



**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**REGULAR AUDIT**

**FOR THE YEARS ENDED DECEMBER 31, 2000 AND 1999**



**JIM PETRO**  
**AUDITOR OF STATE**  

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**STATE OF OHIO**



**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

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**REPORT OF INDEPENDENT ACCOUNTANTS**

Union County Family and Children First Council  
Union County  
131 North Main Street, Suite K  
Marysville, Ohio 43040

We have audited the accompanying financial statements of the Family and Children First Council, Union County, Ohio, (the Council), as of and for the years ended December 31, 2000 and December 31, 1999. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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.

As discussed in Note 1, the Council prepares its financial statements on the basis of accounting prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the fund cash balances of the Council as of December 31, 2000 and December 31, 1999, and its cash receipts and disbursements for the years then ended on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 24, 2001 on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and 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 results of our audit.

This report is intended solely for the information and use of the management, Council and other officials authorized to receive this report under Section 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.

**JIM PETRO**  
Auditor of State

January 24, 2001

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**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>General</u>	<u>Special Revenue</u>	<u>(Memorandum Only) Total</u>
Cash receipts:			
Intergovernmental	\$47,050	\$44,758	\$91,808
Donations	2,000	0	2,000
Matching/Local	10,000	0	10,000
Miscellaneous	3,129	110	3,239
	<u>62,179</u>	<u>44,868</u>	<u>107,047</u>
Total cash receipts			
Cash disbursements:			
Salaries and Benefits	35,558	0	35,558
Supplies	3,721	0	3,721
Contract Services	5,524	84,584	90,108
Travel/Training	1,376	0	1,376
Grants	23,957	0	23,957
Other/Insurance	3,428	0	3,428
	<u>73,564</u>	<u>84,584</u>	<u>158,148</u>
Total cash disbursements			
Total cash receipts over/(under) cash disbursements	(11,385)	(39,716)	(51,101)
Other financing receipts/(disbursements):			
Transfers-In	0	65,482	65,482
Transfers-Out	(65,482)	0	(65,482)
	<u>(65,482)</u>	<u>65,482</u>	<u>0</u>
Total Other Financing Receipts/(Disbursements)			
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	(76,867)	25,766	(51,101)
Fund cash balances, January 1, 2000	<u>135,551</u>	<u>0</u>	<u>135,551</u>
Fund cash balances, December 31, 2000	<u><u>\$58,684</u></u>	<u><u>\$25,766</u></u>	<u><u>\$84,450</u></u>

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

**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1999**

	General	Special Revenue	(Memorandum Only) Total
Cash receipts:			
Intergovernmental	\$109,516	\$0	\$109,516
Donations	50	0	50
Miscellaneous	51	0	51
<b>Total cash receipts</b>	<b>109,617</b>	<b>0</b>	<b>109,617</b>
Cash disbursements:			
Salaries and Benefits	14,497	0	14,497
Supplies	1,340	0	1,340
Contract Services	8,414	46,877	55,291
Wellness Block Grant	1,020	0	1,020
Travel/Training	948	0	948
Other/Insurance	8,166	0	8,166
<b>Total cash disbursements</b>	<b>34,385</b>	<b>46,877</b>	<b>81,262</b>
<b>Total cash receipts over/(under) cash disbursements</b>	<b>75,232</b>	<b>(46,877)</b>	<b>28,355</b>
Fund cash balances, January 1, 1999	60,319	46,877	107,196
Fund cash balances, December 31, 1999	<u>\$135,551</u>	<u>\$0</u>	<u>\$135,551</u>

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



**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2000 AND 1999**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Description of The Entity**

Section 121.37, Ohio Rev Code, created the Ohio Family and Children First Cabinet Council permitting counties to establish county family and children first councils. Statutory membership of the council consists of the following individuals:

- a. At least three individuals whose families are or have received services from an agency which is represented on the council. If possible, twenty per cent of the council's membership should consist of members representing families.
- b. The director of the community mental health board.
- c. The director of the county ADAMH board. For counties served by a joint ADAMH board, the joint board's director must designate a member to participate on the county's council.
- d. A representative from each city board of health and general health district in the county. If there are more than two health districts, then the membership is limited to the commissioners of the two districts with the largest populations.
- e. The director of the county department of human services.
- f. The executive director of the county children's services board.
- g. The superintendent for the county board of MRDD.
- h. The administrative or the judge senior in service or his designee for the county's juvenile court.
- i. The superintendent of the city, exempted village, or local school district with the largest numbers of pupils residing in the county.
- j. The school superintendent representing all other school districts within the territory in the county, as designated at a biennial meeting of the superintendents of those districts.
- k. A representative of the municipal corporation with the largest population in the county.
- l. The chair of the board of county commissioners or a designee.
- m. A representative from the regional office of the Ohio Department of Youth Services.
- n. A representative of the county's head start agencies.
- o. A representative of the county's early intervention collaborative.
- p. A representative of the local nonprofit entity that funds, advocates or provide services to children and families.

A county family and children first council may invite any other local public or private agency or group that funds, advocates, or provides services to children to have a representative become a permanent or temporary member of the council.

A county council's statutory responsibilities include the following:

- a. Refer to the cabinet council those children for whom the council cannot provide adequate services;
- b. Make periodic reports to the cabinet council regarding the number of children referred to the county council and the progress made in meeting the needs of each child;
- c. Develop a plan that reviews and adjusts existing programs, fills service gaps where possible, or invents new approaches to achieve better results for families and children;
- d. Maintain an accountability system to monitor the council's progress in achieving its purposes;
- e. Establish a mechanism to ensure ongoing input from a broad representation of families who are receiving services within the county system;

**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2000 AND 1999  
(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**A. Description of the Entity (continued)**

- f. Participate in the development of a county wide, comprehensive, coordinated, multi-disciplinary, interagency system for infants and toddlers with developmental disabilities or delays and their families, as established pursuant to federal grants received and administered by the department of health for early intervention services under the "Education of the Handicapped Act Amendments of 1986".

**B. Basis of Accounting**

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

This statement includes adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

**C. Fund Accounting**

The Council uses fund accounting to segregate cash that is restricted as to use. The Council classifies its funds into the following types:

**General Fund**

The General Fund is the general operating fund. It is used to account for all financial resources except those required by law or contract to be restricted.

**Special Revenue Funds**

These funds are used to account for proceeds from specific sources (other than from trusts or for capital projects) that are restricted to expenditure for specific purposes. The Council had the following significant Special Revenue Funds:

Therapeutic Foster Care Fund- This fund is used to account for monies received from the Union County Mental Health and Recovery Services Board, Union County Juvenile Court, and Union County Department of Human Services for the provision of therapeutic care to foster children residing in Union County.

Wellness Block Grant Fund - This fund is used to account for receipts and expenditures of the Council's Wellness Block Grant.

**D. Fiscal Agent**

The Council designated the Union County Auditor as the fiscal agent for all funds received in the name of the Council. The Council designated the Union County Commissioners as the administrative agent.

**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
UNION COUNTY**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2000 AND 1999  
(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**E. Equity in Pooled Cash**

The Council's cash and investments are maintained by Union County, its statutory fiscal agent. The Ohio Revised Code prescribes allowable deposits and investments, and the County is responsible for compliance. As of December 31, 2000, and December 31, 1999, the Council's share of the County's Cash and Investments pool was as follows:

	<u>2000</u>	<u>1999</u>
Demand deposits	<u>\$84,450</u>	<u>\$135,551</u>
Total deposits	<u><u>\$84,450</u></u>	<u><u>\$135,551</u></u>

All risks associated with such deposits are the responsibility of Union County.

**F. Budget Process**

The Council files an annual estimate of expenditures with Union County as required by state law. However, this estimate is not formally adopted by the Council. The Council operates via appropriations passed by the County Commissioners. The County Commissioners ensure that the Council's expenditures do not exceed appropriations. For December 31, 2000, total appropriations were 275,193 and actual expenditures were 223,630. For December 31, 1999, total appropriations were 105,514 and actual expenditures were 81,261. Actual expenditures did not exceed appropriations in 2000 or 1999 for any fund type.

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

Union County Family and Children First Council  
Union County  
131 North Main Street, Suite K  
Marysville, Ohio 43040

We have audited the accompanying financial statements of the Family and Children First Council, Union County, Ohio, (the Council) as of and for the years ended December 31, 2000 and December 31, 1999, and have issued our report thereon dated January 24, 2001. We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the Council'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 audits 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 audits, we considered the Council'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. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the Council in a separate letter dated January 24, 2001.

Union County Family and Children First Council  
Union County  
Report on Compliance and on Internal Control  
Required by *Government Auditing Standards*  
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This report is intended for the information and use of the Council and management and is not intended to be and should not be used by anyone other than these specified parties.

**JIM PETRO**  
Auditor of State

January 24, 2001



STATE OF OHIO  
OFFICE OF THE AUDITOR  

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**UNION COUNTY FAMILY AND CHILDREN FIRST COUNCIL**

**UNION 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  
FEBRUARY 22, 2001**