



Mid-Ohio Regional Planning Commission

Comprehensive Annual Financial Report

Columbus, Ohio

Fiscal Year Ended December 31, 2011

morpc

Mid-Ohio Regional Planning Commission

Dave Yost • Auditor of State

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

We have reviewed the *Independent Accountants' Report* of the Mid-Ohio Regional Planning Commission, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period January 1, 2011 through December 31, 2011. 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.

Dave Yost

Dave Yost
Auditor of State

August 1, 2012

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR

FISCAL YEAR ENDED DECEMBER 31, 2011

Prepared by

Robert E. Lawler
Interim Executive Director

Shawn P. Hufstedler
Finance Director

MORPC

Mid-Ohio Regional Planning Commission
111 Liberty Street
Suite 100
Columbus, OH 43215

MID-OHIO REGIONAL PLANNING COMMISSION

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I. INTRODUCTORY SECTION

Mid-Ohio Regional Planning Commission

May 24, 2012

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

We are pleased to present the Comprehensive Annual Financial Report of the Mid-Ohio Regional Planning Commission (MORPC) for the year ended December 31, 2011. 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 2011, membership included 46 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 88) 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 14 of 88 seats on MORPC's governing board;
- MORPC is not fiscally dependent on Franklin County; and
- MORPC provides services to members outside of Franklin County.

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. There are no agencies or organizations other than HOPE 3 for which MORPC is considered the primary government.

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 will be the regional voice and a catalyst to drive sustainability and economic prosperity in order to secure a competitive advantage for central Ohio.

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.

2011 ACCOMPLISHMENTS

In December 2010, MORPC's Board adopted a new Strategic Plan for 2011 – 2012. This plan has an external focus and describes what MORPC aspires to be for the central Ohio region. Below are the 2011 accomplishments of the organization based on the Plan's strategic priorities. Supporting MORPC's mission are four strategic priorities that describe the focus of the services MORPC provides.

Strategy – Advancing sustainable prosperity.

- MORPC and The Ohio State University will host EcoSummit 2012, which will bring approximately 2,000 scientists, researchers, and decision-makers to Columbus, Ohio to provide a high-profile platform for dialogue to develop a better understanding of the complex nature of ecological systems and the means to protect and enhance their services.

- MORPC is the facilitator of the Balanced Growth Planning Process, which brings communities in a watershed together to plan for land uses that protect areas requiring conservation while encouraging cost-effective development to accommodate future growth. MORPC will work with each of the five watershed planning partnerships in central Ohio to determine the unique role it will play in the watershed's Balanced Growth Planning Process. MORPC provides administrative and technical services to the partnership communities as they work together to craft their Balanced Growth Plans.

- Initiated work on our HUD Community Challenge Grant of $865,000 to address the food desert issues in Columbus' Weinland Park neighborhood by creating a program that will increase the availability of fresh food, expand community gardening, and help to make healthy food accessible to local residents.

- Held bi-monthly education forums for MORPC member governments and the community at-large with topics focused on the ten goals of the Central Ohio Green Pact.

- Completed a new business plan to expand our residential energy efficiency program to other areas in the region and additional income groups.

- Hosted the fifth annual Summit on Sustainability and the Environment with approximately 500 attendees from around Ohio.

- MORPC was instrumental in helping the region launch the ME3 program (Materials+Economy+Energy+Environment). Working with our public and private partners, we help recruit and administer business participation in this innovative program designed for Ohio-based manufacturers. The program provides a unique opportunity for eligible businesses to receive top-notch professional assistance aimed at simultaneously reducing their operating costs, improving their productivity, and lowering their environmental footprint.

- Organized a successful Central Ohio Car Free Day on Sept. 22, 2011. The annual event included greater collaboration with the Central Ohio Transit Authority and an extensive advertising campaign that culminated with a lunchtime celebration at the new Columbus Commons downtown park.

Strategy - Supporting personal and freight mobility choices.

- Developing the 2012 Metropolitan Transportation Plan that will be the official long range transportation plan for the Greater Columbus region. Conducted public involvement and community outreach activities to gather input and feedback about the Plan.

- Coordinated regional Walk to School Days in May and October with participation from school districts around central Ohio.

- MORPC began the Freight Trends Study in partnership with the Columbus Region Logistics Council. The study will focus on the impact the freight industry (globally, nationally, regionally, and locally) has on the region's infrastructure, will demonstrate the need for infrastructure improvements and lay the groundwork for justifying future private and public funding.

- The Mid-Ohio Regional Planning Commission (MORPC) received the 2011 Excellence in Regional Transportation Award from the National Association of Development Organizations (NADO). This is the second award for the Evacuation Framework.

- MORPC was awarded honorable mention for The Transportation Research Board's 5th Annual Competition and Call Communicating Concepts with John and Jane Q. Public: Transportation during Emergency Situations for *A Planning Framework for the Evacuation of the Transportation Needs Population of Central Ohio*.

- MORPC's RideSolutions program became the sponsor for the newly created Champions of Diversity radio shows. RideSolutions provides carpooling, vanpooling and other ridesharing services to central Ohio commuters and employers. The radio shows will air on La Mega 103.1 FM radio each week on Sunday morning at 9 a.m. and meet the program's goal to reach a more diverse and broader audience.

- MORPC was honored by The Association of Metropolitan Planning Organizations (AMPO) with the National Award for Outstanding Overall Achievement for a Transportation Management Area MPO. MORPC's Complete Streets Policy was the first policy of its kind for a large MPO in the nation and was rated number one among MPOs by the National Coalition of Complete Streets. MORPC has received praise from community members in the region, as well as other MPOs and regional councils in Ohio for its Complete Streets Toolkit.

- MORPC hosted a free community workshop - "Wake Up: Changing Trends in the Real Estate Market" to offer an opportunity for real estate professionals and zoning, building and elected officials to meet and discuss the challenges and benefits of creating neighborhoods where people want to live, work and play throughout their lifetime.

Strategy – Advocating on public policy issues.

- Updated and adopted a new 2011 Public Policy Agenda for MORPC.

- Held regular Regional Policy Roundtable meetings in order to provide guidance and input to MORPC's government affairs and advocacy efforts.

- Provided regular legislative updates and critical policy information to MORPC Board members, Regional Policy Roundtable members and others through email, conference calls, meetings, events and Legislative Update memo.

- Provide legislative testimony on bills, regularly meet with our Congressional and state legislative delegation so they have an opportunity to learn MORPC's issues and that our organization is a valuable resource for elected officials.

- Participate in coordinated advocacy efforts through the Federal Funds Group (a public-private partnership advocating for shared regional priorities in Washington, DC), the Ohio Association of Regional Councils, the Columbus Chamber Government Affairs Steering Committee and the United Way of Central Ohio.

Strategy – Facilitating a comprehensive housing and community development agenda.

- MORPC continues to target property owners located in the Southside and Weinland Park neighborhoods for home repairs based on health, safety, and code items. In addition, homeownership counseling for homeowners is provided.

- MORPC administered Ross County, the City of Pataskala, and the City of Marysville's Community Housing Improvement Programs, which include single family rehab and home repair programs.

- Tracked legislation regarding foreclosure at the state and federal level; served as a resource for board members; advocated for affordable housing programs.

- Administering Franklin County's neighborhood stabilization program that included purchasing and renovating six homes in the Westland neighborhood that went up for sale to the public in 2011.

- MORPC continued to administer the multifamily bond program for the Franklin County Board of Commissioners.

- MORPC operated free homeownership education and counseling programs for homebuyers in central Ohio.

ECONOMIC CONDITION AND OUTLOOK

The 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 2008, 2009, 2010 and 2011 were as follows:

	2008	2009	2010	2011
United States	5.8%	9.3%	9.6%	8.9%
Ohio	6.5%	10.2%	10.1%	8.6%
Central and south-central Ohio	5.5%	8.4%	8.6%	7.5%

As reported by Business First, Columbus metropolitan area was ranked 55 in the California-based Milken Institute's ranking of the 200 best-performing large cities in the U.S., up 53 spots from 108 a year ago. The study measures where jobs are created and maintained, where compensation is increasing, and what sectors of the economy are growing. The regional unemployment rate has continued to compare favorably to the national unemployment rate in the current post-recession period.

Total MORPC membership in 2011 was 46 local governments and, while three recent members have been unable to continue membership as a result of economic downturn, interest in membership continues to be expressed by other governments, indicating prospects for further geographical growth.

MORPC's total 2011 revenue increased by 19.4% to $13,028,771, the highest in the history of the agency for the fourth consecutive year. The 2012 operating revenue budget is $15,839,300, which is 21.6% higher than 2011 actual revenue. From 2010 through early 2013, MORPC expects to receive approximately $4.25 million in federal funds, from Housing and Economic Recovery Act (HERA) and the American Recovery and Reinvestment Act (ARRA), to provide housing services through the Neighborhood Stabilization Programs. This additional federal funding will approximately double the size of MORPC’s housing funding from all sources.

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 from programs like 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 in excess of $75,000 if the expense is included in the current budget. A myriad of financial status reports are periodically submitted to grantors according to their requirements. The county auditor also ensures 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 accountants' report on internal control appears at the beginning of the Single Audit Section 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 State and Local Governments."* As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis of the Commission. This discussion follows the Independent Accountants' Report, providing an assessment of the Commission finances for 2011.

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 $702,698 in 2011 with $54,569 designated for building related expenditures and the remaining amount unrestricted for operating use. 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 the U.S. Department of Transportation is the oversight agency. MORPC received $8,199,084 or 62.9% of its 2011 revenue, from federal sources under contracts directly with the federal government or indirectly under contracts with third parties, principally the State of Ohio and Franklin County.

The following is a summary of comparative results of operations and the 2012 budget:

	2010 Actual	2011 Actual	2012 Budget
Revenues:			
Federal grants and contracts	$6,540,474	$8,199,084	$9,377,350
State grants and contracts	597,890	559,895	751,750
Member's per-capita fees	708,921	702,698	705,100
Utility contracts	1,946,916	2,130,496	2,363,075
Other local contracts	815,975	710,153	1,881,650
Foundation/Corporate Contributions	301,954	726,445	760,375
Total Revenues	10,912,130	13,028,771	15,839,300
Expenses:			
Salaries and benefits	5,531,253	5,692,671	5,934,000
Consultants and subcontracts	2,792,923	3,261,623	5,205,125
Depreciation	152,615	137,495	117,550
Other expenses	2,123,858	3,245,807	4,654,550
Total Expenses	10,600,649	12,337,596	15,911,225
Operating income (Loss)	311,481	691,175	(71,925)
Interest income	46,074	11,151	12,625
Capital contributions	11,647	3,280	100,000
Net change in net assets	$369,202	$705,606	$40,700
Capital expenditures	$68,306	$70,618	$280,000

Members' per-capita fees of $702,698, were leveraged by a factor of more than 17 to 1 in 2011 to bring in total operating revenues of $13,028,771. Total federal revenue increased $1,658,610 (25.4%) primarily due to an increase in stimulus funding for the NSP programs and energy and environment funding. Foundation/Corporate Contributions increased by $424,491 (140.6%) primarily as a result of funding for new and expanded projects in the Center for Energy and Environment and for the EcoSummit 2012 event, an international scientific conference to be held in Columbus in the Fall of 2012 that MORPC is co-hosting.

Total staff salaries and benefits in 2011 increased by $161,418 (2.9%) from the prior year as a result of increased benefit costs in addition to typical staffing changes.

Overall, 2011 operating revenue increased $2,116,641 (19.4%) from the prior year. Total operating revenue was under budget by $1,665,171 or 11.3% of the budget of $14,693,942 primarily as a result of significant under-spending on consultant and services costs because of conservatively high estimates as to how soon work could be performed and delays in project start dates. Operating revenue is budgeted to increase by $2,810,529 or 21.6% in 2012 compared to 2011 actual revenue. The following programs and activities were under budget by $100,000 or more in 2011:

	Amount Under
Freight Trends Study	$113,449
USEPA Diesel Fleet Initiative	$309,650
Home Weatherization Assistance Program	$266,906
USF Electric Power Program	$160,300
Single Family Housing Program	$130,348
Neighborhood Stabilization Programs	$502,676

Funding for the above program and activities were under contract with funders and available to be earned. Expenditures, however, were lower than available budgets for all of these activities.

Capital expenditures for equipment and leasehold improvements in 2011 totaled $70,617. Total depreciation expense was $137,495. Net capital assets at year-end were $320,521.

MORPC's cash balance of $4,411,769 at December 31, 2011 increased by $2,620,615 from the prior year as a result of $2,700,000 of investments maturing during the year.

BUILDING LEASE: MORPC leases 21,449 square feet 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. As of 2011, the trust also similarly facilitates the implementation of the Neighborhood Stabilization Program. Assets totaling $1,112,620 at December 31, 2011 were held by the trustee, are controlled by MORPC and have been included on MORPC's balance sheet. At December 31, 2011, $976,369 of the trust assets were properties held by the trust with the balance of $136,251 held in cash.

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, 2010. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. MORPC has received a Certificate of Achievement for the last 23 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 Teresa Fry, Deborah Woodly, Carl Styers, Loretta Akers, April Drake, and Tim Bates in MORPC's finance department, 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,

Robert E. Lawler

Robert E. Lawler, Interim Executive Director

Shawn P. Hufstedler

Shawn P. Hufstedler, CPA, Chief of Staff & Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Mid-Ohio Regional Planning Commission

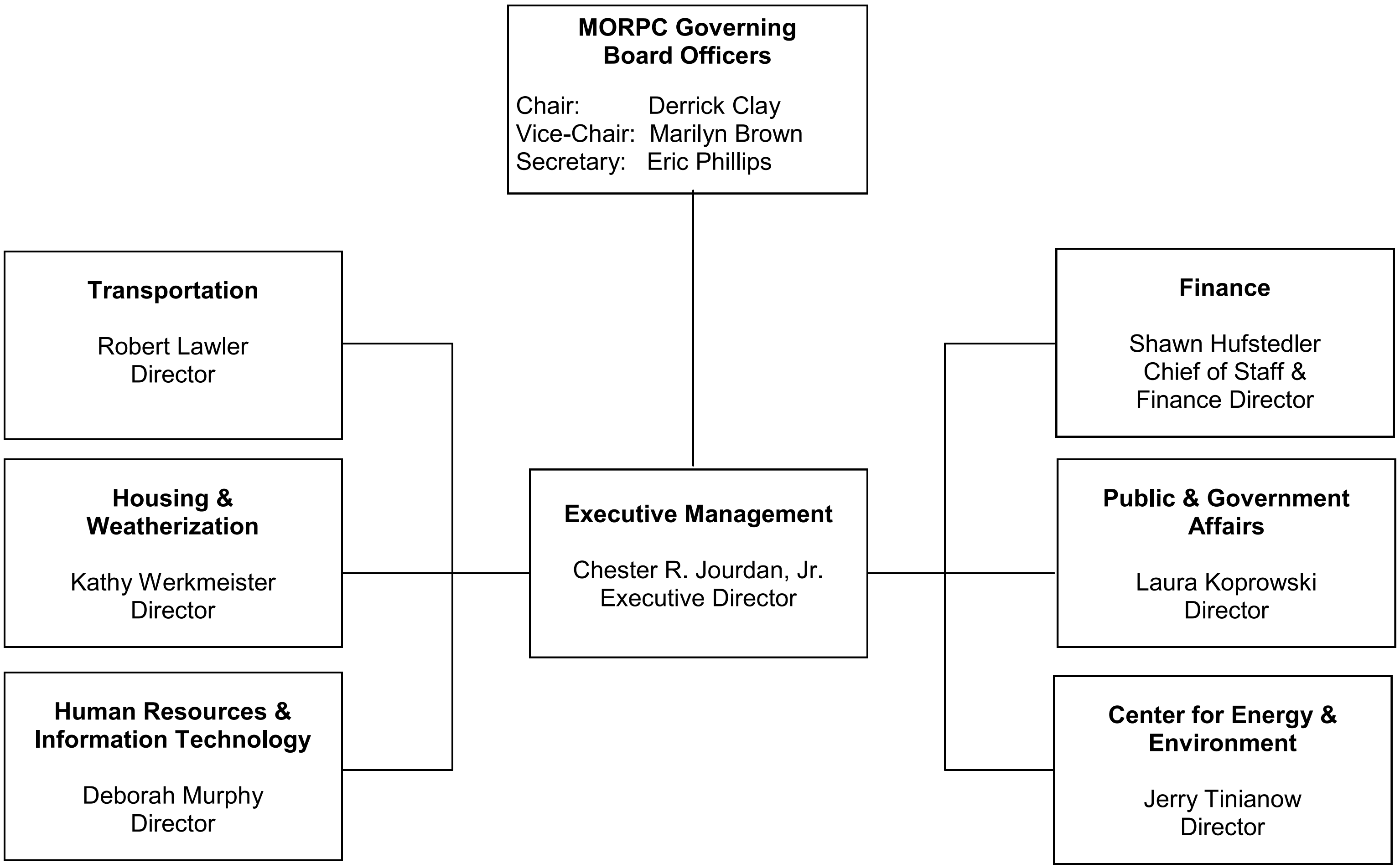
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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—Management Staff
As of December 31, 2011



MID-OHIO REGIONAL PLANNING COMMISSION
Committees

As of December 31, 2011

OFFICERS

Chair: Derrick Clay
Vice-Chair: Marilyn Brown
Secretary: Eric Phillips

POLICY COMMITTEE
Chair: Derrick Clay

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

ADMINSTRATIVE COMMITTEE
Chair: Marilyn Brown

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

REGIONAL POLICY ROUNDTABLE
Chair: Tom Homan

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

NOMINATING COMMITTEE
Chair: Marilyn Brown

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

CITIZEN ADVISORY COMMITTEE ON THE PUBLIC INVOLVEMENT PROCESS

Chair: Ira Weiss

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: Susan Banbury

PURPOSE: Provide technical advice to the Policy committee.

BYLAWS & ARTICLES OF AGREEMENT COMMITTEE

Chair: Dean Ringle

PURPOSE: To review MORPC's current Articles of Agreement and Bylaws and to partner with the A-Committee as it works through the visioning process.

BUILDING COMMITTEE

Chair: William Yaple

PURPOSE: Looking at options for future MORPC headquarters.

CENTER ADVISORY COUNCIL

Chair: James Schimmer

PURPOSE: Provide guidance, focus and fiscal sustainability to the Center for Energy & Environment

GREENWAYS WORKING GROUP

Chair: Maryellen O'Shaughnessy

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

ENERGY & AIR QUALITY WORKING GROUP

Chair: Judy Kress

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

AGRICULTURE & LOCAL FOODS WORKING GROUP

Chair: Christy Cook

PURPOSE: Promote the production, processing, distribution and consumption of food within the region

SUSTAINABLE GROWTH WORKING GROUP

Chair: Eric Phillips

PURPOSE: Implementing outreach to member governments on where and how development would be most positive within the region.

MATERIALS MANAGEMENT WORKING GROUP

Chair: Angel Arroyo-Rodriguez

District 3 Public Works Integrating Committee

Mid-Ohio Finance Administrators (MOFA)

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II. FINANCIAL SECTION

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INDEPENDENT ACCOUNTANTS' REPORT

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

We have audited the accompanying financial statements of the business-type activities of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio (the "Commission"), as of and for the years ended December 31, 2011 and 2010, which collectively comprise the Commission's 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 opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio, as of December 31, 2011 and 2010, and the respective changes in financial position and cash flows thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 24, 2012 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 and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

We conducted our audit to opine on the financial statements that collectively comprise the Commission's basic financial statements taken as a whole. The introductory section, supplementary information, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The supplementary information and the schedule of expenditures of federal awards are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
May 24, 2012

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, 2011. 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

- Net assets increased by $705,606 in 2011 and by $369,202 in 2010. 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. The 2011 relatively large increase in net assets was primarily due to revenue of over $740,000 for the real estate held for resale from the U.S. Department of Housing and Urban Development Neighborhood Stabilization Program (NSP). The 2010 increase in net assets was primarily due to revenue of over $365,000 for the real estate held for resale from the U.S. Department of Housing and Urban Development Neighborhood Stabilization Program (NSP).

- Revenue increased in 2011 by $2,116,641 or 19.4% to $13,028,771, the highest amount in the history of the agency, surpassing the previous high in 2010. The increase was primarily due to increased stimulus funding for the NSP program and energy and environment funding for various programs such as diesel retrofit and climate change projects. 2010 revenue increased by $944,222 or 9.5% to $10,912,130. The increase was primarily due to increased stimulus funding for the NSP program and transportation funding as a result of the timing of project work completion.

- Cash and investments at December 31, 2011 were $4,411,769, down $79,385 from 2010. Cash and investments at December 31, 2010 were $4,491,154, down $208,771 from 2009. The changes over these periods were the result of normal business fluctuations in accounts payable, receivables, prepaid expenses, accrued liabilities, and unearned revenue.

- The Commission had operating income of $691,175 in 2011. This income includes $740,775 from revenue for the purchase and rehabilitation costs of real estate held for resale, partially offset by depreciation expense of $137,495 and cost of sales of one NSP property of $129,487. The Commission had operating income of $311,481 in 2010. This income includes $365,081 from revenue for the purchase and rehabilitation costs of real estate held for resale, partially offset by depreciation expense of $152,615.

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, investing activities, and 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

	2011	2010	2009
ASSETS			
Current assets	7,892,367	6,982,165	7,032,875
Capital assets	320,521	401,900	486,209
Other noncurrent assets	1,120,306	563,637	284,429
Total Assets	9,333,194	7,947,702	7,803,513
LIABILITIES			
Current liabilities	2,282,569	1,607,680	1,879,090
Noncurrent liabilities	673,084	668,087	621,690
Total Liabilities	2,955,653	2,275,767	2,500,780
NET ASSETS			
Invested in capital assets	320,521	401,900	486,209
Restricted for community development	976,369	365,081	0
Unrestricted	5,080,651	4,904,954	4,816,524
Total Net Assets	6,377,541	5,671,935	5,302,733

Current assets have increased at year end from 2010 to 2011. The $910,202 (13.0%) increase is the result of an increase in account receivable. The $68,093 (1.1%) decrease from 2009 to 2010 is the result of normal business fluctuation including a decrease in cash and increase in accounts receivable from 2009 to 2010.

Other noncurrent assets increased by $556,669 (98.8%) from 2010 to 2011 and increased by $296,591 (24.6%) from 2009 to 2010. The increases are primarily the results of new assets held for resale from the NSP program of $740,775 in 2011 and $365,081 in 2010.

Current Liabilities increased by $674,889 (42.0%) from 2010 to 2011 and decreased by $271,410 (14.4%) from 2009 to 2010. The 2011 increase is primarily the result of an increase in accounts payable. The 2010 decrease is the result of a reduction in unearned revenue from both federal and non-federal sources in part as a result of similar reductions in forgivable notes.

Noncurrent liabilities remained relatively flat in 2011 with a increase of $4,997 (0.7%) from 2010 to 2011. The increase is the result of increased accrued vacation and sick leave offset by a decrease in unearned revenue. The noncurrent liabilities increased by $46,397 from 2009 to 2010 as a result of additional accrued building rent expense and an increase in noncurrent accrued vacation and sick leave.

Net assets invested in capital assets decreased by $81,379 from 2010 to 2011. The decrease is a result of higher depreciation than acquisitions during 2011. Similarly, net assets invested in capital assets decreased by $84,309 from 2009 to 2010 as a result of higher depreciation than acquisitions during 2010. There was no capital related debt during these periods.

Net assets restricted for community development projects increased by $611,288 from 2010 to 2011 and by $365,081 from 2009 to 2010. The entire balance relates to purchases and rehabilitation of houses held for resale funded by the NSP program for 2011 and 2010. The 2011 increase includes a partial offset by the cost of sale of one property in the amount of $129,487.

Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without external constraints, increased by $175,697 from 2010 to 2011, primarily due to non-operating interest income and the effect of operating activities. Similarly, the $88,430 increase from 2009 to 2010 is primarily the result of non-operating interest income and the effect of operating activities.

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	2011	2010	2009
REVENUE			
Federal	8,199,084	6,540,474	5,785,078
Nonfederal	1,972,746	2,122,786	1,974,636
Foundations/Corporations	726,445	301,954	140,885
Utility company	2,130,496	1,946,916	2,067,309
Total Revenues	13,028,771	10,912,130	9,967,908
EXPENSES			
Salaries and benefits	5,692,671	5,531,253	4,848,770
Consultants and subcontractors	3,261,623	2,792,923	2,805,664
Depreciation	137,495	152,615	117,090
Other expenses	3,245,807	2,123,858	2,224,222
Total Expenses	12,337,596	10,600,649	9,995,746
OPERATING INCOME (LOSS)	691,175	311,481	(27,838)
INTEREST INCOME	11,151	46,074	85,747
CAPITAL CONTRIBUTIONS	3,280	11,647	198,306
INCREASE IN NET ASSETS	705,606	369,202	256,215
Net Assets, Beginning of Year	5,671,935	5,302,733	5,046,518
Net Assets, End of Year	6,377,541	5,671,935	5,302,733

Operating revenues increased by $2,116,641 (19.4%) in 2011 and by $944,222 (9.5%) in 2010. The 2011 increase was due to increased funding from ARRA stimulus funding for the NSP program and energy and environment funding for various programs including diesel retrofit, agrarian overlay in an urban setting, and climate change projects. The 2010 increase was primarily due to increased stimulus funding for the NSP program and transportation funding as a result of the timing of project work completion.

Operating expenses increased by $1,736,947 (16.4%) in 2011 and $604,903 (6.1%) in 2010. The 2011 increase was due to additional spending for the NSP program and other federal funding for energy and environment activities. The 2010 increase was primarily the result of increased federal funding for the NSP program, additional federal and state funding for transportation projects, and additional foundation support received for various initiatives undertaken by the Commission in 2010.

Capital Assets

Capital assets of the Commission as of December 31, 2011 totaled $320,521 (net of accumulated depreciation). The capital assets are primarily computer equipment and vehicles. In 2011 the Commission acquired $70,617 in new assets. 2011 depreciation expense was $137,495. Disposals of $125,975 were recorded in 2011.

Capital assets of the Commission as of December 31, 2010 totaled $401,900 (net of accumulated depreciation). In 2010 the Commission acquired $68,306 in new assets. 2010 depreciation expense was $152,615. Disposals of $177,195 were recorded in 2010, all of which were fully depreciated.

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

Long Term Debt

Long term debt at December 31, 2011 and December 31, 2010 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 2011 or 2010.

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 and national and state economic conditions can affect each of these revenue streams in both the short term and the long term.

MORPC operated programs such as the Home Weatherization Assistance Program (HWAP), operated under contract with the Ohio Department of Development, and the Neighborhood Stabilization Program funding through Community Development Block Grants have seen significant increases in funding as a result of ARRA and the Housing and Economic Recovery Act (HERA) funding. The HWAP funding has approximately tripled in size for three year period ending March 2012 and MORPC's housing programs in total are expected to double from 2010 through early 2013.

The transportation program has historically been the largest program of the agency, although most recently this has not been the case. Some federal transportation funding has been provided to the Center for Energy and Environment to fund its Air Quality and Regional Growth projects. The main sources for these as well as the transportation department funding has come from the Highway Trust Fund (HTF) with legislation authorizing the federal transportation programs (SAFETEA-LU) having been passed on August 10, 2005. SAFETEA-LU authorizes federal surface transportation programs including for MPO planning for the five-year federal fiscal period 2005 to 2009. The legislation has not been renewed on time and many expect its renewal to be delayed until after the 2012 presidential election, although a Conference Committee began considering a reauthorization in May 2012. Since its expiration, continuing authorizations have taken place, most recently through the end of FFY 2012, and one lapse in authorization has occurred. Other legislation such as health care reform and economic stimulus has distracted Congress from renewal over the past several years. Unpalatable options for new funding sources for surface transportation have also made Congress reluctant to grapple with renewal, with some progress over the past year. The economy has also resulted in the flow of funds from the normal sources into the HTF to be less than anticipated and has resulted in several transfers from the nation's general fund to keep the HTF solvent. The transportation funds received by MORPC are dependent upon the amount of funding received by Ohio. Since the expiration of SAFETEA-LU, funding levels have been flat and as Congress debated it was uncertain that funding would continue unabated. SAFETEA-LU has historically provided 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. With the US Congress' focus on budget constraints and the concern over the mounting national debt counterbalanced by using investments in infrastructure to create jobs, it is uncertain if the current or a future congress will supplement the HTF from the general fund. Consequently, there is a possibility that transportation funding for Ohio and MORPC will decrease in the next few years. There is, however, an expectation that MORPC will receive a larger share of Ohio's transportation planning funding because its region has continued to grow more rapidly than most other parts of the state, as documented in the 2010 Census. Formulas used to distribute these planning funds rely on population so an increased share of the total population is expected to mean an increase in planning funding as well.

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 or on the web at www.morpc.org.

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENTS OF NET ASSETS
AS OF DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$ 3,467,991	$ 851,088
Cash — board designated for building repairs and replacements	943,778	940,066
Investments	0	2,700,000
Accounts receivable	3,312,639	2,307,830
Accrued interest receivable	0	13,504
Other prepaid expenses	92,208	85,542
Mortgage notes receivable	75,751	84,135
Total current assets	7,892,367	6,982,165
NONCURRENT ASSETS:		
Capital assets — net of accumulated depreciation	320,521	401,900
Real estate held for resale	976,369	365,081
Mortgages notes receivable	141,747	196,766
Other prepaid expense	2,190	1,790
Total noncurrent assets	1,440,827	965,537
TOTAL	$ 9,333,194	$ 7,947,702
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Current liabilities:		
Accounts payable	$ 1,014,248	$ 495,633
Accrued — payroll and fringe benefits	223,801	215,420
Accrued — vacation and sick leave	35,300	50,500
Unearned revenue — federal	215,849	256,708
Unearned revenue — nonfederal	793,371	589,419
Total current liabilities	2,282,569	1,607,680
Noncurrent liabilities:		
Accrued vacation and sick leave	369,396	300,721
Accrued building lease expense	167,883	177,642
Unearned revenue — federal	135,805	189,724
Total noncurrent liabilities	673,084	668,087
Total liabilities	2,955,653	2,275,767
NET ASSETS:		
Invested in capital assets	320,521	401,900
Restricted for community development projects	976,369	365,081
Unrestricted	5,080,651	4,904,954
Total net assets	6,377,541	5,671,935
TOTAL	$ 9,333,194	$ 7,947,702

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, 2011 AND 2010

	2011	2010
REVENUES:		
Governmental:		
Federal grants and contracts	$ 8,199,084	$ 6,540,474
Nonfederal:		
Members' per capita fees	702,698	708,921
State grants and contracts	559,895	597,890
Local contracts and other	710,153	815,975
Total nonfederal	1,972,746	2,122,786
Foundations/corporate contributions	726,445	301,954
Utility company contracts	2,130,496	1,946,916
Total revenues	13,028,771	10,912,130
EXPENSES:		
Salaries and benefits	5,692,671	5,531,253
Consultants and subcontractors	3,261,623	2,792,923
Other services	1,750,899	555,689
Rent and utilities	388,516	414,241
Materials and supplies	405,682	449,632
Printing	50,973	46,825
Travel	90,360	93,798
Depreciation	137,495	152,615
Advertising	66,183	103,564
Cost of Sales - Neighborhood Stabilization Program Properties	129,487	0
Other	363,707	460,109
Total expenses	12,337,596	10,600,649
OPERATING INCOME (LOSS)	691,175	311,481
NON-OPERATING INCOME		
Interest Income	11,151	46,074
Income (Loss) before contributions	702,326	357,555
Capital Contributions	3,280	11,647
CHANGE IN NET ASSETS	705,606	369,202
NET ASSETS — Beginning of year	5,671,935	5,302,733
NET ASSETS — End of year	$ 6,377,541	$ 5,671,935

See notes to financial statements.

MID-OHIO REGIONAL PLANNING COMMISSION

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES:		
Received from federal grants and contracts	$ 7,155,586	$ 6,167,280
Received from state, local, utility company grants and contracts, and other	4,957,850	4,236,365
Payments for salaries and benefits	(5,630,815)	(5,503,112)
Payments for consultants and subcontractors	(2,872,780)	(2,767,842)
Other payments	(3,646,544)	(2,354,093)
Net cash provided by (used in) operating activities	(36,703)	(221,402)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	24,655	69,290
Investment purchases	0	(2,700,000)
Investment sales	2,700,000	2,700,000
Net cash provided by (used in) investing activities	2,724,655	69,290
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Additions to property and equipment	(70,617)	(68,306)
Capital contributions	3,280	11,647
Net cash used in capital and related financing activities	(67,337)	(56,659)
(DECREASE) INCREASE IN CASH DEPOSITS	2,620,615	(208,771)
CASH DEPOSITS — Beginning of year (including $940,066 and $922,683 in cash, board designated for building repairs and replacement at January 1, 2011 and 2010, respectively)	1,791,154	1,999,925
CASH DEPOSITS — End of year (including $943,778 and $940,066 in cash, board designated for building repairs and replacements at December 31, 2011 and 2010, respectively)	$ 4,411,769	$ 1,791,154
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES — Operating income (loss)	$ 691,175	$ 311,481
Adjustments to reconcile to cash provided by operating activities:		
Depreciation	$ 137,495	$ 152,615
Changes in assets and liabilities:		
Accounts receivable	(1,004,809)	(263,217)
Real estate held for resale	(611,288)	(365,081)
Other prepaid expenses	(7,066)	(1,137)
Accounts payable	518,615	(44,886)
Accrued liabilities	52,097	65,140
Unearned grants and contract revenue and mortgage notes receivable	187,078	(76,317)
Total adjustments	(727,878)	(532,883)
Net cash provided by (used in) operating activities	$ (36,703)	$ (221,402)

See notes to financial statements.

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 14 of 88 seats on MORPC's governing Board.
- MORPC is not fiscally dependent on the County.
- MORPC provides services to members outside of the County.

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. There are no agencies or organizations other than HOPE 3 for which MORPC is considered the primary government.

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. 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 and the U.S. Department of Health and Human Services (in conjunction with the Ohio Department of Development), the U.S. Environmental Protection Agency and the U.S. Department of Treasury.

Revenues are recognized in the statements of revenues, expenses, and changes in net assets when earned. 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 4 to 10 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 2011 and 2010, 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, 2011 and December 31, 2010.

MORPC' s deposits with Franklin County have carrying amounts of $4,275,518 and bank balances of $4,275,422 at December 31, 2011. At December 31, 2010, MORPC's deposits with Franklin County had a carrying amount of $1,711,528 and bank balances of $1,710,166. Included in these bank balances are $943,682 and $936,705 for December 31, 2011 and 2010 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 $136,251 and $79,630 at December 31, 2011 and 2010, respectively. The bank balances were $136,251 and $79,630 at December 31, 2011 and 2010, respectively.

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, $-0- of cash deposits and cash equivalents was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution.

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 office building 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) and in a certificate of deposit with The Huntington Bank with a maturity date of May 5, 2011. The deposit was placed by The Huntington Bank, through the Certificate of Deposit Account Registry Services (CDARS), with 29 FDIC-insured depository institutions. Through CDARS the agency investments were fully protected by FDIC insurance. The certificate of deposit was fully collateralized in the name of Franklin County. Once the Certificate of Depost matured on May 5, 2011, the funds were transferred to STAROhio. The balance in STAROhio at December 31, 2011 was $2,920,980. The balance in STAROhio is considered a cash equivalent and is included in the cash balances carried by Franklin County as noted above.

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 one 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 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, investments on behalf of MORPC in the State

Treasury Asset Reserve of Ohio (STAROhio) and 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 2011 and 2010 was approximately $55,000 and $34,000, respectively, reducing MORPC's liability.

HOPE 3 and NSP Programs — MORPC manages the Hope for Homeownership of Single Family Homes (HOPE 3) Program and the Neighborhood Stabilization Program (NSP) 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 fully forgiven over time.

Real estate held for resale is stated at cost and includes the costs associated with renovating the homes. Real estate held for resale consists of single-family homes, which are to be sold to qualifying participants under the NSP and 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, 2011 and 2010 for the HOPE 3 program and held $976,369 of real estate for resale as of December 31, 2011 for NSP and $365,081 as of December 31, 2010.

HOPE 3 and NSP mortgage notes receivable represent amounts due from homeowners resulting from the sale of homes under the HOPE 3 and NSP programs. 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 and NSP 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 3and NSP programs. Upon forgiveness of the mortgage notes receivable such amounts will be charged against deferred revenue.

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.

Reclassifications – Certain reclassifications were made to the prior year amounts to conform to the current year presentation.

New Accounting Pronouncements — In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. As used in this Statement, an SCA is an arrangement between a transferor (a government) and an operator (governmental or nongovernmental entity) in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure or another public asset (a "facility") in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties.

This Statement applies only to those arrangements in which specific criteria determining whether a transferor has control over the facility are met. A transferor reports the facility subject to an SCA as its capital asset, generally following existing measurement, recognition, and disclosure guidance for capital assets. This Statement also provides guidance for governments that are operators in an SCA. Disclosures about an SCA including a general description of the arrangement and information about the associated assets, liabilities, and deferred inflows, the rights granted and retained, and guarantees and commitments are required.

The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. Management has not yet determined the impact this statement will have on its financial statements.

In November 2010, the GASB issued Statement No. 61, *Omnibus—an amendment of GASB Statements No. 14 and No. 34*. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, The Financial Reporting Entity, and the related financial reporting requirements of Statement No. 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

This Statement modifies certain requirements for inclusion of component units in the financial reporting entity. For organizations that previously were required to be included as component units by meeting the fiscal dependency criterion, a financial benefit or burden relationship also would need to be present between the primary government and that organization for it to be included in the reporting entity as a component unit. Further, for organizations that do not meet the financial accountability criteria for inclusion as component units but that, nevertheless, should be included because the primary government's management determines that it would be misleading to exclude them, this Statement clarifies the manner in which that determination should be made and the types of relationships that generally should be considered in making the determination.

This Statement also amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. For component units that currently are blended based on the "substantively the same governing body" criterion, it additionally requires that (1) the primary government and the component unit have a financial benefit or burden relationship or (2) management (below the level of the elected officials) of the primary government have operational responsibility (as defined in paragraph 8a) for the activities of the component unit. New criteria also are added to require blending of component units whose total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. The blending provisions are amended to clarify that funds of a blended component unit have the same financial reporting requirements as a fund of the primary government. Lastly, additional reporting guidance is provided for blending a component unit if the primary government is a business-type activity that uses a single column presentation for financial reporting.

This Statement also clarifies the reporting of equity interests in legally separate organizations. It requires a primary government to report its equity interest in a component unit as an asset.

The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012, with earlier application encouraged. Management has not yet determined the impact this statement will have on its financial statements.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure.

Hereinafter, these pronouncements collectively are referred to as the "FASB and AICPA pronouncements."

This Statement also supersedes Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting, thereby eliminating the election provided in paragraph 7 of that Statement for enterprise funds and business-type activities to apply post-November 30, 1989 FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements. However, those entities can continue to apply, as other accounting literature, post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements, including this Statement.

The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented.

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.* This Statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Concepts Statement No. 4, *Elements of Financial Statements,* introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities.

Concepts Statement 4 also identifies net position as the residual of all other elements presented in a statement of financial position. This Statement amends the net asset reporting requirements in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments,* and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets.

The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. Management has not yet determined the impact this statement will have on its financial statements

In June 2011, the GASB also issued Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an Amendment of GASB Statement No. 53.* Some governments have entered into interest rate swap agreements and commodity swap agreements in which a swap counterparty, or the swap counterparty's credit support provider, commits or experiences either an act of default or a termination event as both are described in the swap agreement. Many of those governments have replaced their swap counterparty, or swap counterparty's credit support providers, either by amending existing swap agreements or by entering into new swap agreements. When these swap agreements have been reported as hedging instruments, questions have arisen regarding the application of the termination of hedge accounting provisions in Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments.* Those provisions require a government to cease hedge accounting upon the termination of the hedging derivative instrument, resulting in the immediate recognition of the deferred outflows of resources or deferred inflows of resources as a component of investment income.

The objective of this Statement is to clarify whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This Statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied.

The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. Management has not yet determined the impact this statement will have on its financial statements.

2. CASH DESIGNATED FOR REPLACEMENTS

During 2011 and 2010, MORPC held monies with the Franklin County Treasury, which are designated to be used for major replacements, repairs and maintenance of its office facility, which totaled $943,778 and $940,066 at December 31, 2011 and 2010, respectively.

3. PROPERTY AND EQUIPMENT

The change in capital assets during the year ended December 31, 2011 and 2010 are as follows:

	Balance December 31, 2010	Additions	Deletions	Balance December 31, 2011
Capital assets being depreciated:				
Leasehold improvements	$ 49,947	$ -	$ -	$ 49,947
Furniture and equipment	932,288	50,498	106,944	875,842
Automobiles and light trucks	235,680	20,120	19,031	236,769
Total capital assets being depreciated	1,217,915	70,618	125,975	1,162,558
Less accumulated depreciation:				
Leasehold improvements	24,744	9,963	-	34,707
Furniture and equipment	599,573	114,845	106,942	607,476
Automobiles and light trucks	191,698	12,687	4,531	199,854
Total accumulated depreciation	816,015	137,495	111,473	842,037
Total capital assets — net of depreciation	$ 401,900	$ (66,877)	$ 14,502	$ 320,521

	Balance December 31, 2009	Additions	Deletions	Balance December 31, 2010
Capital assets being depreciated:				
Leasehold improvements	$ 49,947	$ -	$ -	$ 49,947
Furniture and equipment	1,041,177	68,306	177,195	932,288
Automobiles and light trucks	235,680		-	235,680
Total capital assets being depreciated	1,326,804	68,306	177,195	1,217,915
Less accumulated depreciation:				
Leasehold improvements	15,197	9,547		24,744
Furniture and equipment	650,012	126,756	177,195	599,573
Automobiles and light trucks	175,386	16,312	-	191,698
Total accumulated depreciation	840,595	152,615	177,195	816,015
Total capital assets — net of depreciation	$ 486,209	$ (84,309)	$ -	$ 401,900

4. ACCOUNTS RECEIVABLE

A schedule of MORPC's accounts receivable as of December 31, 2011 and 2010, are as follows:

	2011	2010
Federal grants and contracts	$ 2,593,370	$ 1,664,350
State and local contracts	378,373	193,691
Utility company contracts	340,896	449,789
Total	$ 3,312,639	$ 2,307,830

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 cost for the lease was $344,149 in 2011 and $374,821 in 2010. Additionally, MORPC entered into copier leases during 2011. The cost for the copier leases was $6,652 in 2011. Future minimum payments, by year, under these leases consisted of the following at December 31, 2011:

2012	$378,811
2013	$423,496
2014	$423,496
2015	$416,844
2016	$407,531
2017	$339,609

MORPC leases warehouse space for the home weatherization program under an annual operating lease with no contingent rentals. The cost for the lease was $12,000 in 2011 and $12,000 in 2010.

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:

I. 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 that has elements of both a defined benefit and define contribution plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, 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.

Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting https://www.opers.org/investments/cafr.shtml, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or calling 614-222-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2011 member and employer contribution rates were consistent across all three plans. Members in local divisions may participate in all three plans. In 2011, 2010, and 2009 local government employer units were required to contribute 14.00% of covered payroll. Member contribution rates were 10.0% in each of those years.

Total required employer contributions billed to the MORPC are equal to 100% of employer charges and were approximately $546,000, $525,000, and $510,000 for the years ending December 31, 2011, 2010, and 2009, 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 614-222-5601 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. In 2011, local government employers contributed at a rate of 14.00% of covered payroll. 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 2011 the portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0%. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% during calendar year 2011.For 2010, the employer contribution allocated to the health care plan in the Traditional plan was 5.5% from January 1 through February 28, 2010 and 5.0% from March 1 through December 31, 2010. The employer contribution allocated to the health care plan in the Combined Plan was 4.73% from January 1 through February 28, 2010 and 4.23% from March 1 through December 31, 2010. Payment amounts vary depending on the number of covered dependents and the coverage selected. The portion of MORPC's 2011 and 2010 contributions that were used to fund postemployment benefits was $155,000 and $190,000, respectively. The ORC provides the statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.

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, 2011 and 2010, respectively, was approximately $30,000 and $30,000 and is included in accrued liabilities — payroll and fringe benefits balance.

MORPC has insurance for both general liability and automobile claims and hospitalization and medical benefit coverage to all of its full-time employees. There were no significant changes in the above policies during 2011 and 2010. During the past three years insurance coverage, after meeting any applicable deductibles, was sufficient to cover all losses.

9. FEDERAL GRANTS AND CONTRACTS REVENUE

Federal grants and contracts for the years ended December 31, 2011 and 2010 are made up of the following:

	2011	2010
Federal grants	$ 7,736,931	$ 6,200,160
Columbus Compact Mortgages Forgiven	68,879	81,785
Federal contracts	393,274	258,529
Total federal grants and contracts	$ 8,199,084	$ 6,540,474

From 2010 through early 2013, MORPC expects to receive approximately $4.25 million in federal funds, from Housing and Economic Recovery Act (HERA) and the American Recovery and Reinvestment Act (ARRA), to provide weatherization and housing services through the Neighborhood Stabilization Programs and other stimulus funding. This additional federal funding will approximately double the size of MORPC's weatherization and housing funding from all sources. MORPC expended approximately $2,698,000 and $2,037,000 in HERA and ARRA funding in 2011 and 2010, respectively.

10. NONCURRENT LIABILITIES

The changes in MORPC's noncurrent liabilities for the years ended December 31, 2011 and 2010 are as follows:

	Beginning Balance December 31, 2010	Additions	Reductions	Ending Balance December 31, 2011	Current Portion December 31, 2011
Annual leave	$ 143,413	$ 320,060	$ (287,664)	$ 175,809	$ 18,000
Sick leave	207,808	121,910	(100,831)	228,887	17,300
Accrued vacation and sick leave	351,221	441,970	(388,495)	404,696	35,300
Accrued Building Lease Expense	177,642	0	(9,759)	167,883	0
Unearned revenue — Federal	446,432	(54,193)	(40,585)	351,654	215,849
Unearned revenue — Non-federal	589,419	793,371	(589,419)	793,371	793,371
Total noncurrent liabilities	$ 1,564,714	$ 1,181,148	$ (1,028,258)	$ 1,717,604	$ 1,044,520

	Beginning Balance December 31, 2009	Additions	Reductions	Ending Balance December 31, 2010	Current Portion December 31, 2010
Annual leave	$ 137,471	$ 291,652	$ (285,710)	$ 143,413	$ 43,000
Sick leave	209,870	111,168	(113,230)	207,808	7,500
Accrued vacation and sick leave	347,341	402,820	(398,940)	351,221	50,500
Accrued Building Lease Expense	140,643	36,999	0	177,642	0
Unearned revenue — Federal	631,820	175	(185,563)	446,432	256,708
Unearned revenue — Non-federal	649,298	589,419	(649,298)	589,419	589,419
Total noncurrent liabilities	$ 1,769,102	$ 1,029,413	$ (1,233,801)	$ 1,564,714	$ 896,627

SUPPLEMENTARY INFORMATION

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF REVENUES AND EXPENSES-BUDGET AND ACTUAL
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 2011

	Actual	Budget	Variance over / (under)
Revenue			
Transportation Programs	$ 3,480,106	$ 3,662,420	$ (182,314)
Center for Energy & Environment	5,360,983	6,127,300	(766,317)
Housing	3,433,549	4,528,500	(1,094,951)
Services to Members & Development	438,045	455,725	(17,680)
Other	316,088	310,125	5,963
Total Operating Revenues	**$ 13,028,771**	**$ 15,084,070**	**$ (2,055,299)**
Expenses			
Salaries and benefits	$ 5,692,671	$ 5,778,350	$ (85,679)
Materials and Supplies	405,682	750,000	(344,318)
Consultants, services and other	5,972,261	7,121,850	(1,149,589)
Cost of Sales - Neighborhood Stabilization Program	129,487	-	129,487
Depreciation	137,495	135,650	1,845
Total Expenses	**$ 12,337,596**	**$ 13,785,850**	**$ (1,448,254)**
Operations income (loss)	$ 691,175	$ 1,298,220	(607,045)
Interest Income	11,151	$ 25,150	(13,999)
Capital Contributions	3,280	$ 100,000	(96,720)
Increase (decrease) in net assets	**$ 705,606**	**$ 1,423,370**	**$ (717,764)**

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.

Each Spring 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.

By July, 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 four times during the year 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, 2011

	Estimated CY 2011	Actual CY 2011	Difference (Over Bdgt.) Under Bdgt.
Wages paid for time worked:			
Direct Labor	$ 2,796,527	$ 2,719,774	$ 76,753
Indirect Labor	$ 913,959	$ 867,707	$ 46,252
Total Labor - base for fringe allocation	**$ 3,710,486**	**$ 3,587,481**	**$ 123,005**
Fringe Benefits			
Annual Leave	$ 245,000	$ 263,498	$ (18,498)
Holidays, funeral, jury, other leave	$ 95,000	$ 97,140	$ (2,140)
Sick Leave	$ 86,000	$ 92,481	$ (6,481)
Retirement Sick Leave	$ 30,000	$ 29,429	$ 571
Vacation Carryover	$ 60,000	$ 56,561	$ 3,439
Other	$ 2,000	$ 2,000	$ -
Subtotal Fringe Benefit Wages	**$ 518,000**	**$ 541,109**	**$ (23,109)**
Other Fringe Benefits			
OPERS	$ 638,000	$ 632,695	$ 5,305
Workers Comp	$ 45,000	$ 27,643	$ 17,357
Unemployment Compensation	$ 22,000	$ 16,270	$ 5,730
Medicare	$ 50,000	$ 50,919	$ (919)
Group Medical Insurance	$ 669,600	$ 735,309	$ (65,709)
Group EAP Insurance	$ 19,500	$ 21,174	$ (1,674)
Group Life Insurance	$ 5,500	$ 4,590	$ 910
Group Optical Insurance	$ 4,900	$ 43,229	$ (38,329)
Group Dental Insurance	$ 36,050	$ 6,793	$ 29,257
Group Prescription Insurance	$ 148,000	$ 159,113	$ (11,113)
Employee Group Insurance Cost Sharing	$ (126,000)	$ (134,655)	$ 8,655
Prior Year Rate Adjustment (use only with fixed rate)	$ 10,065	$ 10,063	$ 2
Subtotal Other Fringe Benefits	**$ 1,522,615**	**$ 1,573,143**	**$ (50,528)**
TOTAL FRINGE BENEFITS	**$ 2,040,615**	**$ 2,114,252**	**$ (73,637)**
Indirect Costs			
Salaries - Indirect Only	$ 913,959	$ 867,707	$ 46,252
Fringe Benefits for Indirect Salaries	$ 502,641	$ 511,374	$ (8,733)
Materials & Supplies	$ 75,000	$ 61,333	$ 13,667
Services & Charges	$ 275,000	$ 325,781	$ (50,781)
Rent & Utilites	$ 338,365	$ 301,653	$ 36,712
Other General Overhead	$ 65,000	$ 45,720	$ 19,280
Prior Year Rate Adjustment (use only with fixed rate)	$ (4,879)	$ (4,879)	$ -
TOTAL INDIRECT COSTS	**$ 2,165,086**	**$ 2,108,689**	**$ 56,397**
Direct Labor Costs by Department:			
Transportation Planning	$ 1,465,367	$ 1,423,059	$ 42,308
Center for Energy & Environment	$ 946,100	$ 822,375	$ 123,725
Housing	$ 377,700	$ 381,242	$ (3,542)
Member Dues	$ 73,300	$ 88,740	$ (15,440)
Other Grants/Programs	$ 5,010	$ 4,358	$ 652
Less Estimated Turnover	$ (70,950)	$ -	$ (70,950)
TOTAL DIRECT LABOR COSTS	**$ 2,796,527**	**$ 2,719,774**	**$ 76,753**

MID-OHIO REGIONAL PLANNING COMMISSION
Details of Indirect Cost Allocation and Fringe Benefits Allocation
For the year ended December 31, 2011

	Estimated CY 2011	Actual CY 2011	Difference (Over Bdgt.) Under Bdgt.	
Calculated Direct vs. Indirect Fringe Benefits Costs				
Direct Labor Fringe Benefits	$ 1,537,975	$ 1,602,878	$ (64,903)	
Indirect Labor Fringe Benefits	$ 502,640	$ 511,374	$ (8,734)	
TOTAL FRINGE BENEFITS	**$ 2,040,615**	**$ 2,114,252**	**$ (73,637)**	
Fringe Benefit Cost Rate Computation				
TOTAL Fringe Benefit Costs /	$ 2,040,615	$ 2,114,252		
TOTAL Labor Costs (Direct & Indirect)	$ 3,710,486	$ 3,587,481		
= Fringe Benefit Cost Rate	**55.00%**	**58.93%**		
Estimated			107108	
Fringe Benefit Cost Recovery Comparison	***(Direct Labor Portion Only)***		107110	
Should have recovered in fiscal year		$ 1,602,878	*58.93%*	of Direct Labor
Amount actually recovered in fiscal year		$ 1,495,764	*55.00%*	of Direct Labor
Prior Year Net (Over) / Under Recovery		$ 10,065		
Prior Year (Over) / Under Recovery Posted to Cost Pool		$ 10,063		
Subtotal - (Over)/Under Recovery of Fringe Benefits		**$ 107,116**		
Less amount absorbed by local MORPC funds		$ 107,116		
Total - (Over)/Under Recovery of Fringe Benefits		**$ 0**	**A** (over)/under	
Indirect Cost Rate Computation				
TOTAL Indirect Costs /	$ 2,165,086	$ 2,108,689		
DIRECT Labor + Direct Labor Fringe Benefits	$ 4,334,502	$ 4,322,652		
= Indirect Cost Rate	**49.95%**	**48.78%**		
Estimated				
Indirect Cost Recovery Comparison	***(All Indirect Costs, Indirect Labor & Indirect Labor Fringe Benefits)***			
Should have recovered in fiscal year ((Actual Direct Labor + Actual Direct Labor Fringe Benefits) x Actual Indirect Cost Rate)		$ 2,108,689	*48.78%*	of Direct Labor + Direct Labor Fringe Benefits
Amount actually recovered in fiscal year ((Actual Direct Labor + Direct Labor Fringe Benefits) x ESTIMATED Indirect Cost Rate)		$ 2,105,663	*49.95%*	of Direct Labor + Direct Labor Fringe Benefits
Prior Year Net (Over) / Under Recovery		$ (4,879)		
Prior Year (Over) / Under Recovery Posted to Cost Pool		$ (4,879)		
Subtotal - (Over)/Under Recovery of Indirect Costs		**$ 3,026**		
Less amount absorbed by local MORPC funds		$ 3,026		
Total - (Over)/Under Recovery of Indirect Costs		**$ 0**	**B** (over)/under	
Estimated				
Fringe Benefit Cost (Over)/Under Recovery		**$ 0**	**A (over)/under**	
Indirect Cost (Over)/Under Recovery		**$ 0**	**B (over)/under**	
Net (Over)/Under Recovery		**$ 0**		
	CY 2011 Estimated	**CY 2011 Actual**		
Summary				
Fringe Benefit Rate	**55.00%**	**58.93%**		
Indirect Cost Rate	**49.95%**	**48.78%**		
Total Overhead Cost Rate	**104.95%**	**107.72%**		

MID-OHIO REGIONAL PLANNING COMMISSION
SCHEDULE OF REVENUES AND EXPENSES FOR US DEPARTMENT OF TRANSPORTATION FUNDS
Year Ended December 31, 2011

	Federal Highway Administration/Ohio Department of Transportation 466785 Rideshare Program SFY10	Federal Highway Administration/Ohio Department of Transportation 466856 Rideshare Program SFY11	Federal Highway Administration/Ohio Department of Transportation 466784 Supplemental Planning SFY10	Federal Highway Administration/Ohio Department of Transportation 466855 Supplemental Planning SFY11	Federal Highway Administration/Ohio Department of Transportation 466322 Air Quality Awareness 2010-2012 F
Revenues:					
Federal	$ 85,603	434,276	49,031	78,002	304,101
State	0	0	0	0	0
Local	0	0	12,296	19,501	0
TOTAL REVENUES	$ 85,603	434,276	61,327	97,503	304,101
Expenditures:					
Salaries and benefits	55,783	233,100	1,294	21,303	79,630
Consultants	593	52,123	59,013	65,559	157,761
Other Direct	755	40,723	0	0	26,138
Indirect Costs	28,472	108,330	1,020	10,641	40,572
TOTAL EXPENDITURES	$ 85,603	434,276	61,327	97,503	304,101

MID-OHIO REGIONAL PLANNING COMMISSION
SCHEDULE OF REVENUES AND EXPENSES FOR US DEPARTMENT OF TRANSPORTATION FUNDS
Year Ended December 31, 2011

	Federal Highway Administration/Ohio Department of Transportation 466211 Regional Connections Implementation	Federal Highway Administration/Ohio Department of Transportation 466697 Regional Development II	Federal Highway Administration/Ohio Department of Transportation 463820 Coordinated Traveler Information	Federal Highway Administration/Ohio Department of Transportation 134477 Consolidated Planning Grant SFY11	Federal Highway Administration/Ohio Department of Transportation 134572 Consolidated Planning Grant SFY12
Revenues:					
Federal	66,698	178,509	79,151	1,014,179	842,430
State	0	0	0	126,775	105,304
Local	16,674	44,625	0	126,789	105,304
TOTAL REVENUES	83,372	223,134	79,151	1,267,743	1,053,038
Expenditures:					
Salaries and benefits	54,051	144,440	18,288	806,846	666,344
Consultants	425	17	48,100	0	0
Other Direct	1,676	3,927	15	43,426	43,231
Indirect Costs	27,220	74,750	12,748	417,471	343,463
TOTAL EXPENDITURE	83,372	223,134	79,151	1,267,743	1,053,038

MID-OHIO REGIONAL PLANNING COMMISSION
SCHEDULE OF REVENUES AND EXPENSES FOR US DEPARTMENT OF TRANSPORTATION FUNDS
Year Ended December 31, 2011

	Federal Highway Administration/Ohio Department of Transportation 466905 Pedestian Safety Project	Federal Highway Administration/Ohio Department of Transportation 466752 US 42 Corridor Study	Federal Highway Administration Alternative Analysis On Board Ridership Survey	Federal Transportation Administration Human Services Transportation Coordination Plan
Revenues:				
Federal	2,658	1,857	3,893	28,125
State	0	0	0	0
Local	0	0	1,010	0
TOTAL REVENUES	2,658	1,857	4,903	28,125
Expenditures:				
Salaries and benefits	0	1,245	0	18,756
Consultants	500	0	4,903	0
Other Direct	2,158	0	0	0
Indirect Costs	0	612	0	9,369
TOTAL EXPENDITURE	2,658	1,857	4,903	28,125

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF COSTS BY SUBCATEGORY FOR
US DEPARTMENT OF TRANSPORTATION FUNDED ACTIVITIES
AS DEPICTED IN THE SFY 11 AND SFY 12 PLANNING WORK PROGRAMS
Year Ended December 31, 2011

	SUBCATEGORIES	FHWA	ODOT	MORPC	FTA	STP	SPR	Local	MORPC	TOTAL
		80.00%	10.00%	10.00%						100.00%
601	Short Range Planning SFY 11	$ 309,826	$ 38,728	$ 38,728	$ -	$ -	$ -	$ -	$ -	$ 387,282
	Short Range Planning SFY 12	$ 221,342	$ 27,668	$ 27,668	$ -	$ -	$ -	$ -	$ -	$ 276,678
		80.00%	10.00%	10.00%						100.00%
602	Transportation Improvement Program SFY 11	$ 131,992	$ 16,499	$ 16,499	$ -	$ -	$ -	$ -	$ -	$ 164,990
	Transportation Improvement Program SFY 12	$ 90,806	$ 11,351	$ 11,351	$ -	$ -	$ -	$ -	$ -	$ 113,508
		80.00%	10.00%	10.00%						100.00%
605	Continuing Planning - Surveillance SFY 11	$ 267,611	$ 33,452	$ 33,452	$ -	$ -	$ -	$ -	$ -	$ 334,515
	Continuing Planning - Surveillance SFY 12	$ 286,568	$ 35,821	$ 35,821	$ -	$ -	$ -	$ -	$ -	$ 358,210
		80.00%	10.00%	10.00%						100.00%
610	Transportation Plan SFY 11	$ 285,670	$ 35,709	$ 35,709	$ -	$ -	$ -	$ -	$ -	$ 357,088
	Transportation Plan SFY 12	$ 223,266	$ 27,908	$ 27,908	$ -	$ -	$ -	$ -	$ -	$ 279,082
		80.00%	10.00%	10.00%						100.00%
625	Service SFY 11	$ 19,080	$ 2,387	$ 2,401	$ -	$ -	$ -	$ -	$ -	$ 23,868
	Service SFY 12	$ 20,448	$ 2,556	$ 2,556	$ -	$ -	$ -	$ -	$ -	$ 25,560
665	Special Studies					100.00%				100.00%
	Coordinated Traveler Information	$ -	$ -	$ -	$ -	$ 79,151	$ -	$ -	$ -	$ 79,151
	TRANSIMS Microsimulation	$ -	$ -	$ -	$ -	$ 7,870	$ -	$ -	$ -	$ 7,870
						80.00%		20.00%		
	Regional Connections Implementation	$ -	$ -	$ -	$ -	$ 66,698	$ -	$ 16,674	$ -	$ 83,372
	Regional Development II	$ -	$ -	$ -	$ -	$ 178,509	$ -	$ 44,625	$ -	$ 223,134
					80.00%			20.00%		
	Regional Supplemental Planning SFY 10	$ -	$ -	$ -	$ 49,031	$ -	$ -	$ 12,296	$ -	$ 61,327
	Regional Supplemental Planning SFY 11	$ -	$ -	$ -	$ 78,002	$ -	$ -	$ 19,501	$ -	$ 97,503
	On-Board Transit Ridership Survey	$ -	$ -	$ -	$ 3,893	$ -	$ -	$ 1,010	$ -	$ 4,903
							100.00%			
	US Route 42 Corridor Study	$ -	$ -	$ -	$ -	$ -	$ 1,857	$ -	$ -	$ 1,857
		100.00%								
	Pedestrian Safety Project	$ 2,658	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,658
		100.00%								100.00%
667	Rideshare Activities SFY 10	$ 85,603	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 85,603
	Rideshare Activities SFY 11	$ 434,276	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 434,276
	Air Quality 2010-2012	$ 304,101	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 304,101
					100.00%					
674	Public Transit-Human Svcs Trans Coordination	$ -	$ -	$ -	$ 28,125	$ -	$ -	$ -	$ -	$ 28,125
	Total	$ 2,683,247	$ 232,079	$ 232,093	$ 159,051	$ 332,228	$ 1,857	$ 94,106	$ -	$ 3,734,661

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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*.

<u>**Contents**</u> <u>**Tables**</u>

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 Eight Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011
Invested in capital assets, net of related debt	1,082,246	1,063,380	1,084,054	269,265	305,816	486,209	401,900	320,521
Restricted for community development projects	0	0	0	0	0	0	365,081	976,369
Unrestricted	1,591,336	1,706,059	1,906,197	4,779,659	4,740,702	4,816,524	4,904,954	5,080,651
Total net assets	$2,673,582	$2,769,439	$2,990,251	$5,048,924	$5,046,518	$5,302,733	$5,671,935	$6,377,541

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

	2004	2005	2006	2007	2008	2009	2010	2011
Revenue								
Transportation	$3,319,754	$3,107,368	$3,388,371	$3,672,804	$4,169,405	$3,804,359	$4,397,314	$3,480,106
RideSolutions*	450,082	474,593	480,179	0	0	0	0	0
Center for Energy and Environment	0	0	0	0	2,858,281	4,001,307	4,033,450	5,360,983
Air Quality Awareness/Greenways**	190,138	173,918	214,618	470,424	0	0	0	0
Residential Energy Conservation**	1,535,960	1,639,559	1,623,246	1,843,841	0	0	0	0
Housing	1,036,700	1,064,958	1,165,522	1,128,560	1,346,397	1,463,802	1,798,416	3,433,549
All Other	1,011,265	939,580	904,832	543,597	472,504	698,440	682,950	754,133
Total Operating Revenues	$7,543,899	$7,399,976	$7,776,768	$7,659,226	$8,846,587	$9,967,908	$10,912,130	$13,028,771
Expenses								
Transportation	$3,319,530	$3,107,506	$3,388,590	$3,672,779	$4,169,665	$3,804,401	$4,397,331	$3,471,043
RideSolutions	450,086	474,593	480,179	0	0	0	0	0
Center for Energy and Environment	0	0	0	0	2,858,281	4,005,356	4,033,450	5,518,203
Air Quality Awareness/Greenways	190,138	173,986	214,616	480,513	0	0	0	0
Residential Energy Conservation	1,536,230	1,639,857	1,623,298	1,843,937	0	0	0	0
Housing	1,042,528	1,087,445	1,167,167	1,128,604	1,346,397	1,463,802	1,433,336	2,642,025
All Other	1,039,122	922,396	821,813	719,054	610,686	722,187	736,532	706,325
Total Operating Expenses	$7,577,634	$7,405,783	$7,695,663	$7,844,887	$8,985,029	$9,995,746	$10,600,649	$12,337,596
Operating Income (Loss)	($33,735)	($5,807)	$81,105	($185,661)	($138,442)	($27,838)	$311,481	$691,175
Interest Income	0	0	22,869	64,095	119,652	85,747	46,074	11,151
Capital Contributions	90,328	101,664	116,838	64,497	16,384	198,306	11,647	3,280
Gain on Sale of Building	0	0	0	2,115,742	0	0	0	0
Increase (Decrease) in net assets	$56,593	$95,857	$220,812	$2,058,673	($2,406)	$256,215	$369,202	$705,606
Net Assets - beginning of year	$2,616,989	$2,673,582	$2,769,439	$2,990,251	$5,048,924	$5,046,518	$5,302,733	$5,671,935
Net Assets - end of year	$2,673,582	$2,769,439	$2,990,251	$5,048,924	$5,046,518	$5,302,733	$5,671,935	$6,377,541

* Moved to Transportation in 2007

** Moved to Center for Energy and Environment in 2008

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

	2004	2005	2006	2007	2008	2009	2010	2011
Revenue								
Federal grants and contracts	$4,242,481	$4,010,115	$4,393,973	$4,484,674	$4,966,886	$5,785,078	$6,540,474	$8,199,084
Members' per capita fees	512,771	511,968	545,829	630,942	668,428	705,535	708,921	702,698
State grants and contracts	635,900	463,247	537,531	288,227	515,101	442,041	597,890	559,895
Local contracts and other	932,770	1,113,432	978,898	937,050	1,073,810	827,060	815,975	710,153
Foundations/corporate contributions	167,797	165,820	230,450	128,698	204,729	140,885	301,954	726,445
Utility company contracts	1,052,180	1,135,394	1,090,087	1,189,635	1,417,633	2,067,309	1,946,916	2,130,496
Total Operating Revenues	$7,543,899	$7,399,976	$7,776,768	$7,659,226	$8,846,587	$9,967,908	$10,912,130	$13,028,771
Expenses								
Transportation	$3,319,530	$3,107,506	$3,388,590	$3,672,779	$4,169,665	$3,804,401	$4,397,331	$3,471,043
RideSolutions *	450,086	474,593	480,179	0	0	0	0	0
Center for Energy and Environment **	0	0	0	0	2,858,281	4,005,356	4,033,450	5,518,203
Air Quality Awareness/Greenways	190,138	173,986	214,616	480,513	0	0	0	0
Residential Energy Conservation	1,536,230	1,639,857	1,623,298	1,843,937	0	0	0	0
Housing	1,042,528	1,087,445	1,167,167	1,128,604	1,346,397	1,463,802	1,433,336	2,642,025
All Other	1,039,122	922,396	821,813	719,054	610,686	722,187	736,532	706,325
Total Operating Expenses	$7,577,634	$7,405,783	$7,695,663	$7,844,887	$8,985,029	$9,995,746	$10,600,649	$12,337,596
Operating Income (Loss)	($33,735)	($5,807)	$81,105	($185,661)	($138,442)	($27,838)	$311,481	$691,175
Interest Income	0	0	22,869	64,095	119,652	85,747	46,074	11,151
Capital Contributions	90,328	101,664	116,838	64,497	16,384	198,306	11,647	3,280
Increase (Decrease) in net assets	$56,593	$95,857	$220,812	($57,069)	($2,406)	$256,215	$369,202	$705,606
Gain on Sale of Building	$0	$0	$0	$2,115,742	$0	$0	$0	$0
Net Assets - beginning of year	$2,616,989	$2,673,582	$2,769,439	$2,990,251	$5,048,924	$5,046,518	$5,302,733	$5,671,935
Net Assets - end of year	$2,673,582	$2,769,439	$2,990,251	$5,048,924	$5,046,518	$5,302,733	$5,671,935	$6,377,541

* Moved to Transportation in 2007

** Moved to Center for Energy and Environment in 2008

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

Governmental Unit	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Cities:										
Bexley	13,217	13,217	13,229	13,244	13,254	13,254	13,257	13,267	13,267	13,269
Chillicothe	21,903	21,966	21,966	22,004	22,054	22,141	22,183	22,256	22,277	22,326
Columbus	726,601	734,024	743,343	754,876	763,351	768,804	773,277	776,463	778,762	782,902
Delaware	27,294	28,710	29,599	30,645	31,701	31,949	32,088	32,142	32,333	32,569
Dublin	32,269	35,523	36,313	37,590	38,909	40,163	40,519	40,874	41,093	41,325
Gahanna	33,118	33,194	33,588	33,866	34,098	34,170	34,355	34,443	34,447	34,468
Grandview Heights	6,695	6,695	6,695	6,695	6,695	6,698	6,698	6,698	6,698	6,700
Grove City	30,224	30,679	30,826	31,583	32,447	33,483	33,699	34,027	34,280	34,569
Hilliard	25,555	25,996	26,844	28,163	28,557	28,730	28,850	28,927	28,935	29,250
London	8,877	9,031	9,084	9,181	9,290	9,420	9,420	9,420	9,436	9,458
Marysville	16,986	17,386	17,386	17,771	18,369	18,672	18,941	19,453	19,741	19,856
Pataskala	-	-	-	-	-	-	15,508	15,535	15,575	15,736
Pickerington	10,452	11,259	12,159	13,066	13,573	14,220	14,476	14,621	14,728	14,978
Powell	7,115	6,995	7,434	8,755	9,607	10,142	10,524	10,792	11,035	11,153
Reynoldsburg	32,926	33,369	33,623	34,512	35,385	35,755	35,787	35,818	35,970	35,970
Upper Arlington	33,767	33,785	33,797	33,816	33,837	33,923	34,023	34,035	34,038	34,050
Washington Court House	13,582	13,644	13,805	14,080	14,335	14,400	14,443	14,516	14,546	14,586
Westerville	35,908	36,018	36,069	36,326	36,517	36,569	37,845	37,879	37,971	38,126
Whitehall	19,207	19,207	19,207	19,209	19,211	19,214	19,214	19,214	19,214	19,216
Worthington	14,137	14,137	14,146	14,146	14148	14,162	14,216	14,228	14,228	14,235
Total Cities	1,109,833	1,124,835	1,139,113	1,159,528	1,175,338	1,185,869	1,209,323	1,214,608	1,218,574	1,224,742
Villages & Townships										
Baltimore	-	-	-	-	-	-	-	2,914	2,914	2,919
Brice	70	70	70	70	70	70	70	70	70	70
Canal Winchester	4,987	5,144	5,449	5,751	6,087	6,345	6,516	6,536	6,575	6,687
Cardington	-	-	-	-	-	-	-	1,249	1,252	1,252
Commercial Point	-	-	-	-	811	824	-	-	-	914
Etna	-	-	-	-	7,162	7,419	7,444	7,454	7,469	7,502
Granville	-	-	-	-	4,001	4,033	4,033	4,039	4,043	4,051
Groveport	4,121	4,323	4,683	5,034	5,161	5,236	5,307	5,404	5,407	5,421
Harrisburg	332	332	332	332	332	332	332	335	335	335
Lockbourne	280	280	280	280	280	280	280	280	280	280
Marble Cliff	646	646	646	646	565	565	609	609	609	609
Minerva Park	1,288	1,288	1,288	1,288	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	1,867	1,867	1,880	1,880
New Albany	4,323	4,675	4,927	5,526	5,965	6,287	6,420	6,622	6,705	6,989
New Rome	60	-	60	-	-	-	-	-	-	-
Obetz	4,151	4,175	4,272	4,456	4,626	4,662	4,671	4,680	4,698	4,725
Plain City	-	-	-	-	-	-	3,567	3,579	3,579	3,579
Riverlea	499	499	499	499	499	499	499	499	499	503
Shawnee Hills	-	-	-	-	-	-	595	596	606	610
South Bloomfield	-	-	1,223	1,378	1,250	1,272	1,279	1,279	1,279	1,290
Urbancrest	873	875	879	885	891	900	902	902	902	902
Valleyview	601	601	601	601	601	601	601	601	601	601
Violet Township	17,495	17,876	18,425	19,026	19,264	19,435	19,528	19,617	19,621	19,647
West Jefferson	4,331	4,401	4,401	4,416	4,438	4,479	4,522	4,522	4,522	4,522
Total Villages	45,922	47,052	49,902	52,055	65,158	66,394	70,330	74,942	75,134	76,576
Delaware Co. Balance	74,845	79,906	85,372	91,122	95,397	98,254	99,512	100,787	103,306	104,456
Farifield County										
Bloom Township	-	-	-	-	-	-	6,973	6,973	6,985	7,012
Village of Lithopolis	-	-	-	-	-	-	992	1,036	1,036	1,052
Fayette Co.	15,218	-	-	-	-	-	-	-	-	-
Unincorporated Franklin County	93,448	93,897	94,596	95,987	96,884	97,614	98,020	98,106	98,277	98,549
Pickaway County Excluding Circleville	-	-	-	-	-	-	38,811	39,208	39,251	39,355
Ross County excluding City of Chillicothe	52,600	53,199	53,199	53,653	53,903	53,984	53,984	54,203	54,317	54,482
Total County Balances	236,111	227,002	233,167	240,762	246,184	249,852	298,292	300,313	303,172	304,906
Total full member population	1,391,866	1,398,889	1,422,182	1,452,345	1,486,680	1,502,115	1,577,945	1,589,863	1,596,880	1,606,224
Full member per capita rate	$ 0.400	$ 0.415	$ 0.415	$ 0.415	$ 0.430	$ 0.445	$ 0.445	$ 0.460	$ 0.460	$ 0.460

MID-OHIO REGIONAL PLANNING COMMISSION

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

December 31, 2011

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

Table 5

Benefits of Membership - Flow of Funds

FY 2011 (July 2010 to June 2011)

		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	$6,104	$4,040,737	$0	$4,036,428	$0	$4,309
City of Canal Winchester	3,051	2,096,355	0	2,095,847	0	508
City of Chillicothe	3,453	0	0	0	0	0
City of Circleville	0	0	0	0	0	0
City of Columbus	359,183	18,654,971	11,662,013	4,930,275	76,049	1,986,634
City of Delaware	14,928	0	0	0	0	0
City of Dublin	18,957	3,275	0	0	0	3,275
City of Gahanna	15,851	34,873	0	0	24,020	10,853
City of Grandview Heights	3,082	5,419	0	0	0	5,419
City of Grove City	15,836	10,841,753	4,400,000	6,396,893	29,265	15,595
City of Groveport	2,491	30,740	0	0	27,932	2,808
City of Hilliard	13,383	8,511	0	0	0	8,511
City of London	1,463	0	0	0	0	0
City of Marysville	6,138	139,094	0	0	139,094	0
City of New Albany	1,608	349,495	0	349,495	0	0
City of Pataskala	7,202	0	0	0	0	0
City of Pickerington	6,833	0	0	0	0	0
City of Reynoldsburg	16,546	4,118	0	0	0	4,118
City of Upper Arlington	15,660	4,331	0	0	0	4,331
City of Washington	0	0	0	0	0	0
City of Westerville	17,503	15,548	0	0	0	15,548
City of Whitehall	8,839	1,807,075	0	1,732,926	51,955	22,194
City of Worthington	6,547	1,242	0	0	0	1,242
Village of Ashley	0	0	0	0	0	0
Village of Ashley	318	0	0	0	0	0
Village of Baltimore	904	0	0	0	0	0
Village of Brice	800	0	0	0	0	0
Village of Cardington	800	0	0	0	0	0
Village of Harrisburg	800	0	0	0	0	0
Village of Lockbourne	800	0	0	0	0	0
Village of Marble Cliff	800	144,855	0	144,855	0	0
Village of Minerva Park	800	3,455	0	0	0	3,455
Village of Obetz	2,168	101,676	0	0	0	101,676
Village of Powell	5,103	0	0	0	0	0
Village of Plain City	555	0	0	0	0	0
Village of Riverlea	800	0	0	0	0	0
Village of South Bloomfield	800	0	0	0	0	0
Village of Urbancrest	800	0	0	0	0	0
Village of Valleyview	800	0	0	0	0	0
Village of West Jefferson	1,402	0	0	0	0	0
Mt Sterling	0	0	0	0	0	0
Violet Township	6,087	0	0	0	0	0
Shawnee Hills	800	0	0	0	0	0
Granville Township	628	0	0	0	0	0
Harrisburg Planning	400	0	0	0	0	0
Etna Township	1,726	0	0	0	0	0
Unincorporated Franklin County	45,270	12,911,711	0	12,166,486	560,681	184,544
Delaware County	47,786	0	0	0	0	0
Fairfield County	6,965	0	0	0	0	0
Fayette County	0	0	0	0	0	0
Licking County	0	0	0	0	0	0
Pickaway County	12,184	0	0	0	0	0
Ross County - other	16,364	101,443	0	0	101,443	0
Subtotal	**$701,318**	**$51,300,677**	**$16,062,013**	**$31,853,205**	**$1,010,439**	**$2,375,020**
Returns-not broken out by community						
Housing	na	$0	na	na	na	na
COTA	na	26,781,638	26,781,638	na	na	na
Franklin County/Regional **	na	120,155,930	120,155,930	0	na	na
Subtotal	$0	$146,937,568	$146,937,568	$0	$0	na
Investments						
MORPC Transportation Planning	$2,123,982	na	na	na	na	na
MORPC Franklin County CDBG/HOME Admin	171,213	na	na	na	na	na
MORPC ARRA Funding Admin	629,395	na	na	na	na	na
MORPC Ross County Admin	32,444	na	na	na	na	na
MORPC Chillicothe County Admin	0	na	na	na	na	na
MORPC Chillicothe County Admin	1,150	na	na	na	na	na
MORPC Marysville County Admin	67,809	na	na	na	na	na
MORPC Infrastructure Admin	159,919	na	na	na	na	na
MORPC Energy Conservation Admin	638,386	na	na	na	na	na
Subtotal	$3,824,298	na	na	na	na	na
GRAND TOTAL	**$4,525,616**	**$198,238,245**	**$162,999,581**	**$31,853,205**	**$1,010,439**	**$2,375,020**

*Energy Conservation flow of funds by governmental unit are estimated.
**Some activities represented under one governmental unit have benefits regionally that are not included in other government unit lines.

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 Payers - Members' Per Capita Fees

	Governmental Unit	2002	% of full members' dues		Governmental Unit	2011	% of full members' dues
1.	Columbus	$ 290,640	52.2%	1.	Columbus	$ 360,135	50.9%
2.	Unincorporated Franklin County	37,379	6.7%	2.	Delaware County excluding cities	48,050	6.8%
3.	Delaware County excluding cities	29,938	5.4%	3.	Unincorporated Franklin County	45,333	6.4%
4.	Ross County excluding			4.	Dublin	19,010	2.7%
	City of Chillicothe	21,040	3.8%	5.	Westerville	17,538	2.5%
5.	Westerville	14,363	2.6%	6.	Ross County excluding		
6.	Upper Arlington	13,507	2.4%		City of Chillicothe	16,889	2.4%
7.	Gahanna	13,247	2.4%	7.	Reynoldsburg	16,546	2.3%
8.	Reynoldsburg	13,170	2.4%	8.	Grove City	15,902	2.2%
9.	Dublin	12,908	2.3%	9.	Gahanna	15,855	2.2%
10.	Grove City	12,090	2.2%	10.	Upper Arlington	15,663	2.2%

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
2002-2011

(Labor Force in Thousands)

		Columbus M.S.A. (1)		Ohio		U.S.
Year	MORPC Membership Population	Labor force (2)	Unem-ployment rate (3)	Labor force (2)	Unem-ployment rate (3)	Unem-ployment rate (3)
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
2008	1,553,796	965.7	5.5	5,971.9	6.5	5.8
2009	1,589,863	973.2	8.4	5,970.2	10.2	9.3
2010	1,596,880	966.7	8.6	5,897.6	10.1	9.6
2011	1,606,224	956.6	7.5	5,806.0	8.6	8.9

(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, who are working or seeking work.

(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

Table 8

Mid-Ohio Regional Planning Commission
Per Capita Income and Total Personal Income

2002-2011

Year	Columbus M.S.A. (1) Per Capita Income	Columbus M.S.A. (1) Total Personal Income (Millions)	Ohio Per Capita Income	Ohio Total Personal Income (Millions)
2002	32,985	54,856	29,849	340,514
2003	33,504	56,471	30,672	350,723
2004	34,330	58,550	31,580	361,666
2005	35,307	60,968	32,445	371,931
2006	36,695	64,307	34,008	390,457
2007	37,691	66,959	35,183	404,623
2008	38,450	69,211	36,401	419,173
2009	37,384	68,120	35,150	405,238
2010	38,205	70,319	36,162	417,235
2011	Not Available	Not Available	Not Available	Not Available

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

Source: Bureau of Economic Analysis, US Department of Commerce revised CA1-3 table

Table 9

MID-OHIO REGIONAL PLANNING COMMISSION
Principal Employers in the Greater Columbus Area

	Name of Employer	Number of Employees (FTE's) 2002	% to Total		Name of Employer	Number of Employees (FTE's) 2011	% to Total
1.	State of Ohio	27,707	N.A.	1.	The Ohio State University	26,778	2.84%
2.	The Ohio State University/University Hospital	17,169	N.A.	2.	State of Ohio	26,728	2.84%
3.	Nationwide Mutual Insurance Co.	10,444	N.A.	3.	JPMorgan Chase & Company	18,000	1.91%
4.	Federal Government/United States Postal Service	9,983	N.A.	4.	OhioHealth	13,217	1.40%
5.	Banc One NA	8,991	N.A.	5.	Nationwide Mutual Insurance Co.	11,668	1.24%
6.	City of Columbus	8,805	N.A.	6a.	Columbus City Schools	9,766	1.04%
7.	Columbus Public Schools	8,784	N.A.	6b.	Kroger	9,766	1.04%
8.	Ohio Health	8,158	N.A.	8.	City of Columbus	8,592	0.91%
9.	Limited Inc.	7,200	N.A.	9.	Nationwide Children's Hospital	7,904	0.84%
10.	Franklin County	6,830	N.A.	10.	McDonald's Corp	7,622	0.81%

Source of FTE's and Rank: "Top 100 Largest Area Employers", Business First of Columbus.

Source of % to Total: City of Columbus, City Auditor. Percentage calculated using Columbus MSA labor force number of 959,400, less Morrow County labor force of 17,700, which is included in the Columbus MSA, but not considered in the Business Frist Largest Employer statistics.

Mid Ohio Regional Planning Commission

Area in Square Miles by Member Jurisdiction

As of December 31,

Governmental Unit	2002 Area In Square Miles	2011 Area In Square Miles
Ross County less City of Chillicothe	677.57	681.85
Pickaway County less South Bloomfield	-	502.55
Delaware County less Cities of Columbus, Delaware, Dublin, Powell, Westerville and Shawnee Hills	428.84	425.26
City of Columbus	216.16	221.51
Unincorporated Franklin County	199.22	192.10
Bloom Township	-	35.25
City of Pataskala	-	28.63
Violet Township	-	28.31
City of Dublin	24.16	25.71
Granville Township	-	21.14
Etna Township	-	20.76
City of Delaware	16.95	19.12
City of Reynoldsburg	8.04	16.88
City of Grove City	14.29	16.42
City of Marysville	-	16.22
City of Hilliard	13.45	15.52
City of Canal Winchester	6.75	13.17
City of Westerville	12.45	12.49
City of Gahanna	11.33	11.53
City of New Albany	8.30	10.84
City of Chillicothe	10.93	-
City of Pickerington	9.48	9.99
City of Upper Arlington	9.89	9.90
City of Groveport	8.80	9.32
City of Washington Court House	7.21	-
City of London	8.20	8.36
Village of West Jefferson	4.37	7.05
Village of Obetz	5.66	6.62
City of Worthington	6.39	6.40
City of Whitehall	5.34	5.34
City of Powell	4.54	4.98
Village of South Bloomfield	2.87	3.58
Village of Lithopolis	-	2.71
Village of Plain City	-	2.49
City of Bexley	2.45	2.45
Village of Ashville	-	2.21
Village of Baltimore	-	2.09
Village of Cardington	-	1.90
City of Grandview Heights	1.35	1.35
Village of Lockbourne	0.11	0.69
Village of Minerva Park	0.49	0.49
Village of Urbancrest	0.49	0.49
Village of Shawnee Hills	-	0.44
Village of Marble Cliff	0.31	0.31
Village of Harrisburg	0.09	0.27
Village of Riverlea	0.20	0.20
Village of Valley View	0.14	0.14
Village of Brice	0.11	0.11
Village of New Rome	0.02	-
Fayette County without Washington C.H.	406.54	-
Total area in square miles	2,133.49	2,405.14

Source: County Engineers, MORPC and Member Communities

Table 11

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

Number of Employees as of December 31,

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Transportation and RideSolutions	21.00	25.50	22.50	23.25	22.75	27.75	27.25	30.00	29.50	27.00
RideSolutions *	3.00	4.00	4.00	4.00	4.00	-	-	-	-	
Center for Energy and Evironment	-	-	-	-	-	-	15.50	24.00	22.00	23.00
Air Quality Awareness **	1.00	0.50	0.50	0.50	0.50	3.50	-	-	-	
Residential Energy Conservation **	11.00	8.00	8.00	8.00	8.00	8.00	-	-	-	
Housing	7.00	7.00	7.00	6.00	6.50	6.50	6.50	9.00	9.50	8.00
Planning, Member Services, Admin & Other	28.00	24.00	22.00	22.50	22.50	15.50	15.00	15.00	18.50	19.00
Total	71.00	69.00	64.00	64.25	64.25	61.25	64.25	78.00	79.50	77.00

* Moved to Transportation in 2007
** Moved to Center for Energy and Environment in 2008

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

Mid-Ohio Regional Planning Commission
Operating Indicators
Last Eight Years

Table 12

	2004	2005	2006	2007	2008	2009	2010	2011
Federal transportation projects completed	4	4	7	7	6	4	6	7
Cost of Fed transportation projects completed	$ 3,069,006	$ 2,650,512	$3,431,575	$5,207,675	$3,136,419	$2,555,780	$4,020,892	$3,689,195
Franklin Co single family rehab units completed	11	16	22	21	21	19	8	16
Franklin Co Urgent Repair Program	N/A	N/A	N/A	N/A	N/A	N/A	N/A	25
Cols Compact single family rehab units completed	10	4	11	11	9	2	N/A	N/A
Lead work by individual contract for FC SFR	N/A	N/A	N/A	N/A	N/A	23	15	7
CHIP Program:								
Ross County Home repair & DPA	15	19	1	24	8	18	7	18
Marysville Home repair, DPA, FHT & TBRA	8	12	26	24	1	170	82	98
Pataskala Home repair	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2
Homeownership clients counseled	239	352	253	221	705	243	348	384
Homeownership class graduates	175	196	184	134	78	82	126	85
Default/Foreclosure Counseling	0	0	0	172	378	450	337	492
Financial Literacy	0	0	0	47	308	58	25	N/A
Housing Advisory Board Units	0	0	0	80	222	0	0	166
United Way Southside Building Block Program	N/A	N/A	N/A	N/A	N/A	N/A	17	7
Weinland Park 2010	N/A	N/A	N/A	N/A	N/A	N/A	0	17
Franklin County NSP 1								
Acquistion	N/A	N/A	N/A	N/A	N/A	N/A	6	0
Rehab Completed	N/A	N/A	N/A	N/A	N/A	N/A	0	3
Resale	N/A	N/A	N/A	N/A	N/A	N/A	0	1
Franklin County NSP 2								
Acquistion	N/A	N/A	N/A	N/A	N/A	N/A	N/A	7
Rehab Completed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2
Resale	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0
ODOD NSP 2								
Acquisition - contract in Licking County	N/A	N/A	N/A	N/A	N/A	N/A	N/A	3
Acquisition - contract in Lancaster Fairfield	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2
Demolitions - completed in Newark	N/A	N/A	N/A	N/A	N/A	N/A	N/A	16
Home Weatherization Assistance Program:								
Home visits	120	120	71	154	217	240	344	418
Home weatherized	142	156	150	154	217	240	344	418
WarmChoice Program inspections	326	368	335	418	342	497	493	400
WarmChoice Program furnace repair/replace	274	366	323	448	384	460	353	471
AEP Community Assistance Program (Household)	N/A	N/A	N/A	N/A	N/A	N/A	25	244
Electric Partnership Program (Household)	N/A	N/A	N/A	N/A	208	327	198	174

Source: Mid-Ohio Regional Planning Commission

Table 13

Mid-Ohio Regional Planning Commission
Capital Assets
Last Eight Years

	2004	2005	2006	2007	2008	2009	2010	2011
Transportation & Ridesolutions								
Computers	17	23	31	37	38	39	43	38
Vehicles	0	0	0	1	1	1	1	1
RideSolutions *								
Computers	3	4	4	-	-	-	-	-
Vehicles	1	1	1	-	-	-	-	-
Center for Energy & Environment								
Computers	-	-	-	-	23	34	26	27
Vehicles	-	-	-	-	7	13	13	13
Blower Door	-	-	-	-	8	14	13	13
Computer Analyzer	-	-	-	-	9	12	10	10
Infrared Cameras	-	-	-	-	3	7	10	10
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	-	-	-	-
Infrared Cameras	0	0	1	1	-	-	-	-
Housing								
Computers	7	7	7	7	14	14	12	12
XRF Spectrum Analyzer	1	1	1	1	1	1	1	1
All Other								
Building	1	1	1	0	0	0	0	0
Computers	109	117	78	48	28	38	47	61
Vehicles	2	2	2	2	1	1	1	1

* Moved to transportation in 2007
** Moved to Center for Energy & Environment in 2008

Source: Mid-Ohio Regional Planning Commission capital asset records

Mid-Ohio Regional Planning Commission

Schedule of Insurance Coverage

December 31, 2011

	Existing coverage - policies in force	**Limits of liability**	
1.	**Type**	**Commercial Umbrella**	
	Each Occurrence		$6,000,000
	General Aggregate		$6,000,000
	Local Agent	*Wichert Insurance*	
	Insurance Company	*Selective Ins. Co.*	
	Expires	*November 1, 2012*	
2.	**Type**	**Commercial General Liability**	
	General Aggregate (Other than Products-Completed Operations)		$3,000,000
	Products-Completed Operations Aggregate Limit		$3,000,000
	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, 2012*	
4.	**Type**	**Employer's Liability**	
	Employer's Liability Stop Gap		$1,000,000
	Deductible (None)		$0
5.	**Type**	**Employee Benefits Liability**	
	Aggregate Limit		$3,000,000
	Each Claim Limit		$1,000,000
	Deductible		$1,000
6.	**Type**	**Crime Coverage**	
	Limit of Liability		
	Finance Director		75000 (excess)
	Executive Director		75000 (excess)
	Accounting Manager		25000 (excess)
	Senior Accountant		25000 (excess)
	Public Employee Dishonesty		$25,000
	Deductible		$500
7.	**Type**	**Miscellaneous**	
	Information Technology Coverage		$450,000
	Camera Equipment		$55,485
	Valuable Papers and Records - Cost of Research		$300,000
	Fine Arts		$25,000
	Miscellaneous Equipment		$6,000
	Contractors' Equipment Coverage		$47,267
	Deductible		$500
8.	**Type**	**Commercial Property Coverage**	
	Blanket Buildings and Business Personal Property		$2,792,747
	Personal Property - 111 Liberty Street Suite 100		$1,244,413
	Personal Property - 501 Industry Drive		$30,762
	Extra Expense -111 Liberty St. & 501 Industry Drive		$250,000
	Deductible		$1,000

(continued)

Mid-Ohio Regional Planning Commission

Schedule of Insurance Coverage
December 31, 2011

	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	*Endurance American Specialty Ins. Co.*
	Expires	*October 31,2012*
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	*Selective Ins. Co.*
	Expires	*November 1, 2012*
		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	*Darwin Select Ins. Co.*
	Expires	*September 25, 2012*

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

Source: MORPC insurance policies.

IV. SINGLE AUDIT SECTION

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INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *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 business-type activities of the Mid-Ohio Regional Planning Commission, Franklin County, Ohio (the "Commission") as of and for the year ended December 31, 2011, and have issued our report thereon dated May 24, 2012. 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 the Comptroller General of the United States' *Government Auditing Standards*.

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 audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Commission's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the Commission's financial statements will not be prevented, or detected and timely corrected.

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

Compliance and Other Matters

As part of reasonably assuring whether the Commission's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management, the Administrative Committee, the Board and Members of the Mid-Ohio Regional Planning Commission, federal awarding agencies and pass-through entities and others within the Commission. We intend it for no one other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
May 24, 2012

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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY 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 (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 could directly and materially affect each of the Commission's major federal programs for the year December 31, 2011. The *summary of auditor's results* section of the accompanying schedule of findings identifies the Commission's major federal programs. The Commission's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the Commission's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the Commission's compliance with these requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Commission's compliance with these requirements.

In our opinion, the Mid-Ohio Regional Planning Commission complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

The Commission's management 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 requirements that could directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the Commission's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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 over compliance that might be deficiencies, 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.

We intend this report solely for the information and use of the Administrative Committee, management, the Board and Members of the Mid-Ohio Regional Planning Commission, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
May 24, 2012

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2011

Federal grantor / pass-through grantor/ program title	Federal CFDA Number	Federal Expenditures
Federal Highway Administration:		
Passed through Ohio Department of Transportation:		
Highway Planning & Construction		
FY 2010 Rideshare Program	20.205	85,603
FY 2011 Rideshare Program	20.205	434,276
Supplemental Planning 2010	20.205	49,031
Supplemental Planning 2011	20.205	78,002
Air Quality Awareness FY 2009-11	20.205	249,532
Air Quality Awareness FY 2012	20.205	54,569
Regional Connections Implementation	20.205	66,698
Regional Development II	20.205	178,509
FY 2011 Consolidated Planning Grant	20.205	1,014,180
FY 2012 Consolidated Planning Grant	20.205	842,430
Pedestrian Safety Project	20.205	2,657
Freight Trends Study	20.205	79,151
US 42 Corridor Study	20.205	1,856
Total Federal Highway Administration - CFDA No. 20.205		3,136,494
Federal Transit Administration:		
Alternative Analysis - On-Board Transit Ridership Survey	20.522	3,894
Federal Transit Administration		
Passed through Central Ohio Transit Authority		
Public Transit-Human Services Transporation Coordination Plan	20.521	28,125
Total Federal Transit Administration - CFDA No. 20.521 & CFDA No. 20.522		32,019
U.S. Department of Energy:		
Passed Through Ohio Department of Development:		
Weatherization Assistance for Low-Income Persons FY 2011 #140	81.042	52,346

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2011

Federal grantor / pass-through grantor/ program title	Federal CFDA Number		Federal Expenditures	
Passed Through Ohio Department of Development:				
ARRA Weatherization Assistance for Low-Income Persons 2009-2011 #140	81.042		1,187,964	
ARRA State Energy Efficient Appliance Rebate Program	81.127		8,498	
Passed Through City of Columbus:				
Energy Efficiency and Conservation Block Grant Program				
Home Energy Efficiency Baseload Reduction Program	81.128		15,965	
Total U.S. Department of Energy - CFDA No. 81.042, CFDA No. 81.042 ARRA, CFDA No. 81.127 ARRA & CFDA No. 81.128			1,264,773	
U.S. Department of Health and Human Services:				
Passed Through Ohio Department of Development:				
Low-Income Home Energy Assistance				
Weatherization Assistance for Low-Income Persons 2009-2011 #140	93.568		90,250	*
Weatherization Assistance for Low-Income Persons FY2011 #140	93.568		213	
Total U.S. Department of Health and Human Services - CFDA No. 93.568			90,463	
U.S. Department of Housing and Urban Development:				
HOPE 3	14.240	@	22,608	
LHCA Mortgage Modification / Scam Assisstance	14.169		64,342	
LHCA Mortgage Modification / Scam Assisstance	14.169		174	
Weinland Park Agrarian Urbanist Overlay	14.704		226,272	
Total U.S. Department of Housing & Urban Development CFDA No. 14.169, CFDA No. 14.240 & CFDA No. 14.704			313,396	
Passed through the City of Columbus:				
ARRA Columbus Homebuyer Counseling 2010	14.256		78,900	

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2011

Federal grantor / pass-through grantor/ program title	Federal CFDA Number	Federal Expenditures	
Passed through Franklin County:			
Community Development Block Grant/Entitlement Grants			
FY 2010 - Housing Advisory Board	14.218	8,566	
FY 2011 - Housing Advisory Board	14.218	2,062	
Mortgage Assistance Grant	14.218	23,813	
Urgent Home Repair	14.218	225,523	
ARRA Urgent Home Repair	14.253	45,219	
Demolition Nuisance Abatement Program	14.218	941	
Total Franklin County- CFDA No. 14.218 & 14.253 ARRA		306,124	
Passed through Franklin County:			
Community Development Block Grant/State's Program			
Neighborhood Stabilization Program 1	14.228	381,522	**
ARRA - Neighborhood Stabilization Program 2	14.256	537,772	***
Total Franklin County- CFDA No. 14.228 & CFDA No. 14.256 ARRA		919,294	
Passed through Franklin County:			
Home Investment Partnerships Program			
FY 2009 - Single Family Rehab	14.239	386,166	
FY 2010 - Single Family Rehab	14.239	128,576	
Total Franklin County- CFDA No. 14.239		514,742	
Passed through Ohio Department of Development:			
ARRA Neighborhood Stabilization Program 2	14.256	396,375	
Total U.S. Department of Housing and Urban Development - CFDA No. 14.169, CFDA No. 14.218, CFDA No. 14.228, CFDA No. 14.239, CFDA No. 14.240, CFDA No. 14.253 ARRA, CFDA No. 14.256 ARRA & CFDA No. 14.704		2,528,831	
US Environmental Protection Agency			
Climate Showcase	66.041	38,354	
National Clean Diesel Emissions Reduction Program Ohio Clean Diesel Collaborative Project	66.039	455,667	
Ohio Clean Diesel Collaborative Project	66.039	4,383	
Total U.S. Environmental Protection Agency - CFDA No. 66.039 & CFDA No. 66.041		498,404	
US Environmental Protection Agency			
Passed through Ohio EPA			
ARRA Water Quality Management Planning 208 Water planning	66.454	61,988	

MID-OHIO REGIONAL PLANNING COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2011

Federal grantor / pass-through grantor/ program title	Federal CFDA Number		Federal Expenditures
Total U.S. Department Environmental Protection Agency- CFDA No. 66.039, CFDA No. 66.041 & CFDA No. 66.454 ARRA			560,392
US Department of Treasury			
Neighborhood Reinvestment Corporation (dba NeighborWorks America)			
Passed through Ohio Housing Finance Agency			
National Foreclosure Mitigation Counseling	21.000	#	3,333
National Foreclosure Mitigation Counseling	21.000	#	43,188
National Foreclosure Mitigation Counseling	21.000	#	30,898
Total U.S. Department of Treasury- CFDA No. 21.000			77,419
Total Federal Financial Assistance			$ 7,690,391

* Includes $3,280 of contributed capital expenditures relating to the purchase of equipment.

** Includes $304,181 of expenditures relating to the purchase of houses and related rehabilitation.

*** Includes $436,594 of expenditures relating to the purchase of houses and related rehabilitation.

\# An official CFDA number is not available for this program. Neighbor Works America recommends the number above for tracking purposes.

@ Although CFDA #14.240 was archived in 1997, activities for this program continue at MORPC.

MID-OHIO REGIONAL PLANNING COMMISSION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AS OF DECEMBER 31, 2011

1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial award programs of MORPC. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the schedule. 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 basic financial statements.

4. SUBRECIPIENTS

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, MORPC provided federal awards to the subrecipients as follows:

CFDA# 14.256 Passed Through to:	
City of Newark	$ 75,806
Licking County Habitat for Humanity	$ 43,283
Licking County Housing Inc.	$ 82,848
Lancaster–Fairfield Community Action Agency	$ 96,091
	$298,028

CFDA# 66.039 Passed Through to:	
Akron Public Schools	$207,085
Mast Trucking Inc.	$ 88,033
Shelly & Sands Inc.	$ 70,412
American Traditions Transportation Inc.	$ 4,968
Northwest Local School District	$ 14,368
Summit County	$ 13,566
Reynoldsburg City School District	$ 33,941
	$432,373

MID-OHIO REGIONAL PLANNING COMMISSION
FRANKLIN COUNTY, OHIO

SCHEDULE OF FINDINGS

DECEMBER 31, 2011

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material weaknesses in internal control 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 weaknesses in internal control 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):	CDBG Entitlement Grants Cluster CFDA #14.218 ARRA- #CFDA 14.253 14.239- Home Investment Partnerships Program 14.256 – ARRA Neighborhood Stabilization Program 66.039- National Clean Diesel Emissions Reduction Program 81.042 – ARRA Weatherization Assistance for Low-Income Persons
(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.

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Mid-Ohio Regional Planning Commission

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Dave Yost • 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
AUGUST 14, 2012

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