

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY, OHIO**

**BASIC FINANCIAL STATEMENTS
(AUDITED)**

FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017



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Columbus, Ohio 43215
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Board of Trustees
Hayden Run Community Development Authority
585 South Front Street
Columbus, Ohio 43215

We have reviewed the *Independent Auditor's Report* of the Hayden Run Community Development Authority, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2018 through December 31, 2018. 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 Hayden Run Community Development Authority is responsible for compliance with these laws and regulations

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

Keith Faber
Auditor of State
Columbus, Ohio

August 5, 2019

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**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY, OHIO**

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Julian & Grube, Inc.

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Independent Auditor's Report

Hayden Run Community Development Authority
Franklin County
585 South Front Street
Suite 220
Columbus, Ohio 43215

To the Board of Trustees:

Report on the Financial Statements

We have audited the accompanying financial statements of the Hayden Run Community Development Authority, Franklin County, Ohio, as of and for the years ended December 31, 2018 and December 31, 2017, and the related notes to the financial statements, which collectively comprise the Hayden Run Community Development Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Hayden Run Community Development Authority's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Hayden Run Community Development Authority's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Hayden Run Community Development Authority, Franklin County, Ohio, as of December 31, 2018 and December 31, 2017, and the changes in its financial position and its cash flows for the years then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, 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 applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2019, on our consideration of the Hayden Run Community Development Authority'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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Hayden Run Community Development Authority's internal control over financial reporting and compliance.



Julian & Grube, Inc.
June 25, 2019

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2018 and 2017**

The management's discussion and analysis of the Hayden Run Community Development Authority, Franklin County, Ohio (the Authority), financial performance provides an overall review of the Authority's financial activities for the years ended December 31, 2018 and 2017. The intent of this discussion and analysis is to look at the Authority's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the Authority's financial performance.

Financial Highlights

1. The Authority encourages the orderly development of a well-planned, diversified community initially of approximately 28 acres in Franklin County, including the City of Columbus.
2. Net position at December 31, 2018 totaled \$10,628. Net position at December 31, 2017 totaled \$9,272. Since inception, the construction of the infrastructure improvements have been managed by the City of Columbus. The Authority has an agreement with the City of Columbus whereby the Authority provides the City with all its resources collected from the bi-annual community charge, except amounts needed to pay the Authority's operating expenses. The City of Columbus also issues any long-term debt bonds needed to finance the infrastructure improvements. Accordingly, these long-term bonds are financed partially with the proceeds received from Authority payments to the City of Columbus.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Authority's financial activities and financial position. The *Statement of Net Position* and *Statement of Revenues, Expenses, and Changes in Net Position* provide information about the activities of the Authority, including all short-term and long-term financial resources and obligations. Enterprise accounting uses a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities are included in the Statement of Net Position. The Statement of Net Position represents the financial position of the Authority. The Statement of Revenues, Expenses, and Changes in Net Position presents increases (e.g., revenues) and decreases (e.g., expenses) in net position. The Statement of Cash Flows reflects how the Authority finances and meets its cash flow needs. Finally, the notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2018 and 2017
(Continued)**

**Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position
and the Statement of Cash Flows**

These financials look at all financial transactions and asks the question, how did we do financially? The Statement of Net Position and the Statement of Revenues, Expenses, and

Changes in Net Position answer this question. These statements include *all assets, liabilities, deferred inflows, revenues, and expenses* using the *accrual basis of accounting*, similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the Authority's *net position* and changes in net position. This change in net position is important because it tells the reader that, for the Authority as a whole, the *financial position* of the Authority has improved or declined. The causes of this change may be the result of many factors, some financial, some not. These statements can be found on pages 8 and 9 of this report.

The Statement of Cash Flows provides information about how the Authority finances and meets the cash flow needs of its operations. The Statement of Cash Flows can be found on page 10 of this report.

The basic financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

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**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2018 and 2017
(Continued)**

Financial Analysis

Table 1 provides a summary of Authority's net position for years 2018, 2017, and 2016.

	Table 1		
	Net Position		
	2018	2017	2016
Assets:			
Current Assets	\$ <u>602,218</u>	\$ <u>519,841</u>	\$ <u>478,525</u>
Total Assets	602,218	519,841	478,525
Liabilities:			
Current Liabilities	<u>10,424</u>	-	<u>1,889</u>
Total Liabilities	10,424	-	1,889
Total Deferred Inflows of Resources	<u>581,166</u>	<u>510,569</u>	<u>466,683</u>
Net Position:			
Unrestricted	<u>10,628</u>	<u>9,272</u>	<u>9,953</u>
Total Net Position	\$ <u><u>10,628</u></u>	\$ <u><u>9,272</u></u>	\$ <u><u>9,953</u></u>

Net Position: Net position represents the difference between assets and liabilities. The Authority had a net position of \$10,628 in 2018, \$9,272 in 2017, and \$9,953 in 2016.

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**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2018 and 2017
(Continued)**

Table 2 reflects the changes in net position for years 2018, 2017, and 2016.

Table 2
Change in Net Position

	2018	2017	2016
Operating Revenue	\$509,003	\$466,866	\$424,021
Operating Expenses	(19,803)	(27,733)	(16,861)
Income Before Contributions	489,200	439,133	407,161
Non-Operating Revenues/Payments			
Earnings on Investments/Other Income	3	2	6
Payment to City of Columbus	(487,847)	(439,816)	(402,854)
Change in Net Position	\$1,356	\$(681)	\$4,312

Community Charge Revenues

The Authority had increases in community charge revenues for all three years presented. Revenues from Community Development Charges paid by each owner of a chargeable parcel will be used to pay the cost to construct needed infrastructure located within the Authority. The Community Development Charge is calculated on thirty-five percent of the assessed value of chargeable property, which includes buildings, structures, and improvements. The Community Development Charge is currently levied at 4 mills. The amount of revenue will increase in years when available parcels are sold and improvements are made, thus increasing the total assessed value of chargeable property.

Change in Net Position

Although revenues from Community Development Charges increased for all years presented, there has been fluctuation in the change in net position. This is more a function of changes in operating expenses and payments to the City of Columbus. This is also a reflection that the Authority has an agreement to pay the City of Columbus all collected resources except for amounts needed to pay operating expenses.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2018 and 2017
(Continued)**

Cooperation Agreement with the City of Columbus

The Authority has an agreement with the City of Columbus to transfer all of the Authority Funds, except amounts to pay for reasonable administrative costs, to the City of Columbus. These transfers are made to help fund the costs of road improvements, described as HR-2, which the City of Columbus is making within the Authority. During the years 2018 and 2017, the Authority transferred \$487,847 and \$439,816, respectively, to the City of Columbus as provided by this agreement.

Budgeting

The Authority is not required to follow the budgetary provisions set forth in Ohio Revised Code Chapter 5705.

Contacting Authority's Financial Management

This financial report is designed to provide citizens, taxpayers, investors, and creditors a general overview of the Authority's finances and to reflect the Authority's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to John Parns, Accountant, Hayden Run Community Development Authority, 585 South Front Street, Suite 220, Columbus, Ohio 43215, 614 224-3078.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**STATEMENTS OF NET POSITION
AS OF DECEMBER 31, 2018 AND 2017**

	<u>2018</u>	<u>2017</u>
ASSETS		
Current Assets		
Checking/Savings		
Cash and Cash Equivalent	\$ 16,602	\$ 4,823
Total Checking/Savings	<u>16,602</u>	<u>4,823</u>
Other Current Assets		
A/R Community Development Charge	585,616	515,018
Total Other Current Assets	<u>585,616</u>	<u>515,018</u>
Total Current Assets	<u>602,218</u>	<u>519,841</u>
Total Assets	<u>\$ 602,218</u>	<u>\$ 519,841</u>
LIABILITIES		
Current Liabilities		
Accounts Payable		
Accounts Payable	\$ 10,424	\$ -
Total Current Liabilities	<u>10,424</u>	<u>-</u>
Total Liabilities	10,424	-
Deferred Inflows of Resources		
Unearned Revenues	581,166	510,569
Total Deferred Inflows of Resources	<u>581,166</u>	<u>510,569</u>
NET POSITION		
Unrestricted Net Position	<u>\$ 10,628</u>	<u>\$ 9,272</u>
Total Net Position	<u>\$ 10,628</u>	<u>\$ 9,272</u>

See notes to the basic financial statements.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	2018	2017
Operating Revenues		
Community Development Income	\$ 509,003	\$ 466,866
Total Operating Revenues	509,003	466,866
 Operating Expense		
Financial Management Services	4,694	9,520
Legal Expense	14,834	12,986
Auditor Expense	-	4,131
Bank Fees	30	57
Insurance Expense	245	255
Franklin County Collection Fees	-	591
Miscellaneous Expense	-	193
Total Operating Expense	19,803	27,733
 Operating Income	 489,200	 439,133
 Non-Operating Revenue/Expense		
Other Revenue		
Dividend Income	3	2
Total Non-Operating Revenue	3	2
Transfers to City of Columbus	487,847	439,816
 Change in Net Position	 1,356	 (681)
Net Position, Beginning of Period	9,272	9,953
Net Position, End of Period	\$ 10,628	\$ 9,272

See notes to the basic financial statements.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from Community Development Charges	\$ 509,002	\$ 466,867
Cash payments for legal fees	(6,746)	(12,986)
Cash payments for financial management services	(2,358)	(11,409)
Cash payments for audit fees	-	(4,131)
Cash payments for insurance	(245)	(255)
Cash payments for advertising and promotion	-	(591)
Cash payments for election printing and postage	-	(193)
Cash payments for bank fees	(30)	(57)
Net Cash Provided by Operating Activities	499,623	437,245
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest, dividends and other revenues	3	2
Net Cash Provided by Investing Activities	3	2
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACT.		
Payment to City of Columbus	(487,847)	(439,816)
Net Cash Used in Capital and Related Financing Activities	(487,847)	(439,816)
Net Increase (Decrease) in Cash	11,779	(2,569)
Cash, Beginning of Year	4,823	7,392
Cash, End of Year	\$ 16,602	\$ 4,823
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income	\$ 489,200	\$ 439,133
Adjustments of Operating Income to Net Cash Provided by Operating Activities:		
(Increase)/Decrease in accounts receivable	(70,598)	(43,885)
Increase/(Decrease) in accounts payable	10,424	(1,889)
Increase/(Decrease) in unearned revenues	70,597	43,886
Net Cash Provided by Operating Activities	\$ 499,623	\$ 437,245

See notes to the basic financial statements.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**NOTES TO BASIC THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

NOTE 1 – REPORTING ENTITY

The Hayden Run Community Development Authority, Franklin County, Ohio (the Authority) is a “community authority” created pursuant to Chapter 349 of the Ohio Revised Code (the Act). On June 24, 2009, the City of Columbus, Ohio, a municipal corporation duly organized and validly existing under and by virtue of the constitution and the laws of the State of Ohio (the “City”), the Franklin County Engineer, M/I Homes of Central Ohio, LLC Dominion Homes, Inc., Huntington Tower Associates, LLC, and Lifestyle Communities, Ltd. (collectively, the Developers), established the Authority as a new community authority under Chapter 349. The Authority and the City govern the Hayden Run Community Development district (the “District”), a new community district under Chapter 349.

The amended and restated declaration of covenants, restrictions and agreements for the Hayden Run Community Development Authority in the City of Columbus, Ohio (the “Declaration”), was filed with the offices of the Franklin County Recorder and the Franklin County Auditor on September 7, 2007. The Declaration established and attached, among other things, the Community Development Charge (the “Charge”) on the property within the District. The charge is to cover all or part of the costs of the acquisition, development, construction, operation and maintenance of land, land development and community facilities (as defined in Chapter 349), the debt service thereof and any other costs incurred by the Authority under Chapter 349.

The Authority’s management believes these financial statements present all activities for which the Authority is financially accountable.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these financial statements are summarized below. The basic financial statements of the Authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principals.

A. Basis of Accounting

The Authority’s financial statements have been prepared using the accrual basis of accounting in conformity with GAAP.

B. Basis of Presentation

The Authority’s basic financial statements consist of a statement of net position, statement of revenues, expenses and changes in net position and a statement of cash flows.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**NOTES TO BASIC THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

The Authority distinguishes operating revenues and expenses from non-operating activities. Operating revenues and expenses generally result from providing services and producing and delivering goods or services in connection with the Authority's primary operations. All revenues and expenses not considered operating are reported as non-operating revenues and expenses.

C. Cash and Investments

Cash received by the Authority is deposited with a financial institution. Deposit and investments having an original maturity of three months or less at the time they are purchased are presented in the financial statements as Cash and Cash Equivalents.

D. Net Position

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the Authority or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The Authority first applies restricted resources when an expense is incurred for which both restricted and unrestricted net assets are available. The Authority had no restricted net position for the years ended December 31, 2018 and 2017.

E. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the Authority. For the Authority, these revenues are community development charges. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the Authority. All revenues and expenses not meeting this definition are reported as non-operating.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

G. Federal Income Taxes

The Authority is exempt from federal income taxes under IRS regulations.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**NOTES TO BASIC THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

NOTE 3 – CASH

At December 31, 2018 and 2017, the carrying value and bank balance of the Authority's deposit was \$16,602 and \$4,823, respectively. The Board maintains its cash balances in financial institution in which the accounts are insured up to \$250,000 per deposition by the Federal Deposit Insurance Corporation (FDIC).

NOTE 4 – COMMUNITY DEVELOPMENT CHARGE

The Authority can levy an annual community development charge (the charge) up to 4 mills on the assessed value of all subject property within the Authority. The charge is currently levied at 4 mills. Charge revenue recognized represents the amount levied and payable on August 31 of each year.

Charge assessments are levied in August on the assessed values certified by the Franklin County Auditor the second Monday in September. The assessed value is established by state law at thirty-five percent of the current market value. Property is levied the tax one year after the Authority receives a Certificate of Occupancy from the City of Columbus. Market values are determined by the Authority based on the current County Auditor's appraisal values or building permit values on occupied homes that have not yet been appraised by the County Auditor.

The assessed value of real property upon which the August 2018 and 2017 community development charges were based was sufficient enough to generate community charge revenues of \$509,003 and \$466,866 for the years ended December 31, 2018 and 2017, respectively.

NOTE 5 – RECEIVABLES

Receivables at December 31, 2018 and 2017 consisted of unpaid community development charges. All receivables are considered collectible.

NOTE 6 - COOPERATION AGREEMENT WITH THE CITY OF COLUMBUS

The Authority has an agreement with the City of Columbus effective June 24, 2009 to transfer all of the Authority Funds to the City of Columbus except for amounts to pay for reasonable administrative costs and to maintain a yearly cash balance of \$2,500. These transfers are made to help fund the costs of road improvements, described as HR-2, which the City of Columbus is making within the Authority. During the years 2018 and 2017, the Authority transferred \$487,847 and \$439,816, respectively to the City of Columbus as provided by this agreement.

NOTE 7 – CONTINGENT LIABILITIES

There are no claims or lawsuits pending against the Authority.

**HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY
FRANKLIN COUNTY**

**NOTES TO BASIC THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

NOTE 8 - RISK MANAGEMENT

For the years ended December 31, 2018 and 2017, the Authority had not obtained risk coverage to cover various malfeasance, errors and/or omissions.



Julian & Grube, Inc.
Serving Ohio Local Governments

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards*

Hayden Run Community Development Authority
Franklin County
585 South Front Street
Suite 220
Columbus, Ohio 43215

To the Board of Trustees:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the Hayden Run Community Development Authority, Franklin County, Ohio, as of and for the years ended December 31, 2018 and December 31, 2017, and the related notes to the financial statements, which collectively comprise the Hayden Run Community Development Authority's basic financial statements and have issued our report thereon dated June 25, 2019.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the Hayden Run Community Development Authority's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the Hayden Run Community Development Authority's internal control. Accordingly, we have not opined on it.

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 a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Hayden Run Community Development Authority's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of reasonably assuring whether the Hayden Run Community Development Authority'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, opining 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*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Hayden Run Community Development Authority's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Hayden Run Community Development Authority's internal control and compliance. Accordingly, this report is not suitable for any other purpose.



Julian & Grube, Inc.
June 25, 2019

OHIO AUDITOR OF STATE KEITH FABER



HAYDEN RUN COMMUNITY DEVELOPMENT AUTHORITY

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 15, 2019**