

**OHIO-KENTUCKY-INDIANA
REGIONAL COUNCIL
OF GOVERNMENTS
HAMILTON COUNTY, OHIO**

SINGLE AUDIT REPORT

**FOR THE FISCAL YEAR
ENDED JUNE 30, 2021**

James G. Zupka, CPA, Inc.
Certified Public Accountants



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Executive Committee
Ohio-Kentucky-Indiana Regional Council of Governments
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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 James G. Zupka, CPA, Inc., for the audit period July 1, 2020 through June 30, 2021. 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.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

January 04, 2022

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OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	1-3
Management's Discussion and Analysis	5-16
Basic Financial Statements:	
Statement of Net Position	17
Statement of Revenues, Expenses and Changes in Net Position	18
Statement of Cash Flows	19
Notes to the Basic Financial Statements	20-28
Supplementary Information:	
Schedule 1 - Schedule of Revenues and Expenses by Activity	29
Schedule 2 - Schedule of Fringe Benefit Cost Rates	30
Schedule 3 - Schedule of Indirect Cost Rates	31
Schedules of Cumulative Revenues and Expenditures – Completed Programs	
FHWA Transportation Planning Programs:	
FHWA/ODOT/KYTC/INDOT – FY 2020 Transportation Planning	32
FHWA/ODOT/KYTC – FY 2021 Clean Air (Ozone Awareness)	33
FHWA/ODOT/KYTC/INDOT – FY 2021 Surface Transportation Program (STP)	34
FHWA/ODOT/KYTC – FY 2021 Rideshare	35
FTA Transit Programs:	
FTA – FY 2015 FTA 5310 Transit Planning Administration Program	36
US EPA Water Quality Planning Programs:	
OEPA – FY 2021 OEPA State Biennium Water	37
OEPA – FY 2021 OEPA 604B Water Quality Planning	38
Local Programs:	
OKI – FY 2017 Duke Class Benefit Fund Energy Plans	39
OKI – FY 2020 Ohio River Recreational Trail Guide	40
OKI – FY 2021 Local Water Quality Planning Project	41
OKI – FY 2021 Local Regional Planning	42
Schedule of Cumulative Revenues and Expenditures – Programs in Progress	
FHWA Transportation Planning Programs:	
FHWA/ODOT/KYTC/INDOT – FY 2021 Transportation Planning	43
FTA Transit Programs:	
FTA – FY 2017 FTA 5310 Transit Planning Administration Program	44
FTA – FY 2017 FTA 5310 Transit Planning Pass-Through Program	45
FTA – FY 2019 FTA 5310 Transit Planning Pass-Through Program	46
FTA – FY 2021 FTA 5310 Transit Planning Pass-Through Program	47
Schedule of Expenditures of Federal Awards	
Notes to the Schedule of Expenditures of Federal Awards	49
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	50-51
Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	52-53
Schedule of Findings and Questioned Costs	54
Schedule of Prior Audit Findings and Recommendations	55

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO

ACRONYMS/ABBREVIATIONS

CMAQ	Congestion Mitigation and Air Quality
EPA	Environmental Protection Agency
FAST	Fixing America's Surface Transportation (FAST) Act
FHWA	Federal Highway Administration
FIAM	Fiscal Impact Analysis Model
FTA	Federal Transit Administration
HCEMA	Hamilton County Emergency Management Agency
HPR	Highway Planning and Research
INDOT	Indiana Department of Transportation
JARC	Job Access Reserve Commute
KYTC	Kentucky Transportation Cabinet
MPO	Metropolitan Planning Organization
NARC	National Association of Regional Councils
ODOT	Ohio Department of Transportation
OEPA	Ohio Environmental Protection Agency
OKI	Ohio-Kentucky-Indiana Regional Council of Governments
PL	Planning
SNK	Surface Transportation Planning (Northern Kentucky)
STP	Surface Transportation Planning (Ohio and Indiana)
UPWP	Unified Planning Work Program

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INDEPENDENT AUDITOR'S REPORT

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

The Honorable Keith Faber
Auditor
State of Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the Ohio-Kentucky-Indiana Regional Council of Governments, Ohio (OKI), as of and for the years ended June 30, 2021 and 2020, and the related notes to the financial statements, which collectively comprise OKI's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to OKI's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of OKI's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the financial position of OKI as of June 30, 2021 and 2020, and the changes in financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 14 to the basic financial statements, the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of OKI. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during the audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise OKI's basic financial statements. The accompanying Supplemental Schedules 1-3 and Schedules of Cumulative Revenues and Expenditures for Completed Programs and Programs in Progress present additional analysis and are not a part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

The schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We and the other auditors subjected this information to the auditing procedures applied in the audit of the basic financial statements. We and the other auditors also applied certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2021, on our consideration of OKI's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering OKI's internal control over financial reporting and compliance.

James G. Zupka, CPA, Inc.
Certified Public Accountants

December 17, 2021

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OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021
(Unaudited)

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI) offers this narrative overview and analysis of OKI's financial performance during the fiscal year ending June 30, 2021. Please read it in conjunction with OKI's financial statements, which follow this section.

ABOUT OKI

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI) is a council of local governments, business organizations and community groups committed to developing collaborative strategies to improve the quality of life and the economic vitality of the region. Formed in 1964, OKI has spent over 50 years cultivating partnerships and alliances that range from the federal government to local councils. Its 118 members represent governmental, social and civic groups from nearly 200 communities in the eight-county, three-state region.

OKI works collaboratively with stakeholders to solve interstate dilemmas, create far-reaching development plans, break through political bureaucracy, provide services to the public and advocate for federal funding.

OKI has final authority over all federal dollars spent on surface transportation in the region. Each year, OKI approves approximately \$40 million in funding for projects in the region.

ACTIVITIES AND PROJECTS

While OKI's primary mission has been transportation, its responsibilities are not confined to just highways and pavement.

OKI Projects include...

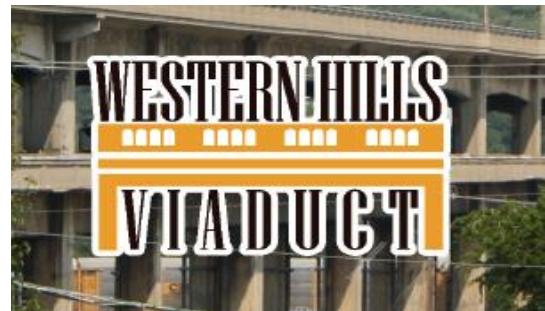
Brent Spence Bridge

OKI is dedicated to seeing this \$2.6 billion dollar project built and the sooner, the better. The bridge is functionally obsolete and does not meet current capacity needs and design standards. The new and refurbished existing bridge along with eight miles of expanded and improved Interstate 75 will increase travel efficiency and safety on one of the nation's busiest surface trade corridors. A yearlong study commissioned by Governor Bevin (KY) concluded in late 2018 that a new Brent Spence Bridge is necessary, and a bypass highway will not address the needs. Ohio's U.S. Senator Rob Portman was a lead negotiator in passing a \$1 trillion bipartisan infrastructure bill in the Senate (Aug. 2021). The infrastructure bill is currently under debate in the House of Representatives. OKI staff continues to monitor progress and provide updates to community organizations and individuals throughout the region.



Western Hills Viaduct

The Western Hills Viaduct connects Interstate 75 and major roads on Cincinnati's West Side and in Hamilton County to the downtown and uptown areas of the city. It is a major transportation link that carries more than 55,000 vehicles a day over the Mill Creek Valley and a large, active railroad yard. Originally built in the early 1930s, the viaduct is reaching the end of its useful life. The City of Cincinnati and Hamilton County are leading a joint effort to replace the 89-year-old viaduct. The team has secured \$125 million of the \$335 million needed to build a new "extradosed" bridge immediately to the south of the current viaduct. In May 2020, the residents of Hamilton County voted to replace Metro's existing funding model with an 0.8 percent sales tax for the next 25 years, of which 0.2 percent will go towards the remaining funds needed, which is \$210 million. The existing viaduct will remain in place for through traffic until the new bridge is finished in 2028.



FIAM 2.0

OKI's Fiscal Impact Analysis Model 2.0 is a complimentary service for scenario-planning designed specifically for local governments located in our 8-county region. The need for a fiscal impact analysis tool was identified as part of OKI's Strategic Regional Policy Plan. The plan recommends a fiscal impact analysis tool to:

Help guide land use policy decisions

Allow for an integration of land use and budget considerations

Bring a realistic sense of the costs of growth into the public discussion

Gain an understanding of the likely demands for services and capital facility impacts

The results of the Model are an estimate of potential future expenditures and revenues. Actual results may differ significantly based on the specific development and site characteristics.



Riverfront Commons

OKI continues working with Southbank Partners for this planned 11.5-mile pedestrian/bicycle path that links Northern Kentucky's six river cities - Ludlow, Covington, Newport, Bellevue, Dayton and Fort Thomas – to the City of Cincinnati and other local trail systems. The 15-20' wide path features open park space at strategic points along the Ohio river along with a series of points of access that provide easy linkage to a neighborhood, residential, businesses, entertainment and historic districts.



Freight Plan

Our region is a major link in America's freight transportation network. Upwards of 323 million tons of freight moves through the region annually. OKI's comprehensive freight plan was the first of its kind for an MPO and is currently being updated in two phases. Phase 1 includes a historical examination of the region's freight condition over the past decade, an existing condition and needs analysis will be performed and a list of freight improvements to address current challenges will be generated. Phase 2 will focus on understanding the evolution and future movement of goods to identify improvements out to year 2050.



Tree for Me

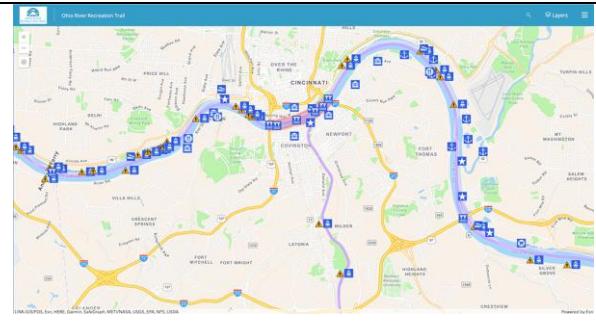
The Tree for Me app is a tree benefits calculator that is free and simple to use. The user selects a tree species that is common in our region and provides where it will be planted. The tool estimates stormwater, air quality, and carbon dioxide benefits. Images and descriptions of each species helps select the most suitable tree for that location. Municipalities and organizations in our region may also use this tool to assist with their tree distribution programs. The app was recently recognized by the National Association of Government Web Professionals as the winning project in the Digital Innovation Category.



Digital Guide to the Ohio River

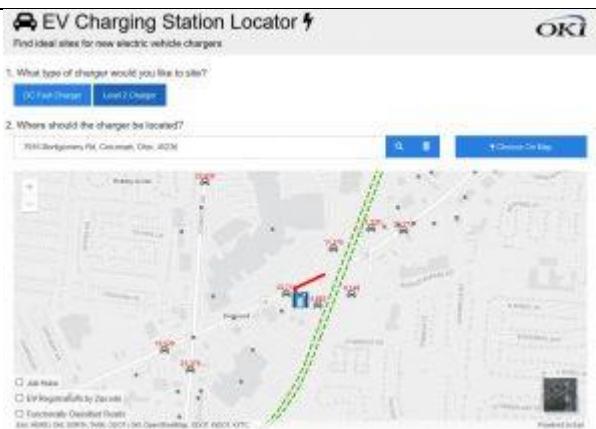
The Ohio River Digital Guide is an innovative, interactive map developed by the Ohio-Kentucky-Indiana Regional Council of Governments for the Ohio River Recreation Trail (ORRT) to aid paddlers, power boaters, cyclists, motorists and others in keeping safe and in planning adventures along the Ohio. OKI is teaming with local partners to assess opportunities for historic river towns along the Ohio River to attract and maximize economic investment driven by the increased tourism resulting from this nationally significant guide.

The guide received a NARC 2021 Achievement Award – Major Metro Award. <https://www.ohioriverrecreationtrail.org/digital-guide>



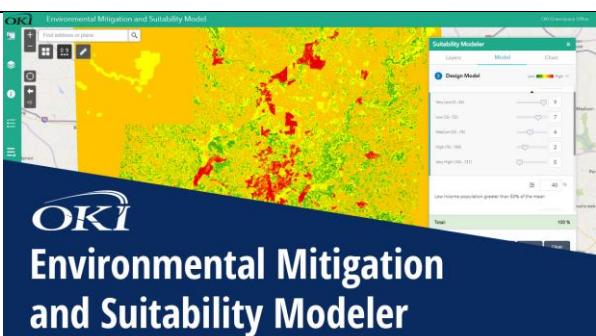
EV Charging Station Locator Map

The OKI EV Charging Station Locator can be used to find ideal locations for both level 2 and DC fast charging stations across the Greater Cincinnati Region. Simply enter an address or pick a location on the interactive map and the app returns a detailed EV Charger analysis of the location. The analysis includes nearby traffic counts, amenities (malls, shopping centers & restaurants), the distance to the nearest EV charging station, the distance to the nearest EV alternative fuel corridor, the highest functional classified roadway within a quarter mile and a detailed map of the location. The app includes the ability to overlay EV registrations by ZIP code and Job Hub locations. The detailed analysis is downloadable as a pdf and is suitable for use in grant applications or suitability studies.



Environmental Mitigation and Suitability Modeler

The Environmental Mitigation and Suitability Modeler (EMSM) provides input based on users' needs, including which geographic information layers and analysis features to apply to the model. Users can select factors relevant to their specific analysis, weigh the importance of each layer, and view a map that presents priority areas for them. In addition to supporting identifying potential mitigation projects, local conservation partners and local governments will use EMSM to prioritize where their conservation efforts should be focused.



Policy of Inclusion and Participation

Title VI and Environmental Justice programs ensure the inclusion of minority, low income, disabled, elderly and zero-car households in its transportation planning process.



FINANCIAL HIGHLIGHTS

During fiscal year 2021:

- OKI facilitated the awarding of \$2,949,849 in 5310 funding to 13 agencies across the region in FY21. These awards include 27 new paratransit vehicles, preventative maintenance costs of 5310 funded fleets, software, and equipment to improve paratransit services, and invested in 4 mobility management programs that improve access to transportation services for elderly and disabled populations. Additionally, a new Coordinated Public Transit-Human Services Transportation Plan was approved by the OKI Board in September to help guide all 5310 funding decisions. Beyond updating demographic statistics used to inform 5310 funding awards, OKI expanded the plan to include a goal for 5310 investments that leverage technology to improve paratransit services.
- OKI continued executing partnership agreements with advertising outlets to provide value added services as match for the Clean Air program. The value of these services was used as match for the Kentucky share of this program. Currently the Ohio share of these programs does not require match. ODOT provides 100% funding for RideShare and toll revenue credits as match for Clean Air. The spring outreach campaigns for both RideShare and Clean Air programs were temporarily suspended due to the COVID-19 stay at home order and essential travel only mandates in the OKI region. During fiscal year 2021 the Clean Air Program received \$41,230 in contributed services.
- In February 2020, the United States experienced the first documented impacts from citizen exposure to the novel coronavirus (SARS-CoV-2) and the subsequent disease referred to COVID-19. In order to avoid a potentially dire circumstance of overwhelming medical services and their ability to adequately treat victims of the virus, communities and states implemented shelter in place restrictions. A consequence of these shelter in place orders was a significant reduction in traffic volumes and travel due to the closure of many non-essential businesses, services and industries, and a significant increase in the number of employees working remotely at home. Like many organizations, OKI worked partially remote or completely remote during this time. With unprecedented restrictions in travel brought about by the need to socially distance, travel patterns within the OKI Region and travel related projects and expenses changed in ways not previously observed and continued to impact operations in FY2021. Our expenditures were under by \$90,000 due to travel restrictions. Interest earned was about 78% less than expected and about \$150,000 in expenses related to project activities was shifted to FY22.
- Total assets exceeded liabilities as of June 30, 2021 by \$1,495,782, a decrease of \$3,929 from June 30, 2020. The goal of OKI is to provide the maximum level of service to Council members within available funding, while maintaining net position of around \$1,000,000.

- OKI had operating revenues of \$6,106,131 and operating expenses of \$6,110,060, resulting in an operating loss of \$3,929. Contributed services in excess of match required by programs and grants totaled \$32,855.

USING THIS ANNUAL REPORT

The following is a list of the basic financial statements included in this report:

Management Discussion and Analysis
 Basic Financial Statements:
 Statement of Net Position
 Statement of Revenues, Expenses and Changes in Net Position
 Statement of Cash Flows
 Notes to the Financial Statements

OKI is a single enterprise fund using proprietary fund accounting, which means these statements are presented in a manner similar to private-sector business. The statements are presented using economic resource management focus and the accrual basis of accounting. The statements are designed to provide readers with a broad overview of OKI's finances.

The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position

Our analysis of OKI as a whole begins here. One of the most important questions asked about OKI's finances is "Is OKI as a whole better off as a result of the year's activities?". As net position declined by \$3,929, we feel that the financial position of OKI continues to be secure. Over the past few years, at the direction of the Board, OKI has increased its net position to assist with day to day cash flow and in anticipation of future activities requiring local match. Net position is currently at the level desired by the Board.

The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position report information about OKI as a whole and about its activities in a way that helps answer this question. These statements include all the assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accruals of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report OKI's net position and changes to it. One can think of OKI's net position, the difference between assets (what OKI owns) and liabilities (what OKI owes), as one way to measure OKI's financial health, or financial position. Over time, increases or decreases in OKI's net position are one indicator of whether its financial health is improving or deteriorating. The Statement of Revenues, Expenses and Changes in Net Position measures the success of operations over the past year and can be used to determine whether OKI has successfully recovered all the costs through member contribution, federal, state of Ohio, state of Kentucky, state of Indiana, local reimbursements, and other revenues.

In addition to the results of operating activities, one needs to consider other nonfinancial factors such as prevailing economic conditions, growth or decline in population, and new or changed legislation as contributing to the net change in position.

Statement of Cash Flows

The Statement of Cash Flows provides information about OKI's cash receipts and cash payments during the year. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, capital and related financing activities and investing activities.

These financial statements can be found on pages 17 through 19 of this report.

Notes to the Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found starting on page 20 of this report.

FINANCIAL ANALYSIS OF OKI

STATEMENT OF NET POSITION

The following table represents condensed statements of net position.

Statement of Net Position (\$ in Thousands)

	<u>FY2021</u>	<u>FY2020</u>	<u>FY2019</u>
Current assets	\$2,185	\$2,168	\$2,311
Capital assets, net	<u>192</u>	<u>179</u>	<u>72</u>
Total assets	<u>2,377</u>	<u>2,347</u>	<u>2,383</u>
Current liabilities	728	717	792
Non-current liabilities	<u>153</u>	<u>130</u>	<u>114</u>
Total liabilities	<u>881</u>	<u>847</u>	<u>906</u>
Net position:			
Net investment in capital assets	192	179	72
Unrestricted	<u>1,304</u>	<u>1,321</u>	<u>1,405</u>
Total net position	<u>\$1,496</u>	<u>\$1,500</u>	<u>\$1,477</u>

Current assets increased by \$17k, or 7.8%, in 2021 due to an increase in cash and pre-paid accounts related to advanced payments for the household travel survey and a decrease in receivables. In 2020, current assets decreased by \$143k, or 6.2%, due to a decrease in cash and pre-paid accounts related to cancelled spring and summer travel offset by an increase in receivables.

Capital assets increased by \$13k, or 7.3%, in 2021 due to the purchase of computer hardware related to OKI's network. In 2020 capital assets increased by \$107k, or 148.6%, due to the installation of a new sound system in the board room, purchase of a new auto offset by disposition of two older autos, and two Ohio River bridge count stations and related software put into service.

Current liabilities increased by \$11k, or 1.5%, in 2021 due to an increase in open payables and timing of accrued payroll; an increase in compensated absences liabilities due to COVID-19 stay at home orders and travel restrictions. There was also a decline in vacation usage related to COVID-19. In 2020, current liabilities decreased by \$75k, or 9.5%, due to a decrease in open payables related to cancelled travel and outreach campaigns offset by an increase in compensated absence values due to COVID-19 stay at home orders and travel restrictions.

Non-current liabilities increased by \$23k, or 17.7%, in 2021 due to lower than anticipated leave usage related to the COVID-19 stay at home orders. In 2020 non-current liabilities increased by \$16k, or 14.0%, due to lower than anticipated leave usage related to the COVID-19 stay at home orders.

Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints or legal requirements – decreased by \$17k, or 1.3%, in 2021 due to a decrease in interest earned and under-utilization of agency vehicles due to COVID-19 related travel restrictions. In 2020, unrestricted net position decreased by \$84k, or 6.0%, due to investment in capital assets offset by continued effective management of local water, regional planning, and general and administrative activities.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

The following table reflects the Statements of Revenues, Expenses, and Changes in Net Position.

Statement of Revenues, Expenses and Changes in Fund Net Position (\$ in Thousands)

	<u>FY2021</u>	<u>FY2020</u>	<u>FY2019</u>
Operating revenues			
Federal and state	\$4,866	\$4,273	\$4,291
State, local and county matching	1,131	1,176	1,114
Other revenue	1	58	175
Contributed services	<u>108</u>	<u>102</u>	<u>75</u>
Total operating revenue	<u>6,106</u>	<u>5,609</u>	<u>5,655</u>
Operating expenses			
Salaries and wages	2,825	2,612	2,550
Fringe benefits	1,138	1,077	1,065
Travel, subsistence and professional development	52	104	128
Printing, marketing and contractual	1,157	771	830
Depreciation	50	44	19
Other expenses	780	876	878
Contributed services	<u>108</u>	<u>102</u>	<u>75</u>
Total operating expenses	<u>6,110</u>	<u>5,586</u>	<u>5,545</u>
Operating income	<u>(4)</u>	<u>23</u>	<u>110</u>
Non-operating revenues (expenses)			
Contributed services	33	14	63
Contributed marketing	<u>(33)</u>	<u>(14)</u>	<u>(63)</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>(4)</u>	<u>23</u>	<u>110</u>
Net position, beginning of year	<u>1,500</u>	<u>1,477</u>	<u>1,367</u>
Net position, end of year	<u>\$1,496</u>	<u>\$1,500</u>	<u>\$1,477</u>

Operating revenues increased by 8.9% from 2020 to 2021 due to increases in federal funding and contributed services revenues related to increased 5310 project activities.

Operating revenues decreased by 0.8% from 2019 to 2020 due to a decrease in federal and other revenues related to decreased RideShare activities combined with not hosting a conference on freight this year. These decreases were offset by increases in local and contributed services revenues related to increased Duke Energy Fund activities and increased 5310 project activities.

Operating expenses increased by 9.4% from 2020 to 2021 due to an increase in salaries and wages and fringe benefits related to Board approved merit increases; combined with an increase in resumed programed activities for Clean Air outreach campaign activities, equipment repair and maintenance and depreciation of agency assets.

Operating expenses increased by 0.7% from 2019 to 2020 due to an increase in salaries and wages and fringe benefits related to Board approved merit increases; combined with an increase in depreciation due to upgrade of the boardroom sound system, placing two bridge counters in service and purchase of a new vehicle; combined with increased contributed services related to increased 5310 program activities; offset by decreases in travel, subsistence and professional development and printing, marketing, and contractual due COVID-19 related cancellation of professional development travel and the Clean Air and RideShare outreach campaigns.

Contributed services in excess of required match increased by 135.7% from 2020 to 2021 due to resumed Clean Air outreach campaign activities post COVID-19.

Contributed services in excess of required match decreased by 77.8% from 2019 to 2020 due to cancellation of the spring Clean Air and RideShare outreach campaigns due to COVID-19 stay at home orders and greatly reduced commute traffic.

BUDGET VS ACTUAL INFORMATION

The following table reflects a budget to actual comparison.

BUDGET VS ACTUAL (\$ in Thousands)

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Operating revenues			
Federal and state	\$4,866	\$5,383	\$ (517)
State, local and county matching	1,131	1,079	52
Other revenue	1	59	(58)
Contributed services	<u>108</u>	<u>189</u>	<u>(81)</u>
Total operating revenue	<u>6,106</u>	<u>6,710</u>	<u>(604)</u>
Operating expenses			
Salaries and wages	2,825	2,885	60
Fringe benefits	1,138	1,291	153
Travel, subsistence and professional development	52	148	96
Printing, marketing and contractual	1,157	1,445	288
Other expenses	830	875	45
Contributed services	<u>108</u>	<u>189</u>	<u>81</u>
Total operating expenses	<u>6,110</u>	<u>6,833</u>	<u>723</u>
Non-operating revenues (expenses)			
Contributed services	33	64	(31)
Contributed marketing	<u>(33)</u>	<u>(64)</u>	<u>31</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	(4)	(123)	119
Net position, beginning of year	<u>1,500</u>	<u>1,500</u>	<u>-</u>
Net position, end of year	<u>\$1,496</u>	<u>\$1,377</u>	<u>\$ 119</u>

Operating revenues were 91% of budget. Federal and state revenues were under budget due fewer reimbursements related to the COVID-19 cancellation of activities requiring travel; local revenues were over budget due to local match on FY19 5310 pass through project vehicle awards; other revenue is under budget due to the cancellation of the OKI Annual Meeting, and contributed services revenues were under budget due to the 5310 program awarding funds for vehicles which require cash match rather than contributed services match; also due to the suspension of Rideshare outreach campaign as a result of COVID-19.

Operating expenses were 89% of budget. Salaries and wages expense was under budget due to the timing of accrued payroll. Fringe benefit expenses were under budget due to savings experienced on health insurance renewals combined with wage-based benefits such as FICA and retirement being under budget. Travel and professional development expenses were under budget due COVID-19 related cancellation of activities requiring travel. Printing, marketing, and contractual expenses were under budget due to traffic counts being delayed until FY22 and suspension of Rideshare outreach both pandemic related, Household Survey project management shifted to ODOT, and less expenses related to STP FIAM as a result in a change in program direction all offset by increased 5310 pass-through activities. Other expenses were under budget due to less spending associated with in-office activities such as materials, supplies and postage combined with lower meeting expenses related to cancellation of OKI's annual luncheon and the Freight Conference being held virtually.

Contributed services is under budget due to the 5310 program awarding funds for vehicles which require cash match rather than contributed services match; also due to the suspension of Rideshare outreach campaign as a result of COVID-19.

In fiscal year 2021, OKI had budgeted to go into surplus and therefore reduce net position to fund the local portion of a household travel survey and traffic counts combined with increasing activities in local water, regional planning and security and emergency response programs.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2021, 2020 and 2019, OKI's capital assets are reflected in the following schedule.

CAPITAL ASSETS (\$ in Thousands)

	<u>FY2021</u>	<u>FY2020</u>	<u>FY2019</u>
Office furniture and equipment	\$ 730	\$ 667	\$ 641
Accumulated depreciation	(538)	(488)	(569)
Total	<u>\$ 192</u>	<u>\$ 179</u>	<u>\$ 72</u>

Net capital assets increased during fiscal year 2021 due to the purchase of data network storage controller and network switches.

Net capital assets increased during fiscal year 2020 due to installation of a new sound system in the boardroom, purchase of a new agency vehicle, and two Ohio River bridge count stations and related software put into service.

Additional information on OKI's capital assets can be found in Note 5.

Debt

OKI maintains an \$850,000 bank line of credit if needed. The line of credit was not used during fiscal year 2021.

Additional information on OKI's bank line of credit can be found in Note 6.

ECONOMIC CONDITIONS

OKI considered many factors when setting the fiscal year 2021 budget, including funding from federal and state agencies, the eight counties supporting the council and program demands from the member agencies.

OKI continues to rely on federal and state grants, local program grants, special studies, and other local projects to fund its many programs. At present, federal and state funding sources are secure; however, legislative action can affect both revenue streams. The eight counties that comprise the region are contributing funding for local match and OKI's administrative costs based on each county's population at a per capita rate of \$0.33. This per capita rate has been unchanged since fiscal 2000.

The region's population and economy have grown in recent years and there are many developments occurring throughout the counties that should continue this trend. To achieve this growth, the transportation assets of the region must continue to be addressed. Chief among these is the Brent Spence Bridge project

that links the region's jobs and communities. OKI continues to work closely with the business community, the Kentucky Transportation Cabinet and the Ohio Department of Transportation to develop strategies for the replacement of this vital river crossing.

The Fixing America's Surface Transportation (FAST) Act (Pub. L. No. 114-94), adopted on December 4, 2015, has been extended by Congress for one year. The bill was authorized at the same funding level as FY2020 beginning October 1, 2020. The extension provides funding for highway, highway and motor vehicle safety, public transportation, motor carrier safety, hazardous materials safety, rail, and research, technology, and statistics programs. OKI continues to plan for and allocate funding to local capital programs through STBG, TA, CMAQ and 5310 programs. A multi-year transportation bill to replace the FAST ACT is anticipated in the fall of 2021. OKI will develop its operating plan based on level funding.

CONTACTING OKI

This financial report is designed to provide federal and state oversight agencies, taxpayers, and creditors with a general overview of OKI's finances and to demonstrate OKI's accountability for the money it receives. Additional financial information can be obtained by contacting the Director of Finance, Ohio-Kentucky-Indiana Regional Council of Governments, 720 E. Pete Rose Way, Suite 420, Cincinnati, OH 45202.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF NET POSITION
JUNE 30, 2021 AND 2020

	ASSETS	
	2021	2020
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,175,856	\$ 1,162,549
Accounts receivable	928,298	974,745
Prepaid expenses	<u>80,464</u>	<u>30,053</u>
 TOTAL CURRENT ASSETS	 <u>2,184,618</u>	 <u>2,167,347</u>
NONCURRENT ASSETS:		
Capital assets, net	<u>192,091</u>	<u>179,308</u>
 TOTAL NONCURRENT ASSETS	 <u>192,091</u>	 <u>179,308</u>
 TOTAL ASSETS	 <u>2,376,709</u>	 <u>2,346,655</u>
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	144,952	125,197
Accrued expenses	163,581	141,584
Compensated absences	236,479	227,059
Unearned revenue	<u>182,514</u>	<u>222,836</u>
 TOTAL CURRENT LIABILITIES	 <u>727,526</u>	 <u>716,676</u>
NONCURRENT LIABILITIES		
Compensated absences	<u>153,401</u>	<u>130,268</u>
 TOTAL NONCURRENT LIABILITIES	 <u>153,401</u>	 <u>130,268</u>
 TOTAL LIABILITIES	 <u>880,927</u>	 <u>846,944</u>
NET POSITION		
Net investment in capital assets	192,091	179,308
Unrestricted	<u>1,303,691</u>	<u>1,320,403</u>
 TOTAL NET POSITION	 <u>\$ 1,495,782</u>	 <u>\$ 1,499,711</u>

See accompanying notes to the financial statements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
OPERATING REVENUES:		
Federal and state grants	\$ 4,865,773	\$ 4,272,961
State, local and county matching funds	1,131,496	1,175,934
Other revenues	645	57,383
Contributed services	<u>108,217</u>	<u>102,325</u>
Total Operating Revenues	<u>6,106,131</u>	<u>5,608,603</u>
OPERATING EXPENSES:		
Direct expenses		
Personnel	1,579,315	1,550,923
Fringe benefits	980,215	990,900
Travel, subsistence and professional	42,778	86,298
Printing, marketing and contractual	1,008,373	635,996
Other direct expenses	109,663	167,651
Indirect costs	<u>2,281,499</u>	<u>2,051,585</u>
Contributed services	<u>108,217</u>	<u>102,325</u>
Total Operating Expenses	<u>6,110,060</u>	<u>5,585,678</u>
OPERATING INCOME	<u>(3,929)</u>	<u>22,925</u>
NON-OPERATING REVENUES (EXPENSES):		
Contributed services revenues	32,855	13,995
Contributed services expenses	<u>(32,855)</u>	<u>(13,995)</u>
Total Non-operating Revenues (Expenses)	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	<u>(3,929)</u>	<u>22,925</u>
Net Position Beginning of Year	<u>1,499,711</u>	<u>1,476,786</u>
Net Position End of Year	<u>\$ 1,495,782</u>	<u>\$ 1,499,711</u>

See accompanying notes to the financial statements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Cash flows from operating activities:		
Receipts from federal and state grants	\$ 4,872,004	\$ 4,222,593
Receipts from local grants and matching funds	1,132,113	1,229,787
Payments to employees	(3,908,165)	(3,614,429)
Payments to suppliers	(2,019,299)	(1,845,038)
Net cash provided by (used for) operating activities	<u>76,653</u>	<u>(7,087)</u>
Cash flows from capital related activities:		
Purchase of fixed assets, net	(63,346)	(151,856)
Net cash provided by (used for) capital financing activities	<u>(63,346)</u>	<u>(151,856)</u>
Net increase (decrease) in cash and cash equivalents	13,307	(158,943)
Cash and cash equivalents at beginning of year	1,162,549	1,321,492
Cash and cash equivalents at end of year	<u>\$ 1,175,856</u>	<u>\$ 1,162,549</u>
Reconciliation of operating income to net cash used for operating activities:		
Operating income	\$ (3,929)	\$ 22,925
Adjustments to reconcile operating income to net cash provided by (used for) operating activities	50,563	44,478
Depreciation		
Changes in assets and liabilities:		
Decrease (Increase) in:		
Accounts receivable	46,447	(28,229)
Prepaid expenses	(50,411)	13,026
Increase (Decrease) in:		
Accounts payable	19,755	(108,141)
Accrued expenses	21,997	25,226
Unearned revenue	(40,322)	(25,432)
Compensated absences	32,553	49,060
Net cash provided by (used for) operating activities	<u>\$ 76,653</u>	<u>\$ (7,087)</u>

See accompanying notes to the financial statements.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

1. DESCRIPTION OF THE ENTITY

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 funded by federal funds and contributed services.

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.

The reporting entity for OKI has been defined in accordance with GASB Statement No. 14, "*The Financial Reporting Entity*" as amended by GASB Statement No. 39 "*Determining Whether Certain Organizations Are Component Units*" and GASB Statement No. 61, "*The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34*" and GASB Statement No. 80, "*Blending Requirements for Certain Component Units - An Amendment of GASB Statement No. 14* . The reporting entity can be composed of the primary government, component units and other organizations that are included to ensure that the basic financial statements of OKI are not misleading. On this basis, no governmental organizations or agencies other than OKI itself are included in the financial reporting entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Ohio-Kentucky-Indiana Regional Council of Governments (OKI) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of OKI's accounting policies are described below.

Basis of Presentation

OKI's financial statements consist of a statement of net position, a statement of revenue, expenses and changes in net position, and a statement of cash flows.

Fund Accounting

OKI maintains its accounting records in accordance with the principles of "fund" accounting. Fund accounting is a concept developed to meet the needs of government entities in which legal or other restraints require the recording of specific revenues and expenses. OKI uses a single enterprise fund to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of OKI is that the costs of providing goods or services to its member governments on a continuing basis be financed or recovered primarily through federal and state operating grants and through member government charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for public policy, management control, accountability or other purposes.

Basis of Accounting

Enterprise fund transactions are recorded on the accrual basis of accounting; revenues are recognized when earned and measurable and expenses are recognized as incurred.

Measurement Focus

Enterprise funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how OKI finances and meets the cash flow needs of its enterprise activity.

Cash and Cash Equivalents

Investments with an original maturity of three months or less at the time they are purchased are presented on the financial statements within cash and cash equivalents. Investments with an initial maturity of more than three months, if applicable, are reported as investments.

Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at the time of sale are recorded as receipts or negative receipts, respectively.

During 2021, OKI invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." OKI measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2021, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for deposits and withdrawals of \$100 million or more. STAR Ohio reserves the right to limit the transactions to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

For purposes of the statement of cash flows, investments with an original maturity of three months or less at the time they are purchased are considered cash equivalents.

Accounts Receivable

Accounts receivable consist mainly of amounts due from various funding agencies for program costs incurred that have not been reimbursed at year-end. Management considers all accounts receivable to be collectable in full.

Prepaid Items

Payments made to vendors for services that will benefit beyond year-end are reported as prepaid items via the consumption method.

Capital Assets

Capital assets with a cost of \$5,000 or greater are capitalized and are depreciated on the straight-line method over the asset's estimated useful life. OKI's capital assets consist primarily of office furniture and computers. OKI depreciates office furniture and equipment over a ten year period with one-half year depreciation taken in the year of purchase and disposal. Computers are depreciated over a three year period beginning in the month of purchase.

Compensated Absences

OKI reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that OKI will compensate the employees for the benefits through paid time off or other means, such as a cash payment at termination or retirement. Sick leave benefits are accrued as a liability using the vesting method. The sick leave liability is based on the 25% of sick leave balances accumulated at year end for those employees with at least 20 years of employment and age 55.

Unearned Revenue

Cash received under grants and contracts for which applicable services have not been performed are recorded as unearned revenue in the statement of net position.

Net Position

Net position represents the difference between assets and liabilities.

Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by any outstanding balances of any borrowings that have been used for the acquisition, construction or improvement of those assets. OKI maintains no debt and presents this amount as Investment in capital assets on the Statement of Net Position.

Revenues and Expenses

OKI distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses result from grants or contracts for the reimbursement of eligible operating costs incurred up to the maximum amounts specified under the grants or contract commitments. Operating revenues also include local matching funds, including member county supporting contributions and in-kind contributions from other agencies, to the extent required to fund program costs or to meet program matching requirements. All revenues and expenses not meeting this definition, including contributed services in excess of program matching requirements, are reported as non-operating revenues and expenses.

Tax Status

OKI is qualified by the Internal Revenue Service under Section 501(c)(3) and thus exempted from the payment of income taxes.

Estimates

The preparation of financial statements in accordance with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts 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 reporting period. Actual results could differ from those estimates.

3. DEPOSITS AND INVESTMENTS

State statutes classify monies held by OKI into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the OKI treasury. Active monies must be maintained either as cash in the OKI treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that OKI management has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies can be deposited or invested in accordance with ORC Section 135.14.

OKI maintains a written investment policy and has designated STAR Ohio as the primary depository for excess funds.

Deposits

At June 30, 2021, the carrying amount of OKI's deposits was \$663,714 (including \$200 in undeposited cash on hand). Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2021, \$250,000 of OKI's bank balance of \$679,506 was covered by Federal Depository Insurance and \$315,495 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in OKI's name, and \$114,011 was uninsured and uncollateralized. OKI's financial institution was approved for a reduced collateral rate of 60 percent through the Ohio Pooled Collateral System, resulting in the uninsured and uncollateralized balance.

Custodial credit risk for deposits is the risk that in the event of bank failure, OKI will not be able to recover deposits or collateral securities that are in the possession of an outside party. Protection of OKI's cash and deposits is provided by the Federal Deposit Insurance Corporation (FDIC), as well as qualified securities pledged by the institution holding the assets. Ohio law requires that deposits either be insured or protected by:

Eligible securities pledged to OKI and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured; or

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institutions. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. OKI's financial institution was enrolled in OPCS as of June 30, 2021.

Investments

As of June 30, 2021, OKI had the following investments:

Measurement		
	<u>Amount</u>	<u>Maturity</u>
STAR Ohio	<u>\$512,142</u>	Average 54.4 Days
Total Investments	<u>\$512,142</u>	

OKI categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above tables identifies the OKI's recurring fair value measurement as of June 30, 2021. STAR Ohio is reported at its share price (Net Asset value per share).

Interest Rate Risk: Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. OKI's investment policy addresses interest rate risk by requiring OKI's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in short-term investments.

Credit Risk: STAR Ohio carries a rating of AAAm by Standard and Poor's. OKI has no investment policy dealing with investment credit risk beyond the requirements in state statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service and that the money market fund be rated in the highest category at the time of purchase by at least one nationally recognized standard rating service.

Concentration of Credit Risk: STAR Ohio represents 100% of OKI's investments at June 30, 2021.

A reconciliation of Cash, cash equivalents and investments is as follows:

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
Per Statement of Net Position	\$1,175,856	\$ 0
STAR Ohio	<u>(512,142)</u>	<u>512,142</u>
Per Details Presented Above	<u>\$ 663,714</u>	<u>\$512,142</u>

4. ACCOUNTS RECEIVABLE

Accounts receivable are from federal, state and local governmental agencies. Amounts reported are as follows:

	June 30, 2021	June 30, 2020
Receivables Under Contracts and Grants		
Federal	\$ 107,189	\$ 52,248
Ohio	667,760	748,175
Kentucky	124,117	135,367
Indiana	25,471	35,300
Local and County	3,500	3,000
Receivables Other	261	655
Total Receivables	<u>\$ 928,298</u>	<u>\$ 974,745</u>

5. CAPITAL ASSETS

Changes in capital assets for the year that ended June 30, 2021 are summarized below:

Description	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021
Office furniture and equipment	\$ 666,858	\$ 63,346	\$ -	\$ 730,204
Less: accumulated depreciation	(487,550)	(50,563)*	-	(538,113)
Furniture and Equipment net	<u>\$ 179,308</u>	<u>\$ 12,783</u>	<u>\$ -</u>	<u>\$ 192,091</u>

*Depreciation expense of \$27,144 was charged to the indirect cost pool and \$23,419 was charged directly to general and administrative activities, as directed by ODOT Office of Audits.

Changes in capital assets for the year that ended June 30, 2020 are summarized below:

Description	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Office furniture and equipment	\$ 641,088	\$ 153,756	\$(127,986)	\$ 666,858
Less: accumulated depreciation	(569,158)	(44,478)*	126,086	(487,550)
Furniture and Equipment net	<u>\$ 71,930</u>	<u>\$ 109,278</u>	<u>\$ (1,900)</u>	<u>\$ 179,308</u>

*Depreciation expense of \$24,358 was charged to the indirect cost pool and \$20,120 was charged directly to general and administrative activities, as directed by ODOT Office of Audits.

6. 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 less one-half percent. At June 30, 2021 and 2020, OKI had no borrowings against this line of credit.

7. COMPENSATED ABSENCES

Changes in compensated absences for the year that ended June 30, 2021 are summarized below:

Balance July 1, 2020	Entitlements	Usage	Balance June 30, 2021	Due Within One Year
<u>\$357,327</u>	<u>\$394,078</u>	<u>\$(361,525)</u>	<u>\$389,880</u>	<u>\$236,479</u>

Changes in compensated absences for the year that ended June 30, 2020 are summarized below:

Balance July 1, 2019	Entitlements	Usage	Balance June 30, 2020	Due Within One Year
<u>\$308,267</u>	<u>\$395,101</u>	<u>\$(346,041)</u>	<u>\$357,327</u>	<u>\$227,059</u>

8. LEASE COMMITMENTS

OKI has an operating lease agreement for office facilities. The base annual lease amount is \$403,800. This amount is subject to annual escalators that are based on landlord cost and occupancy formulas. These escalators are cumulative in nature.

Total rental expense (base lease plus escalators minus credits) was \$456,531 and \$466,052 for the years ended June 30, 2021 and 2020, respectively.

9. DEFINED CONTRIBUTION RETIREMENT PLAN AND POSTEMPLOYMENT BENEFITS

OKI By-Laws, Article IX – Employee Retirement Plan – Social Security, authorizes the Executive Committee of OKI to establish a retirement plan for employees in writing and qualified under Section 401 of Internal Revenue Service Code of 1954. The plan is to provide for contributions by OKI and may condition participation by an employee of his or her contribution to the plan. The By-Laws direct the Executive Committee to establish a trust for the funding of the plan and to appoint a private banking institution or other organization qualified by the Internal Revenue Service to serve as Director or custodian of a Section 401 plan.

The By-Laws state that administration of the retirement plan shall be vested in a Retirement Plan Administrative Committee. The committee will consist of the President, Treasurer, Executive Director, Fiscal Officer, and two full-time employees of OKI. Employee committee members are elected by secret ballot of all retirement plan participants and shall serve for one year. The Executive Director designates the time and conducts the election of committee members.

The By-Laws also direct OKI to enter into an agreement with the Secretary of Health and Human Services to provide coverage of OKI's employees under the Social Security system. This coverage is to supplement any retirement plan adopted according to the previous paragraphs.

The OKI Employees Retirement Plan is a trusted, contributory, defined contribution retirement plan covering all permanent full-time employees.

Prior to January 1, 2009, OKI's Employees' retirement plan consisted of a 401(a) plan. Contributions to the plan included a contribution by OKI of 6.9% of the participant's wages and a mandatory contribution by the participant of 5% of his or her wages.

OKI considers various factors in determining employee and employer contribution rates. These factors include overall budgetary constraints, budget committee direction as well as industry standards and comparative rates of other pension plans utilized by member counties. Based on these considerations, the Board approved changes to OKI's Employees Retirement Plan. Effective January 1, 2009, the retirement plan has two components, a mandatory 401(a) and a voluntary 403(b). Eligible employees are required to contribute 6% to the 401(a) plan and OKI matches 10%. Eligible employees may contribute additional funds to the 403(b) plan. OKI matches up to 4% on the first 3% of employee contributions.

During 2021, both employee and employer contributions are 100 percent vested at the date of contribution.

For the 401(a), OKI is the Plan Administrator. The corporate trustee is Central Bank & Trust. For the ERISA 403(b), CUNA Mutual Retirement Solutions is the third party administrator and Matrix Capital Bank & Trust is the custodian. UBS serves as investment advisor and also provides employee education for both Plans.

Pension expense was \$374,851 and \$344,602 for the years ended June 30, 2021 and 2020, respectively, of which the full amount has been contributed during each year. Forfeitures, when they occur, reduce the current contributions of OKI to the plan. In fiscal years 2021 and 2020 there were no forfeitures.

Other postemployment benefits are not provided by OKI.

10. RISK MANAGEMENT

OKI maintains commercial insurance coverage against most normal hazards and there has been no significant reduction in coverage from the prior year. Settlement claims have not exceeded coverage for any of the last three fiscal years.

OKI participates in the State of Ohio's Workers' Compensation program under which premiums paid are based on a rate per \$100 of payroll. The rate is determined based on accident history. OKI also carries workers' compensation insurance in Kentucky through Kentucky Employers' Mutual Insurance based on the portion of payroll related to work activities in Kentucky.

OKI has a premium based HDHP for employee health insurance coverage. OKI makes contributions to employee HSA accounts in accordance with the approved agency budget. Premium expense for 2021 and 2020 was \$404,014 and \$389,108, respectively.

11. CONTRIBUTED SERVICES

Contributed services 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. The following projects received contributed services:

The Clean Air (Ozone Awareness) program partners with local advertising outlets, some of which provide value added services as match for the programs. Services can be air time, print ads, or promotional items to be given away at events. The amount of contributed services was \$41,230 (\$32,855 in excess of required match) for the year ended June 30, 2021 and \$24,220 (\$13,995 in excess of required match) for the year ended June 30, 2020.

The FTA 5310 Pass-Through programs received contributed services in the form of partner activities in support of the projects per the grant agreements. The amount of the contributed services was \$99,842 for the year ended June 30, 2021 and \$92,100 for the year ended June 30, 2020.

12. INDIRECT COSTS

During the year, 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, Expenses, and Changes in Net Position represent the application of actual indirect and fringe benefit rates to programs and general and administrative operations.

13. CONTINGENT LIABILITIES

Amounts grantor agencies pay to OKI are subject to audit and adjustment by the grantor, principally the federal government. Grantors may require refunding any disallowed costs. Management cannot presently determine amounts grantors may disallow. However, based on prior experience, management believes any refunds would be immaterial.

14. SUBSEQUENT EVENTS

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of OKI. The impact on OKI's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

SUPPLEMENTARY INFORMATION

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF REVENUES AND EXPENSES BY ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative summary total for 2020)

	General & Administrative Activities	Environmental Planning Activities	Regional Planning	Ridesharing Implementation	Transportation Planning Activities	Total 2021	Total 2020
Operating Revenues:							
Federal & state grants	\$ -	\$ 126,588	\$ -	\$ 52,317	\$ 4,686,868	\$ 4,865,773	\$ 4,272,961
State, local and county matching funds	108,827	57,673	78,246	1,896	884,854	1,131,496	1,175,934
Other revenue	645	-	-	-	-	645	57,383
Contributed services	-	-	-	-	108,217	108,217	102,325
Total Operating Revenues	109,472	184,261	78,246	54,213	5,679,939	6,106,131	5,608,603
Operating Expenses:							
Direct expenses							
Personnel	20,640	59,721	21,236	9,628	1,468,090	1,579,315	1,550,923
Fringe benefits	12,810	37,066	13,181	5,976	911,182	980,215	990,900
Travel, subsistence, and professional	24,147	330	100	-	18,201	42,778	86,298
Printing, marketing and contractual	10,746	-	12,872	24,700	960,055	1,008,373	635,996
Other direct expenses	15,242	871	179	-	93,371	109,663	167,651
Indirect costs	29,816	86,273	30,678	13,909	2,120,823	2,281,499	2,051,585
Contributed services	-	-	-	-	108,217	108,217	102,325
Total Operating Expenses	113,401	184,261	78,246	54,213	5,679,939	6,110,060	5,585,678
Non Operating Revenues (Expenses):							
Contributed services revenues	-	-	-	-	32,855	32,855	13,995
Contributed services expenses	-	-	-	-	(32,855)	(32,855)	(13,995)
Total Non Operating Revenues (Expenses)	-	-	-	-	-	-	-
Operating Income	\$ (3,929)	\$ -	\$ -	\$ -	\$ -	\$ (3,929)	\$ 22,925

Notes:

1. Member counties pay dues each year based on census figures. Those dues are used to provide match for core planning projects and some special projects, as outlined in the board approved budget. Dues are also used to pay for direct expenses of OEPA projects, the local water program, the local regional planning program, and non-federal expenses recorded under the general and administrative program. When county funds used in programs exceed county funds received during the year, the result is negative net county revenues which indicates that surplus or fund balance has been used.

Schedule 2

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF FRINGE BENEFIT COST RATES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budget</u>	<u>Actual</u>
Fringe benefit costs:		
Holidays	\$ 103,615	\$ 104,489
Sick leave	97,540	49,062
Vacation	208,171	207,975
Administrative	11,773	14,895
Retirement	426,869	393,930
Group health	621,483	532,129
FICA	208,302	197,196
Workers compensation	14,340	11,424
Unemployment	4,000	-
Employee Incentives	6,576	3,127
 Total fringe benefit costs	 <u>\$ 1,702,669</u>	 <u>\$ 1,514,227</u>
Allocation base: Direct and indirect personnel	<u>\$ 2,463,095</u>	<u>\$ 2,824,831</u>
 Fringe benefit cost rate	 <u>69.13%</u>	 <u>53.60%</u>

Notes:

1. Approval of the fringe benefit cost rate for the year ended June 30, 2021 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 fringe benefit rate of 69.13 percent was authorized by ODOT. The provisional rate is applied each month with a thirteenth allocation made to adjust fringe costs claimed to actual at the end of the fiscal year.
3. There were no questioned costs in the fringe benefit cost pool or the direct and indirect personnel allocation base.
4. The approved provisional rate was utilized during the fiscal year 2021 for grant invoicing purposes. The final 2021 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 Position reflect the application of actual rates. Individual program costs presented on pages 32 through 47 reflect the application of provisional rates adjusted to actual, subject to grant/program limitations.

Schedule 3

**OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF INDIRECT COST RATES
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Budget</u>	<u>Actual</u>
Indirect costs:		
Personnel	\$ 744,779	860,396
Fringe benefits	514,845	534,012
Auto allowance	8,700	8,700
Travel and professional development	26,971	4,631
Memberships	3,273	3,140
Printing	641	622
Repairs and maintenance	15,448	24,660
Office supplies	102,927	74,261
Postage	2,256	800
Rent	482,382	471,665
Telephone	7,970	8,263
Professional publications	1,226	1,191
Legal and audit	44,593	70,824
Reproductions	2,485	831
Insurance	27,921	29,121
Professional services	133,944	139,735
Legal notices	3,097	2,308
Depreciation	38,103	27,144
Payroll processing	7,800	8,153
Internet	6,421	8,076
Retirement plan admin & education fees	2,000	-
Other	2,594	2,966
Total indirect costs	<u>\$ 2,180,376</u>	<u>\$ 2,281,499</u>
Allocation base: Direct personnel	<u>\$ 1,718,316</u>	<u>\$ 1,579,315</u>
Indirect cost rate applied	<u>126.89%</u>	<u>144.46%</u>

Notes:

1. Approval of the provisional indirect cost rate for the year ended June 30, 2021 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 126.89 percent was authorized by ODOT. The provisional rate is applied each month with a thirteenth allocation made to adjust indirect costs claimed to actual at the end of the fiscal year.
3. There were no questioned costs in the indirect cost pool or the direct personnel allocation base.
4. The approved provisional rate was utilized during fiscal year 2021 for grant invoicing purposes. The final 2021 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 Position reflect the application of actual rates. Individual program costs presented on pages 32 through 47 reflect the application of provisional rates adjusted to actual, subject to grant/program limitations.

SCHEDULES OF CUMULATIVE REVENUES AND EXPENDITURES

COMPLETED PROGRAMS

FHWA TRANSPORTATION PLANNING PROGRAMS:

FY 2020 Transportation Planning.....	32
FY 2021 Clean Air (Ozone Awareness)	33
FY 2021 Surface Transportation (STP)	34
FY 2021 Ride Share.....	35

FTA TRANSIT PROGRAMS:

FY 2015 FTA 5310 Transit Planning Administration	36
--------------------------------------------------------	----

US EPA WATER QUALITY PLANNING PROGRAMS:

FY 2021 OEPA State Biennium Water.....	37
FY 2021 OEPA 604B Water Quality Planning	38

LOCAL PROGRAMS:

FY 2017 Duke Class Benefit Fund Energy Plans	39
FY 2020 Ohio River Recreational Trail Guide	40
FY 2021 Local Water Quality Planning	41
FY 2021 Local Regional Planning.....	42

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC/INDOT
FY 2020 TRANSPORTATION PLANNING
JUNE 30, 2021

	<u>Budget</u>	Cumulative Revenues and Expenditures as of June 30, 2020	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2021
Operating Revenues:				
Federal and state grants				
Ohio: ODOT (MPO-PL Funds)	\$ 2,407,734	\$ 1,986,853	\$ 420,882	\$ 2,407,735
Kentucky: KYTC (HPR-PL Funds)	504,793	336,799	68,464	405,263
Kentucky: KYTC (FTA Funds)	152,900	102,016	20,738	122,754
Indiana: INDOT (Trans PL Funds)	25,000	24,766	-	24,766
State matching funds Ohio	300,967	248,357	52,610	300,967
State matching funds Kentucky	31,550	21,050	4,279	25,329
County matching funds	460,090	359,745	70,631	430,376
 Total Operating Revenues	 3,883,034	 3,079,586	 637,604	 3,717,190
Operating Expenses:				
Direct expenses				
Personnel	1,257,189	1,013,407	199,342	1,212,749
Fringe benefits	890,730	633,541	137,799	771,340
Travel, subsistence & professional	66,558	36,797	279	37,076
Printing, marketing & contractual	42,500	429	-	429
Other direct expenses	81,595	35,976	47,238	83,214
Indirect costs	1,544,462	1,359,436	252,946	1,612,382
 Total Operating Expenses	 3,883,034	 3,079,586	 637,604	 3,717,190
Tasks:				
Short range planning	84,000	69,659	19,929	89,588
Transportation improvement program	201,000	166,404	34,824	201,228
Continuing planning - surveillance	1,648,439	1,347,315	296,574	1,643,889
Security and Emergency Response	20,000	16,545	-	16,545
Transportation Plan	1,233,500	1,024,999	226,369	1,251,368
Transportation services	392,350	326,558	46,872	373,430
INDOT exclusive - Dearborn Co. Tran Planning	31,250	30,957	-	30,957
KYTC exclusive - transportation planning	184,245	22,150	-	22,150
UPWP administration	25,500	21,102	5,098	26,200
Transportation program reporting	22,500	20,526	123	20,649
Mobile source emissions planning	40,250	33,371	7,815	41,186
 Total Tasks	 \$ 3,883,034	 \$ 3,079,586	 \$ 637,604	 \$ 3,717,190

NOTES:

1. The grant period for FY 2020 MPO Transportation Planning is July 1, 2019 through December 31, 2020.
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 a unified planning work program approved each fiscal year. INDOT also participated with the funding being 80 percent Federal and 20 percent local match.
3. Due to timing differences between OH and KY funding contracts, KY revenues (PL, FTA, and state) as of June 30, 2020 are associated with FY20 KY contracts. Kentucky revenues (PL, FTA, and state) for the current fiscal year are associated with FY21 KY contracts. Please see footnote #3 on the FY 2021 Transportation Planning schedule, page 43. All within budget.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2021 CLEAN AIR (OZONE AWARENESS)
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: ODOT (CMAQ)	\$ 158,063	\$ 104,703	\$ 104,703
Kentucky: KYTC (SNK)	33,500	22,191	22,191
Contributed services	<u>8,375</u>	<u>8,375</u>	<u>8,375</u>
	<u>199,938</u>	<u>135,269</u>	<u>135,269</u>
Operating Expenses:			
Direct expenses			
Personnel	10,620	5,510	5,510
Fringe benefits	7,341	3,420	3,420
Printing, marketing & contractual	160,000	110,004	110,004
Other direct expenses	126	-	-
Indirect costs	13,476	7,960	7,960
Contributed services	<u>8,375</u>	<u>8,375</u>	<u>8,375</u>
	<u>199,938</u>	<u>135,269</u>	<u>135,269</u>
Non-operating Revenues (Expenses):			
Contributed services revenues	47,247	32,855	32,855
Contributed services expenses	<u>(47,247)</u>	<u>(32,855)</u>	<u>(32,855)</u>
	<u>-</u>	<u>-</u>	<u>-</u>
Tasks:			
Regional Clean Air Program	<u>199,938</u>	<u>168,124</u>	<u>168,124</u>
	<u>\$ 199,938</u>	<u>\$ 168,124</u>	<u>\$ 168,124</u>

NOTES:

1. State grants and contracts consist of the following:
 - a. ODOT agreement for July 1, 2020 through June 30, 2021 for \$197,579 in ODOT/CMAQ reimbursed to OKI at a participation rate of 100 percent of Ohio's 82.5123% share of the Clean Air program. ODOT provided toll revenue credits in lieu of match. This is greater than the UPWP funding request of \$158,063.
 - b. KYTC funding agreement July 1, 2020 through June 30, 2021 for \$33,500 in KYTC/SNK. Expenses reimbursed to OKI at a participation rate of 17.4877 percent of FY2021 expenses, matched with contributed services. A minimum 20% match was required and exceeded.
2. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC/INDOT
FY 2021 SURFACE TRANSPORTATION PROGRAM (STP)
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: ODOT (STBG)	\$ 436,444	\$ 416,204	\$ 416,204
Kentucky: KYTC (SNK)	74,000	70,568	70,568
Indiana: INDOT (STBG)	25,000	24,935	24,935
County matching funds	21,625	21,427	21,427
Local contracts	<u>3,125</u>	<u>2,449</u>	<u>2,449</u>
Total Operating Revenues	<u>560,194</u>	<u>535,583</u>	<u>535,583</u>
Operating Expenses:			
Direct expenses			
Personnel	174,514	174,045	174,045
Fringe benefits	120,637	108,023	108,023
Travel, subsistence & professional	12,768	2,008	2,008
Printing, marketing & contractual	30,000	-	-
Other direct expenses	833	79	79
Indirect costs	<u>221,442</u>	<u>251,428</u>	<u>251,428</u>
Total Operating Expenses	<u>560,194</u>	<u>535,583</u>	<u>535,583</u>
Tasks:			
Long range planning land use	439,595	439,199	439,199
FIAM implementation	89,349	65,216	65,216
INDOT	<u>31,250</u>	<u>31,168</u>	<u>31,168</u>
Total Tasks	<u>\$ 560,194</u>	<u>\$ 535,583</u>	<u>\$ 535,583</u>

NOTES:

1. The grant period for the Land Use, FIAM and INDOT Surface Transportation Program agreements are July 1, 2020 through June 30, 2021.
2. FHWA/ODOT STBG/KYTC SNK funds were received under agreements for specified long range planning activities. Revenues were received and expenditures incurred in accordance with a unified planning work program approved for the fiscal year.
3. The Land Use and FIAM Implementation tasks were funded with STBG/SNK funds from ODOT and KYTC. ODOT's 82.5123 percent was funded at 100 percent STBG utilizing toll revenue credits for match and KYTC's 17.4877 percent was funded at 80 percent SNK funds with 20 percent match from county and local funds.
4. The INDOT task was funded with 80 percent federal STBG funds matched 20 percent from county and local funds.
5. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC
FY 2021 RIDESHARE
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: ODOT (CMAQ)	\$ 168,443	\$ 44,733	\$ 44,733
Kentucky: KYTC (SNK)	35,700	7,584	7,584
County matching funds	-	1,896	1,896
Contributed services	<u>8,925</u>	<u>-</u>	<u>-</u>
Total Operating Revenues	<u>213,068</u>	<u>54,213</u>	<u>54,213</u>
Operating Expenses:			
Direct expenses			
Personnel	19,043	9,628	9,628
Fringe benefits	13,163	5,976	5,976
Travel, subsistence & professional	273	-	-
Printing, marketing & contractual	147,500	24,700	24,700
Indirect costs	24,164	13,909	13,909
Contributed services	<u>8,925</u>	<u>-</u>	<u>-</u>
Total Operating Expenses	<u>213,068</u>	<u>54,213</u>	<u>54,213</u>
Non-operating Revenues (Expenses):			
Contributed services revenues	16,792	-	-
Contributed services expenses	<u>(16,792)</u>	<u>-</u>	<u>-</u>
Total Non-operating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Tasks:			
RideShare	<u>213,068</u>	<u>54,213</u>	<u>54,213</u>
Total Tasks	<u>\$ 213,068</u>	<u>\$ 54,213</u>	<u>\$ 54,213</u>

NOTES:

1. State grants and contracts consist of the following:
 - a. ODOT agreement for the period July 1, 2020 through June 30, 2021 for \$168,443 in ODOT/CMAQ reimbursed to OKI at a participation rate of 100 percent of Ohio's 82.5123% share of the RideShare program.
 - b. KYTC agreement for the period July 1, 2020 through June 30, 2021 for \$35,700 in KYTC/SNK, reimbursed to OKI at a participation rate of 17.4877 percent of the FY2021 RideShare program and matched with contributed services. A minimum 20% match was required and met. The budget included contributed services match from the outreach campaign. Due to COVID-19 spring travel was restricted and the outreach campaign was not run. Since no contributed services were generated the match was fulfilled with local county funds.
2. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FTA
FY 2015 FTA 5310 TRANSIT PLANNING ADMINISTRATION PROGRAM
JUNE 30, 2021

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2020</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:				
Federal and state grants				
Federal FTA	\$ 271,671	\$ 251,851	\$ 19,822	\$ 271,673
County matching funds	-	-	704	704
Total Operating Revenues	<u>271,671</u>	<u>251,851</u>	<u>20,526</u>	<u>272,377</u>
Operating Expenses:				
Direct expenses				
Personnel	44,405	60,580	6,696	67,276
Fringe benefits	33,344	40,895	4,156	45,051
Travel, subsistence & professional	215	180	-	180
Printing, marketing & contractual	135,835	70,611	-	70,611
Other direct expenses	1,274	929	1	930
Indirect costs	<u>56,598</u>	<u>78,656</u>	<u>9,673</u>	<u>88,329</u>
Total Operating Expenses	<u>271,671</u>	<u>251,851</u>	<u>20,526</u>	<u>272,377</u>
Tasks:				
FTA - 5310 transit planning administrative activities	<u>271,671</u>	<u>251,851</u>	<u>20,526</u>	<u>272,377</u>
Total Tasks	<u>\$ 271,671</u>	<u>\$ 251,851</u>	<u>\$ 20,526</u>	<u>\$ 272,377</u>

NOTES:

1. The FTA 5310 transit planning grant began February 9, 2015.
2. The FTA 5310 Transit Planning grant is 100% Federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. OKI has agreed to be the Designated Recipient of Section 5310 federal funds allocated to the Cincinnati urbanized area and SORTA has agreed to assist with the administration of the Section 5310 program in accordance with the Joint Cooperative Agreement. SORTA's primary duty will be to provide capital procurement services for the program.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OEPA
FY 2021 OEPA STATE BIENNIAL WATER
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: OEPA (EPA Funds)	\$ 75,000	\$ 74,931	\$ 74,931
Total Operating Revenues	<u>75,000</u>	<u>74,931</u>	<u>74,931</u>
Operating Expenses:			
Direct expenses			
Personnel	25,235	24,279	24,279
Fringe benefits	17,444	15,069	15,069
Travel, subsistence & professional	299	60	60
Other direct expenses	1	450	450
Indirect costs	<u>32,021</u>	<u>35,073</u>	<u>35,073</u>
Total Operating Expenses	<u>75,000</u>	<u>74,931</u>	<u>74,931</u>
Tasks:			
General assembly	<u>75,000</u>	<u>74,931</u>	<u>74,931</u>
Total Tasks	<u><u>\$ 75,000</u></u>	<u><u>\$ 74,931</u></u>	<u><u>\$ 74,931</u></u>

NOTES:

1. The grant period under the OEPA FY2021 State Biennium Water contract is July 1, 2020 through June 30, 2021 (State of Ohio grant).
2. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OEPA
FY 2021 OEPA 604B WATER QUALITY PLANNING
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: OEPA (EPA Funds)	\$ 51,657	\$ 51,657	\$ 51,657
County matching funds	-	467	467
Total Operating Revenues	<u>51,657</u>	<u>52,124</u>	<u>52,124</u>
Operating Expenses:			
Direct expenses			
Personnel	16,712	17,005	17,005
Fringe benefits	11,553	10,554	10,554
Travel, subsistence & professional	486	-	-
Other direct expenses	1,700	-	-
Indirect costs	<u>21,206</u>	<u>24,565</u>	<u>24,565</u>
Total Operating Expenses	<u>51,657</u>	<u>52,124</u>	<u>52,124</u>
Tasks:			
Program coordination	<u>51,657</u>	<u>52,124</u>	<u>52,124</u>
Total Tasks	<u>\$ 51,657</u>	<u>\$ 52,124</u>	<u>\$ 52,124</u>

NOTES:

1. The grant period under the OEPA FY2021 State 604B Water Quality Planning contract is July 1, 2020 through June 30, 2021.
2. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OKI
FY 2017 DUKE CLASS BENEFIT FUND ENERGY PLANS
JUNE 30, 2021

	<u>Budget</u>	Cumulative Revenues and Expenditures as of June 30, 2020	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2021
Operating Revenues:				
Local contracts	\$ 380,000	\$ 367,128	\$ 12,872	\$ 380,000
Total Operating Revenues	380,000	367,128	12,872	380,000
Operating Expenses:				
Direct expenses				
Personnel	73,650	88,052	-	88,052
Fringe benefits	55,874	59,786	-	59,786
Travel, subsistence & professional	-	204	-	204
Printing, marketing & contractual	154,500	104,736	12,872	117,608
Other direct expenses	2,266	328	-	328
Indirect costs	93,710	114,022	-	114,022
Total Operating Expenses	380,000	367,128	12,872	380,000
Tasks:				
Duke class benefit fund energy plans	380,000	367,128	12,872	380,000
Total Tasks	\$ 380,000	\$ 367,128	\$ 12,872	\$ 380,000

NOTES:

1. The project period for the Duke Class Action / Class Benefit Fund: A More Efficient and Secure Energy Future Through Planning project was February 20, 2017 through December 31, 2020.
2. OKI received grant funds through the Duke Class Benefit Fund to assist, in partnership with the Greater Cincinnati Energy Alliance, 8 municipal entities in its southwest Ohio member counties with energy efficiency plans.
3. In February 2019 programmatic changes were made that resulted in \$120,000 of the original \$500,000 being reallocated to the Greater Cincinnati Energy Alliance for disbursement of incentive funds to be awarded and managed after the Energy Plan are complete. The result is OKI's grant being reduced to \$380,000.
4. At June 30, 2020 \$12,872 in grant funds were unspent. The Duke Class Benefit Fund (CBF) Board granted OKI a no-cost extension through December 31, 2020 to disburse the remaining funds to provide incentives to municipal entities.
5. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OKI
FY 2020 OHIO RIVER RECREATIONAL TRAIL GUIDE
JUNE 30, 2021

	<u>Budget</u>	Cumulative Revenues and Expenditures as of June 30, 2020	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2021
Operating Revenues:				
County matching funds	\$ 3	\$ -	\$ 3	\$ 3
Local contracts	<u>6,000</u>	<u>5,948</u>	<u>52</u>	<u>6,000</u>
Total Operating Revenues	<u>6,003</u>	<u>5,948</u>	<u>55</u>	<u>6,003</u>
Operating Expenses:				
Direct expenses				
Personnel	2,044	2,008	18	2,026
Fringe benefits	1,448	1,283	11	1,294
Indirect costs	<u>2,511</u>	<u>2,657</u>	<u>26</u>	<u>2,683</u>
Total Operating Expenses	<u>6,003</u>	<u>5,948</u>	<u>55</u>	<u>6,003</u>
Tasks:				
Ohio River Recreational Trail Digital Guide	<u>6,003</u>	<u>5,948</u>	<u>55</u>	<u>6,003</u>
Total Tasks	<u>\$ 6,003</u>	<u>\$ 5,948</u>	<u>\$ 55</u>	<u>\$ 6,003</u>

NOTES:

1. The project period for the Ohio River Recreational Trail Digital Guide project was January 1, 2020 through June 30, 2021.
2. Budget amounts were derived from estimated hours to complete out-of-region portion of guide, and are the same as last year; \$3,000 from River City Paddle Sports and \$3,000 from Adventure Crew per the project budget. The remaining \$3 is from County funding.
3. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OKI
FY 2021 LOCAL WATER QUALITY PLANNING PROJECT
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
County matching funds	<u>\$ 56,767</u>	<u>\$ 57,151</u>	<u>\$ 57,151</u>
Total Operating Revenues	<u>56,767</u>	<u>57,151</u>	<u>57,151</u>
Operating Expenses:			
Direct expenses			
Personnel	<u>17,858</u>	<u>18,419</u>	<u>18,419</u>
Fringe benefits	<u>12,345</u>	<u>11,432</u>	<u>11,432</u>
Travel, subsistence & professional	<u>3,570</u>	<u>270</u>	<u>270</u>
Other direct expenses	<u>334</u>	<u>421</u>	<u>421</u>
Indirect costs	<u>22,660</u>	<u>26,609</u>	<u>26,609</u>
Total Operating Expenses	<u>56,767</u>	<u>57,151</u>	<u>57,151</u>
Tasks:			
Local water quality planning	<u>56,767</u>	<u>57,151</u>	<u>57,151</u>
Total Tasks	<u>\$ 56,767</u>	<u>\$ 57,151</u>	<u>\$ 57,151</u>

NOTES:

1. The project period for Local Water Quality Planning was July 1, 2020 through June 30, 2021.
2. Budget amounts were derived from the fiscal 2021 overall agency budget.
3. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
OKI
FY 2021 LOCAL REGIONAL PLANNING
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
County matching funds	\$ 68,245	\$ 65,374	\$ 65,374
Total Operating Revenues	<u>68,245</u>	<u>65,374</u>	<u>65,374</u>
Operating Expenses:			
Direct expenses			
Personnel	22,901	21,236	21,236
Fringe benefits	15,831	13,181	13,181
Travel, subsistence & professional	204	100	100
Other direct expenses	250	179	179
Indirect costs	<u>29,059</u>	<u>30,678</u>	<u>30,678</u>
Total Operating Expenses	<u>68,245</u>	<u>65,374</u>	<u>65,374</u>
Tasks:			
Local regional planning	<u>68,245</u>	<u>65,374</u>	<u>65,374</u>
Total Tasks	<u><u>\$ 68,245</u></u>	<u><u>\$ 65,374</u></u>	<u><u>\$ 65,374</u></u>

NOTES:

1. The project period for Local Regional Planning program was July 1, 2020 through June 30, 2021.
2. Budget amounts were derived from the fiscal 2021 overall agency budget.
3. As of June 30, 2021, no costs subject to audit have been questioned.

SCHEDULES OF CUMULATIVE REVENUES AND EXPENDITURES

PROGRAMS IN PROGRESS

FHWA TRANSPORTATION PLANNING PROGRAMS:

FY 2021 Transportation Planning.....	43
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FTA TRANSIT PROGRAMS:

FY 2017 FTA 5310 Transit Planning Administration	44
FY 2017 FTA 5310 Transit Planning Pass-Through	45
FY 2019 FTA 5310 Transit Planning Pass-Through	46
FY 2021 FTA 5310 Transit Planning Pass-Through	47

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FHWA/ODOT/KYTC/INDOT
FY 2021 TRANSPORTATION PLANNING
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants			
Ohio: ODOT (MPO-PL Funds)	\$ 2,418,877	\$ 2,081,304	\$ 2,081,304
Kentucky: KYTC (HPR-PL Funds)	519,400	364,321	364,321
Kentucky: KYTC (FTA Funds)	153,386	109,611	109,611
Indiana: INDOT (Trans PL Funds)	25,000	24,903	24,903
State matching funds Ohio	302,360	260,163	260,163
State matching funds Kentucky	31,650	22,619	22,619
County matching funds	<u>441,906</u>	<u>361,655</u>	<u>361,655</u>
 Total Operating Revenues	 <u>3,892,579</u>	 <u>3,224,576</u>	 <u>3,224,576</u>
Operating Expenses:			
Direct expenses			
Personnel	1,215,144	1,023,538	1,023,538
Fringe benefits	839,995	621,190	621,190
Travel, subsistence & professional	45,404	15,914	15,914
Printing, marketing & contractual	154,000	4,567	4,567
Other direct expenses	96,136	45,725	45,725
Indirect costs	<u>1,541,900</u>	<u>1,513,642</u>	<u>1,513,642</u>
 Total Operating Expenses	 <u>3,892,579</u>	 <u>3,224,576</u>	 <u>3,224,576</u>
Tasks:			
Short range planning	92,300	71,329	71,329
Transportation improvement program	249,300	176,545	176,545
Continuing planning - surveillance	1,855,119	1,592,414	1,592,414
KYTC District 6 UAV Flights	26,000	4,843	4,843
Transportation Plan	1,127,400	1,029,901	1,029,901
Transportation services	272,700	232,357	232,357
INDOT exclusive - Dearborn Co. Tran Planning	31,250	31,128	31,128
KYTC exclusive - transportation planning	170,910	35,583	35,583
UPWP administration	39,700	28,814	28,814
Transportation program reporting	15,600	12,551	12,551
Mobile source emissions planning	<u>12,300</u>	<u>9,111</u>	<u>9,111</u>
 Total Tasks	 <u>\$ 3,892,579</u>	 <u>\$ 3,224,576</u>	 <u>\$ 3,224,576</u>

NOTES:

1. The grant period for FY 2021 MPO Transportation Planning is July 1, 2020 through December 31, 2021.
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 a unified planning work program approved each fiscal year. INDOT also participated with the funding being 80 percent Federal and 20 percent local match.
3. Due to timing differences between OH and KY funding contracts, KY revenues (PL, FTA, and state) from the beginning of the fiscal year were paired with OH FY20 carryover revenues and appear on the FY2020 Transportation PL page in the current year column. Total KY PL for FY2021 was \$68,464 + \$364,321 = \$432,785 from the MPO planning contract. Total KY FTA for FY2021 was \$20,738 + \$109,611 = \$130,349. Total KY State for FY2021 was \$4,279 + \$22,619 = \$26,898. All within budget.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FTA
FY 2017 FTA 5310 TRANSIT PLANNING ADMINISTRATION PROGRAM
JUNE 30, 2021

	<u>Budget</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2020</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:				
Federal and state grants				
Federal FTA	\$ 408,336	\$ 136,295	\$ 187,574	\$ 323,869
Total Operating Revenues	<u>408,336</u>	<u>136,295</u>	<u>187,574</u>	<u>323,869</u>
Operating Expenses:				
Direct expenses				
Personnel	69,969	26,568	58,959	85,527
Fringe benefits	51,072	18,382	36,594	54,976
Travel, subsistence & professional	200	576	-	576
Printing, marketing & contractual	200,000	51,214	6,519	57,733
Other direct expenses	100	5,022	328	5,350
Indirect costs	<u>86,995</u>	<u>34,533</u>	<u>85,174</u>	<u>119,707</u>
Total Operating Expenses	<u>408,336</u>	<u>136,295</u>	<u>187,574</u>	<u>323,869</u>
Tasks:				
FTA - 5310 transit planning administrative activities	<u>408,336</u>	<u>136,295</u>	<u>187,574</u>	<u>323,869</u>
Total Tasks	<u><u>\$ 408,336</u></u>	<u><u>\$ 136,295</u></u>	<u><u>\$ 187,574</u></u>	<u><u>\$ 323,869</u></u>

NOTES:

1. The FTA 5310 transit planning grant began January 31, 2017.
2. The FTA 5310 Transit Planning grant is 100% Federally funded. Funds are used for administration of the Coordinated Public Transit Human Services Transportation Plan for the OKI region.
3. OKI has agreed to be the Designated Recipient of Section 5310 federal funds allocated to the Cincinnati urbanized area and SORTA has agreed to assist with the administration of the Section 5310 program in accordance with the Joint Cooperative Agreement. SORTA's primary duty will be to provide capital procurement services for the program.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FTA
FY 2017 FTA 5310 TRANSIT PLANNING PASS-THROUGH PROGRAM
JUNE 30, 2021

	<u>Budget</u>	Cumulative Revenues and Expenditures as of June 30, 2020	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2021
Operating Revenues:				
Federal and state grants				
Federal FTA	\$ 505,026	\$ 389,810	\$ 77,832	\$ 467,642
County matching funds	-	1	-	1
Contributed services	<u>126,659</u>	<u>97,453</u>	<u>19,454</u>	<u>116,907</u>
Total Operating Revenues	<u>631,685</u>	<u>487,264</u>	<u>97,286</u>	<u>584,550</u>
Operating Expenses:				
Direct expenses				
Printing, marketing & contractual	505,026	389,811	77,832	467,643
Contributed services	<u>126,659</u>	<u>97,453</u>	<u>19,454</u>	<u>116,907</u>
Total Operating Expenses	<u>631,685</u>	<u>487,264</u>	<u>97,286</u>	<u>584,550</u>
Tasks:				
Clermont Senior Services - software license renewal	37,500	55,485	19,265	74,750
Clermont Senior Services - preventive maintenance	48,590	-	-	-
No. Ky Area Development District - mobility mgmt	100,000	165,893	63,157	229,050
Jewish Community Center - preventive maintenance	11,875	-	-	-
Episcopal Retirement Homes - preventative maint	6,200	-	211	211
Clermont Senior Services -security equipment	60,000	52,011	-	52,011
Community First (Partners inPrime) - hardware	50,000	49,311	-	49,311
No. Ky Area Development District - mobility mgmt	129,050	-	-	-
Jewish Community Center - security equipment, preventative maintenance, and training	23,504	-	14,653	14,653
Cancer Justice Network	<u>164,966</u>	<u>164,564</u>	<u>-</u>	<u>164,564</u>
Total Tasks	<u>\$ 631,685</u>	<u>\$ 487,264</u>	<u>\$ 97,286</u>	<u>\$ 584,550</u>

NOTES:

1. The FTA 5310 transit planning grant began January 31, 2017.
2. The FTA 5310 Transit Planning grant pass through projects are funded at 80% for capital and planning programs and passed through to other agencies for delivery of transportation services related to the Public Transit Human Services Transportation Plan for the OKI region.
3. The recipient agency provides the required 20% match.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FTA
FY 2019 FTA 5310 TRANSIT PLANNING PASS-THROUGH PROGRAM
JUNE 30, 2021

	Budget	Cumulative Revenues and Expenditures as of June 30, 2020	Current Year Revenue and Expenditures	Cumulative Revenues and Expenditures as of June 30, 2021
Operating Revenues:				
Federal and state grants				
Federal FTA	\$ 996,121	\$ 235,250	\$ 517,877	\$ 753,127
Local Contracts	-	-	88,317	88,317
Contributed services	<u>250,364</u>	<u>60,630</u>	<u>41,653</u>	<u>102,283</u>
Total Operating Revenues	<u>1,246,485</u>	<u>295,880</u>	<u>647,847</u>	<u>943,727</u>
Operating Expenses:				
Direct expenses				
Printing, marketing & contractual	996,121	235,250	606,194	841,444
Contributed services	<u>250,364</u>	<u>60,630</u>	<u>41,653</u>	<u>102,283</u>
Total Operating Expenses	<u>1,246,485</u>	<u>295,880</u>	<u>647,847</u>	<u>943,727</u>
Tasks:				
Cincinnati Association of the Blind and Visually Impaired - mobility management	207,567	207,567	-	207,567
Cancer Justice Network - mobility management	200,673	60,113	113,704	173,817
Catch-A-Ride	39,550	28,200	12,350	40,550
No. Ky Area Development District - mobility mgmt	258,331	-	-	-
CASS Van, SE	147,727	-	137,215	137,215
Clermont Senior Services Van, SW	141,685	-	133,626	133,626
Maple Knoll Vans	137,447	-	137,447	137,447
Community First (Partners in Prime)	<u>113,505</u>	<u>-</u>	<u>113,505</u>	<u>113,505</u>
Total Tasks	<u>\$ 1,246,485</u>	<u>\$ 295,880</u>	<u>\$ 647,847</u>	<u>\$ 943,727</u>

NOTES:

1. The FTA 5310 transit planning grant began April 16, 2019.
2. The FTA 5310 Transit Planning grant pass through projects are funded at 80% for capital and planning programs and passed through to other agencies for delivery of transportation services related to the Public Transit Human Services Transportation Plan for the OKI region.
3. Grant amounts for CASS Van, SE, Clermont Senior Services Van, and Maple Knolls Vans involve vehicle purchases. The grant amount differs from the contract amount because of fluctuation in vehicle pricing at the time of the purchase.
4. Catch-A-Ride expenditures exceeded its contracted budget by \$1,000. This amount was contributed services provided by the recipient.
5. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
SCHEDULE OF CUMULATIVE REVENUES AND EXPENDITURES
FTA
FY 2021 FTA 5310 TRANSIT PLANNING PASS-THROUGH PROGRAM
JUNE 30, 2021

	<u>Budget</u>	<u>Current Year Revenue and Expenditures</u>	<u>Cumulative Revenues and Expenditures as of June 30, 2021</u>
Operating Revenues:			
Federal and state grants	\$ 1,115,331	\$ 154,939	\$ 154,939
Federal FTA	<u>354,010</u>	<u>38,735</u>	<u>38,735</u>
Contributed services			
	<u>1,469,341</u>	<u>193,674</u>	<u>193,674</u>
Operating Expenses:			
Direct expenses			
Printing, marketing & contractual	1,115,331	154,939	154,939
Contributed services	<u>354,010</u>	<u>38,735</u>	<u>38,735</u>
	<u>1,469,341</u>	<u>193,674</u>	<u>193,674</u>
Tasks:			
Cincinnati Association of the Blind and Visually Impaired - mobility management	256,854	151,377	151,377
Cancer Justice Network - mobility management	112,653	42,297	42,297
Community Services of NKY	169,036	-	-
BAWAC	112,605	-	-
Clovernook	54,678	-	-
Clermont Senior Services Van, SW	73,581	-	-
Stepping Stones	211,777	-	-
Transit Alliance of Butler County	72,377	-	-
Point Arc of NKY	323,570	-	-
Warren County Community Services	<u>82,210</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,469,341</u>	<u>\$ 193,674</u>	<u>\$ 193,674</u>

NOTES:

1. The FTA 5310 transit planning grant began September 25, 2020.
2. The FTA 5310 Transit Planning grant pass through projects are funded at 80% for capital and planning programs and passed through to other agencies for delivery of transportation services related to the Public Transit Human Services Transportation Plan for the OKI region.
3. The recipient agency provides the required 20% match.
4. As of June 30, 2021, no costs subject to audit have been questioned.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program/Cluster Title	Assistance Listing Number	Direct Grant or Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Transportation				
<i>Direct Programs:</i>				
Federal Transit Cluster				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513			
FTA 5310 Transit Planning		OH-16-X012-00	\$ 0	\$ 19,822
FTA 5310 Transit Planning		OH-2017-005-01	6,079	133,509
FTA 5310 Transit Planning Pass-Through		OH-2017-005-02	19,801	19,801
FTA 5310 Transit Planning Pass-Through		OH-2017-005-03	58,031	58,031
FTA 5310 Transit Planning Pass-Through		OH-2017-005-04	440	54,065
FTA 5310 Transit Planning Pass-Through		OH-2019-015-01	517,877	517,877
FTA 5310 Transit Planning Pass-Through		OH-2019-015-01-01	154,939	154,939
<i>Total CFDA #20.513</i>			<u>757,167</u>	<u>958,044</u>
Total Federal Transit Cluster			<u>757,167</u>	<u>958,044</u>
<i>Total Direct Programs - U.S. Department of Transportation</i>			<u>757,167</u>	<u>958,044</u>
<i>Pass Through Programs:</i>				
Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205			
<i>Passed Through Ohio Department of Transportation (ODOT)</i>				
Clean Air - Ozone Awareness (CMAQ funds)		736748	0	104,703
Ride Share (CMAQ funds)		736751	0	44,733
Transportation Planning (MPO-PL funds)		735109	0	420,882
Transportation Planning (MPO-PL funds)		111606	0	2,081,304
Surface Transportation (STP funds)		736749	0	362,393
Surface Transportation (STP funds)		736750	0	53,811
<i>Total CFDA #20.205 Passed through ODOT</i>			<u>0</u>	<u>3,067,826</u>
<i>Passed Through Kentucky Transportation Cabinet (KYTC)</i>				
Transportation Planning (HPR-PL funds)		2000001396	0	430,363
Transportation Planning (HPR-PL funds)		757144	0	2,422
Ride Share (SNK funds)		2100000009	0	7,584
Clean Air-Ozone Awareness (SNK funds)		2100000009	0	22,191
Surface Transportation (SNK funds)		2100000009	0	70,568
<i>Total CFDA #20.205 Passed through KYTC</i>			<u>0</u>	<u>533,128</u>
<i>Passed Through Indiana Department of Transportation (INDOT)</i>				
Transportation Planning (PL funds)		A249-20-G200069	0	24,903
Surface Transportation (STP funds)		A249-20-G200069	0	24,935
<i>Total CFDA #20.205 Passed through INDOT</i>			<u>0</u>	<u>49,838</u>
Total Highway Planning and Construction Cluster			<u>0</u>	<u>3,650,792</u>
<i>Passed Through Kentucky Transportation Cabinet (KYTC)</i>				
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research -	20.505	KY-2017-002-02/		
Transportation Planning (FTA Funds)		KY-202-001-01	0	130,349
<i>Total Pass Through Programs - U.S. Department of Transportation</i>			<u>0</u>	<u>3,781,141</u>
Total U.S. Department of Transportation			<u>757,167</u>	<u>4,739,185</u>
U.S. Environmental Protection Agency				
<i>Passed Through Ohio Environmental Protection Agency (OEPA)</i>				
Water Quality Management Planning - Water Quality Planning (EPA funds)	66.454	OKI-FD60419	0	51,657
Total U.S. Environmental Protection Agency			<u>0</u>	<u>51,657</u>
Total Expenditures of Federal Awards			<u>\$ 757,167</u>	<u>\$ 4,790,842</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Ohio-Kentucky-Indiana Regional Council of Governments (OKI) under programs of the federal government for the year ended June 30, 2021. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of OKI, it is not intended to and does not present the financial position, changes in net position, or cash flows of OKI.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3: INDIRECT COST RATE

OKI has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance. The Schedule reflects the application of actual fringe benefits and indirect cost rates, subject to grant or program limitations.

NOTE 4: SUBRECIPIENTS

OKI passes certain federal awards received from the U.S. Department of Agriculture and the U.S. Department of Transportation to other not-for-profit agencies (subrecipients). As described in Note 2, OKI reports expenditures of federal awards to subrecipients on an accrual basis.

OKI has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

NOTE 5: MATCHING REQUIREMENTS

Certain federal programs require OKI to contribute non-federal funds (matching funds) to support the federally-funded programs. OKI has met its matching requirements. The Schedule does not include the expenditure of non-federal matching funds.

JAMES G. ZUPKA, C.P.A., INC.
Certified Public Accountants
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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

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

The Honorable Keith Faber
Auditor
State of Ohio

We have audited, in accordance with the 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, the financial statements of the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio, (OKI) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise OKI's basic financial statements, and have issued our report thereon dated December 17, 2021, wherein we noted the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of OKI.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered OKI's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of OKI's internal control. Accordingly, we do not express an opinion on the effectiveness of OKI's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of OKI's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether OKI's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of OKI's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering OKI's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James G. Zupka, CPA, Inc.
Certified Public Accountants

December 17, 2021

JAMES G. ZUPKA, C.P.A., INC.
Certified Public Accountants
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**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**

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

The Honorable Keith Faber
Auditor
State of Ohio

Report on Compliance for Each Major Federal Program

We have audited the Ohio-Kentucky-Indiana Regional Council of Governments, Hamilton County, Ohio's (OKI) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on OKI's major federal programs for the year ended June 30, 2021. OKI's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for OKI's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal programs. However, our audit does not provide a legal determination of OKI's compliance.

Opinion on Each Major Federal Program

In our opinion, the Ohio-Kentucky-Indiana Regional Council of Governments complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of OKI is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered OKI's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal programs and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of OKI's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

James G. Zupka, CPA, Inc.
Certified Public Accountants

December 17, 2021

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2021

1. SUMMARY OF AUDITOR'S RESULTS

2021(i)	Type of Financial Statement Opinion	Unmodified
2021(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2021(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2021(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2021(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2021(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2021(v)	Type of Major Programs' Compliance Opinions	Unmodified
2021(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2021(vii)	Major Programs (list): Federal Transit Cluster - ALN #20.513 Highway Planning and Construction Cluster - ALN #20.205	
2021(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Others
2021(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS
HAMILTON COUNTY, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

The prior audit report, as of June 30, 2020, included no findings or management letter recommendations.

OHIO AUDITOR OF STATE KEITH FABER



OHIO-KENTUCKY-INDIANA REGIONAL COUNCIL OF GOVERNMENTS

HAMILTON COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 1/18/2022

88 East Broad Street, Columbus, Ohio 43215
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This report is a matter of public record and is available online at
www.ohioauditor.gov