morpc

Mid-Ohio Regional Planning Commission

2007

Comprehensive Annual Financial Report

Columbus, Ohio

Fiscal Year Ended December 31, 2007

Mary Taylor, CPA
Auditor of State

Members of the Commission
Mid-Ohio Regional Planning Commission
111 Liberty Street, Suite 100
Columbus, Ohio 43215

We have reviewed the *Independent Auditor's Report* of the Mid-Ohio Regional Planning Commission, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period January 1, 2007 through December 31, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Mid-Ohio Regional Planning Commission is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 17, 2008

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR
FISCAL YEAR ENDED DECEMBER 31, 2007

Prepared by

Chester R. Jourdan Jr.
Executive Director

Carl R. Styers
Finance Director

Tacy Courtright
Senior Budget Analyst/Accountant

MORPC

Mid-Ohio Regional Planning Commission
111 Liberty Street
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Columbus, OH 43215

MID-OHIO REGINAL PLANNING COMMISSION

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morpc Mid-Ohio Regional Planning Commission

June 3, 2008

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

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We are pleased to present the Comprehensive Annual Financial Report of the Mid-Ohio Regional Planning Commission (MORPC) for the year ended December 31, 2007. This report has been prepared by the MORPC finance staff according to generally accepted accounting principles applicable to governmental entities. The management of MORPC is responsible for and affirms the adequacy of the agency's internal accounting control and the completeness of the material presented in this report.

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

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

MORPC was created in 1969 as the successor to the Franklin County Regional Planning Commission under authority granted by Ohio Revised Code Section 713.21. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency. In 2007, membership included 42 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio. MORPC is the federally designated Metropolitan Planning Organization (MPO) for the Columbus urbanized area.

The member governments appoint representatives (currently 79) who make up the Commission, the policy-making body of the organization, and the oversight board. MORPC is a political subdivision of Ohio and a non-profit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. MORPC employees are members of the Ohio Public Employee Retirement System.

In accordance with Statement of Governmental Accounting Standards 14, *The Financial Reporting Entity* and GASB 39, *Determining Whether Certain Organizations are Component Units, an Amendment of GASB Statement 14*. MORPC is not considered a component unit of the Franklin County financial reporting entity because:

- MORPC is a separate legal entity, established under Section 713.21 of the Ohio Revised Code ("ORC");
- Franklin County holds only 13 of 79 seats on MORPC's governing board;
- MORPC is not fiscally dependent on Franklin County; and
- MORPC provides services to members outside of Franklin County;

There are no agencies or organizations, which could be considered a component unit of MORPC.

SPECIAL ITEM

In November, 2007 MORPC sold the office building, that housed staff since the early 1980's, to a neighboring university and entered into an operating lease for office space in the Brewery District just a few blocks south of downtown Columbus.

MISSION, ASPIRATIONS AND PRIORITIES

At the Mid-Ohio Regional Planning Commission (MORPC), our board members and staff work collectively to advance the organization's mission and achieve our aspirations.

MISSION
MORPC is a regional voice and a catalyst to drive sustainability and economic prosperity in order to secure a competitive advantage for the central Ohio region.

ASPIRATIONS:
For our community we aspire to...
Be the respected regional voice, serving as the expert.
Be the regional convener, serving as the honest broker.
Be bold and entrepreneurial, addressing needs creatively.
Affect regional, state and national policies, changing the ground rules for our work.
Provide inspiration for building a better region, opening minds to possibilities.

For our members we aspire to...
Provide value to our membership, demonstrating relevance and responsiveness to them.
Increase membership, elevating our regional capacity.
Foster a diverse participation, reflecting the interests and complexity of the region.

For our staff we aspire to...
Facilitate engaging meetings at all levels, gaining active participation.
Maintain a facility that reflects the values of the organization, meaning what we say.
Build and maintain staff that reflects the mission, aligning the resources.
Provide meaningful programs and services, serving the regional needs.

Regional Leadership
MORPC is a dynamic organization that must continually adapt to changing regional, state, national and global conditions. Given current national and local economic issues, development trends and changing demographics, the need for our regional leadership has never been more important.

A Year of Change
In 2007, a board and staff leadership retreat focused on six key elements including, building MORPC's brand image, solidifying a vision for the organization and the region, improving member engagement, strengthening the organization's structure, developing the staff, and identifying problems and implementing solutions. In the past 18 months, MORPC has experienced significant changes, partly as outcomes of the objectives defined in 2007. These changes include moving to a new facility, hiring a new executive director and initiating new programs such as the Center for Energy and Environment and the Regional Policy Roundtable.

PRIORITIES:

Improve sustainability

It is critical for the region to embrace sustainability, which is meeting the needs of the present without compromising the ability of future generations to meet their own needs. MORPC will promote sustainable policies and patterns of development in the region.

Increase mobility

MORPC will advance a sustainable multimodal transportation system that recognizes our energy and environmental needs and will safely, cost effectively, and efficiently move people and goods.

Improve communication

MORPC should strive to improve communication between diverse interests in our community and act as a regional convener and resource. MORPC must communicate its mission and relevance to strengthen participation. Additionally, MORPC's goals, mission, and priorities should be communicated to staff to affirm and reinforce their roles in the organization.

Grow membership

As a membership-based organization MORPC will be most effective with a high degree of participation. Effort should be made to expand membership diversity in regards to both public jurisdictions and businesses or other organizations, while continuing to improve engagement of current members.

Be a leader in regional, state and national policies

Solutions to regional problems are often rooted in established public policy. MORPC should be an advocate and catalyst for change at the regional, state and national levels. The organization should be bold, proactive and a leader in implementing policy changes that will have positive benefits for the region.

2007 ACCOMPLISHMENTS

In 2007, six theme areas were identified for enhancing MORPC's effectiveness and relevancy in the region:

1. Build the Brand
2. Build the Membership
3. Structure/Organization
4. People Development
5. Vision Clarity
6. Identify Problems and Implement

Build the Brand

- Developed new logo, look and tagline
- Materials, building and website now all have new look and brand
- Moved to new building with updated look and that better represents MORPC's new brand and image

- Adopted green marketing and event practices to "live the brand"
- Attempting to use technology smartly for outreach and marketing
- Heightened visibility of MORPC's name, activities and events – have an identity in the community

Build the Membership

- Created MORPC's first membership coordinator position
- Developed benefits of Membership brochure
- Included new member section on MORPC website
- Offering more benefits to membership
- Regularly visit members and prospective members, and attend/participate in member communities' events
- Changed new member orientation process
- Compiled list of prospective members
- Working with a much larger number of diverse organizations, businesses, universities and communities in the region
- Offering Educational Forums and training opportunities to members and non-members

Structure\Organization

- Created By-Laws Committee to update and review organization's structure
- Updated dues structure and made it more fair
- Reduced overhead staff to improve cost efficiency of the organization
- Created Regional Policy Roundtable to strengthen Central Ohio's voice in legislative and public policy matters, as well as hired a consultant to help increase effectiveness and activity in this area
- Established the Center for Energy & Environment
- Reorganized the Housing Department and expanded services to address foreclosure challenges in the region
- Established the Regional Development Coordinator charged with creating the Center for Regional Development

People Development

- Increased the training budget and providing more on-going training opportunities for staff
- Created a new performance evaluation
- Finalizing details for a merit based pay system
- Utilizing general staff meetings, email, and other tools to help staff better understand MORPC products, services and goals

Vision Clarity

- Developed a Public Policy Agenda to identify priorities in this area

- Adopted the recommendations of the Regional Connections reports as MORPC's guiding framework
- Facilitating green vision, program, and education, etc. in the region
- Establishing MORPC as THE regional voice through events, transportation, environment & energy, housing and public policy
- Hosted a Regional Brainstorm event after the 2007 Annual Meeting Luncheon

Identify Problems and Implement

- Hosted the region's first annual Summit on Energy & Sustainability to address climate change, energy and creation of the new Center
- Launched new programs and services in area of foreclosure assistance to community
- Organized statewide transportation Leadership Forum to address critical problems and challenges with transportation funding
- Received federal funding to create the region's first transportation emergency evacuation plan
- Completed CapitalWays Transportation Plan to address central Ohio's transportation needs through 2030

ECONOMIC CONDITION AND OUTLOOK

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

Unemployment rates for 2003, 2004, 2005 and 2006 were as follows:

	2004	2005	2006	2007
United States	5.5%	5.1%	4.6%	4.6%
Ohio	6.1%	6.9%	5.5%	5.6%
Central and south-central Ohio	5.1%	5.3%	4.7%	4.8%

Though unemployment in the region has been slightly above the national average since 2005, the overall trend for the employment outlook for central and south central Ohio has been and remains better than the state and the rate of unemployment has been comparable to or better than the nation as a whole, during the past four years.

Total membership in 2007 stands at 42 local governments and interest in membership is continuing to be expressed by other governments, indicating prospects for further geographical growth.

MORPC's total 2007 revenue decreased slightly by 1.5% to $7,659,226. The 2008 operating revenue budget is $9,454,500, which is 23.4% higher than 2007 actual revenue. Revenue from federal contracts accounted for 58.6% of MORPC's 2007 total revenue. Federal revenues are expected to remain stable in the future. This however is dependent on the general health of the national economy. Revenues from contracts with utility companies are expected to increase by as much as 40% in the near term.

FINANCIAL INFORMATION

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

- Salaries and benefits
- Materials and supplies
- Services and charges
- Capital expenditures

A more detailed level within each appropriation is accounted for and reported internally and at the Administrative Committee level. The budget and appropriations are adopted by resolution of the MORPC Commission. The Commission has delegated to its Administrative Committee the authority to transfer amounts among the appropriation accounts within the total appropriated. The Administrative Committee must report any such actions at the next Commission meeting.
MORPC operates like a consulting business, with approximately 90% of its revenue received under actual cost reimbursement contracts or the fixed price, non-profit home weatherization contracts. As a result of this funding structure, MORPC accounts for its operations as a single enterprise fund, following generally accepted accounting principles (GAAP) on the accrual basis. The budget is also developed on the GAAP basis and is detailed in six-month periods by each contract or other source of funds, and includes only those amounts estimated to be earned during the budget period. MORPC's computerized financial information system performs budgetary control and activity-based cost accounting in order to manage the financially critical task of staying within budget for each contracted activity. GAAP financial statements and comprehensive budget-to-actual performance reports, with explanations of major variances, are presented to management monthly.

The Administrative Committee authorizes each individual contract and expenditure in excess of $50,000 if the expense is included in the current budget. For contracts or expenditures not included in the current budget, the Administrative Committee must authorize the item if the expense is in excess of $20,000 and the full Commission if it is in excess of $50,000. A myriad of financial status reports are periodically submitted to grantors according to their requirements. The county auditor also insures that all expenditures are within amounts appropriated by MORPC.

Numerous accounting and administrative controls exist to assure compliance with federal and state laws, applicable regulations such as OMB Circulars A-102 and A-87, the terms and conditions of the many contracts, as well as the Commission's own adopted policies and procedures, which are periodically reviewed and updated. The auditors' report on internal controls begins on page 63 of this report and discloses no condition considered to be a material weakness.

PROPRIETARY OPERATIONS: As discussed above, MORPC is a voluntary association of local governments with governmental and non-profit status. It operates like a consulting business and is treated as a single enterprise for accounting, budgetary and financial presentation purposes.

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

The financial statements have been prepared following Governmental Accounting Standards Board (GASB) Statement No. 34, *"Basic Financial Statements – and Management's Discussion and Analysis – for Sate and Local Governments."* As part of the new reporting model, management is responsible for preparing a Management's Discussion and Analysis of the Commission. This discussion follows the Independent Auditor's Report, providing an assessment of the Commission finances for 2007.

Members participate in the funding of MORPC on a per-capita basis at rates determined by the MORPC board each year. Members' per-capita fees totaled $674,445 in 2007 with $630,942 used in the operating budget and $43,503 restricted for capital building expenditures. Other revenues flow from contracts for specific services to be rendered on an actual cost basis with no provision for profit. Costs are allocated in accordance with policies and procedures specified by OMB Circular A-87 using a single organization-wide cost allocation plan for which U.S. Department of Transportation is the oversight agency. MORPC received $4,484,674 or 58.6% of its 2007 revenue, from federal sources under contracts directly with the federal government or indirectly under contracts with third parties, principally Franklin County and the State of Ohio.

The following is a summary of comparative results of operations and the 2008 budget:

	2006 Actual	2007 Actual	2008 Budget
Revenues:			
Federal grants and contracts	$4,393,973	$4,484,674	$5,853,475
State grants and contracts	537,531	288,227	238,300
Member's per-capita fees	545,829	630,942	683,400
Utility contracts	1,090,087	1,189,635	1,205,150
Other local contracts	978,898	937,050	1,146,000
Foundation/Corporate Contributions	230,450	128,698	328,175
Total Revenues	7,776,768	7,659,226	9,454,500
Expenses:			
Salaries and benefits	4,147,686	4,406,035	4,813,450
Consultants and subcontracts	2,231,142	1,864,488	2,709,500
Depreciation	134,987	140,710	92,950
Other expenses	1,181,848	1,433,654	1,977,450
Total Expenses	7,695,663	7,844,887	9,593,350
Operating Income (Loss)	81,105	(185,661)	(138,850)
Interest Income	22,869	64,095	166,500
Capital Contributions	116,838	64,497	40,000
Gain on Sale of Building		2,115,742	
Net Increase in net assets	$220,812	$2,058,673	$67,650
Capital expenditures	$155,660	$114,179	$190,000

The operating loss in 2007 was $185,661 and includes total depreciation expense of $140,710, of which $67,077 was related to contributed assets. The operating loss for the year was unusually high due to expenditure in 2007 of members dues collected in 2006. The delayed expenditures were due to the vacancy in the executive director position for 9 ½ months of 2006.

MORPC completed 2007 with an increase in net assets of $2,058,673, including the gain on the sale of the office building and contributed capital. Total capital contributions of $64,497 in 2007 came from contributions to the building fund, $43,503 and $20,994 in contributed assets. Members' per-capita fees of $630,942, used in the operating budget, were leveraged by a factor of 12.1 to 1 to bring in total operating revenues of $7,659,226. Total federal revenue increased $90,701 or 2.1% due to an increase in activity in housing and weatherization services. Total state revenue decreased by $249,304, or 46.4%, due completion of a large transportation study that was funded in part with state matching funds. Utility company revenue increased by $99,548 or 9.1% due to increased funding. Total staff salaries and benefits increased by $258,349 or 6.2% from the prior year. The increase is due to staff wage increases of approximately 3.0% and the 9 ½ month executive director vacancy in 2006. Consultants and subcontractors expense decreased by $366,654 or 16.4%, primarily due to completion of the multi-year Interstate Route 270 / US Route 33 highway study.

Overall, 2007 operating revenue decreased $117,542 or 1.5% from the prior year. Total operating revenue was under budget by $809,874 or 9.6% of the budget of $8,469,100. Operating revenue is budgeted to increase by $1,795,274 or 23.4% in 2008. The following programs were under budget by $100,000 or more:

	Amount Under
Transportation	$412,196
Housing	$154,340
Public and Government Affairs	$119,576

Funding for the above programs were under contract and available to be earned. Staffing levels and subcontractor expenditures, however, were lower than available budgets.

Capital expenditures for equipment and leasehold improvements in 2007 totaled $114,179. Total depreciation expense was $140,170 and net capital assets at year-end were $269,265 following disposal of the office building.

MORPC's cash balance at year end increased from $1,599,549 to $4,218,490. The cash balance increased significantly due to the proceeds from the sale of the office building.

BUILDING LEASE: MORPC leases 21,449 of office space under a 10 year operating lease, which can be canceled by MORPC anytime after three years. Other information regarding this lease can be found in footnote 5 of the financial statements.

TRUST for benefit of MORPC - HOPE 3: A trust for the benefit of MORPC was created in 1995 to hold title to houses and otherwise facilitate the implementation of the federal Home Ownership for People Everywhere ("HOPE3") program. Assets totaling $318,593, at December 31, 2007 were held by the trustee, are controlled by MORPC and have been included on MORPC's balance sheet. HOPE 3 mortgage notes receivables of $178,756 are however, expected to be forgiven over time. No properties were held at December 31, 2006 or December 31, 2007.

CASH MANAGEMENT: As required by Ohio Revised Code Section 713.21, MORPC deposits all receipts with the Franklin County treasurer. Disbursements are made by the Franklin County auditor, based upon vouchers presented by MORPC. As part of the federal HOPE 3 program, US Bank held $139,837 in trust for the benefit of MORPC. MORPC has no other cash accounts and does not receive interest income on its cash balances.

RISK MANAGEMENT: A schedule of insurance policies covering identifiable risks is provided on page 58 through 59. Claims and losses have been relatively insignificant. MORPC does not engage in risk financing activities where it retains the risk, i.e., self-insurance.

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

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING: The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the Mid-Ohio Regional Planning Commission for its comprehensive annual financial report for the fiscal year ended December 31, 2006.

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

A Certificate of Achievement is valid for a period of one year only. MORPC has received a Certificate of Achievement for the last 19 consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS: The timely preparation of this report could not have been accomplished without the cooperation and dedicated services of Tacy Courtright, MORPC Senior Budget Analyst/Accountant and Kennedy Cottrell Richards, the independent auditors. We would like to express sincere appreciation to all those who assisted and contributed to its preparation. Appreciation is also extended to the MORPC Administrative Committee and officers for their interest and support in planning and conducting the financial operations of MORPC in a responsible and professional manner.

Respectfully submitted,

Chester R. Jourdan, Jr., Executive Director

Carl R. Styers, CPA, Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Mid-Ohio Regional Planning Commission

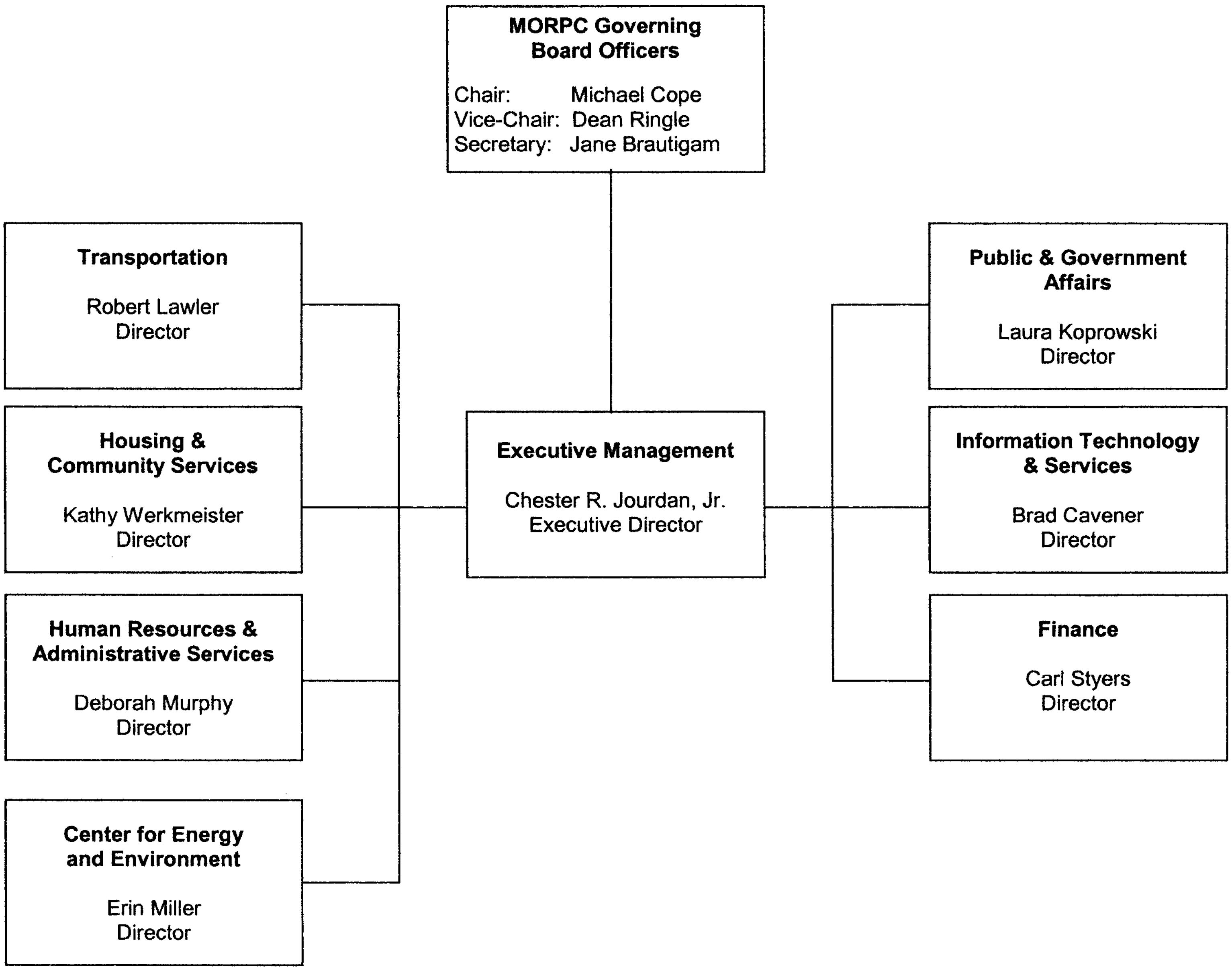
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

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

President

Executive Director

MID-OHIO REGIONAL PLANNING COMMISSION
Organizational Chart—Staff
As of December 31, 2007



MID-OHIO REGIONAL PLANNING COMMISSION
As of 12/31/07

OFFICERS

Chair: Michael Cope
Vice-Chair: Dean Ringle
Secretary: Jane Brautigam

POLICY COMMITTEE
Chair: Michael Cope

PURPOSE: Direct, administer, and coordinate the transportation process in central Ohio.

ADMINSTRATIVE COMMITTEE
Chair: Dean Ringle

PURPOSE: Report to the Commission on personnel matters, contracts, financial positions, goals and objectives, facility, etc.

REGIONAL POLICY ROUNDTABLE
Chair: Marilyn Brown

PURPOSE: Review key federal and state legislation, sponsor legislation to be submitted to the General Assembly

NOMINATING COMMITTEE
Chair: Dean Ringle

PURPOSE: Nominate candidates for membership on the Administrative Committee and nominate Commission officers.

CITIZEN ADVISORY COMMITTEE ON THE PUBLIC INVOLVEMENT PROCESS

Chair: Rosalind Parkinson

PURPOSE: Provide the public an opportunity to participate in and review and comment on the formulation of transportation plans, policies and projects.

TRANSPORTATION ADVISORY COMMITTEE

Chair:
Randy Bowman

PURPOSE: Provide Technical advice to the Policy committee.

LUPAC

Chair:
Dean Ringle

PURPOSE: Review "small" township rezoning cases in unincorporated areas of Franklin County and make recommendations to townships on behalf of the MORPC board.

RECORDS COMMITTEE

Chair: Jane Brautigam

PURPOSE: Maintain compliance with the general provisions of the Ohio Revised Code regarding the disposal and storage of public records.

GREENWAYS STEERING COMMITTEE

Chair: John O'Meara

PURPOSE: Forge a better understanding of and appreciation for the role waterways play in our environment, resulting in their long-term protection and enhancement.

AIR QUALITY COMMITTEE

Chair: Derrick Clay

PURPOSE: Provide support and expertise to enhance MORPC's air quality efforts and meet any new air quality standards.

- Inland Port Infrastructure Development Committee
- ITS Transportation Management Committee
- Special Projects Adhoc Committees
- Transportation Coordination Committee

- Mid-Ohio Administrators Group (MOAG)
- Mid-Ohio Finance Administrators (MOFA)
- National Resources Assistance Council
- District 3 Public works Integrating Committee
- Central Ohio Regional Forum (CORF)

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INDEPENDENT AUDITOR'S REPORT

To the Board and Members of the
Mid-Ohio Regional Planning Commission
111 Liberty Street, Suite 100
Columbus, Ohio 43215

We have audited the accompanying financial statements of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio, (the "Commission") as of and for the year ended December 31, 2007, which collectively comprise the basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the Commission as of December 31, 2006, which are included for comparative purposes, were audited by other auditors whose report dated June 14, 2007, expressed an unqualified opinion on those financial statements.

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

In our opinion, the December 31, 2007 financial statements referred to above present fairly, in all material respects, the financial position of the Commission as of December 31, 2007, and the respective results of operations and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2008 on our consideration of the Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the Commission's December 31, 2007 financial statements taken as a whole. The Introductory Section on pages 1 to 14, Supplementary Information on pages 35 to 42, and the Statistical Section on pages 43 to 60 are presented for the purpose of additional analysis of the financial statements rather than to present the financial position, results of operations, and cash flows, and are not a required part of the financial statements. These schedules are the responsibility of the Commission's management. The Supplementary Information on pages 35 to 42 has been subject to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section on pages 1 to 14 and the Statistical Section on pages 43 to 60 have not been subjected to the auditing procedures applied in the audit of the December 31, 2007 basic financial statements and accordingly, we express no opinion on them.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. This schedule is the responsibility of the management of the Commission. Such information has been subjected to the auditing procedures applied in our audit of the December 31, 2007 basic financial statements and, in our opinion, is fairly stated, in all material respects when considered in relation to the basic financial statements taken as a whole.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
June 3, 2008

II. FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS
(unaudited)

The following Management's Discussion and Analysis (MD&A) provides an overview of the Mid-Ohio Regional Planning Commission's (the Commission) financial performance and provides an introduction to the financial statements for the year ended December 31, 2007. The information contained in the MD&A should be considered in conjunction with the information presented in the Commission's financial statements and corresponding notes to the financial statements.

Financial Highlights

- In 2007, the MORPC office building, which was built in the early 1980's to house the MORPC office staff, was sold to a neighboring university for $2.9 million. The gain on the sale of $2.1 million was recorded as a special item in the Statements of Revenues, Expenses, and Changes in Net Assets.

  Following the sale, MORPC entered into an operating lease for 21,449 square feet of office space, located in the Brewery District, approximately 1 mile southwest of the previous office location.

- Net assets, excluding the impact of special items, decreased by $57,071. The goal of the Commission is to provide the maximum level of service to Commission members within available funding, while achieving a small increase in net assets each year. This decrease in net assets was .75% of total revenue. The decrease was due to the 2007 expenditure of member dues collected in 2006. This was directly related to the vacancy in the executive director position for 9 ½ months of the year in 2006. Costs for 2006 board directed initiatives were delayed until 2007, following arrival of the executive director in late 2006.

- Revenue decreased by $117,542 to $7,659,226 a decrease of 1.5%. The decrease was directly related to major transportation projects completed in 2007.

- Cash on hand at December 31, 2007 was $4,218,490, up over $2.6 million from 2006 primarily due to the proceeds from the sale of the MORPC office building.

- Cash contributed by member governments and designated by the board for building improvements and expansion increased by $67,574 to $944,625. This cash is available for planned and unplanned building related expenditures including future office construction costs.

- The Commission had an operating loss of $185,661. This loss includes $140,710 of depreciation expense, of which $67,077 was depreciation on contributed assets. As stated above, this loss was directly related to the 2007 expenditure of member dues collected in 2006.

Overview of the Financial Statements

The Commission's financial statements are prepared in accordance with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB). The Commission is structured as a single enterprise (proprietary) fund with revenues recognized when earned and expenses when incurred. Capital assets are capitalized and are depreciated over their useful lives. See the notes to the financial statements for a summary of the Commission's significant accounting policies.

Following this MD&A, are the basic financial statements of the Commission together with notes, which are essential to a full understanding of the data contained in the financial statements. Included in the financial statements for the Commission are the following:

Statement of Net Assets – This statement presents information on all the Commission's assets and liabilities, with the difference between the two reported as net assets.

Statement of Revenue, Expenses and Changes in Net Assets – This statement measures the success of operations and can be used to determine whether the Commission successfully recovered all of its costs through Federal, State of Ohio, local government and utility company contracts, members' per capita fees and other contributions and revenues.

Statement of Cash Flows – This statement reports cash receipts, cash disbursements, and net changes in cash resulting from operating activities, and from capital and related financing activities. This statement provides answers to such questions as where did the cash come from, what was cash used for, and what was the net change in cash for each of the reporting periods. A reconciliation of operating income with net cash is also provided.

Financial Position

The following represents the Commission's financial position for the years ended December 31:

Condensed Statement of Net Assets

	2007	2006	2005
ASSETS			
Current Assets	5,398,985	2,590,446	2,843,612
Capital Assets	269,265	1,084,054	1,063,380
Noncurrent Assets	1,517,431	1,469,439	1,288,968
Total Assets	7,185,681	5,143,939	5,195,960
LIABILITIES			
Current Liabilities	1,232,612	1,175,248	1,550,481
Noncurrent Liabilities	904,145	978,440	876,040
Total Liabilities	2,136,757	2,153,688	2,426,521
NET ASSETS			
Invested in Capital Assets	269,265	1,084,054	1,063,380
Unrestricted	4,779,659	1,906,197	1,706,059
Total Net Assets	5,048,924	2,990,251	2,769,439

Current assets increased by $2,808,539 (108.4%). This significant increase was due to $2.9 million cash received from the sale of the MORPC office building in 2007.

Noncurrent assets decreased by $766,797 (30.0%). The major portion of the decrease was due to write off of the book value of the MORPC office building.

Current Liabilities increased by $57,364 (4.9%) due to normal business fluctuations.

Noncurrent liabilities decreased by $74,295 (7.6%) primarily due to decreases in unearned federal revenue from mortgages from the housing programs. The mortgages carry with them a liability to the federal agency that provided the original funding. The mortgages have forgiveness clauses that are amortized over the life of the loans reducing the liability. Cash pay outs of accrued vacation and sick leave to senior and terminated employees also contributed to the reduction in noncurrent liabilities.

Net assets invested in capital assets decreased by $814,789 due to write off of the book value of the MORPC office building. There was no capital related debt at year end.

Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without external constraints, increased by $2.9 million primarily due to the cash received from the sale of the MORPC office building. The decrease in unrestricted net assets from the operating loss of $185,663 was partially offset by non-operating income and cash from the building sale.

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	2007	2006	2005
REVENUE			
Federal	4,484,674	4,393,973	4,010,115
Nonfederal	1,856,219	2,062,258	2,088,647
Foundations/Corporations	128,698	230,450	165,820
Utility company	1,189,635	1,090,087	1,135,394
Total Revenues	7,659,226	7,776,768	7,399,976
EXPENSES			
Salaries and benefits	4,406,035	4,147,686	4,190,492
Consultants and subcontracts	1,864,488	2,231,142	2,002,399
Depreciation	140,710	134,987	141,204
Other expenses	1,433,654	1,181,848	1,071,688
Total Expenses	7,844,887	7,695,663	7,405,783
OPERATING LOSS	(185,661)	81,105	(5,807)
INTEREST INCOME	64,095	22,869	0
CAPITAL CONTRIBUTIONS	64,497	116,838	101,664
SPECIAL ITEM - GAIN ON SALE OF	2,115,742	0	0
INCREASE IN NET ASSETS	2,058,673	220,812	95,857

Operating revenues decreased by $117,542 over the prior year (1.5%). The major portion of the decrease was due to a decrease in subcontractor pass through costs for transportation planning completed in 2007.

Operating expenses increased by $149,224 (1.9%). Labor costs were higher in 2007 due staff wage rate increases and due to the vacancy in the executive director position for 9 ½ months of 2006. In 2007, legal costs and moving costs were incurred related to the relocation of the MORPC office staff as well as lease expense for the new office space. Additionally, there was an increased emphasis on employee training with related increased costs. These cost increases were partially offset by a reduction in subcontractor pass through costs as noted above.

Capital Assets

Capital assets of the Commission as of December 31, 2007 totaled $269,265 (net of accumulated depreciation). The capital assets are primarily computer equipment. In 2007 the Commission acquired $114,179 in new assets. The 2007 depreciation expense was $140,710. Additionally, disposals of $2,574,265 were recorded in 2007 including disposal of the MORPC office building.

Additional information on capital assets can be found in Note 3 of this report.

Long Term Debt

Long term debt at December 31, 2007 was $-0-. Under Ohio Revised Code, the Commission does not have authority to incur debt; however, the Commission may enter into capital leases. There was no debt for capital leases in 2007.

Economic Conditions

The Commission relies heavily on federal, state and local grants and contracts and utility company contracts along with member's dues, to fund its many programs. At present these revenue sources appear to be secure in the short term, however, legislative action can affect each of these revenue streams in both the short term and the long term.

The transportation program is the largest program of the agency. Legislation authorizing the federal transportation programs (SAFETEA-LU) was passed on August 10, 2005. SAFETEA-LU authorizes Federal surface transportation programs including for MPO planning for the 5-federal fiscal year period 2005-2009. While the legislation provided increased funding to the transportation program, the complexities of the law, rescissions to help fund hurricane Katrina reconstruction and the war in Iraq have resulted in a 6% decrease in these funds between state fiscal years 2006 and 2007. Both Congress and the administration have determined that the Highway Trust Fund will not receive sufficient revenue through FFY 2009 to fully fund SAFETEA-LU through that year. Some report that the states may see a reduction of as much as one-third in their federal funds if Congress is unable to provide full funding for FFY2009, which it has been unable to do so far. SAFETEA-LU called for and Congress convened a National Surface Transportation Infrastructure Financing Commission to investigate and recommend ways for the nation to overcome the insufficient investments in transportation over the recent past. It is unlikely the Commission's recommendations would be acted upon until the next reauthorization of transportation legislation in FFY 2009 or later. Consequently, it is unclear if the already identified shortfall in 2009 will be rectified. SAFETEA-LU provides for approximately a 3% per year increase over the life of the legislation, but, as we have already seen, national priorities can result in funding decreases as can revenue shortfalls.

2006-2005 Highlights

In 2006 MORPC reported an increase in revenue of $376,792 to $7,776,768. Cash on hand increased from $943,486 to $1,599,549. Total net assets in 2006 increased by $220,812 a $124,995 increase over the prior year. The Commission had operating income of $81,105.

Contacting the Commission

This financial report is designed to provide our members, grantors, federal and state oversight agencies and the citizens of central Ohio with a general overview of the Commission's finances and to show the Commission's accountability for the money it receives. Additional financial information can be obtained by contacting the Finance Director, Mid-Ohio Regional Planning Commission, 111 Liberty Street, Suite 100, Columbus, Ohio, 43215.

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENTS OF NET ASSETS
AS OF DECEMBER 31, 2007 AND 2006

	2007	2006
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$4,218,490	$1,599,549
Accounts receivable	1,041,929	902,216
Other prepaid expenses	84,869	65,861
Mortgage notes receivable	31,837	22,820
Prepaid rent	21,860	-
Total current assets	5,398,985	2,590,446
NONCURRENT ASSETS:		
Capital assets — net of accumulated depreciation	269,265	1,084,054
Cash — board designated for building repairs and replacements	944,625	877,051
Mortgages notes receivable	559,504	551,668
Other Prepaid Expense	13,302	40,720
Total noncurrent assets	1,786,696	2,553,493
TOTAL	$7,185,681	$5,143,939
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Current liabilities:		
Accounts payable	$ 290,832	$ 191,512
Accrued — payroll and fringe benefits	282,915	255,094
Accrued — vacation and sick leave	57,500	40,000
Unearned revenue — federal	196,946	204,306
Unearned revenue — nonfederal	404,419	484,336
Total current liabilities	1,232,612	1,175,248
Noncurrent liabilities:		
Accrued vacation and sick leave	348,349	366,357
Unearned revenue — federal	555,796	612,083
Total noncurrent liabilities	904,145	978,440
Total liabilities	2,136,757	2,153,688
NET ASSETS:		
Invested in capital assets	269,265	1,084,054
Unrestricted	4,779,659	1,906,197
Total net assets	5,048,924	2,990,251
TOTAL	$7,185,681	$5,143,939

See notes to financial statements.

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

	2007	2006
REVENUES:		
Governmental:		
Federal grants and contracts	$ 4,484,674	$ 4,393,973
Nonfederal:		
Members' per capita fees	630,942	545,829
State grants and contracts	288,227	537,531
Local contracts and other	937,050	978,898
Total nonfederal	1,856,219	2,062,258
Foundations/corporate contributions	128,698	230,450
Utility company contracts	1,189,635	1,090,087
Total revenues	7,659,226	7,776,768
EXPENSES:		
Salaries and benefits	4,406,035	4,147,686
Consultants and subcontractors	1,864,488	2,231,142
Other services	519,175	406,645
Rent and utilities	150,149	100,767
Materials and supplies	223,766	194,324
Printing	50,851	66,651
Travel	67,166	69,152
Depreciation	140,710	134,987
Advertising	100,298	101,539
Other	322,249	242,770
Total expenses	7,844,887	7,695,663
OPERATING INCOME (LOSS)	(185,661)	81,105
NON-OPERATING INCOME		
Interest Income	64,095	22,869
Capital Contributions	64,497	116,838
SPECIAL ITEM		
Gain on sale of building	2,115,742	-
INCREASE IN NET ASSETS	2,058,673	220,812
NET ASSETS — Beginning of year	2,990,251	2,769,439
NET ASSETS — End of year	$ 5,048,924	$ 2,990,251

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES:		
Received from federal grants and contracts	$ 4,317,286	$ 4,761,428
Received from state, local, utility company grants and contracts, and other	3,015,582	3,681,747
Payments for salaries and benefits	(4,378,722)	(4,179,068)
Payments for consultants and subcontractors	(1,780,988)	(2,464,253)
Other payments	(1,399,603)	(1,059,626)
Net cash provided by (used in) operating activities	(226,445)	740,228
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	64,095	22,869
Net cash provided by investing activities	64,095	22,869
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Additions to property and equipment	(119,631)	(167,414)
Capital contributions	68,496	116,838
Sale of building	2,900,000	-
Net cash used in capital and related financing activities	2,848,865	(50,576)
(DECREASE) INCREASE IN CASH DEPOSITS	2,686,515	712,521
CASH DEPOSITS — Beginning of year (including $877,051 and $820,593 in cash, board designated for building repairs and replacement at January 1, 2007 and 2006, respectively)	2,476,600	1,764,079
CASH DEPOSITS — End of year (including $944,625 and $877,051 in cash, board designated for building repairs and replacements at December 31, 2007 and 2006, respectively)	$ 5,163,115	$ 2,476,600
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES — Operating income (loss)	$ (185,661)	$ 81,105
Adjustments to reconcile to cash provided by operating activities:		
Depreciation	$ 140,710	$ 134,987
Changes in assets and liabilities:		
Accounts receivable	(139,711)	800,345
Prepaid rent and building fund	(21,860)	17,598
Other prepaid expenses	8,410	35,730
Accounts payable	104,772	(199,162)
Accrued liabilities	27,311	(31,382)
Unearned grants and contract revenue and mortgage notes receivables	(160,416)	(98,993)
Total adjustments	(40,784)	659,123
Net cash provided by (used in) operating activities	$ (226,445)	$ 740,228

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

In accordance with Government Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity,* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units, an amendment of GASB Statement No. 14,* MORPC is not considered part of the Franklin County (the "County") financial reporting entity as a result of the following:

- MORPC is a separate legal entity, established under Section 713.21 of the Ohio Revised Code ("ORC").
- The County holds only 13 of 79 seats on MORPC's governing Board.
- MORPC is not fiscally dependent on the County.
- MORPC provides services to members outside of the County.

There are no agencies or organizations for which MORPC is considered the primary government. Accordingly, MORPC, including the Hope for Homeownership of Single Family Homes Program ("HOPE 3") Trust (see Note 1), is the sole organization of the reporting entity.

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

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

Revenues are recognized in the statements of revenues, expenses, and changes in net assets when earned, on a percentage of completion basis. Cash received for which applicable services have not been performed are recorded as unearned grant and contract revenue in the statements of net assets.

Proprietary funds distinguish operating revenues from non-operating revenues. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. MORPC receives revenue from those who directly benefit from the services of MORPC and receives revenue from other governments restricted to a specific program or programs. Revenue from these sources has been classified as operating revenue.

Property and Equipment — MORPC capitalizes at cost all purchased property and equipment costing $1,000 and greater and with a useful life greater than one year. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3–40 years. Leasehold improvements are amortized over the lesser of the useful life of the asset or term of the lease. Donated property and equipment are recorded at fair market value on date donated. Upon sale or disposition of property and equipment, the cost and related depreciation are removed from the accounts and any gain or loss is recognized.

Cash Deposits and Cash Equivalents — as required by ORC Section 713.21, MORPC must deposit all receipts in the Franklin County Treasury. The County Treasurer maintains a cash and investment pool used for all County Treasury activities.

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

During 2007, Franklin County held investments on behalf of MORPC in the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investments could be sold for on December 31, 2007.

MORPC's deposits with Franklin County have carrying amounts of $5,023,278 and bank balances of $4,993,621 at December 31, 2007, with the difference primarily due to deposits in transit and December interest. At December 31, 2006, MORPC's deposits with Franklin County had a carrying amount of $2,326,769 and bank balances of $2,326,769. Included in these bank balances are $940,625 and $877,051 for December 31, 2007 and 2006 respectively, which is designated by the MORPC Board for building repairs and replacements. Franklin County's deposits of MORPC funds are held by third-party trustees, pursuant to ORC Section 135.181, in collateral pools securing all public monies on deposit with specific depository institutions. The fair value of the position in this external investment pool is the same as the value of the pool shares. MORPC's deposits relating to the HOPE 3 Trust had carrying amounts of $139,837 and $149,831 at December 31, 2007 and 2006, respectively. The bank balances are $157,331 and $149,831 at December 31, 2007 and 2006, respectively, with the difference in 2007 due mainly to cash transfers that had not cleared the bank account.

Custodial credit risk for deposits is the risk that in the event of bank failure, MORPC will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year end, $57,331 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution. MORPC has no deposit policy for custodial risk beyond the requirements of State statute and Franklin County.

Investments — The ORC does not provide MORPC the power to make or hold investments other than the non-interest-bearing deposits in the Franklin County Treasury explained above. By written agreement with Franklin County, the proceeds from the sale of the MORPC were invested by the County on behalf of MORPC with all the proceeds from the investments flowing to MORPC. The $2.9 million proceeds from the sale of the MORPC office building were invested in a separate account in the Ohio State Treasurer's investment pool (STAROhio). The balance in the account at December 31, 2007 was $2,920,033.

Interest Rate Risk — Investments held by Franklin County on behalf of MORPC are required to mature within five years unless matched to a specific obligation of the agency. To the extent possible, the agency will attempt to match its investments with anticipated cash flow requirements...

Credit Risk — STAROhio carries a rating of AAAm by Standard and Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least on nationally recognized standard rating service. For funds invested by Franklin County on behalf of MORPC, safety of principal is the foremost objective of the investment program. Investments of the agency shall be undertaken in a manner that ensures the preservation of capital in the overall portfolio. At no time will the safety of the portfolio's principal be impaired or jeopardized. Safety is defined as the certainty of receiving interest, plus full par value at the security's legal final maturity.

Debt – The ORC does not provide MORPC the power to incur debt other than for capital leases for the purchase of equipment or property and buildings for housing commission operations.

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

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

Compensated Absences — MORPC employees are granted annual leave (vacation) and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated annual leave and a percentage of accumulated sick leave.

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

MORPC allows employees to annually convert up to one year's worth of unused annual leave and sick leave to cash compensation with various restrictions. The amount employee's converted in 2007 and 2006 was approximately $43,000 and $57,000, respectively, reducing MORPC's liability.

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

Real estate held for resale is stated at fair value. Real estate held for resale consists of single-family homes, which are to be sold to qualifying participants under the HOPE 3 program as established by the United States Department of Housing and Urban Development. MORPC held no real estate for resale as of December 31, 2007 and 2006.

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

Special and Extraordinary Items — Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are significant items, subject to management's control, that meet one, but not both, of the criteria used for identifying extraordinary items. In 2007, the MORPC office building was sold for $2.9million. The sale was recorded as a special item.

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

New Accounting Pronouncements — In June 2005, the GASB issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and if applicable, required supplementary information in the financial reports of state and local government employers. This Statement is effective for periods beginning after December 15, 2008, for governments with total revenue of less than $10 million. Management has not yet determined the impact this statement will have on its financial statements.

In December 2006, the GASB issued Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligation.* This Statement identifies the circumstances under which a governmental entity would be required to report a liability related to pollution remediation. This Statement is effective for periods beginning after December 15, 2007. Management has not yet determined the impact this statement will have on its financial statements.

In May 2007, the GASB issued Statement No. 50, *Pension Disclosures – Conformity Changes*. This Statement amended GASB Statement No. 25, *Plans and Note Disclosures for Defined Contribution Plans*, and Statement No. 27, *Accounting for Pensions by State and Local Government Employers*, to conform certain disclosures and required supplementary information presentations now required for other postemployment benefits by GASB Statement No. 43 and GASB Statement No. 45. This statement is effective for periods beginning after June 15, 2007. Management has not yet determined the impact this statement will have on its financial statements.

In July 2007, the GASB issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets.* The statement provides needed guidance regarding how to identify, account for, and report intangible assets. This statement is effective for periods beginning after June 15, 2009. Management has not yet determined the impact this statement will have on its financial statements.

In November 2007, the GASB issued Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*. The statement improves the quality of financial reporting by requiring endowments to report their land and other real estate investments at fair value, creating consistency in reporting among similar entities that exist to invest resources for the purpose of generating income. This statement is effective for periods beginning after June 15, 2008. Management has not yet determined the impact this statement will have on its financial statements.

2. CASH DESIGNATED FOR REPLACEMENTS

During 2007 and 2006, MORPC deposited monies with the Franklin County Treasury, which are designated to be used for major replacements, repairs and maintenance of its leased facility, which totaled $944,625 and $877,051 at December 31, 2007 and 2006, respectively.

3. PROPERTY AND EQUIPMENT

The change in capital assets during the year ended December 31, 2007 and 2006 are as follows:

	Balance December 31, 2006	Additions	Deletions	Balance December 31, 2007
Capital assets being depreciated:				
Building	$ 1,801,000	$ -	$ 1,801,000	$ -
Leasehold improvements	512,507	19,991	512,507	19,991
Leased equipment	201,746	-	190,562	11,184
Furniture and equipment	761,510	94,188	70,195	785,503
Automobiles and light trucks	178,587	-	-	178,587
Total capital assets being depreciated	3,455,350	114,179	2,574,264	995,265
Less accumulated depreciation:				
Building	1,103,113	41,273	1,144,386	-
Leasehold improvements	370,726	14,138	384,864	-
Leased equipment	201,746	-	190,562	11,184
Furniture and equipment	528,732	83,295	66,195	545,832
Automobiles and light trucks	166,979	2,005	-	168,984
Total accumulated depreciations	2,371,296	140,711	1,786,007	726,000
Total capital assets — net of depreciation	$ 1,084,054	$ (26,532)	$ 788,257	$ 269,265

	Balance December 31, 2005	Additions	Deletions	Balance December 31, 2006
Capital assets being depreciated:				
Building	$ 1,801,000	$ -	$ -	$ 1,801,000
Leasehold improvements	442,029	70,480	-	512,509
Leased equipment	242,746	-	41,000	201,746
Furniture and equipment	835,364	85,181	158,606	761,939
Automobiles and light trucks	189,032	-	10,875	178,157
Total capital assets being depreciated	3,510,171	155,661	210,481	3,455,351
Less accumulated depreciation:				
Building	1,058,089	45,025	-	1,103,114
Leasehold improvements	360,137	10,589	-	370,726
Leased equipment	242,746	-	41,000	201,746
Furniture and equipment	613,171	74,167	158,606	528,732
Automobiles and light trucks	172,648	5,206	10,875	166,979
Total accumulated depreciation	2,446,791	134,987	210,481	2,371,297
Total capital assets — net of depreciation	$ 1,063,380	$ 20,674	$ -	$ 1,084,054

4. ACCOUNTS RECEIVABLE

A schedule of MORPC's accounts receivable as of December 31, 2007 and 2006, are as follows:

	2007	2006
Federal grants and contracts	$ 714,313	$ 653,654
State and local contracts	315,096	162,204
Utility company contracts	12,520	11,666
Other	-	74,692
Total	$ 1,041,929	$ 902,216

5. LEASES

MORPC leases office space to house the MORPC office staff under an operating lease that was entered into on November 1, 2007 for approximately 21,449 square feet of rentable area. The operating lease has an initial term of 10 years and can be canceled after three years. The 2007 cost for the lease was $61,255. Future minimum payments, by year, under this lease consisted of the following at December 31, 2007:

2008	$332,460
2009	$332,460
2010	$336,035
2011	$353,909
2012	$362,846
2013-2017	$1,969,737

MORPC leases warehouse space for the home weatherization program under an annual operating lease with no contingent rentals. The 2007 cost for the lease was $12,000.

6. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

All MORPC employees participate, through Franklin County, in the statewide Ohio Public Employees Retirement System ("OPERS"). OPERS administers three separate pension plans as described below:

1. The Traditional Pension Plan – a cost sharing, multiple-employer defined benefit pension plan.

2. The member-Directed Plan – a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.

3. The Combined Plan – a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614-22-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2007 member and employer contribution rates were consistent across all three plans. In 2007, local government employer units were required to contribute 13.85%, 13.70% in 2006 and 13.55% in 2005 of covered payroll. Member contribution rates were 9.5% in 2007, 9.0% in 2006 and 8.5% in 2005.

Total required employer contributions billed to the MORPC are equal to 100% of employer charges and were approximately $449,000, $423,000, and $424,000 for the years ending December 31, 2007, 2006, and 2005, respectively.

OPERS also maintains a cost-sharing multiple employer defined benefit post-employment health care plan, which included a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age and service retirees, under the Traditional Pension and the Combined Plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB 45.

The Ohio Revised Code permits but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614-22-5601 or 1-800-222-7377.

The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. The 2007 and 2006 local government employer unit contribution rate was13.85% and 13.70% of covered payroll respectively. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local employer units. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. For 2007, the employer contribution allocated to the health care plan from January 1 through June 30, 2007 and July 1 through December 31, 2007 was 5% and 6% respectively and 4.5% for the year ending December 31, 2006. The portion of MORPC's 2007 and 2006 contributions that were used to fund postemployment benefits was $178,000 and $139,000, respectively. The ORC provides the statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.

The assumptions and calculations below were based on the OPERS' latest Actuarial Review performed as of December 31, 2006. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12% corridor. The investment assumption rate for 2006 was 6.5%. An annual increase of 4% compounded annually is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4% base increase, were assumed to range from 0.5% to 6.3%. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from .5% to 5% for the next eight years. In subsequent years (nine and beyond) health care costs were assumed to increase 4% (the projected wage inflation rate).

OPEB are advance-funded on an actuarially determined basis. As of December 31, 2006, the actuarial value of the OPERS' net assets available for OPEB was $12.0 billion. The number of active contributing participants was 374,979. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were $30.7 billion and $18.7 billion, respectively.

The Health Care Preservation Plan ("HCPP") adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

7. CONTINGENCIES

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

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

8. RISK MANAGEMENT

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

As required by state law, MORPC is insured through the State of Ohio Bureau of Workers' Compensation for injuries to its employees through the County. The County allocates the claim liability between all agencies that participate through them. MORPC's current claims liability as of December 31, 2007 and 2006, respectively, was approximately $47,900 and $36,500 and is included in accrued liabilities — payroll and fringe benefits balance.

MORPC has insurance for both general liability and automobile claims and hospitalization and medical benefit coverage to all of its full-time employees. There were no changes in the above policies during 2007 and 2006 and during the past three years insurance coverage was sufficient to cover all losses.

9. FEDERAL GRANTS AND CONTRACTS REVENUE

Federal grants and contracts for the years ended December 31, 2007 and 2006 are made up of the following:

	2007	2006
Federal grants	$4,446,283	$4,367,728
Federal contracts	38,391	26,245
Total federal grants and contracts	$4,484,674	$4,393,973

10. NONCURRENT LIABILITIES

The changes in MORPC's noncurrent liabilities for the years ended December 31, 2007 and 2006, are as follows:

	Beginning Balance December 31, 2006	Additions	Reductions	Ending Balance December 31, 2007	Current Portion December 31, 2007
Annual leave	$ 125,684	$257,452	$(242,001)	$ 141,135	$ 30,000
Sick leave	280,673	88,921	(104,880)	264,714	27,500
Accrued vacation and sick leave	406,357	346,373	(346,881)	405,849	57,500
Unearned revenue — Federal	816,389	59,404	(123,051)	752,742	196,944
Total noncurrent liabilities	$1,222,745	$405,777	$(469,932)	$1,158,591	$254,444

	Beginning Balance December 31, 2005	Additions	Reductions	Ending Balance December 31, 2006	Current Portion December 31, 2006
Annual leave	$ 121,508	$235,924	$(231,748)	$ 125,684	$ 30,000
Sick leave	303,501	94,384	(117,212)	280,673	10,000
Accrued vacation and sick leave	425,009	330,308	(348,960)	406,357	40,000
Unearned revenue — Federal	710,012	129,734	(23,358)	816,388	204,306
Total noncurrent liabilities	$1,135,021	$460,042	$(372,318)	$1,222,745	$244,306

SUPPLEMENTARY INFORMATION

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF REVENUES AND EXPENSES-BUDGET AND ACTUAL
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 2007

	Actual	Budget	Variance favorable (unfavorable)
Revenue			
Transportation Programs	$ 3,672,804	$ 4,085,000	$ (412,196)
Public & Government Affairs	470,424	590,000	(119,576)
Residential Energy Conservation	1,843,841	1,914,100	(70,259)
Housing	1,128,560	1,282,900	(154,340)
Services to Members & Development	389,863	365,300	24,563
Other	153,734	231,800	(78,066)
Total Operating Revenues	**$ 7,659,226**	**$ 8,469,100**	**$ (809,874)**
Expenses			
Salaries and benefits	$ 4,406,035	$ 4,589,675	$ (183,640)
Materials and Supplies	223,766	374,875	(151,109)
Consultants, services and other	3,074,376	3,597,150	(522,774)
Depreciation	140,710	136,625	4,085
Total Expenses	**$ 7,844,887**	**$ 8,698,325**	**$ (853,438)**
Operations income (loss)	$ (185,661)	$ (229,225)	43,564
Interest Income	64,095	$ 74,700	(10,605)
Capital Contributions	64,497	$ 83,800	(19,303)
Gain on Sale of Building	2,115,742	2,110,700	5,042
Increase (decrease) in net assets	**$ 2,058,673**	**$ 2,039,975**	**$ 18,698**

MID-OHIO REGIONAL PLANNING COMMISSION

BUDGETARY ACCOUNTING

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

In December, the Finance Director develops a comprehensive operating and capital budget for the following calendar year with detailed estimated revenue and expenses by source for each half calendar year. Detailed direct and indirect cost allocations by grant are included. This budget, including appropriations, is presented to MORPC's Administrative Committee of the Board for review and then submitted to the full Commission for adoption.

MORPC appropriates at the major account group level, which includes personal services, materials and supplies, services and charges, capital expenditures, debt service, and interfund transfer. The Administrative Committee can approve transfers among the appropriation accounts within the total appropriated by MORPC, which is the legal spending limit.

In March, the federal transportation planning work program is submitted along with contract applications for federal planning funds for the next July through June fiscal year. The indirect cost allocation plan is submitted for negotiation in the summer, for the following calendar year.

In July, following federal approval of the planning work program, MORPC's calendar year budget and appropriations are revised by the Finance Director, reviewed by the Administrative Committee and adopted by the full Commission.

Appropriations lapse at year-end. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in conjunction with the Franklin County Auditor as an extension of formal budgetary control.

Interim financial statements comparing budget to actual in the same level of detail as the budget are prepared monthly on the accrual basis. These statements, along with narrative variance analyses, are reviewed quarterly by the Administrative Committee.

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MID-OHIO REGIONAL PLANNING COMMISSION

Details of Indirect Cost Allocation and Fringe Benefits Allocation
For the year ended December 31, 2007

	Estimated CY 2007	Actual CY 2007	Difference (Over Bdgt.) Under Bdgt.
Wages paid for time worked:			
Direct Labor	$ 2,030,650	$ 2,044,086	$ (13,436)
Indirect Labor	$ 850,300	$ 815,163	$ 35,137
Total Labor - base for fringe allocation	**$ 2,880,950**	**$ 2,859,249**	**$ 21,701**
Fringe Benefits			
Annual Leave	$ 219,100	$ 202,930	$ 16,170
Holidays, funeral, jury, other	$ 93,000	$ 87,954	$ 5,046
Sick leave	$ 90,000	$ 64,495	$ 25,505
Retirement sick leave	$ 26,000	$ 24,426	$ 1,574
Vacation carryover	$ 46,000	$ 54,523	$ (8,523)
Other	$ 2,000	$ 2,000	$ -
Subtotal Fringe Benefit Wages	$ 476,100	$ 436,327	$ 39,773
Other Fringe Benefits			
OPERS	$ 506,000	$ 521,249	$ (15,249)
Workers Comp	$ 70,000	$ 43,937	$ 26,063
Unemployment Comp	$ 16,000	$ 7,403	$ 8,597
Medicare Tax	$ 46,000	$ 39,842	$ 6,158
Group medical coverage	$ 428,000	$ 432,590	$ (4,590)
Group EAP insurance	$ 16,000	$ 9,606	$ 6,394
Group Life Insurance	$ 1,000	$ 716	$ 284
Group Dental Insurance	$ 40,000	$ 29,803	$ 10,197
Group Vision Insurance	$ 5,000	$ 3,931	$ 1,069
Group Prescription Insurance	$ 125,000	$ 104,959	$ 20,041
Cost Sharing for Group Insurance	$ (87,000)	$ (83,577)	$ (3,423)
Prior Year Rate Adjustment (use only with fixed rate)	$ -	$ -	$ -
Subtotal Other Fringe Benefits	$ 1,166,000	$ 1,110,459	$ 55,541
Fringe benefits absorbed by MORPC		$ -	
TOTAL FRINGE BENEFITS	**$ 1,642,100**	**$ 1,546,786**	**$ 95,314**
Indirect Costs			
Salaries - Indirect Only	$ 850,300	$ 815,163	$ 35,137
Fringe Benefits for Indirect Salaries	$ 484,700	$ 440,984	$ 43,716
Materials & Supplies	$ 55,000	$ 67,736	$ (12,736)
Services & Charges	$ 245,000	$ 275,059	$ (30,059)
Rent, Utilities & Bldg Maint.	$ 75,000	$ 104,176	$ (29,176)
Building Maintenance	$ 45,000	$ 38,411	$ 6,589
Other General Overhead	$ 44,500	$ 35,935	$ 8,565
Prior Year Rate Adjustment (use only with fixed rate)	$ (77,900)	$ (77,915)	$ 15
TOTAL INDIRECT COSTS	**$ 1,721,600**	**$ 1,699,548**	**$ 22,052**
Direct Labor Costs by Department:			
Transportation Planning	$ 1,100,250	$ 1,012,041	$ 88,209
Ride Solutions and Enviromental Services	$ 294,100	$ 313,893	$ (19,793)
Residential Energy	$ 308,725	$ 309,732	$ (1,007)
Housing	$ 211,525	$ 201,942	$ 9,583
Planning/Executive Management	$ 186,050	$ 183,934	$ 2,116
Other Grants/Programs	$ 23,625	$ 22,544	$ 1,081
Less Estimated Turnover	$ (93,625)	$ -	$ (93,625)
Other	$ -	$ -	$ -
TOTAL DIRECT LABOR COSTS	**$ 2,030,650**	**$ 2,044,086**	**$ (13,436)**

MID-OHIO REGIONAL PLANNING COMMISSION
Details of Indirect Cost Allocation and Fringe Benefits Allocation
For the year ended December 31, 2007

	Estimated CY 2007	Actual CY 2007	Difference (Over Bdgt.) Under Bdgt.	
Calculated Direct vs. Indirect Fringe Benefits Costs				
Direct Labor Fringe Benefits	$ 1,157,441	$ 1,105,803	$ 51,639	
Indirect Labor Fringe Benefits	$ 484,700	$ 440,984	$ 43,716	
TOTAL FRINGE BENEFITS	***$ 1,642,100***	***$ 1,546,786***	***$ 95,314***	
Fringe Benefit Cost Rate Computation				
TOTAL Fringe Benefit Costs /	$ 1,642,100	$ 1,546,786		
TOTAL Labor Costs (Direct & Indirect)	$ 2,880,950	$ 2,859,249		
= Fringe Benefit Cost Rate	***57.00%***	***54.10%***		
CY 2007				
Fringe Benefit Cost Recovery Comparison				
Should have recovered in fiscal year (Actual Direct Labor) * Actual Fringe Benefit Cost Rate)		$ 1,105,803	*54.10%*	*of Direct Labor*
Amount actually recovered in fiscal year (Actual Direct Labor) x ESTIMATED Fringe Benefit Cost Rate)		$ 1,165,100	*57.00%*	*of Direct Labor*
(Over)/Under Recovery of Fringe Benefits		$ (59,297)	A (over)/under	
Indirect Cost Rate Computation				
TOTAL Indirect Costs /	$1,721,600	$ 1,699,548		
DIRECT Labor + Direct Labor Fringe Benefits	$ 3,188,091	$ 3,149,889		
= Indirect Cost Rate	***54.00%***	**53.96%**		
CY 2007				
Indirect Cost Recovery Comparison				
Should have recovered in fiscal year ((Actual Direct Labor + Actual Direct Labor Fringe Benefits) x Actual Indirect Cost Rate)		$ 1,699,548	*53.96%*	*Labor + Direct Labor Fringe Benfits*
Amount actually recovered in fiscal year ((Actual Direct Labor + Direct Labor Fringe Benefits) x ESTIMATED Indirect Cost Rate)		$ 1,732,992	*54.00%*	*of Direct Labor + Direct Labor Fringe Benfits*
(Over)/Under Recovery of Indirect Costs		$ (33,444)	B (over)/under	
CY 2007				
Fringe Benefit Cost (Over)/Under Recovery		$ (59,297)	**A (over)/under**	
Indirect Cost (Over)/Under Recovery		$ (33,444)	**B (over)/under**	
Net (Over)/Under Recovery		$ (92,741)		

	Estimated CY 2007	Actual CY 2007
Summary		
Fringe Benefit Rate	**57.00%**	***54.10%***
Indirect Cost Rate	**54.00%**	***53.96%***
Total Overhead Cost Rate	**111.00%**	***108.05%***

MID-OHIO REGIONAL PLANNING COMMISSION
DETAILS OF CUMULATIVE REVENUE AND EXPENSES AND COMPUTATION OF PROJECT GRANTS ON FEDERAL TRANSPORTATION PROJECTS COMPLETED IN 2007
Year Ended December 31, 2007

	Federal Transit Administration FY 2007 Transit 134286 Planning Work Program	Federal Highway Administration/Ohio Department of Transportation 465999 Rideshare Program FY06	Federal Highway Administration/Ohio Department of Transportation 466001 Air Quality Awareness FY 06	Federal Highway Administration/Ohio Department of Transportation 466080 Air Quality Awareness FY 07
Revenues:				
Federal grants: FHWA	1,476,673	$ 560,000	$	$
STP				
CMAQ			212,000	215,000
State grants: ODOT (FHWA match)	184,584			
Allocation of per capita fees				
Local matching funds	184,584			
Overexpenditure of contract	18			
In Kind Services				
TOTAL REVENUES	$ 1,845,859	$ 560,000	$ 212,000	$ 215,000
Expenditures:				
Salaries and benefits	1,146,846	299,303	82,932	86,152
Consultants and services	0	27,681	72,712	72,152
Rent and utilities	0	1,397	(37)	321
Supplies	4,672	3,891	374	234
Printing	8,040	3,102	697	1,423
Travel	17,511	6,133	3,379	2,817
Depreciation	14,414	2,484	449	449
Other	35,078	54,385	6,709	4,930
In-kind services				
Subtotal--direct expenditures	$ 1,226,561	$ 398,376	$ 167,217	$ 168,478
Overhead and indirect cost allocation	$ 619,297	$ 161,624	$ 44,783	$ 46,522
TOTAL EXPENDITURES	$ 1,845,859	$ 560,000	$ 212,000	$ 215,000
Federal participation in project cost may not exceed	80%	100%	100%	100%
Pursuant to contracts, the federal grant may not exceed the lesser of the percentage shown above, or	$ 1,476,673	$ 560,000	$ 212,000	$ 215,000
Accordingly the federal grant permissible is:	$ 1,476,673	$ 560,000	$ 212,000	$ 215,000
Less: Federal payments	1,476,673	560,000	212,000	215,000
Federal grant receivable	$ -0-	$ -0-	$ -0-	$ -0-

MID-OHIO REGIONAL PLANNING COMMISSION

DETAILS OF CUMULATIVE REVENUE AND EXPENSES AND COMPUTATION OF PROJECT GRANTS ON FEDERAL TRANSPORTATION PROJECTS COMPLETED IN 2007

Year Ended December 31, 2007
Continued

	Federal Highway Administration/Ohio Department of Transportation 466000 Supplemental Planning 06	Federal Highway Administration/Ohio Department of Transportation 465660 I 270/US 33 MIS Part I	Federal Highway Administration/Ohio Department of Transportation 465660 I 270/US 33 MIS Part II
Revenues:			
Federal grants: FHWA	$	$	$
STP	410,000	794,471	380,853
CMAQ			
State grants: ODOT (FHWA match)			404,729
Allocation of per capita fees--FHWA			
Local matching funds		203,615	181,050
Overexpenditure of contract	99		
In Kind Services			
TOTAL REVENUES	$ 410,099	$ 998,086	$ 966,632
Expenditures:			
Salaries and benefits	125,594	327,485	0
Consultants and services	214,553	485,000	966,633
Rent and utilities	0	0	0
Supplies	1,990	465	0
Printing	0	600	0
Travel	54	1,219	0
Depreciation	0	0	0
Other	88	2,144	0
In-kind services			
Subtotal--direct expenditures	$ 342,278	$ 816,914	$ 966,633
Overhead and indirect cost allocation	$ 67,821	$ 181,172	$ 0
TOTAL EXPENDITURES	$ 410,099	$ 998,086	$ 966,633
Federal participation in project cost may not exceed	100%	100%	100%
Pursuant to contracts, the federal grant may not exceed the lesser of the percentage shown above, or	$ 410,000	$ 800,000	$ 400,000
Accordingly the federal grant permissible is:	$ 410,000	$ 794,476	$ 380,853
Less: Federal payments	410,000	794,476	380,853
Federal grant receivable	$ -0-	$ -0-	$ -0-

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF COSTS BY SUBCATEGORY FOR
FEDERAL TRANSPORTATION GRANTS COMPLETED IN 2007
Year Ended December 31, 2007

	SUBCATEGORIES	FHWA	ODOT	MORPC	STP	CMAQ	LOCAL	MORPC	TOTAL
601	Short Range Planning	80.00%	10.00%	10.00%					100.00%
	60107-001 Short Range Multimodal Transp.	$164,423	$20,553	$20,553					$205,528
	60107-002 Management & Operations	$127,158	$15,895	$15,895					$158,948
	60107-003 Safety Planning	$74,371	$9,296	$9,295					$92,963
602	Transportation Improvement Program	80.00%	10.00%	10.00%					100.00%
	60207-000 TIP & Implementation	$192,285	$24,036	$24,037					$240,357
605	Continuing Planning - Surveillance	80.00%	10.00%	10.00%					100.00%
	60507-001 Transportation Data & Surveillance	$291,824	$36,478	$36,477					$364,779
	60507-002 Transp Models & Applications	$167,817	$20,977	$20,977					$209,771
	60507-003 SR 310 Traffic Study Match	$4,133	$517	$517				$18	$5,186
610	Long Range Planning	80.00%	10.00%	10.00%					100.00%
	61007-001 Long Range Multimodal	$295,967	$36,996	$36,996					$369,959
	61007-002 Transportation Public Involvement	$81,701	$10,213	$10,213					$102,126
	61007-003 SR 310 Traffic Study Match	$8,005	$1,000	$1,001					$10,005
625	Service	80.00%	10.00%	10.00%					100.00%
	62517-000 Assistance to Public & Members	$68,988	$8,624	$8,624					$86,235
665	Planning				100.0%				100.00%
	66536 - Supplemental Planning 06				$410,000			$99	$410,099
	66520- I 270/US 33 MIS Part I				79.6%		20.4%		100.0%
					$794,471		$ 203,615		$998,086
	66526- I 270/US 33 MIS Part II		41.87%		39.4%		18.73%		100.00%
			$ 404,729		$ 380,853		$ 181,050		$966,633
						100.00%			100.00%
667	66726 - Air Quality Awareness FY2006					$ 212,000			$212,000
						100.00%			100.00%
	66727 - Air Quality Awareness FY2007					$ 215,000			$215,000
		100.00%							100.00%
	66706 -Ride Solutions FY2006	$560,000							$560,000
	Total	$2,036,673	$589,313	$184,584	$1,585,324	$427,000	$384,665	$117	$5,207,675

III. STATISTICAL SECTION

Mid-Ohio Regional Planning Commission

Statistical Section

This part of MORPC's comprehensive annual financial report presents detailed information as a Context for understanding what the information in the financial statements, note disclosures, and Required supplementary information says about MORPC's overall financial health. These tables are presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Condition Reporting: The Statistical Section.*

Contents	**Tables**
Financial Trends These schedules contain trend information to help understand how MORPC's financial performance and wellbeing have changed over time.	1-3
Revenue Capacity These schedules contain information to help access MORPC's most significant local revenue sources. MORPC does not have the authority to assess property taxes.	4-5
Debt Capacity The Ohio Revised Code does not provide MORPC the power to incur debt.	N/A
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which MORPC's financial activities take place.	6-9
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in MORPC's financial report relates to the services MORPC provides and the activities it performs.	10 -13

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. MORPC implemented GASB 34 in 2004.

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Table 1

Mid-Ohio Regional Planning Commission
Net Assets by Component
Last Four Years
(accrual basis of accounting)

	2004	2005	2006	2007
Invested in capital assets, net of related debt	1,082,246	1,063,380	1,084,054	269,265
Restricted	0	0	0	0
Unrestricted	1,591,336	1,706,059	1,906,197	4,779,659
Total net assets	$2,673,582	$2,769,439	$2,990,251	$5,048,924

Mid-Ohio Regional Planning Commission
Changes in Net Assets - Revenue and Expense by Program
Last Four Years
(accrual basis of accounting)

	2004	2005	2006	2007
Revenue				
Transportation	$3,319,754	$3,107,368	$3,388,371	$3,672,804
RideSolutions*	450,082	474,593	480,179	0
Air Quality Awareness/Greenways	190,138	173,918	214,618	470,424
Residential Energy Conservation	1,535,960	1,639,559	1,623,246	1,843,841
Housing	1,036,700	1,064,958	1,165,522	1,128,560
All Other	1,011,265	939,580	904,832	543,597
Total Operating Revenues	$7,543,899	$7,399,976	$7,776,768	$7,659,226
Expenses				
Transportation	$3,319,530	$3,107,506	$3,388,590	$3,672,779
RideSolutions	450,086	474,593	480,179	0
Air Quality Awareness/Greenways	190,138	173,986	214,616	480,513
Residential Energy Conservation	1,536,230	1,639,857	1,623,298	1,843,937
Housing	1,042,528	1,087,445	1,167,167	1,128,604
All Other	1,039,122	922,396	821,813	719,054
Total Operating Expenses	$7,577,634	$7,405,783	$7,695,663	$7,844,887
Operating Income (Loss)	($33,735)	($5,807)	$81,105	($185,661)
Interest Income	0	0	22,869	64,095
Capital Contributions	90,328	101,664	116,838	64,497
Gain on Sale of Building	0	0	0	2,115,742
Increase (Decrease) in net assets	$56,593	$95,857	$220,812	$2,058,673
Net Assets - beginning of year	$2,616,989	$2,673,582	$2,769,439	$2,990,251
Net Assets - end of year	$2,673,582	$2,769,439	$2,990,251	$5,048,924

* RideSolutions moved to Transportation in 2007

Mid-Ohio Regional Planning Commission
Changes in Net Assets - Revenue by Source, Expense by Program
Last Four Years
(accrual basis of accounting)

	2004	2005	2006	2007
Revenue				
Federal grants and contracts	$4,242,481	$4,010,115	$4,393,973	$4,484,674
Members' per capita fees	512,771	511,968	545,829	630,942
State grants and contracts	635,900	463,247	537,531	288,227
Local contracts and other	932,770	1,113,432	978,898	937,050
Foundations/corporate contributions	167,797	165,820	230,450	128,698
Utility company contracts	1,052,180	1,135,394	1,090,087	1,189,635
Total Operating Revenues	$7,543,899	$7,399,976	$7,776,768	$7,659,226
Expenses				
Transportation	$3,319,530	$3,107,506	$3,388,590	$3,672,779
RideSolutions *	450,086	474,593	480,179	0
Air Quality Awareness/Greenways	190,138	173,986	214,616	480,513
Residential Energy Conservation	1,536,230	1,639,857	1,623,298	1,843,937
Housing	1,042,528	1,087,445	1,167,167	1,128,604
All Other	1,039,122	922,396	821,813	719,054
Total Operating Expenses	$7,577,634	$7,405,783	$7,695,663	$7,844,887
Operating Income (Loss)	($33,735)	($5,807)	$81,105	($185,661)
Interest Income	0	0	22,869	64,095
Capital Contributions	90,328	101,664	116,838	64,497
Increase (Decrease) in net assets	$56,593	$95,857	$220,812	($57,069)
Gain on Sale of Building	$0	$0	$0	$2,115,742
Net Assets - beginning of year	$2,616,989	$2,673,582	$2,769,439	$2,990,251
Net Assets - end of year	$2,673,582	$2,769,439	$2,990,251	$5,048,924

* RideSolutions moved to Transportation in 2007

Table 4

MID-OHIO REGIONAL PLANNING COMMISSION
Revenue Base and Revenue Rates
Estimated Population by Member Jurisdiction Used for Per Capita Membership Fees

Governmental Unit	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Cities:										
Bexley	13,290	13,293	13,314	13,320	13,217	13,217	13,229	13,244	13,254	13,254
Chillicothe	22,394	22,394	22,394	22,499	21,903	21,966	21,966	22,004	22,054	22,141
Columbus	696,849	701,426	705,652	714,413	726,601	734,024	743,343	754,876	763,351	768,804
Delaware	23,224	23,745	24,490	26,435	27,294	28,710	29,599	30,645	31,701	31,949
Dublin	23,103	24,976	26,039	30,556	32,269	35,523	36,313	37,590	38,909	40,163
Gahanna	33,950	34,503	34,892	35,214	33,118	33,194	33,588	33,866	34,098	34,170
Grandview Heights	7,027	7,027	7,027	7,027	6,695	6,695	6,695	6,695	6,695	6,698
Grove City	24,683	25,129	25,632	28,481	30,224	30,679	30,826	31,583	32,447	33,483
Hilliard	19,281	21,064	22,506	23,244	25,555	25,996	26,844	28,163	28,557	28,730
London	8,441	8,574	8,765	8,869	8,877	9,031	9,084	9,181	9,290	9,420
Marysville	-	-	-	14,530	16,986	17,386	17,386	17,771	18,369	18,672
Pickerington	7,895	8,035	8,377	8,755	10,452	11,259	12,159	13,066	13,573	14,220
Powell	4,544	4,981	5,346	6,009	7,115	6,995	7,434	8,755	9,607	10,142
Reynoldsburg	31,124	31,466	31,928	32,281	32,926	33,369	33,623	34,512	35,385	35,755
Upper Arlington	35,919	35,921	35,934	35,990	33,767	33,785	33,797	33,816	33,837	33,923
Washington	13,983	14,077	14,077	14,131	13,582	13,644	13,805	14,080	14,335	14,400
Westerville	34,833	34,948	35,926	36,278	35,908	36,018	36,069	36,326	36,517	36,569
Whitehall	20,612	20,675	20,696	20,702	19,207	19,207	19,207	19,209	19,211	19,214
Worthington	15,052	15,059	15,067	15,069	14,137	14,137	14,146	14,146	14148	14,162
Total Cities	1,036,204	1,047,293	1,058,062	1,093,803	1,109,833	1,124,835	1,139,113	1,159,528	1,175,338	1,185,869
Villages & Townships										
Brice	106	106	106	106	70	70	70	70	70	70
Canal Winchester	3,482	3,722	3,935	4,281	4,987	5,144	5,449	5,751	6,087	6,345
Commercial Point	-	-	-	-	-	-	-	-	811	824
Etna	-	-	-	-	-	-	-	-	7,162	7,419
Granville	-	-	-	-	-	-	-	-	4,001	4,033
Groveport	3,439	3,573	3,602	3,688	4,121	4,323	4,683	5,034	5,161	5,236
Harrisburg	357	357	357	357	332	332	332	332	332	332
Lockbourne	383	283	283	283	280	280	280	280	280	280
Marble Cliff	652	652	652	652	646	646	646	646	565	565
Minerva Park	1,683	1,683	1,683	1,683	1,288	1,288	1,288	1,288	1,288	1,288
Mount Sterling	-	-	-	-	1,865	1,867	1,867	1,867	1,867	1,867
New Albany	3,100	3,361	3,550	3,970	4,323	4,675	4,927	5,526	5,965	6,287
New Rome	116	116	116	116	60	-	60	-	-	-
Obetz	3,770	3,876	4,062	4,233	4,151	4,175	4,272	4,456	4,626	4,662
Riverlea	515	515	515	515	499	499	499	499	499	499
S. Bloomfield	935	943	951	-	-	-	1,223	1,378	1,250	1,272
Urbancrest	952	955	965	968	873	875	879	885	891	900
Valleyview	604	604	604	604	601	601	601	601	601	601
Violet Township	-	-	-	16,362	17,495	17,876	18,425	19,026	19,264	19,435
West Jefferson	4,530	4,535	4,546	4,546	4,331	4,401	4,401	4,416	4,438	4,479
Total Villages	24,624	25,281	25,927	42,364	45,922	47,052	49,902	52,055	65,158	66,394
Delaware Co. Balance	-	-	-	70,767	74,845	79,906	85,372	91,122	95,397	98,254
Fayette Co.	14,537	14,977	14,977	15,200	15,218	-	-	-	-	-
Unincorporated Franklin County	98,244	98,547	101,747	102,105	93,448	93,897	94,596	95,987	96,884	97,614
Ross County excluding City of Chillicothe	47,915	48,884	49,585	50,635	52,600	53,199	53,199	53,653	53,903	53,984
Total County Balances	160,696	162,408	166,309	238,707	236,111	227,002	233,167	240,762	246,184	249,852
Total full member population	1,221,524	1,234,982	1,250,298	1,374,874	1,391,866	1,398,889	1,422,182	1,452,345	1,486,680	1,502,115
Full member per capita rate	$ 0.340	$ 0.355	$ 0.370	$ 0.385	$ 0.400	$ 0.415	$ 0.415	$ 0.415	$ 0.430	$ 0.445

MID-OHIO REGIONAL PLANNING COMMISSION

Estimated Population by Member Jurisdiction Used for
Per Capita Membership Fees, Continued

December 31, 2007

Sources of Estimates

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

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

Mid-Ohio Regional Planning Commission

Benefits of Membership - Flow of Funds

FY 2007 (July 2006 to June 2007)

		Return Flow of Funds from Federal, State and Utility Companies				
Members/Governmental Unit	Member Dues & Investments	TOTAL	Transportation	Infrastructure	Housing	Energy Conservation*
Dues						
City of Bexley	$5,799	$83,423	$9,226	$74,042	$0	$155
City of Chillicothe	9,668	0	0	0	0	0
City of Circleville	0	0	0	0	0	0
City of Columbus	335,480	16,846,430	5,042,694	10,728,897	0	1,074,839
City of Delaware	13,924	1,129,553	1,129,553	0	0	0
City of Dublin	17,302	2,726,400	0	2,726,400	0	0
City of Gahanna	14,934	70,387	0	60,500	6,171	3,716
City of Grandview Heights	2,930	5,355	0	0	0	5,355
City of Grove City	14,426	1,273,312	0	1,235,265	23,414	14,633
City of Hilliard	12,533	7,377,822	4,950,000	2,390,000	34,864	2,958
City of London	4,094	0	0	0	0	0
City of Marysville	8,104	0	0	0	0	0
City of Pataskala	3,765	0	0	0	0	0
City of Pickerington	6,082	0	0	0	0	0
City of Reynoldsburg	15,564	41,100	0	0	36,102	4,998
City of Upper Arlington	14,823	0	0	0	0	0
City of Washington	6,286	0	0	0	0	0
City of Westerville	15,988	533,849	508,147	0	22,473	3,229
City of Whitehall	8,406	65,253	0	0	59,655	5,598
City of Worthington	6,193	158,019	0	156,201	0	1,818
The Village of Ashley	0	0	0	0	0	0
Village of Brice	800	0	0	0	0	0
Village of Canal Winchester	2,726	0	0	0	0	0
Village of Groveport	2,275	0	0	0	0	0
Village of Harrisburg	800	954,600	0	954,600	0	0
Village of Lockbourne	800	0	0	0	0	0
Village of Marble Cliff	800	0	0	0	0	0
Village of Minerva Park	800	117,000	0	117,000	0	0
Village of New Albany	2,682	370,000	0	370,000	0	0
Village of New Rome	0	0	0	0	0	0
Village of Obetz	2,032	4,429	0	0	0	4,429
Village of Powell	4,323	0	0	0	0	0
Village of Riverlea	800	15,323	0	0	0	15,323
Village of South Bloomfield	800	0	0	0	0	0
Village of Urbancrest	800	2,787	0	0	0	2,787
Village of Valleyview	800	0	0	0	0	0
Village of West Jefferson	1,951	0	0	0	0	0
Mt Sterling	800	0	0	0	0	0
Violet Township	3,677	0	0	0	0	0
Etna Township	705	0	0	0	0	0
Unincorporated Franklin County	42,549	7,960,956	0	7,400,195	477,207	83,554
Delaware County	42,372	0	0	0	0	0
Fairfield County	6,726	0	0	0	0	0
Fayette County	0	0	0	0	0	0
Licking County	1,806	800,000	800,000	0	0	0
Pickaway County	0	0	0	0	0	0
Ross County - other	23,601	0	0	0	0	0
Subtotal	**$661,726**	**$40,535,998**	**$12,439,620**	**$26,213,100**	**$659,886**	**$1,223,392**
Returns-not broken out by community						
Housing	na	$0	na	na	na	na
COTA	na	17,327,222	17,327,222	na	na	na
Franklin County/Regional	na	126,245,905	126,245,905	0	na	na
Subtotal	$0	$143,573,127	$143,573,127	$0	$0	na
Investments						
MORPC Transportation Planning	$1,997,207	na	na	na	na	na
MORPC Franklin County CDBG/HOME Admin	119,817	na	na	na	na	na
MORPC Ross County Admin	22,873	na	na	na	na	na
MORPC Chillicothe County Admin	0	na	na	na	na	na
MORPC Marysville County Admin	81,367	na	na	na	na	na
MORPC Infrastructure Admin	179,213	na	na	na	na	na
MORPC Energy Conservation Admin	691,576	na	na	na	na	na
Subtotal	$3,092,053	na	na	na	na	na
GRAND TOTAL	**$3,753,779**	**$184,109,125**	**$156,012,747**	**$26,213,100**	**$659,886**	**$1,223,392**

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

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

Table 6

MID-OHIO REGIONAL PLANNING COMMISSION
Principal Revenue Payers

	Governmental Unit	1998	% of full members' dues		Governmental Unit	2007	% of full members' dues
1.	Columbus	$ 236,929	56.5%	1.	Columbus	$ 342,118	51.7%
2.	Unincorporated Franklin County	33,684	8.0%	2.	Delaware Co. Balance	43,723	6.6%
3.	Ross County excluding City of Chillicothe	16,291	3.9%	3.	Unincorporated Franklin County	43,438	6.6%
4.	Upper Arlington	12,212	2.9%	4.	Ross County excluding City of Chillicothe	24,023	3.6%
5.	Westerville	11,843	2.8%	5.	Dublin	17,873	2.7%
6.	Gahanna	11,543	2.8%	6.	Westerville	16,723	2.5%
7.	Reynoldsburg	10,582	2.5%	7.	Reynoldsburg	15,911	2.4%
8.	Grove City	8,392	2.0%	8.	Gahanna	15,206	2.3%
9.	Dublin	8,354	2.0%	9.	Upper Arlington	15,096	2.3%
10.	Chillicothe	7,614	1.8%	10.	Grove City	14,900	2.3%

Source: MORPC Finance Department

Table 7

Mid-Ohio Regional Planning Commission
MORPC Membership Population
Columbus M.S.A. Estimated Civilian Labor Force
and Annual Average Unemployment Rates
1998-2007

(Labor Force in Thousands)

		Columbus M.S.A. (1)		Ohio		U.S.
Year	MORPC Membership Population	Labor force (2)	Unemployment rate (3)	Labor force (2)	Unemployment rate (3)	Unemployment rate (3)
1998	1,221,524	811.8	2.7	5,678.0	4.3	4.5
1999	1,234,982	829.9	2.6	5,749.0	4.3	4.2
2000	1,250,298	850.8	2.5	5,783.0	4.1	4.0
2001	1,374,874	875.5	2.8	5,857.0	4.3	4.8
2002	1,391,866	882.9	4.4	5,828.0	5.7	5.8
2003	1,398,889	890.6	4.8	5,877.0	5.9	6.0
2004	1,422,182	888.8	4.9	5,890.0	6.5	5.4
2005	1,452,345	923.0	5.3	5,900.4	5.9	5.1
2006	1,486,680	938.6	4.7	5,934.0	5.5	4.6
2007	1,502,117	958.1	4.7	5,976.5	5.6	4.6

(1) The Columbus M.S.A. includes Delaware, Fairfield, Franklin, Licking, Madison, Morrow, Pickaway and Union counties.

(2) Civilian labor force is the estimated number of persons 16 years of age and over, employed and unemployed distributed by place of residence.

(3) The unemployment rate is equal to the estimate of unemployed persons divided by the estimated civilian labor force.

Source: Ohio Department of Job and Family Services, Bureau of Labor Market Information (preliminary data that is subject to change).

Table 8

MID-OHIO REGIONAL PLANNING COMMISSION

Principal Employers in the Greater Columbus Area

	Name of Employer	Number of Employees (FTE's) 1998		Name of Employer	Number of Employees (FTE's) 2007
1.	State of Ohio	27,755	1.	State of Ohio	26,239
2.	The Ohio State University	13,967	2.	The Ohio State University	20,345
3.	Honda of America Mfg., Inc.,	13,300	3.	JPMorgan Chase & Co.	14,469
4.	Limited Inc.	10,000	4.	Nationwide	11,768
5.	Banc One N.A.	9,917	5.	Federal Government/US Postal Service	10,726
6.	Nationwide Insurance Enterprises	9,309	6.	OhioHealth	9,336
7.	Columbus Public Schools	8,583	7.	City of Columbus	8,227
8.	City of Columbus	8,398	8.	Honda of America Mfg., Inc.,	8,000
9.	Grant/Riverside Methodist Hospital	6,600	9.	Columbus City School District	7,181
10.	United States Postal Service	6,207	10.	Franklin County	6,055

Source: City of Columbus 2006 Comprehensive Annual Financial Report

Mid Ohio Regional Planning Commission

Table 9

Area in Square Miles by Member Jurisdiction

As of December 31,

Governmental Unit	1998 Area In Square Miles	2007 Area In Square Miles
Ross County less City of Chillicothe	678.59	681.84
Delaware County less Cities of Columbus, Delaware, Dublin, Powell and Westerville	442.10	426.07
Fayette County without Washington C.H.	400.89	397.85
The City of Columbus	210.90	222.60
Unincorporated Franklin County	217.90	187.98
The City of Dublin	21.10	25.63
The City of Delaware	14.50	18.84
The City of Grove City	12.80	16.37
The City of Hilliard	13.00	13.70
The City of Westerville	12.27	12.46
The City of Gahanna	12.00	11.45
The City of Reynoldsburg	12.00	11.92
The City of Upper Arlington	9.90	9.90
The City of Chillicothe	9.00	11.08
The Village of Groveport	8.40	9.17
The City of Pickerington	6.30	9.82
The Village of New Albany	8.89	10.20
The City of London	5.90	8.20
The City of Washington C.H.	6.11	8.75
The Village of Canal Winchester	6.00	7.10
The City of Worthington	5.80	6.39
The Village of Obetz	3.70	6.38
The City of Whitehall	5.30	5.34
The Village of South Bloomfield	0.80	5.30
The Village of West Jefferson	2.20	4.37
The Village of Powell	2.40	4.90
The City of Bexley	2.50	2.45
The Village of Lithopolis	0.00	2.15
The City of Grandview Heights	1.40	1.35
The Village of New Rome	1.00	0.00
The Village of Minerva Park	0.50	0.49
The Village of Urbancrest	0.30	0.49
The Village of Marble Cliff	0.30	0.31
The Village of Riverlea	0.20	0.20
The Village of Valley View	0.10	0.14
The Village of Brice	0.10	0.11
The Village of Lockbourne	0.10	0.11
The Village of Harrisburg	0.10	0.27
Total area in square miles	2,135.35	2,141.68

Source: County Engineers, MORPC and Member Communities

Table 10

Mid-Ohio Regional Planning Commission
Employees by Function/Activity
Last Ten Years

Number of Employees as of December 31,

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Transportation and RideSolutions	20.00	21.00	21.00	24.50	21.00	25.50	22.50	23.25	22.75	27.75
RideSolutions *	4.00	4.00	6.00	4.00	3.00	4.00	4.00	4.00	4.00	0.00
Air Quality Awareness	0.00	0.00	0.00	1.00	1.00	0.50	0.50	0.50	0.50	3.50
Residential Energy Conservation	16.00	15.00	17.00	17.00	11.00	8.00	8.00	8.00	8.00	8.00
Housing	10.00	9.00	9.00	9.00	7.00	7.00	7.00	6.00	6.50	6.50
Planning, Member Services, Admin & Other	30.75	33.50	30.00	26.50	28.00	24.00	22.00	22.50	22.50	15.50
Total	80.75	82.50	83.00	82.00	71.00	69.00	64.00	64.25	64.25	61.25

* RideSolutions moved to Transportation in 2007

Source: Mid-Ohio Regional Planning Commission, Human Resources & Administrative Services Department
Method: 1.0 for each full-time, 0.50 for each part-time and 0.25 for each intern

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Table 11

Mid-Ohio Regional Planning Commission
Operating Indicators
Last Four Years

	2004	2005	2006	2007
Federal transportation projects completed	4	4	7	7
Total cost of federal transportation projects completed	$3,069,006	$2,650,512	$3,431,575	$ 5,207,675
Franklin County single family rehab units completed	11	16	22	21
Columbus Compact single famiy rehab units completed	10	4	11	11
Ross County CHIP:				
Single Family Rehab	5	0	4	0
Home Repair	12	19	1	10
Downpayment Assistance	3	0	0	7
Downpayment Assistance with Rehab				7
Homebuyer counseling	0	0	24	0
Marysville CHIP:				
Single Family Rehab	0	4	1	6
Home Repair	7	7	8	21
Down Payment Assistance	1	0	0	0
Down Payment Assistance with rehab	0	5	1	3
Fair housing training	0	0	17	0
Chillicothe:				
Single Family Rehab	0	11	0	0
Home Repair	8	6	0	0
Delaware County:				
Single Family Rehab	4	0	0	8
Other downpayment assistance payments	38	91	79	10
Homeownership clients counseled	239	352	253	221
Homeownership clients receiving one-on-one counseling	136	252	148	94
Homeownership class graduates	175	196	184	134
Quick Starts Homebuyer Counseling				15
Default/Foreclosure Counseling	0	0	0	172
Financial Literacy	0	0	0	47
Housing Advisory Board	0	0	0	80
Home Weatherization Assistance Program home visits	120	120	71	154
Home Weatherization Assistance Program units weatherized	142	156	150	154
WarmChoice Program inspections	326	368	335	418
WarmChoice Program furnace repair/replacements	274	366	323	448

Source: Mid-Ohio Regional Planning Commission

Table 12

Mid-Ohio Regional Planning Commission
Capital Assets
Last Four Years

	2004	2005	2006	2007
Transportation				
Computers	17	23	31	37
Vehicles	-	-	-	1
RideSolutions *				
Computers	3	4	4	-
Vehicles	1	1	1	-
Air Quality				
Computers	1	1	1	1
Residential Energy Conservation				
Computers	8	8	10	9
Vehicles	9	8	7	7
Blower Door	5	5	5	5
Computer Analyzer	8	8	9	9
Housing				
Computers	7	7	7	7
XRF Spectrum Analyzer	1	1	1	1
All Other				
Building	1	1	1	0
Computers	109	117	78	48
Vehicles	2	2	2	2

* Ridesolutions moved to transportation in 2007

Source: Mid-Ohio Regional Planning Commission fixed asset records

Mid-Ohio Regional Planning Commission

Schedule of Insurance Coverage
December 31, 2007

Existing coverage - policies in force	Limits of liability
1. **Type**	**Commercial Umbrella**
Each Occurrence	$5,000,000
General Aggregate	$5,000,000
Local Agent	*Wichert Insurance*
Insurance Company	*Westfield Ins. Co.*
Expires	*November 1, 2008*
2. **Type**	**Commercial General Liability**
General Aggregate (Other than Products-Completed Operations)	$2,000,000
Products-Completed Operations Aggregate Limit	$2,000,000
Personal and Advertising Injury	$1,000,000
Each Occurrence	$1,000,000
Fire Damage Limit (Any One Fire)	$100,000
Deductible	$0
3. **Type**	**Public Officials**
Limit of Liability	$1,000,000
Deductible	$5,000
Local Agent	*Wichert Insurance*
Insurance Company	*Aspen Specialty*
Expires	*November 1, 2008*
4. **Type**	**Employer's Liability**
Employer's Liability Stop Gap	$1,000,000
Deductible (None)	$0
5. **Type**	**Employee Benefits Liability**
Aggregate Limit	$2,000,000
Each Claim Limit	$1,000,000
Deductible	$1,000
6. **Type**	**Crime Coverage**
Limit of Liability	
Finance Director	$100,000
Executive Director	$100,000
Accounting Manager	$50,000
Senior Accountant	$50,000
Human Resources Manager	$50,000
Public Employee Dishonesty	$25,000
Deductible	$500
7. **Type**	**Miscellaneous**
Information Technology Coverage	$450,000
Camera Equipment	$33,000
Valuable Papers and Records - Cost of Research	$300,000
Fine Arts	$0
Builder's Risk/Installation Coverage	$0
Contractors' Equipment Coverage	$47,267
Deductible	$500
8. **Type**	**Commercial Property Coverage**
Personal Property - 111 Liberty Street Suite 100	$1,111,111
Personal Property - 501 Industry Drive	$27,467
Extra Expense - 285 East Main St. & 501 Industry Drive	$250,000
Deductible	$1,000

(continued)

Mid-Ohio Regional Planning Commission

Schedule of Insurance Coverage
December 31, 2007

	Existing coverage - policies in force	Limits of liability
		Lead Abatement Coverage
9.	**Type**	
	General Aggregate	
	General Aggregate Limit (Other than Products-Completed Operations)	$5,000,000
	Products-Completed Operations Aggregate Limit	$5,000,000
	Personal and Advertising Injury	$5,000,000
	Each Occurrence	$5,000,000
	Fire Damage Limit	$50,000
	Medical Expense Limit	$5,000
	Bodily Injury & Property Damage Deductible	$5,000
	Local Agent	*Wichert Insurance*
	Insurance Company	*Bonding and Insurance Specialist*
	Expires	*September 8, 2008*
10.	**Type**	**Automobile**
	Limit of Liability	$1,000,000
	Auto Medical Payments (Each Person)	$5,000
	Deductible - Comprehensive Coverage	$500
	Deductible - Collision Coverage	$500
	Local Agent	*Wichert Insurance*
	Insurance Company	*Westfield Ins. Co.*
	Expires	*November 1, 2008*
		Architects & Engineers
11.	**Type**	**Errors & Omissions Insurance**
	Each Claim	$1,000,000
	Annual Aggregate	$1,000,000
	Deductible	$5,000
	Local Agent	*Wichert Insurance*
	Insurance Company	*Landmark America*
	Expires	*September 25, 2008*
12.	**Type**	**Contractor's Pollution Liability**
	Aggregate Limit	$500,000
	Each Claim Limit	$500,000
	Deductible	$2,500
	Local Agent	*BC Environmental Insurance Brokers*
	Insurance Company	*American Safety Insurance*
	Expires	*October 30, 2008*

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

Source: MORPC insurance policies.

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IV. SINGLE AUDIT SECTION

383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board and Members of the
Mid-Ohio Regional Planning Commission
111 Liberty Street, Suite 100
Columbus, Ohio 43215

We have audited the financial statements of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio, (the "Commission") as of and for the years ended December 31, 2007 and have issued our report thereon dated June 3, 2008. 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. The financial statements of the Mid-Ohio Regional Planning Commission as of December 31, 2006, which are included for comparative purposes, were audited by other auditors whose report dated June 14, 2007, expressed an unqualified opinion on those financial statements.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the December 31, 2007 financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission's financial statements are free of 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.*

We noted certain other matters that we reported to management of the Commission in a separate letter dated June 3, 2008.

This letter is intended for the information and use of the Board, management, and Members of the Mid-Ohio Regional Planning Commission and is not intended to be, and should not be, used by anyone other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
June 3, 2008

383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board and Members of the
Mid-Ohio Regional Planning Commission
111 Liberty Street, Suite 100
Columbus, Ohio 43215

Compliance

We have audited the compliance of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio, (the "Commission") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2007. The Commission's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Commission's management. Our responsibility is to express an opinion on the Commission's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organization*s. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the Commission's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Commission's compliance with those requirements.

In our opinion, the Commission complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2007. The results of our auditing procedures did not disclose any instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 in the accompanying schedule of findings and questioned costs.

Internal Control over Compliance

The management of the Commission is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Commission's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 the Commission's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This letter is intended for the information and use of the Board, management, and Members of the Mid-Ohio Regional Planning Commission, its federal awarding agencies, state funding agencies, pass-through entities, and the Ohio Auditor of State is not intended to be, and should not be, used by anyone other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
June 3, 2008

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2007

Federal grantor / pass-through grantor/ program title	Federal CFDA number	Grantor's number	Program or award amount	Accrued (deferred) revenue at Jan. 1, 2007	Cash Received	Federal Expenditures	Accrued (deferred) revenue at Dec. 31, 2007
Federal Highway Administration:							
Passed through Ohio Department of Transportation:							
FY 2006 Rideshare Program	20.205	465999	560,000	76,029	76,029	0	0
FY 2007 Rideshare Program	20.205	466081	585,000	46,229	516,590	538,771	68,410
FY 2008 Rideshare Program	20.205	466212	620,000			45,752	45,752
Supplemental Planning 2006	20.205	466000	410,000	35,482	35,482	0	0
Supplemental Planning 2007	20.205	466079	250,000	15,663	171,573	199,132	43,222
Supplemental Planning 2008	20.205	466210	250,000		17,710	42,224	24,514
Air Quality Awareness FY 2006	20.205	466001	212,000	213	213	0	0
Air Quality Awareness FY 2007	20.205	466080	215,000	31,304	180,492	149,188	0
Air Quality Awareness FY 2008	20.205	466209	215,000		46,421	80,668	34,247
I-270/US 33 MIS	20.205	465660	800,000	2,397	2,397	0	0
I-270/US 33 MIS Part II	20.205	465660	400,000	17,428	17,428	0	0
Regional Connections Implementation	20.205	466211	480,000		0	20,233	20,233
FY 2007 Consolidated Planning Grant	20.205	134286	1,476,674	222,969	1,151,448	928,479	(0)
FY 2008 Consolidated Planning Grant	20.205	134331	1,579,051		601,815	801,319	199,504
Total Ohio Department of Transportation				447,714	2,817,598	2,805,765	435,881
Federal Highway Administration:							
Passed through Ohio Department fo Natural Resources							
ODNR- Recreational Trails Program	20.219	RT06(150)	30,500	0	0	107	107
Total CFDA #20.219				0	0	107	107
Total Federal Highway Administration - CFDA # 20.205 & CFDA # 20.219				447,714	2,817,598	2,805,872	435,988
Federal Transit Administration:							
Passed through Central Ohio Transit Authority							
Franklin County Coordinated Plan	20.516	N/A	120,000	0	0	38,324	38,324
Total Federal Transit Administration - CFDA #20.516				0	0	38,324	38,324
U.S. Department of Energy:							
Passed Through Ohio Department of Development:							
Weatherization Assistance FY 2006 #140	81.042	06-140	349,999	55,815	153,439	97,624	(0)
Weatherization Assistance FY 2007 #140	81.042	07-140	325,260		265,198	288,881 *	23,682
Total Ohio Department of Development				55,815	418,638	386,504	23,682
Total U.S. Department of Energy - CFDA #81.042				55,815	418,638	386,504	23,682

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2007

Federal grantor / pass-through grantor/ program title	Federal CFDA number	Grantor's number	Program or award amount	Accrued (deferred) revenue at Jan. 1, 2007	Cash Received	Federal Expenditures	Accrued (deferred) revenue at Dec. 31, 2007
U.S. Department of Health and Human Services:							
Passed Through Ohio Department of Development:							
Weatherization Assistance FY 2006 #140	93.568	06-140	361,205	56,360	129,436	73,075 ***	(0)
Weatherization Assistance FY 2006 #140 rr	93.568	06-140	72,615	0	6,345	6,345 **	0
Weatherization Assistance FY 2007 #140	93.568	07-140	348,896		113,833	175,828	61,995
Weatherization REACH Program	93.568	07HR302	67,500	0	0	757	757
Total U.S. Deparatment of Health and Human Services - CFDA #93.568				56,360	249,613	256,005	62,752
U.S. Department of Housing and Urban Development:							
HOPE 3 Sales Proceeds	14.240	N/A	-	51,753	7,533	40,523	84,743
Homebuyer Counseling 2006	14.240	HC06-0398115	30,000	2,346	28,684	27,654	1,316
Homebuyer Counseling 2007	14.240	HC07-0398061	33,000		0	2,776	2,776
Total CFDA 14.240				54,099	36,217	70,953	88,835
Passed through the City of Columbus:							
Community Development Block Grant							
Columbus Homebuyer Counseling 2006	14.218	DL012151	20,000	3,529	13,430	9,901	(0)
Columbus Homebuyer Counseling 2007	14.218	DE012151	17,600		7,763	8,855	1,092
FY 2006 Columbus Hsg Advisory Bd.	14.218	DE069579	10,000	2,261	4,527	2,266	(0)
FY 2007 Columbus Hsg Advisory Bd.	14.218	ED032803	10,000		4,797	7,396	2,599
Total City of Columbus CFDA #14.218				5,790	30,518	28,418	3,690
Passed through Franklin County:							
Community Development Block Grant							
FY 2006 - Housing Advisory Board	14.218	N/A	10,000	4,380	9,589	5,209	0
FY 2007 - Housing Advisory Board	14.218	N/A	10,000		2,935	5,119	2,185
Total Franklin County CFDA #14.218				4,380	12,524	10,329	2,185
Total CFDA #14.218				10,170	43,042	38,747	5,875
Passed through Franklin County:							
HOME Program							
FY 2006 - Single Family Rehab	14.239	N/A	660,177	28,215	593,951	565,736	0
FY 2007 - Single Family Rehab	14.239	N/A	670,000		13,200	75,554	62,354
Total Franklin County CFDA #14.239				28,215	607,151	641,290	62,354
Passed through Ohio Departmement of Development through Ross County							
FY 2006 Comprehensive Housing	14.239	B-C-06-066-2	53,500	0	4,050	28,518	24,468
Total Ross County CFDA #14.239				0	4,050	28,518	24,468
Total CFDA #14.239				28,215	611,201	669,808	86,822

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2007

Federal grantor / pass-through grantor/ program title	Federal CFDA number	Grantor's number	Program or award amount	Accrued (deferred) revenue at Jan. 1, 2007	Cash Received	Federal Expenditures	Accrued (deferred) revenue at Dec. 31, 2007
Passed through Ohio Departmement of Development through Ross County							
FY 2006 Comprehensive Housing Improvement Program	14.228	B-C-06-066-1	48,500	1,776	6,604	14,408	9,579
Total Ross County - CFDA #14.228				1,776	6,604	14,408	9,579
Passed through Ohio Departmement of Development through City of Marysville							
FY 2003 Comprehensive Housing Improvement Program	14.228	N/A	143,300	1,000	1,000	0	0
FY2005 Comprehensive Housing Improvement Program	14.228	N/A	132,000	10,761	75,246	64,485	0
FY2007 Comprehensive Housing Improvement Program	14.228	N/A	60,000	0	0	4,750	4,750
Total City of Marysville - CFDA #14.228				11,761	76,246	69,235	4,750
Total U.S. Department of Housing and Urban Development - CFDA # 14.228				13,537	82,851	83,643	14,329
Temporary Assistance for Needy Families (TANF)							
Passed Through Franklin County Dept of Job & Family Services							
TANF Healthy & Fit Maps	93.558	25-06-6055	47,950	(1,492)	0	1,492	0
Total CFDA #93.558				(1,492)	0	1,492	0
Empowerment Zone Block Grant							
Passed thought the Columbus Compact Corporation							
Columbus Compact Rehab Project 2005	14.244	NL-2005-1	300,000	32,724	97,816	92,694	27,603
Total CFDA #14.244				32,724	97,816	92,694	27,603
US Enviromental Protection Agency							
Diesel Fleet Iniative	66.034	XA-00E16021-0	150,000	0	3,819	6,965	3,145
Total CFDA #66.034				0	3,819	6,965	3,145
US Department Environmental Protection Agency							
Pass through Division of Soil & Conservation							
Ohio Watershed Coordinator	66.460	N/A	123,500	0	0	7,579	7,579
Total US Department Enviromental Protection Agency CFDA #66.460				0	0	7,579	7,579

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2007

Federal grantor / pass-through grantor/ program title	Federal CFDA number	Grantor's number	Program or award amount	Accrued (deferred) revenue at Jan. 1, 2007	Cash Received	Federal Expenditures	Accrued (deferred) revenue at Dec. 31, 2007
Passed through Enterprise Foundation							
Community Development Block Grant Enterprise Foundation	N/A	04SG134	9,000	(9,000)	0	-	(9,000)
Total Federal Financial Assistance Program				$ 688,142	$ 4,360,795	$ 4,458,586	$ 785,934

* Includes $3,389 of contributed capital expenditures relating to the purchase of equipment.

** Includes $6,345 of contributed capital expenditures relating to the purchase of equipment.

*** Includes $2,570 of contributed capital expenditures relating to the purchase of equipment.

MID-OHIO REGIONAL PLANNING COMMISSION

NOTES TO SCHEDULE OF FEDERAL AWARDS
AS OF DECEMBER 31, 2007

1. **GENERAL**

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

2. **BASIS OF ACCOUNTING**

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

3. **RELATIONSHIP OF FEDERAL FINANCIAL REPORTS**

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

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 § .505

DECEMBER 31, 2007

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material internal control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510(a) of Circular A-133?	No
(d)(1)(vii)	Major Programs (list):	Highway Planning and Construction CFDA #20.205
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > $300,000 Type B: All others
(d)(1)(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.

MID-OHIO REGIONAL PLANNING COMMISSION

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

DECEMBER 31, 2007

Fiscal Year	Finding Number	Finding Summary	Status
2006	#06-1 - CFDA #81.042 – Weatherization Assistance for Low-Income Persons	Cash Management – Inaccurate Repayment of Interest	Corrected.

morpc

Mary Taylor, CPA
Auditor of State

MID OHIO REGIONAL PLANNING COMMISSION

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 29, 2008