC's Finance Department has successfully completed several accounting cycles using Solomon IV and have cut in half the time necessary to generate our financial statements.

The new Version 2.5 of Permit Central was completed and sent to our current customers. This version will use Quick Reports.

MORPC's staff finished the new Windows version of Intake, Work order, WarmChoice and Reports programs.

MORPC has completed the procedure returning several planning and housing programs back to Franklin County

The Human Resources Department developed and presented a Manager/Supervisor's training session at the Franklin County offices. Sixteen people attended this all-day session. MORPC's HR Department also worked with a Human Resources consulting firm to conduct a review of MORPC's salary and compensation plan and has implemented their recommendations.

KEY GOALS FOR 2001

Goal 1 - Involve members in federal and state activity and public policy consequences.

- Participate in state and national discussions on updates to TEA-21, environmental justice, air quality and federal regulations to enhance transportation planning programming and resource allocation.
- Developing regional community aggregation as a reality for members and assist the statewide utility right-of-way coalition.
- Nurture the Ohio First Suburbs Consortium into a strong and effective grassroots entity, paying close attention to the Cincinnati region. We are also successfully encouraging legislative measures aimed at redeveloping Columbus's older neighborhoods and first ring suburbs.
- Develop an action plan for enhancing working relationships with the Ohio General Assembly and Congress based upon our legislative priorities. We are developing coalitions for support among members and associations. MORPC is building legislative support for mass transit, job access and alternative modes.
- Monitor and comment upon current legislation including eminent domain, conservation districts, annexation and farmland preservation. We promote a statewide Smart Growth network for grassroots action on policy and engage the Columbus Chamber in Smart Growth initiatives through the lens of sustainability measures.

Goal 2 - Initiate community partnerships to bring a strong, intergovernmental perspective to issues affecting mid-Ohio, develop strong regional networks and encourage community participation.

- Encourage attendance and participation at CORF meetings and encourage subcommittees to be more self-sufficient.
- Implement Darby Task Force stormwater management report within Darby watershed by local governments.
- Carry out intensive activities to market Franklin County's Lead-Safe Program and MORPC's homeownership and weatherization programs that are partially funded by Franklin County to increase service to residents outside the city of Columbus.
- Facilitate and lead the Mid-Ohio Finance Administrators (MOFA) by providing bimonthly programs on topics to be selected by membership. Increase MOFA membership.
- Continue building and strengthening coalition with the city of Columbus, COTA, ODOT and Franklin County on CORTRAN.
- Arrange for the fourth Annual Planning and Zoning Workshop (in May) for mid-Ohio planning board members and government officials.

- Prepare updated subdivision regulations for Pickaway County.
- Explore with COTA the feasibility of **RideSolutions** providing "trip planning" services as part of COTA's mobility management plans.
- Pursue regional and agency wide sustainability initiative to foster an atmosphere of experimentation, learning and openness in addressing regional issues.
- Monitor implementation language for the Ohio Environmental Bonds Initiative (State Issue 1).
- Identify funding resources and develop a model stormwater management manual that can be incorporated by local governments. This would be a continuation of the efforts of the Darby Watershed Task Force and would update the current (1970s) MORPC stormwater manual.
- Gain consensus, obtain funding and begin development of a multi-county regional plan.

Goal 3 - Facilitate and report on the flow of state and federal funds to the mid-Ohio region for capital infrastructure improvements and planning and administrative support.

- Support the District 3 Public Works Integrating Committee in preparing recommendations for project awards for Round 15 and forward them to the OPWC.
- Prepare a status report and turn over all uncompleted construction projects to Franklin County Community Development staff.
- Complete updating the TIP to SFY2002 to 2005 and ensure it is consistent with Environmental Justice principles.
- Assist in implementing the community/Columbus/ODOT/FHWA memo of agreement to enhance the Spring-Sandusky B-1 project.
- Assist members to obtain a maximum number of grants from the new State Issue 1 open space and bond issue.

Goal 4 - Enhance the mobility of people and goods throughout the mid-Ohio region.

- Through the Central Ohio Regional Transportation and Emergency Management Center (CORTRAN) feasibility study, continue consensus-building efforts that will establish an institutional integration strategy for the Intelligent Transportation Systems in mid-Ohio and ensure its conformity with the ITS national architecture.
- Work with Ohio EPA, ODOT and others to update the State Implementation Plan (SIP) to meet new air quality standards promulgated by the U.S. EPA in 1997.
- Assist COTA in updating the 1995 North Corridor MIS.
- Assist COTA and the planning committee in coordinating the mayor's congestion summit.

- Form three new vanpools and maintain current fleet of 25.
- Plan and participate in 20 employee transportation fairs.
- Prepare for the release of 2000 census data by developing database and GIS links.
- Update travel relationships in the regional travel demand forecasting models by incorporating the results of the household travel behavior survey into the new travel demand models update.
- Conclude the thoroughfare plans and update projects for Delaware County.

Goal 5 - Encourage economic development and opportunity through infrastructure planning and coordination, development planning, and technical assistance.

- Conclude the mid-Ohio regional rail study.
- Work with Greater Columbus Inland Port's Infrastructure Development Committee. Promote freight-related issues in the region such as the 3-C corridor marketing and economic development study.

Goal 6 - Improve the quality of life for residents of our member communities by increasing the supply of affordable housing and opportunities for home ownership, promoting jobs and economic opportunity, reducing homelessness, and promoting fair housing.

- Assist Franklin County to create 200 additional units of affordable rental housing through the issuance of tax-exempt bonds by Franklin County recommended by the Joint Columbus and Franklin County Housing Advisory Board.
- Assist Franklin County and the Rebuilding Lives Funders Collaborative to create 16 to 40 units of permanent supportive housing for homeless men with drug/alcohol problems.
- Rehabilitate 30 single-family homes or housing units.
- Modify 12 homes of residents with disabilities providing equipment to seven people with hearing impairments.
- Make up to 45 home repair loans to down payment assistance clients.
- Enable at least 75 households to become first-time homebuyers.
- Perform inspections and assessments of lead-based hazards of 35 units of housing.
- Implement and administer the Ross County FY2000 CHIP.
- Enable 15 families to purchase a new home through the Homeownership Program.
- Provide home repair to 20 units and make eight urgent repair grants.
- Provide deferred maintenance home repair to 20 units.

Goal 7 – Decrease energy consumption and encourage the protection of our natural environment through residential energy conservation and preservation and enhancement of greenways and other natural resources.

- Partner with Columbus Watercourse Protection Planning Group to implement citywide community education to complement public hearings for the streambank buffer zoning overlay.
- Promote no net loss of floodplain as a major objective of all communities in Franklin County. This strategy will complement Columbus' watercourse protection zoning overlay and Franklin County's stream resource protection district.
- Weatherize 561 homes.
- Provide 256 home visits.
- Provide 100 initial inspections and inspect 450 units.
- Repair or replace 350 heating units and provide 10- non-gas units.

Goal 8 - Enhance the public image of MORPC with effective communication strategies.

- Create a more interactive MORPC website by adding search capability, surveys, polls, interactive forms, threaded E-mail sessions, streamlining video and audio, more dynamic linkages with databases and map images.
- Maintain a high level of community visibility through media relations, special events and marketing techniques.
- Planned and developed all aspects of MORPC's 2001 Annual Meeting held on April 19.
- Explore MORPC's role in providing e-commerce, website development and storage for selected members.

Goal 9 – Support and track revenue generation for MORPC.

- Develop and present a three-year financial plan for MORPC, including building finances and member dues issues, to the Administrative Committee.
- Increase direct labor by a minimum of 2 percent above MORPC wage inflation.
- Market MORPC's planning expertise to member governments. Prepare and submit grants on behalf of local communities to further the development and rehabilitation of housing for low-income families.

Goal 10 – Incorporate GIS into services to members and increase its use in staff's daily activities.

- Promote the efficient use of translated auditor’s GIS data and maintain GIS data standards and a GIS data dictionary for members and others.
- Work with Transportation GIS to obtain updated GIS data for MORPC from ODOT, ODNR, Delaware and other local counties and municipalities.

Goal 11 – Improve organization and internal management.

- Continue to improve the Finance Staff’s efficiency using Solomon IV.
- Perform a feasibility study of general software royalties and develop an appropriate business pan.

ECONOMIC CONDITION AND OUTLOOK

The strong economy in central Ohio is anchored by the City of Columbus, which is the only major city in the northeast quadrant of the country to have grown continuously since 1970 and is the 15th largest city in the United States, per the 2000 census. The City of Columbus is one of the largest cities in the United States with an AAA bond rating from Standard & Poor’s Corporation and an Aaa rating from Moody’s Investors Services, Inc. Franklin County Also enjoys these highest bond ratings. Unemployment rates for 1998, 1999 and 2000 were as follows:

	1998	1999	2000
United States	4.5%	4.2%	4.0%
Ohio	4.3%	4.3%	4.1%
Central and south-central Ohio	2.7%	2.7%	2.5%

The employment outlook for central and south central Ohio has been and remains better than the state and the nation as a whole despite the current economic slowdown. In fact, labor shortages are occurring in Franklin, Madison, Fairfield, and Delaware Counties.

Interest in membership is continuing to be expressed by other governments, indicating prospects for further geographical growth. Total membership remains at 41 local governments. Revenue from federal contracts accounted for 55.9 percent of MORPC’s 2000 total revenue. Federal revenues are expected to remain stable in the future as additional energy conservation grants have offset lost Community Development Block Grants (CDBG).

As previously mentioned in this transmittal letter, MORPC's budget has suffered the loss and reduction in contract work for Franklin County in the areas of planning and CDBG. The county commissioners' decision to do this work in-house rather than contract with MORPC will reduce MORPC's budget by roughly \$762,000 or 10% when fully phased in. Additional energy conservation grants are partially offsetting those lost revenues.

Revenues from contracts with utility companies are expected to be stable in the near term. MORPC's total 2000 revenue was \$6,978,229 and the 2001 operating budget is \$7,638,500, which is a 9.5 percent increase.

FINANCIAL INFORMATION

DISCUSSION OF CONTROLS: MORPC adopts its annual appropriated budget in December for the following year and makes a mid-year revision each July. Budgetary control is maintained using the following appropriation accounts:

- Personal service
- Materials and supplies
- Services and charges
- Capital outlays
- Debt service
- Other financing uses

A more detailed level within each appropriation is accounted for and reported internally and at the Administrative Committee level. The budget and appropriations are adopted by resolution of the MORPC Commission. The Commission has delegated to its Administrative Committee the authority to transfer amounts among the appropriation accounts within the total appropriated. The Administrative Committee must report any such actions at the next Commission meeting.

MORPC operates like a consulting business, with over 90 percent of its revenue received under actual cost reimbursement contracts or the fixed price, non-profit home weatherization contracts. As a result of this funding structure, MORPC accounts for its operations as a single enterprise fund, following generally accepted accounting principles (GAAP) on the accrual basis. The budget is also developed on the GAAP basis and is detailed in six-month periods by each contract or other source of funds, and includes only those amounts estimated to be earned during the budget period. MORPC's computerized financial information system performs budgetary control and activity-based cost accounting in order to manage the financially critical task of staying within budget for each contracted activity. GAAP financial statements and comprehensive budget-to-actual performance reports, with explanations of major variances, are presented to management monthly. The Administrative Committee authorizes each individual contract and expenditure in excess of \$49,999 if the expense is included in the current budget. For contracts or expenditures not included in the current budget, the Administrative Committee must authorize the item if the expense is in excess of \$20,000, and the full Commission if it is in excess of \$50,000. A myriad of financial status reports are periodically submitted to grantors according to their requirements. The county auditor also insures that all expenditures are within amounts appropriated by MORPC.

Numerous accounting and administrative controls exist to assure compliance with federal and state laws, applicable regulations such as OMB Circulars A-102 and A-87, the terms and conditions of the many contracts, as well as the Commission's own adopted policies and procedures, which are systematically reviewed and updated. The auditors' report on accounting and administrative internal controls begins on page 47 of this report and discloses no condition considered to be a material weakness.

PROPRIETARY OPERATIONS: As discussed above, MORPC is a governmental nonprofit voluntary association of local governments, operating like a consulting business and treated as a single enterprise for accounting, budgetary and financial presentation purposes.

It is MORPC's policy that user fees be charged to organizations and individuals who contract for or request the services and products of MORPC staff. The user fees are established and calculated on a 100 percent actual cost recovery basis, including capital costs, in conformance with MORPC's activity-based, federally-negotiated, organization-wide cost allocation plan.

Members participate in the funding of MORPC on a per-capita basis at rates determined by the MORPC board each July. Members' per-capita fees totaled \$511,635 in 2000 with \$427,848 used in the operating budget and \$83,787 restricted for capital building expenditures. Other revenues flow from contracts for specific services to be rendered on an actual cost basis with no provision for profit. Costs are allocated in accordance with policies and procedures specified by OMB Circular A-87 using a single organization-wide cost allocation plan for which U.S. Department of Transportation is the oversight agency. MORPC received \$3,901,036 or 55.9 percent of its 2000 revenue, from federal sources under actual cost reimbursement contracts directly with the federal government or indirectly under contracts with third parties, principally Franklin County and the State of Ohio.

The following is a summary of comparative results of operations and the 2001 budget.

	1999 Actual	2000 Actual	2001 Budget
Revenue:			
Federal contracts	\$ 4,101,941	\$ 3,901,036	\$ 4,627,200
State contracts	217,174	245,164	257,600
Member's per-capita fees	382,637	427,847	429,600
Utility contracts	1,389,518	1,029,687	1,116,000
Other local contracts	952,740	1,171,831	974,100
Foundation/Corporate Contributions	139,196	86,438	98,000
Sale of Hope 3 properties	297,937	116,226	136,000
	<hr/>	<hr/>	<hr/>
Total Revenue	\$7,481,143	\$6,978,229	\$7,638,500
Expenses:			
Salaries and benefits	3,939,083	4,208,418	4,205,600
Consultants and subcontracts	1,681,736	1,193,340	1,807,000
Depreciation	195,487	203,657	181,600
Other expenses	1,334,981	1,243,476	1,314,300
Cost of sales – Hope 3 properties	297,937	116,226	136,000
	<hr/>	<hr/>	<hr/>
Total Expenses	\$7,449,224	\$6,965,117	\$7,644,500
Operating income	\$31,919	\$13,112	\$(6000)
Depreciation on contributed assets	13,008	24,761	24,800
Increase in retained earnings	<u>\$ 44,927</u>	<u>\$ 37,873</u>	<u>\$ 18,800</u>
Capital expenditures	<u>\$ 254,834</u>	<u>\$ 182,725</u>	<u>\$ 477,900</u>

MORPC completed 2000 operations with a net increase in retained earnings of \$37,873. Members' per-capita fees of \$427,848, used in the operating budget, were leveraged by a factor of 16.3 to 1 to bring in total revenues of \$6,978,229. Total federal revenue decreased \$200,905, or 4.9 percent primarily due to the completion of a one-time transportation study (Household Origin - Destination Survey). Utility company revenue also decreased by 25.9 percent, but will rebound in 2001. Total staff salaries and benefits increased by \$269,335 or 6.8 percent over the prior year. Services-subcontracts expense decreased by \$488,396 or 29% related to the completion of the Household Origin-Destination Survey. Overall, 2000 operating revenue decreased \$502,914 or 6.7 percent from the prior year. Revenue is budgeted, however, to increase by \$660,271 or 9.5 percent in 2001.

The most significant variance from budget was in **Total Operating Revenue**, which was \$716,871 or 9.3% under the budget of \$7,695,100. The following programs were under budget by \$150,000 or more:

	Amount Under
Sale of HOPE 3 Homes	\$196,500
Columbia Gas WarmChoice	\$178,300
Home Weatherization Assistance	\$213,300
Subtotal	\$588,100

Funding for the above programs was under contract and available to be earned. Staffing levels, however, were lower than available direct labor budgets and subcontractor work was lower than anticipated in these programs, resulting in earned revenue below budget.

Capital Expenditures for equipment, vehicles and software systems in 2000 totaled \$144,681 of which \$44,010 was funded by grantors (contributed capital). Total depreciation expense was \$203,657 and net capital assets at year-end, excluding HOPE 3 properties, were \$460,072. Actual Capital Expenditures in 2000 were significantly below the appropriated amounts as several acquisitions were delayed.

MORPC's cash position decreased from \$1,309,568 to \$1,201,484 at year-end due to an increase in accounts receivable caused by a transition to a new accounting system. MORPC's overall financial position improved as net assets increased \$138,457 or 9.4 percent over prior year-end.

BUILDING LEASE: MORPC leases an office building from Franklin County under a cancelable operating lease requiring rental payments sufficient to meet the principal and interest payments necessary to retire debt issued by Franklin County to finance the cost of the office building. Rental expense under the lease was \$45,712 in 2000 and will decline through 2001, at which time MORPC will have the option to purchase the building for \$1. Prepayments of building rent earn interest income, which defrays MORPC's future rent expense. MORPC had prepaid rent of \$344,258 at December 31, 2000. Since occupying the building in 1982, MORPC has made leasehold improvements totaling \$347,737. An additional \$450,079 has been paid to Franklin County under the lease in anticipation of future improvements. A subcommittee has been appointed to review MORPC's space needs, including a possible building expansion and extension of the lease. More details regarding this significant lease can be found in other sections of this report.

TRUST for benefit of MORPC - HOPE 3: A trust for the benefit of MORPC was created in 1995 to hold title to homes and otherwise facilitate the implementation of the federal "Home Ownership for People Everywhere" (HOPE 3) program. Assets totaling \$712,937 (including one home site), at December 31, 2000 were held by the trustee, are controlled by MORPC and have been included on MORPC's balance sheet. Mortgage notes receivables of \$410,166 are however, expected to be forgiven over time. One home was sold for a total of \$116,226 during 2000. A pre-fabricated home will be placed on the remaining lot and sold in 2001, at which time the program will be near its conclusion.

CASH MANAGEMENT: As required by Ohio Revised Code Section 713.21, MORPC deposits all receipts with the Franklin County treasurer. Disbursements are made by the Franklin County auditor, based upon vouchers presented by MORPC. As part of the federal HOPE 3 program, Firststar Bank held \$276,786 in trust for the benefit of MORPC. MORPC has no other cash accounts and does not receive interest income on its cash balances.

RISK MANAGEMENT: A schedule of insurance policies covering identifiable risks is provided on page 59 through 60. Claims and losses have been relatively insignificant. MORPC does not engage in risk financing activities where it retains the risk, i.e., self-insurance.

INDEPENDENT AUDIT: The financial statements are presented annually for independent audit in accord with Ohio Revised Code Section 115.56 and OMB Circular A-133. The report of the independent auditors, KPMG LLP, is included in the financial section of this report and is unqualified.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING:

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Mid-Ohio Regional Planning Commission for its comprehensive annual financial report for the fiscal year ended December 31, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Mid-Ohio Regional Planning Commission has received a Certificate of Achievement for the last twelve consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS: The timely preparation of this report could not have been accomplished without the cooperation and dedicated services of Carl R. Styers, CPA, MORPC Accounting Manager and KPMG LLP, the independent auditors. We would like to express sincere appreciation to all those who assisted and contributed to its preparation. Appreciation is also extended to the MORPC Administrative Committee and officers for their interest and support in planning and conducting the financial operations of MORPC in a responsible and professional manner.

Respectfully submitted,

William C. Habig, Executive Director

Charles J. Olimpio, Jr., CGFM, Finance Director



Regional Pledge

PREAMBLE:

We acknowledge that the people, who live and work in the mid-Ohio area, form a single community and are bound together physically, economically and socially. We further acknowledge and respect each community's uniqueness and value that diversity.

WE PLEDGE:

- To encourage and support a spirit of cooperation among local governments in a manner that will protect the rights of the individual local governments.
- To involve neighboring communities in developing plans and to share those plans with the entire regional community when adopted.
- To plan for redevelopment and future development so that:
 - a. Transportation systems can meet future needs.
 - b. Adequate street, utility, health, educational, recreational and other essential facilities can be provided as growth occurs.
 - c. The needs of agriculture, business and industry are recognized.
 - d. Safe and healthful surroundings in residential and commercial areas are provided.
 - e. Historical, cultural values and critical natural resources are preserved.
 - f. There is an efficient and economical use of public funds.
 - g. Reinvestment can occur in mature communities.
- To actively participate in a regional planning process and to guide the unified, far-reaching development of the region.
- To support and promote concerted action (collaboration) among the local governments for their mutual benefit and for the welfare of the region as a whole.
- To join and cooperate with other communities to ensure the efficient delivery of public services for the health, safety and general welfare of all citizens in the region.
- To identify areas where regional solutions, principles and approaches can serve all communities regardless of community demographics, boundaries, diversity or differences.
- To encourage collaborative economic development initiatives within the region.

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

Mid-Ohio Regional Planning Commission

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

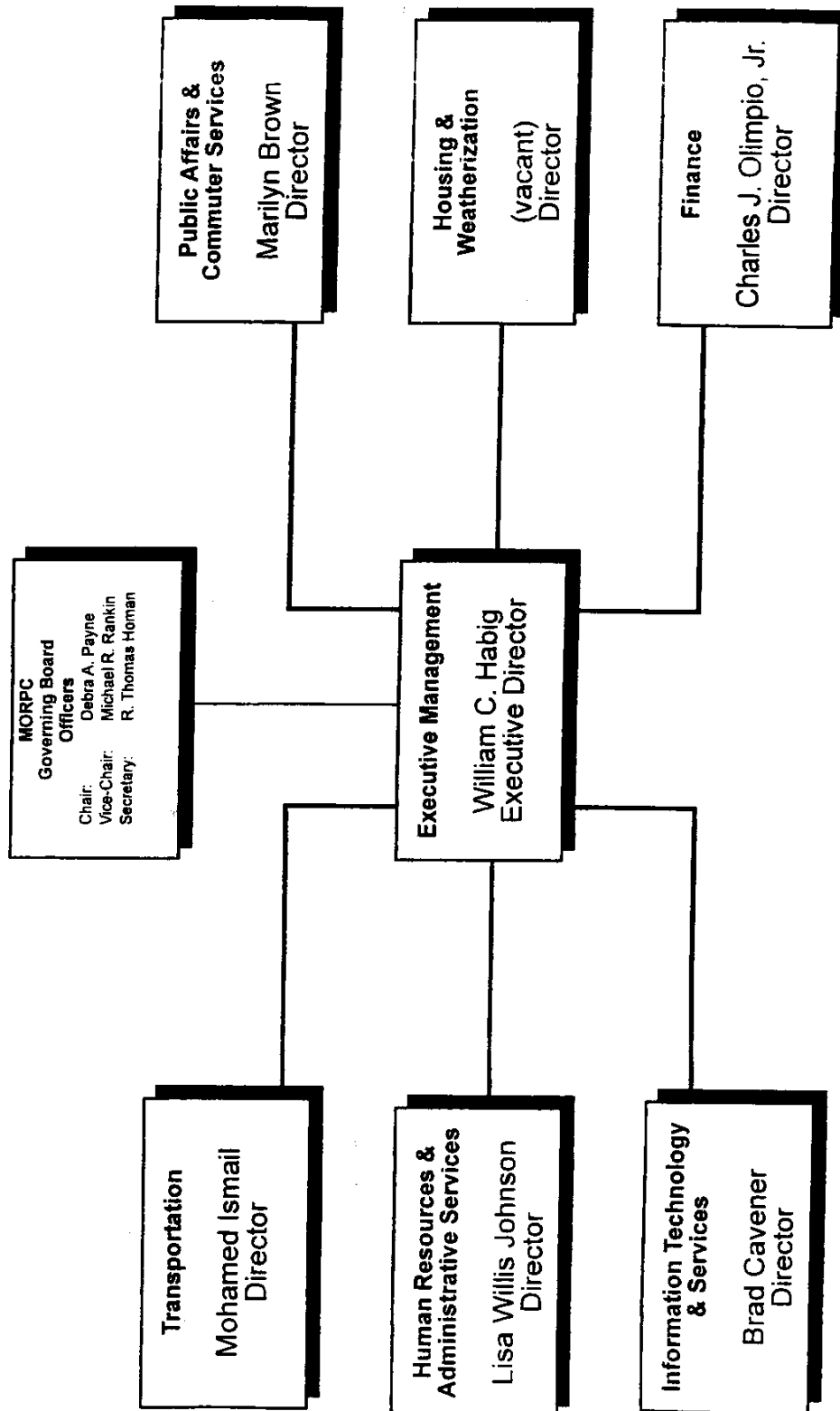
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Anne Spray Kinsey
President

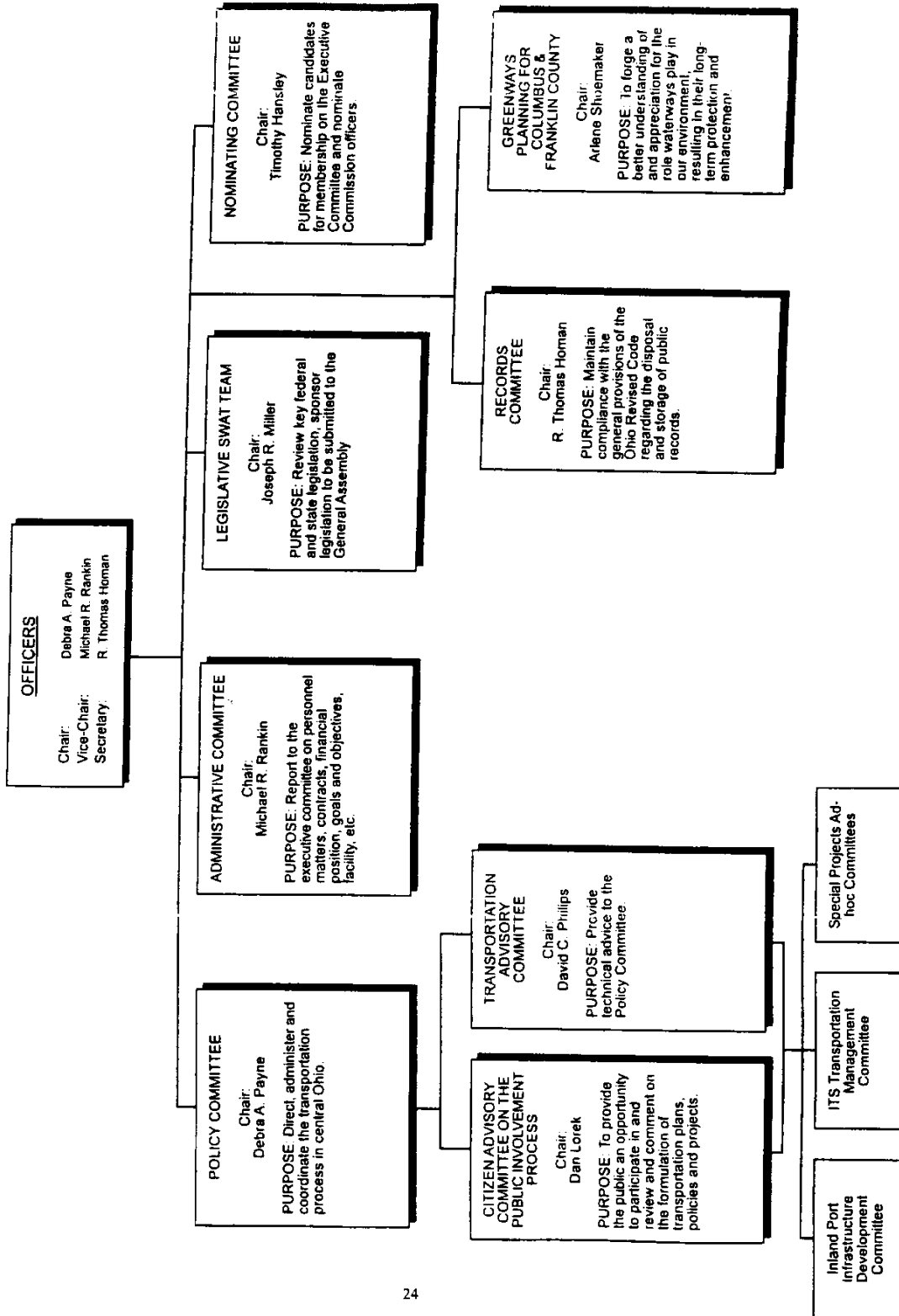
Jeffrey L. Esall
Executive Director

MID-OHIO REGIONAL PLANNING COMMISSION
Organizational Chart - Staff
As of December 31, 2000



MID-OHIO REGIONAL PLANNING COMMISSION

As of December 31, 2000



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II. FINANCIAL SECTION



Two Nationwide Plaza
Columbus, OH 43215-2577

Telephone 614 249 2300
Fax 614 249 2348

Independent Auditors' Report

The Members
Mid-Ohio Regional Planning Commission:

We have audited the accompanying balance sheets of Mid-Ohio Regional Planning Commission (MORPC) as of December 31, 2000 and 1999, and the related statements of revenues, expenses and changes in retained earnings, and cash flows for the years then ended. These financial statements are the responsibility of MORPC's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of MORPC as of December 31, 2000 and 1999, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying additional information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of MORPC. The additional information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole. We did not audit the introductory and statistical sections listed in the table of contents and, accordingly, we do not express an opinion on them.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 14, 2001 on our consideration of MORPC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the result of our audit.

KPMG LLP
Columbus, Ohio
June 14, 2001

MID-OHIO REGIONAL PLANNING COMMISSION

Balance Sheets

December 31, 2000 and 1999

Assets	2000	1999
Cash deposits	\$ 1,201,484	1,309,568
Accounts receivable:		
Federal grants and contracts	423,030	302,921
State, local and utility company grants and contracts	258,814	126,627
Other	—	29,233
	<u>681,844</u>	<u>458,781</u>
Prepaid rent	344,257	304,159
Other prepaid expenses	56,752	72,171
Cash – board restricted for building lease	450,079	378,342
HOPE 3 program:		
Mortgage notes receivable	410,166	367,592
Real estate held for resale	25,985	105,208
Property and equipment, net	<u>460,072</u>	<u>519,540</u>
Total assets	<u>\$ 3,630,639</u>	<u>3,515,361</u>
Liabilities and Equity		
Accounts payable	\$ 249,533	174,551
Accrued liabilities:		
Payroll and fringe benefits	230,965	317,212
Vacation and sick leave	<u>518,289</u>	<u>378,240</u>
	<u>749,254</u>	<u>695,452</u>
Unearned grant and contract revenue:		
HOPE 3 Implementation Grant	681,775	540,981
Federal grants	70,098	256,754
State, local and utility company grants and contracts	<u>187,675</u>	<u>245,924</u>
	<u>939,548</u>	<u>1,043,659</u>
Capital lease obligation	<u>80,884</u>	<u>128,737</u>
Total liabilities	<u>2,019,219</u>	<u>2,042,399</u>
Equity:		
Contributed capital	918,436	817,851
Retained earnings	<u>692,984</u>	<u>655,111</u>
Total equity	<u>1,611,420</u>	<u>1,472,962</u>
Total liabilities and equity	<u>\$ 3,630,639</u>	<u>3,515,361</u>

See accompanying notes to financial statements.

MID-OHIO REGIONAL PLANNING COMMISSION

Statements of Revenues, Expenses and Changes in Retained Earnings

Years ended December 31, 2000 and 1999

	2000	1999
Revenues:		
Governmental:		
Federal grants and contracts	\$ 3,901,036	4,101,941
Nonfederal:		
Members' per capita fees	427,847	382,637
State grants and contracts	245,164	217,174
Local contracts and other	1,171,831	952,740
	1,844,842	1,552,551
Sale of HOPE 3 properties	116,226	297,937
Foundations/corporate contributions	86,438	139,196
Utility company contracts	1,029,687	1,389,518
Total revenue	6,978,229	7,481,143
Expenses:		
Salaries and benefits	4,208,418	3,939,083
Consultants and subcontractors	1,193,340	1,681,736
Cost of sales of HOPE 3 properties	116,226	297,937
Other services	435,271	388,864
Rent and utilities	178,981	204,429
Materials and supplies	217,752	300,175
Printing	66,760	65,145
Travel	79,079	73,254
Depreciation	203,657	195,487
Advertising	84,463	145,085
Other	181,170	158,029
Total expenses	6,965,117	7,449,224
Net income	13,112	31,919
Add: Depreciation on contributed assets	24,761	13,008
Net increase in retained earnings	37,873	44,927
Retained earnings, beginning of year	655,111	610,184
Retained earnings, end of year	\$ 692,984	655,111

See accompanying notes to financial statements.

MID-OHIO REGIONAL PLANNING COMMISSION

Statements of Cash Flows

Years ended December 31, 2000 and 1999

	2000	1999
Cash flows from operating activities:		
Net income	\$ 13,112	31,919
Adjustments to reconcile net loss to cash provided by operating activities:		
Depreciation	203,657	195,487
Changes in assets and liabilities:		
Accounts receivable	(223,063)	241,204
Prepaid rent	(40,098)	(22,016)
Other prepaid expenses	15,419	(18,303)
HOPE 3 program	36,649	219,859
Accounts payable	74,982	(164,461)
Accrued liabilities	53,802	(37,160)
Unearned grants and contract revenue	(104,111)	3,594
Total adjustments	17,237	418,204
Net cash provided by operating activities	30,349	450,123
Cash flows from capital and related financing activities:		
Additions to property and equipment	(102,631)	(68,140)
Proceeds from sale of fixed asset	—	2,595
Payments on lease obligation	(47,853)	(46,125)
Member contributions	83,788	75,197
Net cash used in capital and related financing activities	(66,696)	(36,473)
Increase in cash deposits	(36,347)	413,650
Cash deposits, beginning of year (including \$378,345 and \$307,174 in cash – board restricted for building lease at January 1, 2000 and 1999, respectively)	1,687,910	1,274,260
Cash deposits, end of year (including \$450,079 and \$378,342 in cash – board restricted for building lease at December 31, 2000 and 1999, respectively)	\$ 1,651,563	1,687,910
Supplemental Information		
Noncash activities:		
Contributions of equipment	\$ 44,011	74,291

See accompanying notes to financial statements.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(1) Organization and Summary of Significant Accounting Policies

(a) Organization

The Mid-Ohio Regional Planning Commission (MORPC) was created in December 1969 as the successor to the Franklin County Regional Planning Commission under authority granted by state statute. MORPC is a regional planning agency composed of representatives from political subdivisions in and around Franklin County, Ohio. These representatives gain membership in MORPC by satisfying certain eligibility and conditional requirements. MORPC serves communities in central and south-central Ohio by supervising, monitoring and performing planning activities affecting the present and future environmental, social, economical and government characteristics of the region. MORPC is not subject to federal or state income taxes.

In accordance with Government Accounting Standards Statement No. 14, The Reporting Entity (the Statement), MORPC is not considered part of the Franklin County (the County) financial reporting entity:

- MORPC is a separate legal entity, established under Section 713.21 of the Ohio Revised Code (ORC).
- The County appoints only 10 of 77 members of MORPC's governing Board.
- MORPC is not fiscally dependent on the County.
- MORPC provides services to members outside of the County.

There are no agencies or organizations for which MORPC is considered the primary government. Accordingly, MORPC, including the Hope 3 Trust (see note 1(l)), is the sole organization of the reporting entity.

(b) Basis of Accounting

In accordance with accounting principles generally accepted in the United States of America for governmental entities such as MORPC, an enterprise fund is used to account for operations since they are financed and operated in a manner similar to private business enterprises. The intent of MORPC is to recover costs of the services provided to its members, the federal government, the state and all other contracting organizations on an actual cost reimbursement basis, with no provision for profit. The enterprise fund is accounted for on the accrual basis of accounting, using a flow of economic resources measurement focus. Revenue is recognized in the period earned and expenses are recognized in the period incurred. The financial statements include both MORPC and the Hope 3 Trust, a blended component unit, which was established principally for the purpose of holding title to certain real estate for MORPC.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(c) Revenue Recognition

Revenue is derived from federal, state, county and local funding, as well as foundations, corporations and utility company contracts. MORPC members are charged an annual fee on a per-capita basis as determined by the Commission pursuant to the Articles of Agreement of MORPC. In addition, MORPC receives federal grants which includes amounts from the Department of Housing and Urban Development, the Federal Transit Administration, the Federal Highway Administration (in conjunction with the Ohio Department of Transportation), the U.S. Department of Energy and the U.S. Department of Health and Human Services (in conjunction with the Ohio Department of Development).

Revenues are recognized in the statements of revenue, expenses and changes in retained earnings when earned, on a percentage of completion basis. Funds received for which applicable services have not been performed are recorded as unearned grant and contract revenue in the balance sheets.

(d) Property and Equipment

MORPC capitalizes at cost all purchased property and equipment greater than \$1,000. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from three to six years. Leasehold improvements are amortized over the lesser of the useful life of the asset or term of the lease. Donated property and equipment is recorded at fair market value on date donated. Upon sale or disposition of property and equipment, the cost and related depreciation are removed from the accounts and any gain or loss is recognized.

(e) Cash Deposits

As required by ORC Section 713.21, MORPC must deposit all receipts in the Franklin County Treasury. The County Treasurer maintains a cash and investment pool used for all County Treasury activities. MORPC has no other cash deposits or investments and does not receive interest on its cash balances held in the County Treasury.

Pursuant to ORC Section 135.181, the County's deposits are covered by collateral held by third-party trustees in collateral pools securing all public funds on deposits with specific depository institutions. There is no regulatory oversight for the pool. A portion of the deposits is held in the County's name in non-interest-bearing demand deposit accounts in institutions with branches in Franklin County. A portion of the deposits is in time certificates of deposit registered in the County's name and is held by the County.

Statement No. 3 of the Governmental Accounting Standards Board (GASB) requires that all deposits be classified as to custodial risk.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

The following custodial risk categories are used:

1. Insured or collateralized with securities held by the entity or by its agent in the entity's name.
2. Collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name.
3. Uncollateralized, including any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity's name.

MORPC's deposits with Franklin County have carrying amounts and bank balances of \$1,374,757 and \$1,436,152 at December 31, 2000 and 1999, respectively, and are not required to be categorized based on the nature of the deposits. Franklin County's deposits of MORPC funds are held by third-party trustees pursuant to ORC Section 135.181, in collateral pools securing all public monies on deposit with specific depository institutions. The fair value of the position in this external investment pool is the same as the value of the pool shares. MORPC's deposits relating to the HOPE 3 Trust are classified in category 3 and the carrying amounts are \$276,806 and \$251,758 at December 31, 2000 and 1999, respectively. The bank balances are \$280,879 and \$250,856 at December 31, 2000 and 1999.

(f) Investments

The ORC does not provide MORPC the power to make or hold investments other than the non-interest-bearing deposits in the Franklin County Treasury explained above.

(g) Contributed Capital

The changes in MORPC's contributed capital account were as follows:

<u>Sources</u>	<u>2000</u>	<u>1999</u>
Beginning balance	\$ 817,851	681,371
Contributing sources:		
Members' per capita dues	83,788	75,197
Fixed assets acquired by grants, restricted for capital acquisitions	41,558	74,291
Depreciation on fixed assets acquired by grants, restricted for capital acquisitions	<u>(24,761)</u>	<u>(13,008)</u>
Ending balance	<u>\$ 918,436</u>	<u>817,851</u>

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(h) Budgetary Accounting

The accounting principles employed by MORPC in its budgetary accounting and reporting are the same as those used to present financial statements in accordance with generally accepted accounting principles. Outlined below are the annual procedures MORPC follows to establish the expense budget data.

- In December, the Finance Director develops a comprehensive operating and capital budget for the following calendar year with detailed estimated revenue and expenses by source for each half calendar year. Detailed direct and indirect cost allocations by grant are included. This budget, including appropriations, is presented to MORPC's Administrative Committee of the Board for review and then submitted to the full MORPC Board for adoption.
- MORPC appropriates at the major account level which includes salaries, fringe benefits, employer share of Public Employees Retirement System, Medicare tax, unemployment compensation, materials and supplies, services and charges, and capital expenditures. The Administrative Committee can approve transfers among the appropriation accounts within the total appropriated by MORPC, which is the legal spending limit.
- In May, the federal transportation planning work program is submitted along with contract applications for federal planning funds for the next July through June fiscal year. The cost allocation plan is also submitted for negotiation at this time.
- In July, following federal approval of the planning work program and cost allocation plan, MORPC's calendar year budget and appropriations are revised by the Finance Director, reviewed by the Administrative Committee and adopted by MORPC.
- Appropriations lapse at year-end. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in conjunction with the Franklin County Auditor as an extension of formal budgetary control.
- Interim financial statements comparing budget to actual in the same level of detail as the budget are prepared monthly on the accrual basis. These statements, along with narrative variance analyses, are reviewed quarterly by the Administrative Committee.

(i) Cash Equivalents

For purposes of the statements of cash flows, MORPC considers all cash deposits held by the Franklin County Treasury as well as the HOPE 3 deposits, to be cash equivalents since they are available to MORPC upon demand.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(j) *Proprietary Accounting*

Pursuant to GASB Statement No. 20 *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, MORPC follows GASB guidance as applicable to proprietary funds and Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements.

(k) *Compensated Absences*

MORPC employees are granted annual leave (vacation) and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated annual leave and vested sick leave. Sick leave vests based upon the number of hours of accumulated sick leave and years of service.

Sick leave benefits are accrued using the vesting method in accordance with GASB No. 16. An accrual for earned sick leave is reduced to the maximum amount allowed as a termination payment. The liability is based on the probability that individual employees will become eligible to receive termination payments.

MORPC allows employees to annually convert up to one years worth of unused annual leave and sick leave to cash compensation with various restrictions. The amount so converted in 2000 and 1999 was \$68,201 and \$52,418, respectively, reducing MORPC's liability.

(l) *HOPE 3 Program*

MORPC manages the Hope for Homeownership of Single Family Homes Program (HOPE 3) Program in which MORPC acquires homes with federal monies, refurbishes the homes, and then sells them to qualified buyers in exchange for mortgage notes. In accordance with the mortgage note, a percentage of the mortgage note is forgiven as long as the owner continues to live in the home. Management expects the notes to be forgiven over time.

Real estate held for resale is stated at fair value. Real estate held for resale consists of single family homes, which are to be sold to qualifying participants under the HOPE 3 program as established by the United States Department of Housing and Urban Development.

The mortgage notes receivable represents amounts due from homeowners resulting from the sale of homes under the HOPE 3 program. These notes receivable are collateralized by second mortgages and are due upon the subsequent sale of the homes, or the amounts are forgiven pursuant to HOPE 3 guidelines. MORPC has recorded deferred revenues in amounts equal to the mortgage loans receivable. These deferred revenues represent amounts advanced by the United States Department of Housing and Urban Development to fund the HOPE 3 program. Upon forgiveness of the mortgage notes receivable such amounts will be charged against deferred revenue.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(m) Use of Estimates

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

(n) New Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has recently issued Governmental Accounting Standards Statement No. 33, *Accounting and Financial Reporting for Non-Exchange Transactions*, No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, and No. 36, *Recipient Reporting for Certain Shared Non-exchange Revenues (an amendment of GASB Statement No. 33)*. MORPC has not elected early implementation of these statements in 2000. MORPC is required to implement GASB Statement No. 33 and No. 36 by 2001 and GASB Statement No. 34 by 2004. Management is currently evaluating the impact of these statements on the results of operations and financial conditions.

(2) Cash Designated for Replacements

During 2000 and 1999, MORPC deposited monies with the Franklin County Treasury which are designated to be used for major replacements, repairs and maintenance of its leased facility, which totaled approximately \$450,079 and \$367,531 at December 31, 2000 and 1999, respectively.

(3) Property and Equipment

Property and equipment consists of the following:

	<u>2000</u>	<u>1999</u>
Leasehold improvements	\$ 347,737	346,498
Leased equipment	303,703	303,703
Furniture and equipment	850,145	745,779
Automobiles and light trucks	<u>214,532</u>	<u>176,868</u>
	1,716,117	1,572,848
Less accumulated depreciation and amortization	<u>(1,256,045)</u>	<u>(1,053,308)</u>
	<u>\$ 460,072</u>	<u>519,540</u>

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

(4) Leases

MORPC leases an office building from Franklin County under a cancelable operating lease through 2001 requiring rental payments sufficient to meet the annual principal and interest payments necessary to retire debt issued by Franklin County to finance the cost of the office building. In addition, MORPC has a purchase option exercisable during the lease term or renewal term provided that all amounts are paid on the bonds.

MORPC leases certain computers and office equipment under capital and operating leases. Future minimum payments, by year, and in the aggregate, under these leases with initial or remaining terms of one year or more, consisted of the following at December 31, 1999:

	Commitments under	
	Capital lease	Operating leases
2001	\$ 54,947	101,175
2002	27,875	-
2003	4,474	-
Total minimum lease payments	87,296	\$ <u><u>101,175</u></u>
Less amount representing interest	6,412	
Present value of minimum lease payments under capitalized lease	\$ <u><u>80,884</u></u>	

Rent expense was \$70,000 and \$100,597 for the years ended December 31, 2000 and 1999, respectively.

(5) Public Employees Retirement System

(a) Plan Description

All MORPC employees participate, through Franklin County, in the Public Employees Retirement System of Ohio (PERS) a cost-sharing, multiple-employer public employee retirement system. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code assigns the authority to establish and amend benefit provisions to the PERS Board of Trustees (Board). PERS issues a stand-alone financial report that includes the financial statements. That report may be obtained by writing to Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-466-2085 or 1-800-222-PERS (7377).

(b) Funding Policy

Plan members are required to contribute 8.5% of their annual covered salary, and MORPC is required to contribute an actuarially determined rate. The Board instituted a temporary employer contribution rate rollback for calendar year 2000. The rate rollback was 20% for state and local

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

government divisions. The 2000 employer contribution rate for local government employer units was 10.84% of covered payroll. The 1999 and 1998 rate was 13.55% of annual covered payroll. The contribution requirements of plan members and MORPC are established and may be amended by the Board. MORPC's contributions to PERS for the years ending December 31, 2000, 1999, and 1998 were \$354,000, \$409,000, and \$386,000, respectively, equal to the required contributions for each year. Required employer contributions are equal to 100% of the dollar amount billed to each employer.

(6) Other Postemployment Benefits

PERS also provides postretirement health care coverage to age and service retirees with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. As required by state statute, a portion of each employer's contribution to PERS (see note 6) is set aside for the funding of postretirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The employer contribution rate was rolled back for the year 2000. For local government employer units, the 2000 rate was 10.84% (13.55% in 1999) of covered payroll; 4.30% (4.2% in 1999) was the portion that was used to fund health care for the year. MORPC's contributions actually made to fund postemployment benefits was approximately \$140,000 in 2000 and \$127,000 in 1999.

The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS.

Summary of assumptions:

Actuarial Review – The assumptions and calculations below were based on the System's latest Actuarial Review performed as of December 31, 1999.

Funding Method – An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability.

Assets Valuation Method – All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of the unrealized market appreciation or depreciation on investment assets.

Investment Return – The investment assumption rate for 1999 was 7.75%.

Active Employee Total Payroll – An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%.

Health Care – Health care costs were assumed to increase 4.75% annually.

OPEBs are advanced funded on an actuarially determined basis. The number of active participating participants at December 31, 2000 was 401,339. \$10,805.5 million represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 1999 (the latest date information is available). The actuarially accrued liability at December 31, 1999 (the latest date information is available) and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$12,473.6 million and \$1,668.1 million, respectively.

MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Financial Statements

December 31, 2000 and 1999

The PERS Board of Trustees enacted a temporary employer contribution rollback for calendar year 2000. The decision to rollback rates was based on the December 31, 1998 actuarial study, which indicated that actuarial assets exceeded actuarial liabilities. The temporary rate rollback was 20% for local government divisions. The Board reallocated employer contributions from 4.20% to 4.30% at the beginning of 2000 to improve health care financing. The proportion of contributions dedicated to funding OPEB increased during the year for those reasons.

(7) Contingencies

Federal and state contracts are subject to review and audit by the grantor agencies or their designees. Such audits could lead to requests for reimbursement to the grantor agency for expenses disallowed under terms of the grant. There are no such claims pending and no known situations, which would lead to such a claim. In addition, based upon prior experience and audit results, management believes that such disallowances, if any, would be immaterial.

In the normal course of its business activities, MORPC, may become subject to claims and litigation relating to contract, employment or other matters. In the opinion of management, the resolution of any such claims pending would not likely have a material impact on MORPC's financial position.

(8) Risk Management

MORPC is exposed to various risks of losses related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters.

As required by state law, MORPC is insured through the State of Ohio Bureau of Workers' Compensation for injuries to its employees through the County. The County allocates the claim liability between all agencies that participate through them. MORPC's current claims liability as of December 31, 2000 and 1999, respectively, was approximately \$68,000 and \$125,000 and is included in accrued liabilities—payroll and fringe benefits balance.

MORPC has insurance for both general liability and automobile claims and hospitalization and medical benefit coverage to all of its full time employees. There were no changes in the above policies during 2000 or 1999 and during the past three years insurance coverage was sufficient to cover all losses.

(9) Federal Grants and Contracts Revenue

Federal grants and contracts for the years ended December 31, 2000 and 1999 are made up of the following:

	<u>2000</u>	<u>1999</u>
Federal grants	\$ 2,698,714	2,884,560
Federal contracts	<u>1,202,322</u>	<u>1,217,381</u>
Total Federal Grants and Contracts	\$ <u>3,901,036</u>	<u>4,101,941</u>

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ADDITIONAL INFORMATION

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Revenues and Expenses-Budget and Actual

Year ended December 31, 2000

	Actual	Budget	Variance favorable (unfavorable)
Revenue:			
Transportation programs	\$ 2,903,197	2,969,800	(66,603)
Housing and Community Development Programs	1,302,923	1,309,500	(6,577)
Environmental services	2,021,085	2,447,800	(426,715)
Sale of HOPE 3 properties	116,226	312,700	(196,474)
Other	634,798	655,300	(20,502)
Total revenue	6,978,229	7,695,100	(716,871)
Expenses:			
Salaries and benefits	4,208,418	4,363,100	154,682
Consultants, services, and other	2,219,064	2,443,400	224,336
Materials and supplies	217,752	382,200	164,448
Depreciation	203,657	204,700	1,043
Cost of sales, HOPE 3 properties	116,226	312,700	196,474
Total expenses	6,965,117	7,706,100	740,983
Net income	13,112	(11,000)	24,112
Add – depreciation on contributed assets	24,761	24,800	(39)
Net increase in retained earnings	\$ 37,873	13,800	24,073

Mid-Ohio Regional Planning Commission
Details of Indirect Cost Allocation

for the year ended December 31, 2000

	<u>01/01/00 - 06/30/00</u>		<u>07/01/00 - 12/31/00</u>		<u>01/01/00 - 12/31/00</u>	
	<u>Direct Labor and Fringes</u>	Allocated Indirect Costs	<u>Direct Labor and Fringes</u>	Allocated Indirect Costs	<u>Direct Labor and Fringes</u>	Allocated Indirect Costs
Grants and Programs - Direct Labor:						
Transportation	\$ 592,960	\$ 373,564	\$ 544,729	\$ 348,627	\$ 1,137,689	\$ 722,191
Commuter Assistance Program	69,597	43,847	121,275	77,617	190,872	121,464
Community Development and Environmental Services	600,217	378,136	627,206	401,412	1,227,423	779,548
Other Grants and Programs	129,013	81,278	94,047	60,191	223,060	141,469
Total - Headquarters	<u>\$ 1,391,787</u>	<u>\$ 876,825</u>	<u>\$ 1,387,257</u>	<u>\$ 887,847</u>	<u>\$ 2,779,044</u>	<u>\$ 1,764,672</u>
Environmental Services - Lawn Ave.	\$ 105,719	\$ 66,149	\$ 105,393	\$ 64,728	\$ 211,112	\$ 130,877
Total	<u>\$ 1,497,506</u>	<u>\$ 942,974</u>	<u>\$ 1,492,650</u>	<u>\$ 952,575</u>	<u>\$ 2,990,156</u>	<u>\$ 1,895,549</u>

Mid-Ohio Regional Planning Commission
Details of Indirect Cost Allocation, Continued

	<u>01/01/00 - 06/30/00</u>		<u>07/01/00 - 12/31/00</u>		<u>01/01/00 - 12/31/00</u>	
	<u>Common</u>	<u>Total Indirect Costs</u>	<u>Common</u>	<u>Total Indirect Costs</u>	<u>Common</u>	<u>Total Indirect Costs</u>
Indirect Labor						
Information and Technology Services	\$ 171,632	\$ 171,632	\$ 153,441	\$ 153,441	\$ 325,073	\$ 325,073
Finance	190,339	190,339	175,531	175,531	365,870	365,870
Public Affairs	57,092	57,092	40,204	40,204	97,296	97,296
Executive Management	99,948	99,948	88,521	88,521	188,469	188,469
Human Resources and Administration	62,478	124,706	66,376	119,083	128,854	243,789
Contract Proposal & Development	0	0	8,873	8,873	8,873	8,873
Other Indirect Labor	27,024	27,024	87	87	27,111	27,111
Total-indirect labor	<u>\$ 608,513</u>	<u>\$ 670,741</u>	<u>\$ 533,033</u>	<u>\$ 585,740</u>	<u>\$ 1,141,546</u>	<u>\$ 1,256,481</u>
Percent of direct labor	<u>40.64%</u>		<u>35.71%</u>		<u>38.18%</u>	
General Overhead Expense						
Materials and Supplies	\$ 23,901	\$ 40,013	\$ 14,150	\$ 27,904	\$ 38,051	\$ 67,917
Services and Charges	141,404	164,197	171,019	185,496	312,423	349,693
Rent, Utilities and Building Maintenance	6,470	71,597	5,251	77,224	11,721	148,821
Other General Overhead	26,864	68,315	31,724	73,438	58,588	141,753
Total-general overhead	<u>\$ 198,639</u>	<u>\$ 344,122</u>	<u>\$ 222,144</u>	<u>\$ 364,062</u>	<u>\$ 420,783</u>	<u>\$ 708,184</u>
Percent of direct labor	<u>13.26%</u>		<u>14.88%</u>		<u>14.07%</u>	
Total indirect expenses	<u>\$ 807,152</u>	<u>\$ 1,014,863</u>	<u>\$ 755,177</u>	<u>\$ 949,802</u>	<u>\$ 1,562,329</u>	<u>\$ 1,964,665</u>
Percent of direct labor	<u>53.90%</u>		<u>50.59%</u>		<u>52.25%</u>	
Over (under) absorbed expenses	<u>\$ (73,375)</u>	<u>\$ (71,889)</u>	<u>\$ (8,850)</u>	<u>\$ 2,773</u>	<u>\$ (82,225)</u>	<u>\$ (69,116)</u>
Percent of direct labor	<u>-4.90%</u>		<u>-0.59%</u>		<u>-2.75%</u>	

Mid-Ohio Regional Planning Commission
Indirect Cost Allocation - Summary

	<u>01/01/00 - 06/30/00</u>			<u>07/01/00 - 12/31/00</u>			<u>01/01/00 - 12/31/00</u>		
	<u>Direct Labor and Fringes</u>	<u>Allocated Indirect Costs</u>	<u>Rate</u>	<u>Direct Labor and Fringes</u>	<u>Allocated Indirect Costs</u>	<u>Rate</u>	<u>Direct Labor and Fringes</u>	<u>Allocated Indirect Costs</u>	<u>Rate</u>
Headquarters	\$ 1,391,787	\$ 876,825	63.00%	\$ 1,387,257	\$ 887,847	64.00%	\$ 2,779,044	\$ 1,764,672	63.50%
Lawn Ave.	105,719	51,802	49.00%	105,393	52,697	50.00%	211,112	104,499	49.50%
Lawn Ave. - HWAP	0	14,347	100.00%	0	12,031	100.00%	0	26,378	100.00%
Total	<u>\$ 1,497,506</u>	<u>\$ 942,974</u>		<u>\$ 1,492,650</u>	<u>\$ 952,575</u>		<u>\$ 2,990,156</u>	<u>\$ 1,895,549</u>	
		<u>Indirect Expenses</u>	<u>Rate</u>		<u>Indirect Expenses</u>	<u>Rate</u>		<u>Indirect Expenses</u>	<u>Rate</u>
Common		\$ 807,152	53.90%		\$ 755,177	50.59%		\$ 1,562,329	52.25%
Headquarters		193,364	13.89%		182,594	13.16%		375,958	13.53%
Lawn Ave. - HWAP		14,347	100.00%		12,031	100.00%		26,378	100.00%
Total		<u>\$ 1,014,863</u>			<u>\$ 949,802</u>			<u>\$ 1,964,665</u>	

MID-OHIO REGIONAL PLANNING COMMISSION
Details of Fringe Benefits Allocation

for the years ended June 30, 2000 and December 31, 2000

	Year Ended 06/30/00	Year Ended 12/31/00
Wages paid for time worked:	\$ <u>2,720,545.55</u>	<u>2,830,995.75</u>
Allocated fringe benefits:	\$ 1,394,279.59	1,404,092.57
Actual fringe benefits:		
Fringe benefit wages:		
Vacations	173,860.42	181,522.10
Sick Leave	86,668.82	100,638.82
Holiday and Other Fringe Wages	94,865.69	86,258.44
Retirement sick leave	34,312.65	127,537.64
Vacations Carryover	55,289.46	111,684.11
Other	<u>1,200.00</u>	<u>600.00</u>
Total fringe benefits wages	446,197.04	608,241.11
PERS	477,650.56	402,077.05
Workers' compensation	(23,937.32)	(83,797.23)
Group medical coverage	328,446.76	287,263.84
Unemployment compensation	7,401.57	7,239.24
Medicare Tax	34,830.27	36,306.78
Group life insurance	1,263.40	1,312.88
Group dental insurance	24,718.72	28,175.63
Group optical insurance	2,386.06	3,142.41
Group prescription insurance	20,909.41	66,475.55
Group EAP Insurance	<u>5,774.56</u>	<u>7,155.03</u>
Total other fringe benefits	879,443.99	755,351.18
Total actual fringe benefits	<u>1,325,641.03</u>	<u>1,363,592.29</u>
Over allocated fringe benefits	\$ <u>68,638.56</u>	<u>40,500.28</u>
Allocated fringe benefits	<u>51.25%</u>	<u>49.60%</u>
Actual fringe benefits rate	<u>48.73%</u>	<u>48.17%</u>

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Debt Service on County of Franklin, Ohio Various Purpose
Various Purpose Limited Tax General Obligation Bonds
Used to Finance a Facility Leased by MORPC

December 31, 2000

<u>Date</u>	<u>Principal</u>	<u>Coupon rate</u>	<u>Interest</u>	<u>Interest and principal due</u>	<u>Annual total</u>
March 1, 2001	\$ —	—	3,087	3,087	—
September 1, 2001	<u>95,000</u>	<u>6.50</u>	<u>3,088</u>	<u>98,088</u>	<u>101,175</u>
	<u>\$ 95,000</u>		<u>6,175</u>	<u>101,175</u>	<u>101,175</u>

**MID-OHIO REGIONAL PLANNING COMMISSION
 DETAILS OF CUMULATIVE REVENUE AND EXPENSES AND COMPUTATION OF PROJECT
 GRANTS ON FEDERAL TRANSPORTATION PROJECTS COMPLETED IN 2000**

Year Ended December 31, 2000

	Federal Transportation Administration FY 2000 Transit 9219/165001 Planning Work Program	FY 2000 Federal Highway Administration/Ohio Department of Transportation 9219/461570 Commuter Assistance Program	FY 1999 Federal Highway Administration/Ohio Department of Transportation 8606/460520 ITS Consensus Building Study	FY 2000 Federal Highway Administration/Ohio Department of Transportation 9219/460800 Internal Origin – Destination Survey	FY 1999 Federal Highway Administration/Ohio Department of Transportation/ Licking County Area Transportation Study Internal Origin – Destination Survey	FY 1996 – 99 Federal Highway Administration/Ohio Department of Transportation 0603020/8575 Paving the Way Program
Revenues:						
Federal grants: FHWA	\$ —	343,338	40,000	100,000	193,073	746,000
FTA	1,049,744	—	—	—	—	—
State grants: ODOT (FHWA match)	—	—	60,000	—	—	—
ODOT (FTA match)	131,217	—	—	—	—	—
Allocation of per capita fees--FHWA	—	12,685	—	—	—	—
Allocation of per capita fees--FTA	131,218	—	—	—	—	—
Local matching funds	—	—	—	—	—	—
Overexpenditure of FHWA contract	—	83	11	14	—	107
Overexpenditure of FTA contract	28	—	—	—	—	—
Federal grants allocated	—	—	—	—	—	—
State grants allocated	—	—	—	—	—	—
In Kind Services	—	12,685	—	—	—	—
TOTAL REVENUES	\$ 1,312,207	368,791	100,011	100,014	193,073	746,107
Expenditures:						
Salaries and benefits	769,132	183,932	56,356	32,750	—	205,764
Consultants and services	—	1,317	438	46,521	193,073	138,765
Rent and utilities	328	1,316	44	—	—	3,324
Equipment and Rentals	—	—	—	—	—	325
Supplies	6,434	89	523	—	—	724
Printing	10,616	6,195	567	—	—	10,590
Travel	9,038	4,022	2,778	—	—	2,021
Depreciation	12,216	5,149	—	—	—	4,554
Other	19,890	37,751	2,818	6	—	247,904
In-kind services	—	12,685	—	—	—	—
Subtotal--direct expenditures	827,654	252,456	63,524	79,277	193,073	613,971
Overhead and indirect cost allocation	484,553	116,335	36,487	20,737	—	132,136
TOTAL EXPENDITURES	\$ 1,312,207	368,791	100,011	100,014	193,073	746,107
Federal participation in project cost may not exceed	80%	93.1%	40%	100%	100%	100%
Pursuant to contracts, the federal grant may not exceed the lesser of the percentage shown above, or	1,049,744	343,338	40,000	100,000	193,073	746,000
Accordingly the federal grant permissible is:	1,049,744	343,338	40,000	100,000	193,073	746,000
Less: Federal payments	1,049,744	343,338	40,000	100,000	193,073	746,000
Federal grant receivable	\$ -0-	-0-	-0-	-0-	-0-	-0-

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF COSTS BY SUBCATEGORY FOR
FEDERAL TRANSPORTATION GRANTS COMPLETED IN 2000

Year Ended December 31, 2000

SUBCATEGORIES	FTA 9	ODOT	MORPC	ODOT	STP	FHWA	FHWA	FHWA	FHWA	MORPC	MORPC	TOTAL
601 Short Range Planning	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[60101] Short Range Transit Plan	\$23,437	\$2,930	\$2,930	—	—	—	—	—	—	—	—	\$29,296
T00[60102] Congestion Management	\$70,594	\$8,824	\$8,824	—	—	—	—	—	—	—	—	\$88,242
T00[60103] Freight Planning	\$52,096	\$6,512	\$6,512	—	—	—	—	—	—	—	—	\$65,120
T00[60104] Bikeway & Ped. Planning	\$19,390	\$2,424	\$2,424	—	—	—	—	—	—	—	—	\$24,238
T00[60105] Workforce Development	\$35,136	\$4,392	\$4,392	—	—	—	—	—	—	—	—	\$43,920
602 Transportation Improvement Program	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[60201] TIP & Implementation	\$141,949	\$17,743	\$17,744	—	—	—	—	—	—	—	\$28	\$177,464
605 Continuing Planning - Surveillance	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[60501] Transportation Data & Surveillance	\$181,656	\$22,707	\$22,707	—	—	—	—	—	—	—	—	\$227,070
610 Long Range Planning	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[61001] Long Range Planning	\$101,678	\$12,710	\$12,710	—	—	—	—	—	—	—	—	\$127,097
T00[61002] Public Involvement	\$65,171	\$8,146	\$8,146	—	—	—	—	—	—	—	—	\$81,463
T00[61003] Corridor/Area Study	\$18,143	\$2,268	\$2,268	—	—	—	—	—	—	—	—	\$22,679
T00[61004] Modeling	\$31,220	\$3,902	\$3,902	—	—	—	—	—	—	—	—	\$39,024
T00[61005] Regional Thoroughfare Plan	\$43,611	\$5,451	\$5,451	—	—	—	—	—	—	—	—	\$54,513
T00[61006] Transit Planning	\$64,039	\$8,005	\$8,005	—	—	—	—	—	—	—	—	\$80,049
625 Service	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[62501] Information Assistance	\$23,476	\$2,934	\$2,934	—	—	—	—	—	—	—	—	\$29,345
T00[62502] Technical Assistance	\$19,328	\$2,416	\$2,416	—	—	—	—	—	—	—	—	\$24,160
635 Economic Regulation	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[63501] Policies and Legislation	\$48,215	\$6,027	\$6,027	—	—	—	—	—	—	—	—	\$60,269
665 Special Studies	—	—	—	60.00%	40.00%	—	—	—	—	—	—	100.00%
T9[66517]0 ITS Consensus Building Study	—	—	—	\$60,000	\$40,000	—	—	—	—	—	\$11	\$100,011
T9[66503]0 Paving the Way Program	—	—	—	—	—	\$746,000	—	—	—	—	\$107	\$746,107
T0[66525]0 Internal Origin-Destination Survey	—	—	—	—	—	—	\$100,000	—	—	—	\$14	\$100,014
T0[66525]0 LCATS Internal Origin-Destination Sur	—	—	—	—	—	—	—	100.00%	—	—	—	\$193,073
667 R9[66700]0 Commuter Assistance	—	—	—	—	—	—	—	—	93.12%	6.88%	\$83	\$368,791
									\$343,338	\$25,370		
695 Transportation Program Supervision	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[69501] Program Administration	\$90,967	\$11,371	\$11,371	—	—	—	—	—	—	—	—	\$113,709
697 Biennial Report	80.00%	10.00%	10.00%	—	—	—	—	—	—	—	—	100.00%
T00[69701] Biennial Report	19,639	2,455	2,455	—	—	—	—	—	—	—	—	\$24,549
Total	\$1,049,744	\$131,217	\$131,218	\$60,000	\$40,000	\$746,000	\$100,000	\$193,073	\$343,338	\$25,370	\$243	\$2,820,204

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III. SINGLE AUDIT ACT SECTION

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Two Nationwide Plaza
Columbus, OH 43215-2577

Telephone 614 249 2300
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**Independent Auditors' Report on Compliance and on Internal Control
Over Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

To the Members
Mid-Ohio Regional Planning Commission:

We have audited the financial statements of Mid-Ohio Regional Planning Commission (MORPC) as of and for the year ended December 31, 2000, and have issued our report thereon dated June 14, 2001. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether MORPC'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 MORPC'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.

This report is intended solely for the information and use of MORPC's board, management, its federal awarding agencies, and the Ohio Auditor of State and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP
Columbus, Ohio
June 14, 2001



Two Nationwide Plaza
Columbus, OH 43215-2577

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**Independent Auditors' Report on Compliance with Requirements Applicable to
Each Major Program, Internal Control Over Compliance in Accordance with
OMB Circular A-133 and Schedule of Expenditures of Federal Awards**

To the Members
Mid-Ohio Regional Planning Commission:

Compliance

We have audited the compliance of Mid-Ohio Regional Planning Commission (MORPC) 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 programs for the year ended December 31, 2000. MORPC's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs is the responsibility of MORPC's management. Our responsibility is to express an opinion on MORPC's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about MORPC'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 MORPC's compliance with those requirements.

In our opinion, MORPC complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2000.

Internal Control Over Compliance

The management of MORPC 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 MORPC'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 Expenditures of Federal Awards

We have audited the financial statements of MORPC as of and for the year ended December 31, 2000, and have issued our report thereon dated June 14, 2001. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

This report is intended solely for the information and use of MORPC's board, management, its federal awarding agencies, and the Ohio Auditor of State and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP
Columbus, Ohio
June 14, 2001

MID-OHIO REGIONAL PLANNING COMMISSION
Schedule of Expenditures of Federal Awards
Year ended December 31, 2000

Federal grantor/pass-through grantor/program title	Federal CFDA number	Pass-through grantor's number	Program or award amount	Accrued (deferred) revenue at January 1, 2000	Cash received	Federal Expenditures	Accrued (deferred) revenue at December 31, 2000
Federal Highway Administration:							
Passed through Ohio Department of Transportation:							
FY 2000 Commuter Assistance	20.205	9219/461570	\$ 343,340	31,366	251,953	220,587	—
FY 2001 Commuter Assistance	20.205	9219/462850	383,340		44,446	102,723	58,277
Vanpool Incentive Program	20.205	8398/460710	40,000	450	8,685	9,874	1,639
Transportation to Jobs	20.205	9219/461580	85,000	2,501	14,930	19,978	7,549
Paving the Way Program	20.205	8575/063020	746,000	24,709	70,165	45,456	—
East Corridor Study	20.205	8207/131864	200,000	—	184	184	—
ITS Consensus Building Study	20.205	8606/460520	40,000	1,621	1,774	153	—
Supplemental Planning Activity	20.205	8606/460780	500,000	—	7,232	8,621	1,389
Strategic Transit Plan	20.205	8606/132645	320,000	2,868	30,859	30,355	2,364
Internal Origin-Destination Household Travel Survey	20.205	9219/460800	100,000	(6,908)	46,556	53,464	—
CORTRAN	20.205	9219/461660	200,000	27,534	148,664	158,020	36,890
Regional Aerial Photography	20.205	20914/461740	75,000	1,829	57,949	48,620	(7,500)
COTMP Central OH Traffic Mgmt Program	20.205	9746/462350	389,660	—	120,751	129,943	9,192
Transit GIS Development	20.205	9219/462440	100,000	—	4,459	12,383	7,924
Central OH Regional Rail Study (CORRS)	20.205	9219/554967	250,000	—	81,649	142,852	61,203
Ozone Awareness	20.205	9219/462710	75,000	—	37,547	44,848	7,301
Total Ohio Department of Transportation				<u>85,970</u>	<u>927,803</u>	<u>1,028,061</u>	<u>186,228</u>
Passed through Licking County Area Transportation Study:							
Internal Origin-Destination Household Travel Survey	20.205	N/A	200,000	11,344	11,336	(8)	—
Total Federal Highway Administration				<u>\$ 97,314</u>	<u>939,139</u>	<u>1,028,053</u>	<u>186,228</u>

(Continued)

MID-OHIO REGIONAL PLANNING COMMISSION
Schedule of Expenditures of Federal Awards
Year ended December 31, 2000

Federal grantor/pass-through grantor/program title	Federal CFDA number	Pass-through grantor's number	Program or award amount	Accrued (deferred) revenue at January 1, 2000	Cash received	Federal Expenditures	Accrued (deferred) revenue at December 31, 2000
Federal Transit Administration:							
Passed through Ohio Department of Transportation:							
FY 2000	20.505	9219/165001	\$ 1,049,746	118,712	694,406	575,694	—
FY 2001	20.505	9219/165011	1,090,181	—	390,109	551,213	161,104
Total Ohio Department of Transportation				<u>118,712</u>	<u>1,084,515</u>	<u>1,126,907</u>	<u>161,104</u>
Passed through Central Ohio Transit Authority – Livable Communities (Northeast Transit Center)							
Total Federal Transit Administration	20.500	OH-03-0149	400,000	<u>7,188</u>	<u>25,593</u>	<u>17,568</u>	<u>(837)</u>
				<u>\$ 125,900</u>	<u>1,110,108</u>	<u>1,144,475</u>	<u>160,267</u>
U.S. Department of Energy:							
Passed through Ohio Department of Development:							
Weatherization Assistance FY 1999	81.042	99-138	251,539	(45,023)	31,640	76,663	—
Weatherization Assistance FY 2000 #138	81.042	00-138	246,130	—	203,554	221,854	** 18,300
Weatherization Assistance FY 2000 #140	81.042	00-140	200,539	—	35,282	3,745	(31,537)
Total for Ohio Department of Development				<u>(45,023)</u>	<u>270,476</u>	<u>302,262</u>	<u>(13,237)</u>
Passed through Ohio Department of Development:							
Stripper Funds FY 1999	81.99-138	99-138	51,752	(3,925)	(2,221)	1,704	—
Stripper Funds FY 2000 #138	81.00-138	00-138	60,395	—	43,952	43,416	(536)
Stripper Funds FY 2000 #140	81.00-140	00-140	133,688	—	25,414	10,962	(14,452)
Total for CFDA 81				<u>(3,925)</u>	<u>67,145</u>	<u>56,082</u>	<u>(14,988)</u>
Total U.S. Department of Energy				<u>\$ (48,948)</u>	<u>337,621</u>	<u>358,344</u>	<u>(28,225)</u>
U.S. Department of Health and Human Services:							
Passed through Ohio Department of Development:							
Weatherization Assistance FY 1999	93.568	98-138	94,436	713	49,284	48,571	—
Weatherization Assistance FY 2000 #138	93.568	00-138	127,640	—	41,949	26,724	(15,225)
Weatherization Assistance FY 2000 #140	93.568	00-140	192,217	—	35,530	41,043	*** 5,513
Total U.S. Department of Health and Human Services				<u>\$ 713</u>	<u>126,763</u>	<u>116,338</u>	<u>(9,712)</u>

(Continued)

MID-OHIO REGIONAL PLANNING COMMISSION
Schedule of Expenditures of Federal Awards
Year ended December 31, 2000

Federal grantor/pass-through grantor/program title	Federal CFDA number	Pass-through grantor's number	Program or award amount	Accrued (deferred) revenue at January 1, 2000	Cash received	Federal Expenditures	Accrued (deferred) revenue at December 31, 2000
U.S. Department of Housing and Urban Development:							
Housing Counseling Program 1999	14.240	HC-99-0 398-0075	\$ 7,000	-	7,000	6,989	(11)
HOPE 3 Implementation Grant ****	14.240	H3-93OH0004-I-N	809,000	2,268	(8,709)	(10,977)	-
HOPE 3 Implementation Grant	14.240	H3-95OH0009-I-N	250,000	7,931	6,954	(977)	-
HOPE 3 Sales Proceeds ****	14.240	N/A		(200,702)	102,659	125,536 ****	(188,968)
Total for CFDA 14.240				<u>(190,503)</u>	<u>107,904</u>	<u>120,571</u>	<u>(188,979)</u>
Passed through the City of Columbus:							
Community Development Block Grant:							
FY 1998	14.218	DE-998782	3,000	4	-	(4)	-
FY 1999 - HWAP #140	14.218	DL-000485	27,360	-	2,876	6,862	3,986
Housing Advisory Board	14.218	DE-996611	3,000	1,959	2,392	433	-
Housing Advisory Board	14.218	DE-004417	6,000	-	2,424	3,845	1,421
Total City of Columbus				<u>1,963</u>	<u>7,692</u>	<u>11,136</u>	<u>5,407</u>
Total U.S. Department of Housing and Urban Development				<u>(188,540)</u>	<u>115,596</u>	<u>131,707</u>	<u>(172,429)</u>
Total Federal Financial Assistance Program				<u>\$ (13,561)</u>	<u>2,629,227</u>	<u>2,778,917</u>	<u>136,129</u>

** Includes \$17,269 of contributed capital expenditures relating to the purchase of equipment.

*** Includes \$26,742 of contributed capital expenditures relating to the purchase of equipment.

**** Includes \$36,191 of contributed capital expenditures relating to the purchase and rehabilitation of HOPE 3 properties.

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MID-OHIO REGIONAL PLANNING COMMISSION

Notes to Schedule of Expenditures of Federal Awards

For the year ended December 31, 2000

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial award programs of MORPC. MORPC's reporting entity is defined in note 1 to MORPC's financial statements.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in note 1 to MORPC's financial statements.

(3) Relationship of Federal Financial Reports

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Findings and Questioned Costs

For the year ended December 31, 2000

(1) Summary of Auditors' Results

- (a) The type of report issued on the financial statements: Unqualified opinion
- (b) Reportable conditions in internal control were disclosed by the audit of the financial statements: None reported
Material weaknesses: None
- (c) Noncompliance which is material to the financial statements: None
- (d) Reportable conditions in internal control over the major program: None reported
- (e) The type of report issued on compliance for the major program: Unqualified opinion
- (f) Any audit findings which are required to be reported under section .510(a) of OMB Circular A-133: None
- (g) Major programs: Federal Transit Technical Studies (CFDA #20.505)
Weatherization Assistance for Low-income Persons (CFDA #81.042)
- (h) Dollar threshold used to distinguish between Type A and Type B programs: \$300,000
- (i) Auditee qualified as a low-risk auditee under section .530 of OMB Circular A-133: Yes

(2) Findings Relating to the General Purpose Financial Statements Reported in Accordance With Government Auditing Standards:

None

(3) Findings and Questioned Costs Relating to Federal Awards:

None

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IV. STATISTICAL SECTION (UNAUDITED)

MID-OHIO REGIONAL PLANNING COMMISSION

Estimated Population by Member Jurisdiction Used for Per Capita/Membership Fees (Unaudited)

December 31, 2000

Governmental unit	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Cities:										
Bexley	13,719	13,095	13,229	13,220	13,285	13,285	13,289	13,290	13,293	13,314
Chillicothe	24,184	21,989	22,042	22,092	22,164	22,237	22,316	22,394	22,394	22,394
Circleville	—	11,784	11,843	11,908	11,930	—	—	—	—	—
Columbus	635,168	644,311	650,578	657,487	666,211	675,045	684,928	696,849	701,426	705,652
Delaware	—	—	—	—	—	22,294	22,102	23,224	23,745	24,490
Dublin	16,714	16,951	17,991	18,911	19,753	21,494	22,337	23,103	24,976	26,039
Gahanna	24,971	28,631	29,652	30,918	32,240	32,919	33,605	33,950	34,503	34,892
Grandview Heights	6,932	7,010	7,010	7,010	7,013	7,016	7,027	7,027	7,027	7,027
Grove City	19,731	20,141	21,166	21,967	22,970	23,446	24,065	24,683	25,129	25,632
Hilliard	15,172	13,249	14,693	15,779	16,780	17,903	18,774	19,281	21,064	22,506
London	—	—	—	—	—	—	8,389	8,441	8,574	8,765
Pickerington	6,378	6,694	7,151	7,552	7,399	7,535	7,744	7,895	8,035	8,377
Reynoldsburg	26,047	26,037	26,732	27,631	28,627	29,653	30,657	31,124	31,466	31,928
Upper Arlington	34,137	34,194	34,217	34,245	34,259	35,892	35,900	35,919	35,921	35,934
Washington	—	—	—	—	—	—	13,905	13,983	14,077	14,077
Westerville	31,604	31,394	32,192	32,917	33,635	34,016	34,412	34,833	34,948	35,926
Whitehall	20,435	20,583	20,585	20,585	20,590	20,599	20,612	20,612	20,675	20,696
Worthington	14,652	14,912	14,958	14,975	15,004	15,022	15,046	15,052	15,059	15,067
Total cities	889,844	910,975	924,039	937,197	951,860	978,356	1,015,108	1,031,660	1,042,312	1,052,716
Villages:										
Ashley	—	—	—	—	1,068	1,075	—	—	—	—
Brice	105	109	106	106	106	106	106	106	106	106
Canal Winchester	2,720	2,639	2,700	2,868	3,021	3,153	3,294	3,482	3,722	3,935
Darbydale	—	—	—	—	—	—	—	—	—	—
Groveport	2,827	2,976	2,976	3,006	3,129	3,218	3,378	3,439	3,573	3,602
Harrisburg	348	357	357	357	357	357	357	357	357	357
Lockbourne	306	283	283	283	283	283	383	383	283	283
Marble Cliff	630	633	637	639	647	651	652	652	652	652
Minerva Park	1,461	1,463	1,463	1,463	1,463	1,471	1,683	1,683	1,683	1,683
New Albany	1,702	1,672	1,872	2,006	2,098	2,253	2,688	3,100	3,361	3,550
New Rome	115	111	111	111	116	116	116	116	116	116
Obetz	3,151	3,194	3,290	3,358	3,448	3,520	3,682	3,770	3,876	4,062
Powell	2,265	2,418	2,709	3,006	3,837	4,287	3,929	4,544	4,981	5,346
Riverlea	508	503	503	505	513	515	515	515	515	515
S. Bloomfield	—	—	—	—	—	—	838	935	943	951
Urbancrest	919	924	926	933	933	939	945	952	955	965
Valleyview	602	604	604	604	604	604	604	604	604	604
West Jefferson	4,452	4,510	4,523	4,526	4,526	4,530	4,530	4,530	4,535	4,546
Total villages	22,111	22,396	23,060	23,771	26,149	27,078	27,700	29,168	30,262	31,273
Fayette Co. balance	—	—	—	—	—	—	14,490	14,537	14,977	14,977
Unincorporated Franklin County	100,362	99,120	99,652	99,805	100,028	97,959	98,041	98,244	98,547	101,747
Ross County excluding City of Chillicothe	46,948	47,489	47,577	47,839	47,863	47,879	47,897	47,915	48,884	49,585
Total full member population	1,059,265	1,079,980	1,094,328	1,108,612	1,125,900	1,151,272	1,203,236	1,221,524	1,234,982	1,250,298
Total per capita full membership fees	\$ 285,889	289,858	334,727	339,083	344,240	346,987	388,030	418,247	442,212	493,521

Continued

MID-OHIO REGIONAL PLANNING COMMISSION

Estimated Population by Member Jurisdiction Used for Per Capita Membership Fees (Unaudited), continued

December 31, 2000

Sources of Estimates

Population estimates, prepared by MORPC staff, are used for assessing per capita fees to member jurisdictions. The estimates are prepared from several available sources of population data including U.S. Census figures and estimated occupied housing units, based on the number of residential electric meters, residential building permits issued, and individual vacancy rates for each municipality. The number of persons per household has been calculated in all years (other than census years) using regression analysis and is unique to each municipality. Details of the adjacent county population base for calculating transportation per capita fees and adjacent county transportation per capita fees are not included in this schedule.

Due to the considerable effort and cost associated with updating the population estimates, it has been the decision of management on limited occasions to use existing population estimates in succeeding years without revision.

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Revenue, Expenses, and Changes in Retained Earnings – Last Ten Fiscal Years (Unaudited)

December 31, 2000

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Revenue:										
Governmental:										
Federal contracts	\$ 1,538,490	1,975,148	3,227,300	4,692,925	4,036,790	3,704,309	3,394,314	4,249,376	4,101,941	3,901,036
Nonfederal:										
Members' per capita fees	285,889	289,858	298,704	285,269	283,695	285,439	325,273	357,196	382,637	427,847
State grants and contracts	46,024	62,218	145,754	239,060	175,619	198,956	199,660	166,262	217,174	245,164
Local contracts and other	755,423	1,142,494	711,140	690,557	556,737	661,073	780,630	872,659	1,091,936	1,258,269
Utility company contracts	1,415,683	1,434,926	1,210,841	1,215,128	1,178,449	1,017,986	1,246,533	1,214,307	1,389,518	1,029,687
Sale of HOPE 3 properties	—	—	—	—	—	424,875	398,756	444,843	297,937	116,226
Total revenue	<u>4,041,509</u>	<u>4,904,644</u>	<u>5,593,739</u>	<u>7,122,939</u>	<u>6,231,290</u>	<u>6,292,638</u>	<u>6,345,166</u>	<u>7,304,643</u>	<u>7,481,143</u>	<u>6,978,229</u>
Expenses:										
Salaries and benefits	2,157,172	2,466,133	3,085,900	3,237,568	3,391,824	3,467,153	3,551,654	3,765,806	3,939,083	4,208,418
Consultants and subcontractors	1,149,850	1,653,633	1,515,033	2,712,310	1,706,437	1,249,910	966,955	1,597,334	1,681,736	1,193,340
Other services	133,119	111,016	171,417	224,274	218,574	248,598	334,275	396,701	388,864	435,271
Rent and utilities	190,509	191,044	219,204	219,132	214,055	214,168	213,362	201,423	204,429	178,981
Materials and supplies	128,748	152,447	197,246	205,515	222,080	207,552	255,669	291,570	300,175	217,752
Printing	39,912	62,674	57,626	78,002	46,506	56,584	78,427	73,774	65,145	66,760
Travel	32,467	41,691	49,676	55,732	62,889	60,361	72,962	74,039	73,254	79,079
Depreciation	51,254	65,168	86,994	118,504	136,690	137,193	169,124	171,662	195,487	203,657
Other	141,848	170,408	185,931	239,233	235,146	235,305	305,079	260,530	303,114	265,633
Cost of sales of HOPE 3 properties	—	—	—	—	—	424,875	398,756	444,843	297,937	116,226
Total expenses	<u>4,024,879</u>	<u>4,914,214</u>	<u>5,569,027</u>	<u>7,090,270</u>	<u>6,234,201</u>	<u>6,301,699</u>	<u>6,346,263</u>	<u>7,277,682</u>	<u>7,449,224</u>	<u>6,965,117</u>
Net income (loss)	16,630	(9,570)	24,712	32,669	(2,911)	(9,061)	(1,097)	26,961	31,919	13,112
Add – depreciation on contributed assets	—	—	—	7,109	19,543	19,543	19,503	11,416	13,008	24,761
Net changes in retained earnings	16,630	(9,570)	24,712	39,778	16,632	10,482	18,406	38,377	44,927	37,873
Retained earnings, beginning of year	<u>454,737</u>	<u>471,367</u>	<u>461,797</u>	<u>486,509</u>	<u>526,287</u>	<u>542,919</u>	<u>553,401</u>	<u>571,807</u>	<u>610,184</u>	<u>655,111</u>
Retained earnings, end of year	<u>\$ 471,367</u>	<u>461,797</u>	<u>486,509</u>	<u>526,287</u>	<u>542,919</u>	<u>553,401</u>	<u>571,807</u>	<u>610,184</u>	<u>655,111</u>	<u>692,984</u>

Source: MORPC Comprehensive Annual Financial Report.

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Insurance Coverage (Unaudited)

December 31, 2000

Existing coverage – policies in force		Limits of liability
1. Type		Commercial umbrella
General Aggregate Limit		\$ 5,000,000
Products-Completed Operations Aggregate Limit		\$ 5,000,000
Each Incident Limit		\$ 5,000,000
2. Type		Commercial General Liability
General Aggregate (Other than Products-Completed Operations)		\$ 5,000,000
Public Officials Liability (Aggregate Limit)		\$ 3,000,000
Products-Completed Operations Aggregate Limit		\$ 5,000,000
Personal and Advertising Injury		\$ 1,000,000
Each Occurrence		\$ 1,000,000
Fire Damage Limit (Any One Fire)		\$ 1,000,000
Deductible		\$ 2,500
3. Type		Employer's Liability
Employer's Liability Stop Gap		\$ 1,000,000
Deductible (None)		\$ 0
4. Type		Employee Benefits Liability
Aggregate Limit		\$ 2,000,000
Each Claim Limit		\$ 1,000,000
Deductible		\$ 1,000
5. Type		Crime Coverage
Limit of Liability		
Finance Director		\$ 100,000
Executive Director		\$ 100,000
Accounting Manager		\$ 50,000
Senior Accountant		\$ 50,000
Human Resources Manager		\$ 50,000
Public Employee Dishonesty		\$ 20,000
Deductible (None)		\$ 0
6. Type		Miscellaneous
Information Technology Coverage		\$ 375,000
Camera Equipment		\$ 16,500
Valuable Papers and Records-Cost of Research		\$ 300,000
Fine Arts		\$ 26,000
Builder's Risk/Installation Coverage		\$ 5,000
Contractors' Equipment Coverage		\$ 35,050
Motor Truck Cargo		\$ 50,000
Deductible		\$ 500

(Continued)

MID-OHIO REGIONAL PLANNING COMMISSION

Schedule of Insurance Coverage (Unaudited)

December 31, 2000

Existing coverage – policies in force	Limits of liability
7. Type	Commercial Property Coverage
Personal Property-285 East Main St. and 54 West Lawn Ave.	\$55,000
Extra Expense-285 East Main St. and 54 West Lawn Ave.	\$550,000
Deductible	\$1,000
<i>Local Agent</i>	<i>Wichert Insurance</i>
<i>Insurance Company</i>	<i>St. Paul Insurance Company</i>
<i>Expires</i>	<i>October 1, 2001</i>
8. Type	Lead Abatement Coverage for HUD Grant
General Aggregate	
General Aggregate Limit (Other than Products-Completed Operations)	\$5,000,000
Products-Completed Operations Aggregate Limit	\$5,000,000
Personal and Advertising Injury	\$5,000,000
Each Occurrence	\$5,000,000
Fire Damage Limit	\$50,000
Medical Expense Limit	\$5,000
Bodily Injury & Property Damage Deductible	\$1,000
<i>Local Agent</i>	<i>Wichert Insurance</i>
<i>Insurance Company</i>	<i>Bonding and Insurance Specialist</i>
<i>Expires</i>	<i>August 17, 2002</i>
9. Type	Automobile
Limit of liability	\$1,000,000
Auto Medical Payments (Each Person)	\$5,000
Uninsured Motorists	\$1,000,000
Deductible-Comprehensive Coverage	\$500
Deductible-Collision Coverage	\$500
<i>Local agent</i>	<i>Wichert Insurance</i>
<i>Insurance company</i>	<i>St. Paul Insurance Company</i>
<i>Expires</i>	<i>October 1, 2001</i>
10. Type	Building and Contents
Limit of liability	
Building	\$3,242,000
Contents	\$660,000
Deductible	\$10,000
<i>Local agent</i>	<i>Arthur J. Gallagher, Cleveland, Ohio</i>
<i>Insurance company</i>	<i>Coregis Insurance Co., a division of G.E.</i>
<i>Expires</i>	<i>January 1, 2003</i>
11. Type	HOPE 3 Home Insurance
<i>Properties without a building are covered under MORPC's general liability coverage</i>	

MORPC does not engage in risk financing activities where it retains the risk (i.e., self-insurance).

Source: MORPC insurance policies.

MID-OHIO REGIONAL PLANNING COMMISSION

Area in Square Miles by Member Jurisdiction (Unaudited)

December 31, 2000

	Area in square miles
Ross County less City of Chillicothe	679.50
Delaware County less City of Delaware and Powell	440.83
Fayette County less City of Washington	400.20
Unincorporated Franklin County	208.25
The City of Columbus	206.02
The City of Dublin	25.50
The City of Delaware	15.10
The City of Grove City	14.03
The City of Hilliard	13.38
The City of Gahanna	12.50
The City of Westerville	12.44
The City of Reynoldsburg	12.00
The City of Upper Arlington	9.89
The City of Chillicothe	9.00
The Village of Groveport	8.79
The Village of New Albany	8.29
The City of London	8.20
The City of Pickerington	8.10
The City of Worthington	6.39
The City of Washington	6.34
The Village of Canal Winchester	6.22
The City of Whitehall	5.34
The Village of Obetz	3.89
The Village of Powell	3.07
The City of Bexley	2.45
The Village of West Jefferson	2.20
The City of Grandview Heights	1.35
The Village of South Bloomfield	1.16
The Village of Minerva Park	0.49
The Village of Urbancrest	0.35
The Village of Marble Cliff	0.31
The Village of Riverlea	0.20
The Village of Valleyview	0.14
The Village of Brice	0.11
The Village of Lockbourne	0.11
The Village of Harrisburg	0.09
The Village of New Rome	0.02
Total area in square miles	<u><u>2,132.25</u></u>

Source: County Engineers, MORPC and member communities.

Mid-Ohio Regional Planning Commission

Benefits of Membership - Flow of Funds

FY 2000 (July 1999 to June 2000)

Members/Governmental Unit	Members Dues and Investments	Return Flow of Funds from Federal, State and Utility Companies				
		TOTAL	Transportation	Infrastructure	Franklin & Ross County CDBG	Energy Conservation*
Dues						
City of Bexley	\$4,826	\$1,759,320	\$1,756,820	\$0	\$2,500	\$0
City of Chillicothe	8,118	\$0	0	0	0	na
City of Columbus	256,021	\$15,402,388	4,247,026	9,757,397	0	1,397,965
City of Delaware	8,877	\$0	0	0	0	na
City of Dublin	8,917	\$4,807,320	4,807,320	0	0	0
City of Gahanna	12,550	\$7,599	0	0	0	7,599
City of Grandview Heights	2,547	\$1,881,110	0	1,881,110	0	0
City of Grove City	9,213	\$247,891	0	0	222,219	25,672
City of Hilliard	7,690	\$10,511	0	0	1,600	8,911
City of London	3,154	\$0	0	0	0	na
City of Pickerington	2,983	\$0	0	0	0	0
City of Reynoldsburg	11,513	\$993,995	0	959,964	9,625	24,406
City of Upper Arlington	13,026	\$0	0	0	0	0
City of Washington	5,086	0	0	0	0	na
City of Westerville	13,003	5,400	0	0	5,400	0
City of Whitehall	7,491	401,430	0	0	394,634	6,796
City of Worthington	5,461	0	0	0	0	0
Village of Brice	650	0	0	0	0	0
Village of Canal Winchester	1,384	366,706	0	276,000	90,706	0
Village of Groveport	1,282	216,741	0	0	203,675	13,066
Village of Harrisburg	650	0	0	0	0	0
Village of Lockbourne	650	0	0	0	0	0
Village of Marble Cliff	650	0	0	0	0	0
Village of Minerva Park	650	0	0	0	0	0
Village of New Albany	1,241	810,000	0	810,000	0	0
Village of New Rome	650	7,926	0	0	0	7,926
Village of Obetz	1,421	376,316	0	196,200	168,762	11,354
Village of Powell	1,987	0	0	0	0	0
Village of Riverlea	650	1,432	0	0	0	1,432
Village of South Bloomfield	650	0	0	0	0	0
Village of Urbancrest	650	0	0	0	0	0
Village of Valleyview	650	209,556	0	209,556	0	0
Village of West Jefferson	1,647	0	0	0	0	0
Violet Township	2,968	0	0	0	0	0
Unincorporated Franklin County	36,309	355,661	0	41,974	231,501	82,186
Delaware County	12,202	0	0	0	0	0
Fayette County balance	5,351	0	0	0	0	0
Pickaway County	7,636	0	0	0	0	0
Ross County - other	17,802	0	0	0	0	0
Subtotal	\$478,206	\$27,861,303	\$10,811,166	\$14,132,201	\$1,330,623	\$1,587,313
Returns-not broken out by community						
Housing	na	\$831,615	na	na	\$831,615	na
Energy Conservation	na	0	na	na	na	0
COTA	na	14,892,335	14,892,335	na	na	na
Franklin County/Regional	na	130,456,975	125,155,912	5,301,063	na	na
Subtotal	\$0	\$146,180,925	\$140,048,247	\$5,301,063	\$831,615	\$0
Investments						
MORPC Transportation Planning	\$1,135,060	na	na	na	na	na
MORPC Fr. Cty CDBG/HOME Admin.	727,570	na	na	na	na	na
MORPC Ross Cty Admin	37,747	na	na	na	na	na
MORPC Infrastructure Admin	162,167	na	na	na	na	na
MORPC Energy Conservation Admin	250,000	na	na	na	na	na
Subtotal	\$2,312,544	na	na	na	na	na
GRAND TOTAL	\$2,790,750	\$174,042,228	\$150,859,413	\$19,433,264	\$2,162,238	\$1,587,313

*Energy Conservation flow of funds by governmental unit are estimated.

This report is compiled from accounting and other financial data and should be considered a non-GAAP report.



STATE OF OHIO
OFFICE OF THE AUDITOR

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MID-OHIO REGIONAL PLANNING COMMISSION

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 14, 2001**