

**OHIO-KENTUCKY-INDIANA
REGIONAL COUNCIL OF GOVERNMENTS**

**Financial Statements
and
Supplementary Information**

for the years ended June 30, 2002 and 2001



**Auditor of State
Betty Montgomery**

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Executive Committee
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We have reviewed the Independent Auditor's Report of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, prepared by Foxx & Company CPAs, for the audit period July 1, 2001 through June 30, 2002. 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 Ohio-Kentucky-Indiana Regional Council of Governments is responsible for compliance with these laws and regulations.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

January 22, 2003

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OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS

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ACRONYMS

ARTIMIS	Advanced Regional Traffic Interactive Management and Information System
CMAQ	Congestion Mitigation and Air Quality
FHWA	Federal Highway Administration
FTA	Federal Transit Administration
HPR-PL	Highway Planning - Preliminary Engineering
KYTC	Kentucky Transportation Cabinet
MIS	Major Investment Study
ODOT	Ohio Department of Transportation
OEPA	Ohio Environmental Protection Agency
SNK	Surface Transportation Planning (Northern Kentucky)
STP	Surface Transportation Planning (Ohio)

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Foxx & Company
Certified Public Accountants

Executive Committee
Ohio-Kentucky-Indiana Regional
Council of Governments
Cincinnati, Ohio

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying balance sheets of the Ohio-Kentucky-Indiana Regional Council of Governments (OKI), as of June 30, 2002 and 2001, and the related statement of revenues, expenditures and changes in net assets, and of cash flows for the years then ended. These financial statements are the responsibility of OKI's management. Our responsibility is to express an opinion on these financial statements based on our audit.

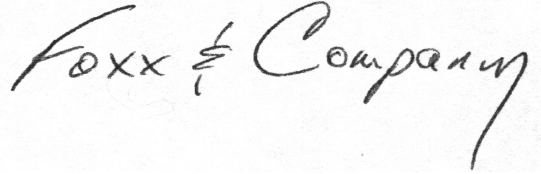
We conducted our audit in accordance with auditing standards generally accepted in the in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of OKI, as of June 30, 2002 and 2001, and the changes in net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2002 on our consideration of OKI'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.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental statements of fringe benefit cost rates, indirect cost rates and statements of cumulative revenues and expenditures for completed programs and programs in progress are presented for purposes of additional analysis and are not a required part of the financial statements of OKI. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits*

of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements of OKI. 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.

A handwritten signature in black ink that reads "Foxx & Company". The signature is written in a cursive style with a large, sweeping flourish at the end of the word "Company".

Cincinnati, Ohio
October 25, 2002

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
BALANCE SHEETS
June 30, 2002 and 2001**

	2002	2001
ASSETS		
Cash and cash equivalents (Note 7)	\$ 556,863	\$ 557,768
Receivables under contracts and grants:		
Federal agencies	-	316,628
State agencies	1,981,722	1,480,312
Other	735,382	1,278,289
Total receivables	2,717,104	3,075,229
Prepaid expenses and deposits	33,183	48,088
Furniture and equipment:		
Office furniture and equipment	1,150,620	1,106,180
Less accumulated depreciation	(961,333)	(872,219)
Furniture and equipment, net	189,287	233,961
Total assets	\$ 3,496,437	\$ 3,915,046
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 1,538,462	\$ 1,497,107
Accrued expense	282,424	275,929
Deferred revenue	956,161	1,035,676
Total liabilities	2,777,047	2,808,712
Net assets	719,390	1,106,334
Total liabilities and net assets	\$ 3,496,437	\$ 3,915,046

The accompanying notes are an integral part of these financial statements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS
for the year ended June 30, 2002
(with comparative summary totals for 2001)

	<u>General and Administrative Activities</u>	<u>Environmental Planning Activities</u>	<u>Regional Planning Activities</u>	<u>Ridesharing Implementation</u>	<u>Transportation Planning Activities</u>	<u>Total 2002</u>	<u>Total 2001</u>
Revenues:							
Federal and state grants (including Federal pass-through funds)	\$ -	\$ 128,693	\$ -	\$ 181,401	\$ 8,053,801	\$ 8,363,895	\$ 10,473,166
Local matching funds	140,732	167,438	163,246	6,238	1,017,344	1,494,998	1,401,167
Total revenues	<u>140,732</u>	<u>296,131</u>	<u>163,246</u>	<u>187,639</u>	<u>9,071,145</u>	<u>9,858,893</u>	<u>11,874,333</u>
Expenses:							
Direct costs:							
Personnel	21,427	66,737	69,558	37,045	1,052,103	1,246,870	1,383,262
Fringe benefits (Note 8)	362,499	20,274	21,130	11,254	319,604	734,761	596,601
Travel, subsistence and professional development	43,352	2,402	882	598	28,795	76,029	76,235
Printing, marketing and contractual services	2,548	4,730	1,010	99,611	6,580,570	6,688,469	8,268,994
Other direct expenses	45,654	135,859	1,740	2,422	47,542	233,217	149,935
Indirect costs (Note 8)	52,196	66,129	68,926	36,709	1,042,531	1,266,491	1,352,123
Total expenses	<u>527,676</u>	<u>296,131</u>	<u>163,246</u>	<u>187,639</u>	<u>9,071,145</u>	<u>10,245,837</u>	<u>11,827,150</u>
Excess (deficit) of revenues over expense	<u>\$ (386,944)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	(386,944)	47,183
Net assets, beginning of year						<u>1,106,334</u>	<u>1,059,151</u>
Net assets, end of year						<u>\$ 719,390</u>	<u>\$ 1,106,334</u>

The accompanying notes are an integral part of these financial statements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CASH FLOWS
for the years ended June 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Change in net assets	\$ (386,944)	\$ 47,183
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	89,114	107,418
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	358,125	(1,288,047)
(Increase) decrease in prepaid expenses and deposits	14,905	(16,189)
Increase in accounts payable	41,355	365,562
Increase in accrued expenses	6,495	33,560
Increase (decrease) in deferred revenue	(79,515)	728,915
Net cash provided by operating activities	<u>43,535</u>	<u>(21,598)</u>
Cash flows from investing activities:		
Property, plant and equipment additions	<u>(44,440)</u>	<u>(117,010)</u>
Net decrease in cash and cash equivalents	(905)	(138,608)
Cash and cash equivalents, beginning of year	557,768	696,376
Cash and cash equivalents, end of year	<u>\$ 556,863</u>	<u>\$ 557,768</u>
Supplemental data - interest paid	<u>\$ 486</u>	<u>\$ 1,766</u>

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

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
for the year ended June 30, 2002

1. Description of Reporting Entity and Summary of Significant Accounting Policies

Organization - The Ohio-Kentucky-Indiana Regional Council of Governments (OKI), organized under Chapter 167 of the Ohio Revised Code, assists in coordinating area-wide planning of transportation, economic development, water and air quality, and other aspects of regional development. In addition, OKI coordinates a regional ridesharing program.

OKI also acts as the area-wide review agency on state and local applications for U.S. Government financial assistance on projects located in the regional area comprised of Butler, Clermont, Hamilton, and Warren Counties in Ohio; Boone, Campbell, and Kenton Counties in Kentucky; and Dearborn County in Indiana.

Funds are provided primarily by Federal, state, and local government agencies.

Summary of significant accounting policies - The financial statements of OKI are prepared on the accrual basis of accounting and reflect the accounting policies discussed in the following paragraphs.

As provided in Statement No. 29 of the Governmental Accounting Standards Board (GASB No. 29). "The use of Not-for-Profit Accounting and Financial Reporting Principles by Governmental Entities," OKI use the AICPA Not-for-Profit Model in accounting for and preparation of its financial statements.

OKI maintains subsidiary ledgers to identify revenues and expenditures by detailed program. Activities not specifically related to a program are classified as general and administrative transactions. The statement of revenues, expenditures and changes in net assets reflect activities by major program category.

Authorizations under U.S. Government and state and local agency grants or contracts are obtained by requisitioning such agencies for reimbursement of eligible costs incurred up to the maximum amounts specified under the grants or contract commitments. OKI recognizes program grant revenue at the time eligible costs are incurred.

Local matching funds, including member county supporting contributions and in-kind contributions from other agencies are recognized as revenues to the extent required to fund eligible program costs and/or to meet program matching requirements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
for the year ended June 30, 2002

Contributed services, included in local marching funds, are valued at the equivalent OKI hourly pay rate for such services for the amount of hours spent by individuals involved. In-kind contributions are valued at the fair market price on the date of receipt. Such contributed services are accounted for as revenue and as program expenses.

Indirect costs and fringe benefits are charged to individual programs based on provisional rates. Differences in amounts billed and actual costs incurred are adjusted to actual costs at year end. Indirect costs and fringe benefits in the Statement of Revenues, Expenditures and Changes in Net Assets represent the application of actual indirect and fringe benefit rates.

Equipment is depreciated on the straight-line method over the asset's estimated useful life. Depreciation expense was \$89,114 and \$107,418 for the years ended June 30, 2002 and 2001, respectively.

2. Cash and Cash Equivalents

Statutes authorize OKI to invest in obligations of the U.S. Treasury and U.S. agencies, the State Treasurer's (Ohio) investment pool, repurchase agreements, certificates of deposit, and other instruments authorized by Section 135 of the Ohio Revised Code.

OKI's cash and temporary investments at June 30, 2002 and June 30, 2001 consisted of:

	<u>2002</u>	<u>2001</u>
Demand deposits	\$ 10,710	\$ 93,075
Repurchase agreements (carrying value and market value)	546,153	464,693
Total	<u>\$ 556,863</u>	<u>\$ 557,768</u>

Demand deposits are entirely covered by Federal depository insurance or by specific collateral held by the Federal Reserve Bank of Cleveland, Cincinnati Branch, as trustee for OKI in OKI's name.

The repurchase agreements are collateralized by U.S. Government securities held by the Federal Reserve Bank of Cleveland, Cincinnati Branch, as trustee for OKI.

For purposes of the statement of cash flows, OKI considers all highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
for the year ended June 30, 2002

3. Bank Line of Credit

OKI has a line of credit available of \$850,000. When used, the line of credit is collateralized by the working capital of OKI and bears interest at the prime rate. At June 30, 2002 and 2001, OKI had no borrowings against this line of credit. The line expires May 12, 2003.

4. Income Taxes

OKI is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

5. Lease Commitment

OKI has entered into operating lease agreements for office facilities and a photocopier machine. Rental expense was \$185,780 and \$185,600 for the years ended June 30, 2002 and 2001, respectively. At June 30, 2002, the minimum future rentals under the non-calculable leases are due as follows for fiscal year ended June 30:

2003	<u>\$ 42,652</u>
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6. Employee Retirement and Fringe Benefit Plans

The OKI Employees Retirement Plan is a trustee, contributory, defined contribution retirement plan covering all permanent, full-time employees. Contributions to the plan include a contribution by OKI of 6.9 percent of the participant's wages and a mandatory contribution by the participant of 5 percent of his or her wages. An additional employer contribution of 6.20 percent is required on wages in excess of the FICA ceiling. Pension expense was \$147,462 and \$145,435 in 2002 and 2001, respectively. Forfeitures reduce the current contributions of OKI to the plan.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO FINANCIAL STATEMENTS
for the year ended June 30, 2002

Employee contributions are 100 percent vested at date of contribution. Employer contributions vest as follows:

<u>Years of Service</u>	<u>Percent Vested</u>
Less than 1	0
1	20
2	40
3	60
4	80
5	100

7. Contingent Liabilities

Project work performed under grants and contracts is subject to final acceptance by the grantor and contracting agencies. Costs claimed for work performed under grants and contracts which are not acceptable to the grantor or contracting agency may be subject to recovery by the grantor or contracting agency. The management of OKI believes that project work has been satisfactorily performed.

8. Change From Fixed to Actual Fringe Benefit and Indirect Cost Rates

For the year ended June 30, 2002, OKI changed from using fixed fringe benefit rates to actual indirect costs. This change resulted in the recovery of excess amounts recovered in prior years, and a reduction of \$355,988 to the actual fringe benefits incurred and \$30,955 to the actual indirect costs incurred. These reductions were the carried forward differences between fixed indirect cost rates and actual indirect cost from prior years. The fringe benefits and indirect costs charged to General and Administrative activities are as follows:

	<u>Fringe Benefits</u>	<u>Indirect Costs</u>
Current year costs	\$ 6,511	\$ 21,241
Amounts recovered from prior years	<u>355,988</u>	<u>30,955</u>
	<u>\$ 362,499</u>	<u>\$ 52,196</u>

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SUPPLEMENTAL INFORMATION

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF FRINGE BENEFIT COST RATES
for the year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>
Fringe benefit costs:		
Vacation	\$ 207,500	\$ 156,607
Sick	91,000	85,552
Holiday	90,066	76,385
Administrative leave	20,000	9,959
FICA	183,500	148,346
Retirement	176,900	147,462
Group insurance	252,000	246,131
Workers compensation	9,500	3,930
Employee Incentive	5,000	1,836
Prior period excess recovery	(355,988)	-
	<u>679,478</u>	<u>876,208</u>
Total fringe benefit costs	<u>\$ 679,478</u>	876,208
		<u>(355,988)</u>
Prior period recovery allocated to general and administrative		<u>(355,988)</u>
		<u>\$ 520,219</u>
Total fringe benefits applied to projects		<u>\$ 520,219</u>
Allocation base: Direct and indirect personnel	<u>\$ 2,357,987</u>	<u>\$ 1,712,815</u>
Fringe benefit cost rate	<u>28.82%</u>	<u>30.37%</u>

Notes:

1. Approval of the provisional fringe benefit cost rate for the year ended June 30, 2002, was obtained from ODOT, OKI's Federal cognizant agency. The authority for ODOT to be OKI's cognizant agency was granted from the FHWA.
2. A provisional fringe benefit rate of 28.8 percent was authorized by ODOT. The provisional rate is the budgeted rate adjusted for the excess amounts recovered in prior years.
3. There were no questioned costs in the fringe benefit cost pool or the direct and indirect personnel allocation base.
4. The provisional rate was utilized during fiscal year 2002 for grant application purposes. The final 2002 fringe benefit rate was applied for financial statement purposes and for determining the final grant amounts claimed.
5. Expenses in the Statement of Revenues, Expenditures and Changes in Net Assets reflect the application of actual rates. Individual program costs presented on pages 12 to 34 reflect the application of fixed rates.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF INDIRECT COST RATES
for the year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>
Indirect costs:		
Personnel	\$ 625,000	\$ 465,945
Fringe benefits	274,457	141,447
Travel and subsistence	33,000	21,616
Drafting materials and office supplies	55,000	25,187
Outside printing	20,000	11,050
Postage and shipping	26,500	23,810
Occupancy and telephone	219,400	190,002
Interest expense	1,500	486
Legal and audit	95,000	112,279
Insurance and maintenance of equipment	28,500	30,703
Professional services	45,000	72,474
Depreciation and amortization	85,000	89,114
Memberships, registration fees, subscriptions and publications	45,000	24,692
Advertising and temporary services	11,000	27,989
Other	12,500	11,418
Retirement plan administrative fee	6,000	-
Internet costs and we site management	30,000	9,795
Meetings and hearings	-	8,484
Prior year excess recovery	(30,956)	-
Total indirect costs	<u>\$ 1,581,901</u>	<u>1,266,491</u>
Prior period recovery allocated to general and administrative		<u>(30,955)</u>
Total indirect cost applied to projects		<u>\$ 1,235,536</u>
Allocation base: Direct personnel	<u>\$ 1,732,987</u>	<u>\$ 1,246,870</u>
Indirect cost rate applied	<u>91.28%</u>	<u>99.09%</u>

Notes:

1. Approval of the provisional indirect cost rate for the year ended June 30, 2002 was obtained from ODOT, OKI's cognizant agency. The authority for ODOT to be OKI's cognizant agency was granted from the FHWA.
2. A provisional indirect cost rate of 91.3 percent was authorized by ODOT. The provisional rate is the budgeted rate adjusted for the excess amounts recovered in prior years.
3. There were no questioned costs in the indirect cost pool or the direct personnel allocation base.
4. The provisional rate was utilized during fiscal year 2002 for grant application purposes. The final 2002 indirect cost rate was applied for financial statement purposes and for determining the final grant amounts claimed.
5. Expenses in the Statement of Revenues, Expenditures and Changes in Net Assets reflect the application of actual rates. Individual program costs presented on pages 12 to 34 reflect the application of fixed rates.

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STATEMENTS OF CUMULATIVE REVENUES AND EXPENDITURES

COMPLETED PROGRAMS

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FTA CENTRAL AREA LOOP (OH-03-0171)
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Federal: FTA funds	\$ 498,383	\$ 481,302	\$ 17,081	\$ 498,383
Local matching funds	124,595	120,325	4,270	124,595
Total revenues	<u>\$ 622,978</u>	<u>\$ 601,627</u>	<u>\$ 21,351</u>	<u>\$ 622,978</u>
Expenditures:				
Direct personnel	\$ 47,700	\$ 20,569	\$ 2,424	\$ 22,993
Fringe benefits	23,370	9,565	698	10,263
Indirect	44,408	19,975	2,214	22,189
Travel, subsistence & professional development	2,500	106	16	122
Printing, marketing & contractual	500,000	545,703	15,301	561,004
Other expenditures	5,000	5,709	698	6,407
Total expenditures	<u>\$ 622,978</u>	<u>\$ 601,627</u>	<u>\$ 21,351</u>	<u>\$ 622,978</u>
Task:				
Central area loop	<u>\$ 622,978</u>	<u>\$ 601,627</u>	<u>\$ 21,351</u>	<u>\$ 622,978</u>

NOTES:

1. The grant for FY 2000 Central Area Loop Study (OH-03-0171) began July 1, 1999.
2. FTA funds are received under agreement for continuation of the northeastern corridor major investment study. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the agreement, Federal grant funds are 80 percent, matching funds are 20 percent.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FTA (OH-03-0180-01)
FY 2001 FTA TRANSPORTATION
I-71 CORRIDOR PLANNING AND PRELIMINARY ENGINEERING
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Federal: FTA funds	\$ 2,767,674	\$ 2,399,943	\$ 367,730	\$ 2,767,673
Total revenues	<u>\$ 2,767,674</u>	<u>\$ 2,399,943</u>	<u>\$ 367,730</u>	<u>\$ 2,767,673</u>
Expenditures:				
Direct personnel	\$ 75,000	\$ 45,386	\$ 10,464	\$ 55,850
Fringe benefits	33,750	20,946	3,013	23,959
Indirect	73,500	44,542	9,553	54,095
Travel, subsistence & professional development	3,000	4,676	19	4,695
Printing, marketing & contractual	2,577,424	2,282,950	344,536	2,627,486
Other expenditures	5,000	1,443	145	1,588
Total expenditures	<u>\$ 2,767,674</u>	<u>\$ 2,399,943</u>	<u>\$ 367,730</u>	<u>\$ 2,767,673</u>
Task:				
Primary corridor - MIS	<u>\$ 2,767,674</u>	<u>\$ 2,399,943</u>	<u>\$ 367,730</u>	<u>\$ 2,767,673</u>

NOTES:

1. The grant for 2001 Primary Corridor Study (OH-03-0180-01) began July 1, 2000.
2. FTA funds are received under agreement for continuation of the northeastern corridor major investment study. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the agreement, Federal grant funds are 100 percent.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2001 TRANSPORTATION PLANNING
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (HPR-PL funds)	\$ 1,465,833	\$ 1,145,714	\$ 427,016	\$ 1,572,730
Kentucky: KYTC (HPR-PL funds)	251,429	186,858	62,884	249,742
Kentucky: KYTC (FTA funds)	67,860	47,645	16,494	64,139
In-kind services	-	170,102	62,668	232,770
Local matching funds	446,280	1,497	-	1,497
Total revenues	<u>\$ 2,231,402</u>	<u>\$ 1,551,816</u>	<u>\$ 569,062</u>	<u>\$ 2,120,878</u>
Expenditures:				
Direct personnel	\$ 828,158	\$ 586,824	\$ 193,372	\$ 780,196
Fringe benefits	382,195	270,819	55,691	326,510
Indirect	812,754	575,909	176,549	752,458
Travel, subsistence & professional development	-	13,757	2,074	15,831
Printing, marketing & contractual	180,000	88,629	124,214	212,843
Other expenditures	28,295	15,878	17,162	33,040
Total expenditures	<u>\$ 2,231,402</u>	<u>\$ 1,551,816</u>	<u>\$ 569,062</u>	<u>\$ 2,120,878</u>
Tasks:				
Transportation improvement program	\$ 155,000	\$ 135,198	\$ 32,339	\$ 167,537
System characteristics (surveillance)	875,000	552,826	147,255	700,081
Long range planning	620,284	320,901	286,902	607,803
Land use planning	214,338	239,240	10,000	249,240
Air quality program	50,000	29,177	10,760	39,937
KYTC exclusive	10,000	9,980	-	9,980
Kentucky exclusive - accident data	23,780	15,000	-	15,000
Short range planning	283,000	249,494	81,806	331,300
Total tasks	<u>\$ 2,231,402</u>	<u>\$ 1,551,816</u>	<u>\$ 569,062</u>	<u>\$ 2,120,878</u>

NOTES:

1. The grant period for FY 2001 Transportation Planning was July 1, 2000 to September 30, 2001.
2. FHWA/ODOT/KYTC funds are received under agreements for continuation of a transportation planning process with ODOT and KYTC. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the agreement, Federal and State grant funds do not exceed the matching requirements established in the FY 2001 overall work program.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2001 SURFACE TRANSPORTATION PROGRAM (STP)
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (STP funds)	\$ 87,376	\$ 54,424	\$ 33,419	\$ 87,843
Kentucky: KYTC (SNK funds)	13,299	8,681	5,331	14,012
Local matching funds	4,325	2,170	1,333	3,503
Total revenues	<u>\$ 105,000</u>	<u>\$ 65,275</u>	<u>\$ 40,083</u>	<u>\$ 105,358</u>
Expenditures:				
Direct personnel	\$ 41,116	\$ 23,513	\$ 18,074	\$ 41,587
Fringe benefits	18,514	10,851	5,205	16,056
Indirect	39,370	23,076	16,502	39,578
Travel, subsistence & professional development	3,000	3,340	84	3,424
Printing, marketing & contractual	-	857	32	889
Other expenditures	3,000	3,638	186	3,824
Total expenditures	<u>\$ 105,000</u>	<u>\$ 65,275</u>	<u>\$ 40,083</u>	<u>\$ 105,358</u>
Task:				
Long range planning - STP	<u>\$ 105,000</u>	<u>\$ 65,275</u>	<u>\$ 40,083</u>	<u>\$ 105,358</u>

NOTES:

1. The grant for the Surface Transportation Program agreement began July 1, 2000.
2. FHWA/ODOT STP/KYTC SNK funds were received under agreements for specified long range planning activities. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. This program is funded with Ohio STP funds at a rate of 83 percent and Kentucky SNK funds at a rate of 13 percent.
4. As of June 31, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
ODOT/KYTC/CMAQ
ADVANCED REGIONAL TRAFFIC INTERACTIVE MANAGEMENT
AND INFORMATION SYSTEM (ARTIMIS)
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (CMAQ funds)	\$ 22,500	\$ 22,183	\$ -	\$ 22,183
Kentucky: KYTC (CMAQ funds)	6,000	5,914	-	5,914
Local matching funds	1,500	2,690	236	2,926
Total revenues	<u>\$ 30,000</u>	<u>\$ 30,787</u>	<u>\$ 236</u>	<u>\$ 31,023</u>
Expenditures:				
Direct personnel	\$ 10,623	\$ 12,216	\$ 107	\$ 12,323
Fringe benefits	5,109	5,846	31	5,877
Indirect	13,737	12,205	98	12,303
Other expenditures	531	520	-	520
Total expenditures	<u>\$ 30,000</u>	<u>\$ 30,787</u>	<u>\$ 236</u>	<u>\$ 31,023</u>
Task:				
ARTIMIS	<u>\$ 30,000</u>	<u>\$ 30,787</u>	<u>\$ 236</u>	<u>\$ 31,023</u>

NOTES:

1. The grant for the ARTIMIS began July 1, 1998.
2. CMAQ/ODOT funds are received under an agreement with the Ohio Department of Transportation. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the OKI/ODOT agreement, State revenues do not exceed 75 percent of expenditures incurred.
4. In accordance with the OKI/KYTC agreement, State revenues do not exceed 80 percent of expenditures incurred.
5. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
ODOT/KYTC/CMAQ
ADVANCED REGIONAL TRAFFIC INTERACTIVE MANAGEMENT
AND INFORMATION SYSTEM (ARTIMIS) EVALUATION
as of June 30, 2002

	<u>Budget</u>	<u>Commutative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Commutative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (CMAQ funds)	\$ 178,500	\$ 171,302	\$ 7,109	\$ 178,411
Kentucky: KYTC (CMAQ funds)	59,500	57,100	2,369	59,469
Total revenues	<u>\$ 238,000</u>	<u>\$ 228,402</u>	<u>\$ 9,478</u>	<u>\$ 237,880</u>
Expenditures:				
Direct personnel	\$ -	\$ 323	\$ -	\$ 323
Fringe benefits	-	155	-	155
Indirect	-	249	-	249
Printing, marketing & contractual	238,000	227,608	9,478	237,086
Other expenditures	-	67	-	67
Total expenditures	<u>\$ 238,000</u>	<u>\$ 228,402</u>	<u>\$ 9,478</u>	<u>\$ 237,880</u>
Task:				
ARTIMIS evaluation	<u>\$ 238,000</u>	<u>\$ 228,402</u>	<u>\$ 9,478</u>	<u>\$ 237,880</u>

NOTES:

1. The grant for the ARTIMIS Evaluation began July 1, 1999.
2. CMAQ/ODOT funds are received under an agreement with the Ohio Department of Transportation. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the OKI/ODOT agreement, State revenues do not exceed 75 percent of expenditures incurred.
4. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OEPA
FY 2002 WATER QUALITY PLANNING - STATE 604B CONTRACT (OHIO)
as of June 30, 2002**

	<u>Budget</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:			
Federal and state funds:			
Ohio: OEPA funds	\$ 50,426	\$ 50,426	\$ 50,426
Local matching funds	34,574	47,799	47,799
Total revenues	<u>\$ 85,000</u>	<u>\$ 98,225</u>	<u>\$ 98,225</u>
Expenditures:			
Direct personnel	\$ 34,000	\$ 41,972	\$ 41,972
Fringe benefits	15,000	12,750	12,750
Indirect	34,400	41,590	41,590
Travel, subsistence & professional development	300	1,160	1,160
Printing, marketing & contractual	100	82	82
Other expenditures	1,200	671	671
Total expenditures	<u>\$ 85,000</u>	<u>\$ 98,225</u>	<u>\$ 98,225</u>
Task:			
OEPA General Assembly Water	<u>\$ 85,000</u>	<u>\$ 98,225</u>	<u>\$ 98,225</u>

NOTES:

1. The grant period under the OEPA FY 2002 State 604B Contract is July 1, 2001 to June 30, 2002. This grant agreement provides for state revenues to be earned on adequate completion of products rather than cost reimbursement.
2. In accordance with the State OEPA contract, state grant revenues did not exceed \$50,426 as set forth in the grant budget and the local matching requirement of 40 percent has been met.
3. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OEPA
FY 2001 GENERAL ASSEMBLY WATER QUALITY PLANNING PROJECT
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: OEPA funds	\$ 75,000	\$ 68,390	\$ 6,610	\$ 75,000
Local matching funds	50,000	45,594	4,874	50,468
Total revenues	<u>\$ 125,000</u>	<u>\$ 113,984</u>	<u>\$ 11,484</u>	<u>\$ 125,468</u>
Expenditures:				
Direct personnel	\$ 45,676	\$ 44,633	\$ 4,986	\$ 49,619
Fringe benefits	25,252	20,598	1,515	22,113
Indirect	47,572	43,803	4,940	48,743
Travel, subsistence & professional development	2,500	1,526	15	1,541
Printing, marketing & contractual	1,000	352	-	352
Other expenditures	3,000	3,072	28	3,100
Total expenditures	<u>\$ 125,000</u>	<u>\$ 113,984</u>	<u>\$ 11,484</u>	<u>\$ 125,468</u>
Task:				
OEPA General Assembly Water	<u>\$ 125,000</u>	<u>\$ 113,984</u>	<u>\$ 11,484</u>	<u>\$ 125,468</u>

NOTES:

1. The grant for the OEPA FY 2001 General Assembly Contract began July 1, 2000.
2. In accordance with the State OEPA contract, state grant revenues did not exceed 60 percent, as set forth in the grant budget.
3. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
LOCAL WATER QUALITY PLANNING
as of June 30, 2002**

	<u>Budget</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:			
Local funds	\$ 5,650	\$ 19,968	\$ 19,968
Total revenues	\$ 5,650	\$ 19,968	\$ 19,968
Expenditures:			
Direct personnel	\$ 1,500	\$ 2,610	\$ 2,610
Fringe benefits	775	792	792
Indirect	1,275	2,586	2,586
Travel, subsistence & professional development	100	-	-
Printing, marketing & contractual	1,000	-	-
Other expenditures	1,000	13,980	13,980
Total expenditures	\$ 5,650	\$ 19,968	\$ 19,968
Task:			
Local water quality planning	\$ 5,650	\$ 19,968	\$ 19,968

NOTES:

1. The grant period for Local Water Quality Planning was July 1, 2001 to June 30, 2002.
2. Budget amounts were derived from FY 2002 Overall Agency Budget.
3. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
REGIONAL PLANNING ACTIVITIES
as of June 30, 2002**

	<u>Budget</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:			
Local revenues:			
Member county contributions	\$ 293,191	\$ 159,898	\$ 159,898
Total revenues	<u>\$ 293,191</u>	<u>\$ 159,898</u>	<u>\$ 159,898</u>
Expenditures:			
Direct personnel	\$ 121,132	\$ 68,119	\$ 68,119
Fringe benefits	60,957	20,693	20,693
Indirect	99,402	67,500	67,500
Travel, subsistence & professional development	1,500	836	836
Printing, marketing & contractual	5,000	1,010	1,010
Other expenditures	5,200	1,740	1,740
Total expenditures	<u>\$ 293,191</u>	<u>\$ 159,898</u>	<u>\$ 159,898</u>
Task:			
Local comprehensive regional planning	<u>\$ 293,191</u>	<u>\$ 159,898</u>	<u>\$ 159,898</u>

NOTES:

1. The grant period for the Local Comprehensive Regional Planning Program was July 1, 2001 to June 30, 2002.
2. Budget amounts were derived from FY 2002 Overall Agency Budget.
3. As of June 30, 2002, no costs subject to audit have been questioned.

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STATEMENTS OF CUMULATIVE REVENUES AND EXPENDITURES
PROGRAMS IN PROGRESS

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FTA REVERSE COMMUTE JOB ACCESS
as of June 30, 2002

	<u>Budget</u>	<u>Commutative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditure s</u>	<u>Commutative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Federal: FTA funds	\$ 784,450	\$ 718,755	\$ (2,000)	\$ 716,755
In-kind revenues	-	613,858	-	613,858
Local matching funds	784,450	104,898	(2,000)	102,898
Total revenues	<u>\$1,568,900</u>	<u>\$ 1,437,511</u>	<u>\$ (4,000)</u>	<u>\$ 1,433,511</u>
Expenditures:				
Printing, marketing & contractual	1,568,900	1,437,511	(4,000)	1,433,511
Total expenditures	<u>\$1,568,900</u>	<u>\$ 1,437,511</u>	<u>\$ (4,000)</u>	<u>\$ 1,433,511</u>
Task:				
Reverse commute job access	<u>\$1,568,900</u>	<u>\$ 1,437,511</u>	<u>\$ (4,000)</u>	<u>\$ 1,433,511</u>

NOTES:

1. The grant for FTA Reverse Commute Job Access began July 1, 1999.
2. FTA funds are received under agreement for continuation of the Reverse Commute Job Access Program. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the agreement, Federal grant funds are 50 percent, matching funds are 50 percent.
4. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2002 SURFACE TRANSPORTATION PROGRAM (STP)
as of June 30, 2002**

	<u>Budget</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:			
Federal and state funds:			
Ohio: ODOT (STP funds)	\$ 345,125	\$ 157,422	\$ 157,422
Kentucky: KYTC (SNK funds)	55,050	25,110	25,110
Local matching funds	13,763	6,278	6,278
Total revenues	<u>\$ 413,938</u>	<u>\$ 188,810</u>	<u>\$ 188,810</u>
Expenditures:			
Direct personnel	\$ 154,416	\$ 62,918	\$ 62,918
Fringe benefits	67,804	19,398	19,398
Indirect	143,718	63,754	63,754
Travel, subsistence & professional development	-	2,484	2,484
Printing, marketing & contractual	-	36,301	36,301
Other expenditures	48,000	3,955	3,955
Total expenditures	<u>\$ 413,938</u>	<u>\$ 188,810</u>	<u>\$ 188,810</u>
Tasks:			
Long range planning	75,000	63,985	63,985
Land use planning	338,938	124,825	124,825
Total tasks	<u>\$ 413,938</u>	<u>\$ 188,810</u>	<u>\$ 188,810</u>

NOTES:

1. The grant for the Surface Transportation Program agreement began July 1, 2001.
2. FHWA/ODOT STP/KYTC SNK funds were received under agreements for specified long range planning activities. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. This program is funded with STP funds at a rate of 80 percent.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2002 TRANSPORTATION PLANNING
as of June 30, 2002

	<u>Budget</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditure as of June 30, 2002</u>
Revenues:			
Federal and state funds:			
Ohio: ODOT (HPR-PL funds)	\$ 1,501,015	\$ 1,396,429	\$ 1,396,429
Kentucky: KYTC (HPR-PL funds)	343,299	311,528	311,528
Kentucky: KYTC (FTA funds)	66,979	54,969	54,969
In-kind services	209,582	153,997	153,997
Local matching funds	271,280	77,250	77,250
Total revenues	<u>\$ 2,392,155</u>	<u>\$ 1,994,173</u>	<u>\$ 1,994,173</u>
Expenditures:			
Direct personnel	\$ 684,170	\$ 593,389	\$ 593,389
Fringe benefits	300,415	183,311	183,311
Indirect	636,825	603,061	603,061
Travel, subsistence & professional development	-	12,814	12,814
Printing, marketing & contractual	718,245	590,673	590,673
Other expenditures	52,500	10,925	10,925
Total expenditures	<u>\$ 2,392,155</u>	<u>\$ 1,994,173</u>	<u>\$ 1,994,173</u>
Tasks:			
Transportation improvement program	\$ 59,607	\$ 64,227	\$ 64,227
System characteristics (surveillance)	649,945	532,092	532,092
Long range planning	908,586	625,761	625,761
Land use planning	300,001	375,000	375,000
Air quality program	30,531	31,783	31,783
KYTC exclusive	9,998	15,000	15,000
Kentucky exclusive - accident data	131,786	118,224	118,224
Transportation annual summary	20,001	2,739	2,739
Short range planning	281,700	229,347	229,347
Total tasks	<u>\$ 2,392,155</u>	<u>\$ 1,994,173</u>	<u>\$ 1,994,173</u>

NOTES:

1. The grant period for FY 2002 Transportation Planning was July 1, 2001 to September 30, 2002.
2. FHWA/ODOT/KYTC funds are received under agreements for continuation of a transportation planning process with ODOT and KYTC. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the agreement, Federal and State grant funds do not exceed the matching requirements established in the FY 2002 overall work program.
4. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
ODOT/KYTC/CMAQ
OZONE AWARENESS PROGRAM
as of June 30, 2002**

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (CMAQ funds)	\$ 2,378,655	\$ 1,108,129	\$ 648,940	\$ 1,757,069
Kentucky: KYTC (CMAQ funds)	260,000	120,886	70,794	191,680
Local matching funds	64,362	30,221	17,698	47,919
Total revenues	<u>\$ 2,703,017</u>	<u>\$ 1,259,236</u>	<u>\$ 737,432</u>	<u>\$ 1,996,668</u>
Expenditures:				
Direct personnel	\$ 229,760	\$ 109,640	\$ 59,029	\$ 168,669
Fringe benefits	109,985	51,898	17,932	69,830
Indirect	236,836	103,809	58,492	162,301
Travel, subsistence & professional development	17,000	4,855	5,616	10,471
Printing, marketing & contractual	1,979,436	980,257	590,245	1,570,502
Other expenditures	130,000	8,777	6,118	14,895
Total expenditures	<u>\$ 2,703,017</u>	<u>\$ 1,259,236</u>	<u>\$ 737,432</u>	<u>\$ 1,996,668</u>
Task:				
Ozone awareness program	<u>\$ 2,703,017</u>	<u>\$ 1,259,236</u>	<u>\$ 737,432</u>	<u>\$ 1,996,668</u>

NOTES:

1. The grant period for the Ozone Reduction Program began June 16, 1999.
2. CMAQ/ODOT/KYTC funds are received under an agreement with the Ohio Department of Transportation. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the OKI/ODOT agreement, Federal grant revenues do not exceed 90 percent of expenditures incurred. The State of Ohio assists local match contributions providing 10 percent from state revenue sources.
4. In accordance with the OKI/KYTC agreement, Federal grant revenues do not exceed 90 percent of expenditures incurred.
5. As of June 30, 2002, no costs subject to audit have been questioned.
6. In accordance with the OKI/KYTC agreement, State revenues do not exceed 100 percent of expenditures incurred.
7. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT; FHWA/KYTC
FY 2002 PROJECT RIDESHARE
as of June 30, 2002

	Budget	Current Year Revenues and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2002
Revenues:			
Federal and state funds:			
Ohio: ODOT (CMAQ funds)	\$ 237,205	\$ 156,446	\$ 156,446
Kentucky: KYTC (SNK funds)	37,836	24,955	24,955
Local matching funds	9,459	6,238	6,238
Total revenues	<u>\$ 284,500</u>	<u>\$ 187,639</u>	<u>\$ 187,639</u>
Expenditures:			
Direct personnel	\$ 47,260	\$ 37,045	\$ 37,045
Fringe benefits	20,750	11,254	22,508
Indirect	43,990	36,709	36,709
Travel, subsistence & professional development	-	598	598
Printing, marketing & contractual	169,500	99,611	99,611
Other expenditures	3,000	2,422	2,422
Total expenditures	<u>\$ 284,500</u>	<u>\$ 187,639</u>	<u>\$ 187,639</u>
Tasks:			
Ridematching	\$ 37,500	\$ 14,825	\$ 14,825
Vanpool	74,500	24,935	24,935
Marketing	172,500	147,879	147,879
Total tasks	<u>\$ 284,500</u>	<u>\$ 187,639</u>	<u>\$ 187,639</u>

NOTES:

1. State grants and contracts consist of the following (all costs were incurred after the effective dates):
 - a. ODOT agreement for the period July 1, 2001 through June 30, 2002 for \$237,205 in ODOT/CMAQ reimbursed to OKI at a participation rate of 100 percent.
 - b. KYTC agreement for the period July 1, 2001 through June 30, 2002 for \$37,836 in KYTC/SNK reimbursed to OKI at a participation rate of 80 percent.
2. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OHIO EXCLUSIVE
NORTHWESTERN BUTLER COUNTY MIS (STP)
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Federal: STP funds	\$ 320,000	\$ 31,850	\$ 21,534	\$ 53,384
Local matching funds	80,000	7,963	5,384	13,347
Total revenues	<u>\$ 400,000</u>	<u>\$ 39,813</u>	<u>\$ 26,918</u>	<u>\$ 66,731</u>
Expenditures:				
Direct personnel	\$ 28,654	\$ 4,758	\$ 6,776	\$ 11,534
Fringe benefits	13,224	2,196	2,058	4,254
Indirect	28,122	4,669	6,714	11,383
Travel, subsistence & professional development	-	31	69	100
Printing, marketing & contractual	325,000	27,951	10,631	38,582
Other expenditures	5,000	208	670	878
Total expenditures	<u>\$ 400,000</u>	<u>\$ 39,813</u>	<u>\$ 26,918</u>	<u>\$ 66,731</u>
Task:				
Northwestern Butler County MIS	<u>\$ 400,000</u>	<u>\$ 39,813</u>	<u>\$ 26,918</u>	<u>\$ 66,731</u>

NOTES:

1. The grant for the North West Butler County MIS began July 1, 2000.
2. STP funds are received under an agreement for the Northwestern Butler County major investment study. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the, Federal grant revenues do not exceed 80 percent of expenditures incurred.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OHIO EXCLUSIVE
FY 2000 I-75 CORRIDOR MIS
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (STP funds)	\$8,622,096	\$ 2,878,077	\$ 2,875,888	\$ 5,753,965
Local matching funds	406,750	19,999	217,500	237,499
Total revenues	<u>\$9,028,846</u>	<u>\$ 2,898,076</u>	<u>\$ 3,093,388</u>	<u>\$ 5,991,464</u>
Expenditures:				
Direct personnel	\$ 285,000	\$ 130,477	\$ 73,103	\$ 203,580
Fringe benefits	131,528	60,324	22,207	82,531
Indirect	279,699	127,733	72,439	200,172
Travel, subsistence & professional development	5,000	2,672	797	3,469
Printing, marketing & contractual	8,312,619	2,569,168	2,920,956	5,490,124
Other expenditures	15,000	7,702	3,886	11,588
Total expenditures	<u>\$9,028,846</u>	<u>\$ 2,898,076</u>	<u>\$ 3,093,388</u>	<u>\$ 5,991,464</u>
Task:				
I-75 corridor - MIS				
Part A - OKI	\$4,828,846	\$ 1,975,982	\$ 1,718,733	\$ 3,694,715
Part B - Dayton	2,400,000	695,668	821,155	1,516,823
Part C - Dayton	1,800,000	226,426	553,500	779,926
	<u>\$9,028,846</u>	<u>\$ 2,898,076</u>	<u>\$ 3,093,388</u>	<u>\$ 5,991,464</u>

NOTES:

1. The grant for the I-75 Corridor MIS began July 1, 1999.
2. ODOT funds are received under an agreement with the Ohio Department of Transportation. Revenues were received and expenditures incurred under an agreement between OKI and ODOT in accordance with an overall work program approved each fiscal year.
3. In accordance with the OKI/ODOT agreement, Federal grant revenues do not exceed the matching required. The first phase of this project requires a \$20,000 match.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OHIO EXCLUSIVE
EASTERN CORRIDOR STUDY
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: ODOT (STP/CMAQ funds)	\$ 1,170,000	\$ 1,061,537	\$ 5,766	\$ 1,067,303
Local matching funds	130,000	117,946	641	118,587
Total revenues	<u>\$ 1,300,000</u>	<u>\$ 1,179,483</u>	<u>\$ 6,407</u>	<u>\$ 1,185,890</u>
Expenditures:				
Direct personnel	\$ 121,113	\$ 95,780	\$ 2,436	\$ 98,216
Fringe benefits	52,219	46,153	740	46,893
Indirect	108,093	93,723	2,414	96,137
Travel, subsistence & professional development	4,500	2,230	61	2,291
Printing, marketing & contractual	1,000,000	936,772	756	937,528
Other expenditures	14,075	4,825	-	4,825
Total expenditures	<u>\$ 1,300,000</u>	<u>\$ 1,179,483</u>	<u>\$ 6,407</u>	<u>\$ 1,185,890</u>
Task:				
Eastern corridor study	<u>\$ 1,300,000</u>	<u>\$ 1,179,483</u>	<u>\$ 6,407</u>	<u>\$ 1,185,890</u>

NOTES:

1. The grant for the Eastern Corridor Study began July 1, 1996.
2. STP/ODOT funds are received under an agreement with the Ohio Department of Transportation to provide for a major investment study (MIS) of the eastern corridor. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. In accordance with the OKI/ODOT agreement, Federal grant revenues do not exceed 90 percent of expenditures incurred. The State of Ohio assists local match contributes 10 percent from State revenue sources.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
ODOT/TRAC
PRIMARY CORRIDOR
as of June 30, 2002

	Budget	Current Year Revenues and Expenditures	Cumulative Revenue, and Expenditures as of June 30, 2002
Revenues:			
Federal and state funds:			
Ohio: ODOT/TRAC	\$ 2,214,139	\$ 1,533,632	\$ 1,533,632
Local matching funds	553,535	383,408	383,408
Total revenues	\$ 2,767,674	\$ 1,917,040	\$ 1,917,040
Expenditures:			
Direct personnel	\$ 75,000	\$ 25,767	\$ 25,767
Fringe benefits	33,750	8,031	8,031
Indirect	73,500	26,536	26,536
Travel, subsistence & professional development	3,000	4,747	4,747
Printing, marketing & contractual	2,577,424	1,839,909	1,839,909
Other expenditures	5,000	12,050	12,050
Total expenditures	\$ 2,767,674	\$ 1,917,040	\$ 1,917,040
Task:			
Primary corridor	\$ 2,767,674	\$ 1,917,040	\$ 1,917,040

NOTES:

1. The grant for the Primary Corridor agreement began July 1, 2001.
2. This program is funded with ODOT/TRAC funds at a rate of 80 percent.
3. As of June 30, 2002, no costs subject to audit have been questioned.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
KTC EXCLUSIVE - TRAFFIC MANAGEMENT PROGRAM (FY2002)
CAMPBELL COUNTY TRANSPORTATION PLAN
as of June 30, 2002**

	Budget	Current Year Revenues and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2002
Revenues:			
Federal and state funds:			
Kentucky: KYTC (CMAQ funds)	\$ 107,400	\$ 14,355	\$ 14,355
Local Matching Funds	36,600	2,533	2,533
Total revenues	\$ 144,000	\$ 16,888	\$ 16,888
Expenditures:			
Direct personnel	\$ 14,347	\$ 445	\$ 445
Fringe benefits	6,300	135	135
Indirect	13,353	441	441
Printing, marketing & contractual	110,000	4	4
Other expenditures	-	15,619	15,619
Other expenditures	-	244	244
Total expenditures	\$ 144,000	\$ 16,888	\$ 16,888
Task:			
KYTC exclusive traffic management	\$ 144,000	\$ 16,888	\$ 16,888

NOTES:

1. The grant period for KTC Exclusive Traffic Management Program is July 1, 2001 to June 30, 2002.
2. Funds are received under agreement with KYTC for traffic management programs. Revenues were received and expenditures incurred in accordance with an overall work program approved each fiscal year.
3. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
OEPA
FY 2001 WATER QUALITY PLANNING - STATE 319 MILL CREEK CONTRACT (OHIO)
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Federal and state funds:				
Ohio: OEPA funds	\$ 226,950	\$ 54,095	\$ 71,657	\$ 125,752
In-kind revenues	172,400	46,330	92,797	139,127
Local matching funds	22,200	-	2,000	2,000
Total revenues	<u>\$ 421,550</u>	<u>\$ 100,425</u>	<u>\$ 166,454</u>	<u>\$ 266,879</u>
Expenditures:				
Direct personnel	\$ 54,101	\$ 11,802	\$ 17,170	\$ 28,972
Fringe benefits	26,017	5,446	5,216	10,662
Indirect	50,032	11,582	17,013	28,595
Travel, subsistence & professional development	14,500	216	1,227	1,443
Printing, marketing & contractual	186,450	20,680	4,648	25,328
Other expenditures	90,450	50,699	121,180	171,879
Total expenditures	<u>\$ 421,550</u>	<u>\$ 100,425</u>	<u>\$ 166,454</u>	<u>\$ 266,879</u>
Task:				
Program coordination	<u>\$ 421,550</u>	<u>\$ 100,425</u>	<u>\$ 166,454</u>	<u>\$ 266,879</u>

NOTES:

1. The grant period under the OEPA FY 2001 State 319 Mill Creek Contract is July 1, 2000 to September 30, 2002. This grant agreement provides for state revenues to be earned on adequate completion of products rather than cost reimbursement.
2. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
LOCAL CLEAN CITIES PROGRAM
as of June 30, 2002

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2001</u>	<u>Current Year Revenues and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2002</u>
Revenues:				
Local funds	\$ 12,507	\$ 10,348	\$ 3,348	\$ 13,696
Total revenues	<u>\$ 12,507</u>	<u>\$ 10,348</u>	<u>\$ 3,348</u>	<u>\$ 13,696</u>
Expenditures:				
Direct personnel	\$ (*)	\$ 832	\$ 1,439	\$ 2,271
Fringe benefits	(*)	405	437	842
Indirect	(*)	824	1,426	2,250
Travel, subsistence & professional development	(*)	43	46	89
Printing, marketing & contractual	(*)	1,711	-	1,711
Other expenditures	(*)	6,533	-	6,533
Total expenditures	<u>\$ 12,507</u>	<u>\$ 10,348</u>	<u>\$ 3,348</u>	<u>\$ 13,696</u>
Task:				
Clean cities program	<u>\$ 12,507</u>	<u>\$ 10,348</u>	<u>\$ 3,348</u>	<u>\$ 13,696</u>

NOTES:

1. All funds provided for this activity are Private Funds.
2. The period for the Local Clean Cities Program began January 30, 1996.
3. (*) No budget by cost category.
4. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CUMULATIVE REVENUES AND EXPENDITURES
REGIONAL INITIATIVE FUND
TARP WEBSITE/MIAMI-2-MIAMI
as of June 30, 2002

	Budget	Current Year Revenues and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2002
Revenues:			
Local matching funds	\$ 148,000	\$ 86,148	\$ 86,148
Total revenues	\$ 148,000	\$ 86,148	\$ 86,148
Expenditures:			
Direct personnel	\$ 5,500	\$ 3,798	\$ 3,798
Fringe benefits	2,500	1,154	1,154
Indirect	-	3,764	3,764
Travel, subsistence & professional development	200	10	10
Printing, marketing & contractual	137,000	75,919	75,919
Other expenditures	2,800	1,503	1,503
Total expenditures	\$ 148,000	\$ 86,148	\$ 86,148
Task:			
TARPS Website	\$ 25,000	\$ 25,347	\$ 25,347
Miami - 2 - Miami Bike Trail	123,000	60,801	60,801
	\$ 148,000	\$ 86,148	\$ 86,148

NOTES:

1. The grant period under the Regional Initiative Fund is July 1, 2001 to September 30, 2002.
2. As of June 30, 2002, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
for the year ended June 30, 2002

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Grantor Number</u>	<u>Federal Award Amount</u>	<u>Total Project Budget</u>	<u>Total Federal Expenditures for the year ended June 30, 2001</u>	<u>Cumulative Federal Expenditures as of June 30, 2002</u>
U.S. Department of Transportation FTA-Transportation Planning Direct						
I-71 Corridor Planning and Preliminary Engineering (FY 2001)	20.500	OH-03-0181-01	2,767,674	2,767,674	367,730	2,767,674
Central Area Loop	20.500	OH-03-0171	498,383	622,978	17,081	498,383
Reverse Commute Job Access	20.500	OH-37-x007-00	784,450	1,568,900	(2,000)	716,755
Total FTA Transportation Planning			<u>4,050,507</u>	<u>4,959,552</u>	<u>382,811</u>	<u>3,982,812</u>
FHWA Transportation Planning						
Passed through State Department of Transportation (Ohio & Kentucky)						
FHWA Highway Planning						
ARTIMIS	20.205	CH980298/710460	28,500	30,000	-	28,097
Ohio Exclusive Eastern Corridor Study	20.205	548020	1,170,000	1,300,000	5,766	1,067,303
FY 2002 Surface Transportation Program	20.205	554397	400,175	413,938	182,532	182,532
FY 2001 Surface Transportation Program	20.205		96,675	100,000	38,750	101,855
FY 2000 I-75 Corridor Project	20.205	553746	8,622,096	9,028,846	2,875,888	5,753,965
Ohio Exclusive Northwestern Butler County MIS	20.205		320,000	400,000	21,534	53,384
Ozone Awareness Program	20.205	CH3162/553581	2,638,655	2,703,017	719,734	1,292,904
ARTIMIS Evaluation	20.205	99078175	238,000	238,000	9,478	237,880
Primary Corridor ODOT/TRAC - 5307	20.205		2,214,139	2,767,674	1,533,632	1,533,632
FY 2002 Transportation Planning	20.205	553268	1,911,293	2,392,155	1,762,926	1,762,926
FY 2001 Transportation Planning	20.205		1,785,122	2,231,402	506,394	1,886,611
Campbell County Transportation Plan	20.205		107,400	144,000	14,355	14,355
FY 2002 Project Rideshare	20.205		275,041	284,500	181,401	181,401
Total FHWA Transportation Planning			<u>19,807,096</u>	<u>22,033,532</u>	<u>7,852,390</u>	<u>14,096,845</u>
U.S. Environmental Protection Agency						
Passed Through State Environmental Protection Agency						
FY 2001 General Assembly Water Quality Planning Project	66.419	General Assembly	75,000	125,000	6,610	75,000
FY 2002 604B Water Quality Planning Project	66.419	604B	50,426	85,000	50,426	50,426
FY 2001 Water Quality Planning - State 319 Mill Creek	66.419	319	226,950	421,550	71,657	125,752
Total U.S. Environmental Protection Agency			<u>352,376</u>	<u>631,550</u>	<u>128,693</u>	<u>251,178</u>
TOTAL			<u>\$ 24,209,979</u>	<u>\$ 27,624,634</u>	<u>\$ 8,363,894</u>	<u>\$ 18,330,835</u>

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
for the year ended June 30, 2002**

1. The supplementary schedule of expenditures of Federal awards was prepared using the accrual basis of accounting.
2. OKI receives certain Federal awards as pass-through awards from various states (Ohio, and Kentucky). The amounts received are federal and non Federal funds that are combined by the states and expenditures cannot be separately identified. The total amount of such pass-through awards is included in the supplemental schedule of expenditures of federal awards.
3. Expenditures for fringe benefits and indirect costs included in the schedule of expenditures of federal awards reflect the application of fixed rates.



Foxx & Company
Certified Public Accountants

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Executive Committee
Ohio-Kentucky-Indiana Regional
Council of Governments
Cincinnati, Ohio

We have audited the financial statements of Ohio-Kentucky-Indiana Regional Council of Governments (OKI) as of and for the year ended June 30, 2002, and have issued our report thereon dated October 25, 2002. 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

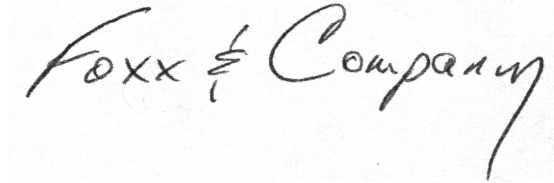
As part of obtaining reasonable assurance about whether OKI's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination 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 OKI'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 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 the Executive Committee, management of OKI, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Foxx & Company". The signature is written in a cursive, flowing style. The ampersand is clearly visible between the two words.

Cincinnati, Ohio
October 25, 2002



Foxx & Company
Certified Public Accountants

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133**

Executive Committee
Ohio-Kentucky-Indiana Regional
Council of Governments
Cincinnati, Ohio

Compliance

We have audited the compliance of Ohio-Kentucky-Indiana-Regional Council of Governments (OKI) 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 each of its major federal programs for the year ended June 30, 2002. OKI's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of OKI's management. Our responsibility is to express an opinion on OKI'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 Nonprofit 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 OKI's compliance with those requirements and performing 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 OKI's compliance with those requirements.

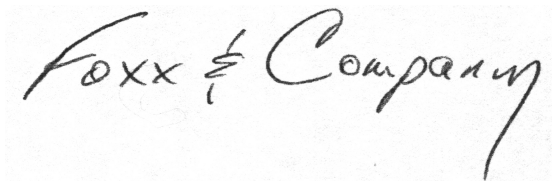
In our opinion OKI complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

Internal Control Over Compliance

The management of OKI 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 OKI'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 do 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 withing 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.

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

A handwritten signature in cursive script that reads "Fox & Company". The signature is written in dark ink on a light-colored background.

Cincinnati, Ohio
October 25, 2002

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
for the year ended June 30, 2002**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? yes X no

Reportable condition(s) identified not considered to
be material weaknesses? yes X N/A - none reported

Noncompliance material to financial statements
noted? yes X no

Federal Awards

Internal Control over major programs:

Material weakness(es) identified? yes X no

Reportable condition(s) identified not considered to
be material weaknesses? yes X N/A - none reported

Type of auditors' report issued on compliance for
major programs: Unqualified

Any audit findings disclosed that are required to be
reported in accordance with Circular A-133 (Section
.510(a))? yes X no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>20.205</u>	<u>Federal Highway Planning</u>
<u>20500</u>	<u>Federal Transit Administration</u>

Dollar threshold used to distinguish between
Type A and Type B programs \$300,000

Auditee qualified as low-risk auditee? X yes no

SECTION II - FINANCIAL STATEMENT FINDINGS SECTION

No matters are reportable.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

No matters are reportable.

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
June 30, 2002**

There were no prior audit findings or questioned costs relative to Federal awards for the audit of the Ohio-Kentucky-Indiana Regional Council of Government for the year ended June 30, 2001.



**Auditor of State
Betty Montgomery**

88 East Broad Street
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Columbus, Ohio 43216-1140

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800-282-0370

Facsimile 614-466-4490

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS

HAMILTON 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 4, 2003**