



Dave Yost • Auditor of State

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Greene County Regional Airport Authority
Greene County
140 North Valley Road
Xenia, Ohio 45385

To the Board of Trustees:

Report on the Financial Statements

We have audited the accompanying financial statements of the Greene County Regional Airport Authority, Greene County, Ohio (the Authority), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the 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 the modified cash accounting basis Note 1 describes. This responsibility includes determining that the modified cash accounting basis is acceptable for the circumstances. Management is also responsible for 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 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 Authority's internal control. Accordingly, we express no 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash financial position of the Greene County Regional Airport Authority, Greene County, Ohio, as of December 31, 2012, and the respective changes in modified cash financial position thereof for the year then ended in accordance with the accounting basis described in Note 1.

Accounting Basis

We draw attention to Note 1 of the financial statements, which describes the accounting basis, which differs from generally accepted accounting principles. We did not modify our opinion regarding this matter.

Other Matters

Supplemental and Other Information

We audited to opine on the Authority's financial statements that collectively comprise its basic financial statements.

Management's Discussion & Analysis includes tables of net position and changes in net position. This information provides additional analysis and is not a required part of the basic financial statements.

The Federal Award Expenditure Schedule also presents additional analysis as 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 financial statements.

These tables and the Schedule are management's responsibility, and derives from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these tables and the Schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling these tables and the Schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and in accordance with auditing standards generally accepted in the United States of America. In our opinion, these tables and the Schedule are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other than the aforementioned procedures applied to the tables, we applied no procedures to any other information in Management's Discussion & Analysis, and we express no opinion or any other assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 22, 2013, on our consideration of the 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 Authority's internal control over financial reporting and compliance.



Dave Yost
Auditor of State

Columbus, Ohio

August 22, 2013

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED**

This discussion and analysis of the Greene County Regional Airport Authority's (the Authority) financial performance provides an overall review of the Authority's financial activities for the year ended December 31, 2012, within the limitations of modified cash basis of accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Authority's financial performance.

Highlights

Key Highlights for 2012 are as follows:

- Total net position decreased \$195,771 during the fiscal year 2012, which represents a 22.14% decrease from fiscal year 2011, as a result of the Authority's payment on projects where grant monies were received in the prior year.
- The Authority's receipts are primarily support from Federal and County government agencies. These receipts represent respectively \$778,420 or 60.75% of the total cash received during the fiscal year. The federal receipts are designated for Airport Improvement projects. Sale of fuel totaled \$320,973 or 25.05% of the total cash receipts.

Using the Basic Financial Statements

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Authority's modified cash basis of accounting.

Report Components

The statement of net position and the statement of receipts, disbursements and changes in net position provide information about the cash activities of the Authority.

The notes to the financial statements are an integral part of the financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. The Authority has elected to present its financial statements on a modified cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Authority's modified cash basis of accounting, receipts and disbursements with the exceptions of fuel purchase are recorded when cash is received or paid. Fuel inventory is expensed when the sale takes place.

As a result of using the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the modified cash basis of accounting.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED
(Continued)**

Reporting the Government as a Whole

The statement of net position and the statement of receipts, disbursements and changes in net position reflect how the Authority did financially during 2012, within the limitations of modified cash basis accounting. The statement of net position presents the cash balances and investments of the Authority at year-end. The statement of receipts, disbursements and changes in net position presents the receipts and disbursement activity during 2012. These financial statements follow the basis of accounting the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements basis of accounting. This basis recognizes receipts when received in cash rather than when earned, and recognizes disbursements with the exception of fuel inventory when paid rather than when a liability is incurred. Fuel inventory is expensed when the sale takes place.

These statements report the Authority's net position and the changes in net position. Keeping in mind the limitations of the modified cash basis of accounting, you can think of these changes as one way to measure the Authority's financial health. Over time, increases or decreases in the Authority's net position are one indicator of whether the Authority's financial health is improving or deteriorating. When evaluating the Authority's financial condition, you should also consider other non-financial factors as well such as the condition of the Authority's capital assets and infrastructure, the extent of the Authority's debt obligations, the reliance on non-local financial resources for operations and the need for continued growth in other local revenue sources.

The Government as a Whole

Table 1 provides a summary of the Authority's net position for 2012 compared to 2011 on a modified cash basis.

Table 1		
Net Position		
	2012	2011
Assets:		
Cash and Cash Equivalents	\$640,665	\$833,956
Fuel Inventory	47,827	50,307
Total Assets	688,492	884,263
Net Position:		
Restricted:		
Sales Tax Collected	845	639
Deposits on Hand	12,148	11,182
Federal Grant Funding		68,701
Unrestricted	675,499	803,741
Total Net Position	\$688,492	\$884,263

As mentioned previously, net position decreased \$195,771 or 22.14% during 2012.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED
(Continued)**

Table 2 reflects the changes in net position in 2012 compared to 2011 on a modified cash basis:

**Table 2
Changes in Net Position**

	2012	2011
Operating Receipts:		
County Contributions	\$241,703	\$118,261
Charges for Services	153,218	144,485
Sale of Fuel	320,973	243,832
Other Revenues	26,140	17,908
Total Operating Receipts	<u>742,034</u>	<u>524,486</u>
Operating Disbursements:		
Supplies and Materials	4,158	7,800
Land Based Operations	305,217	239,649
Contractual Services	1,118,892	687,222
Utilities and Telephone	36,266	42,849
Other	11,031	10,813
Total Operating Disbursements	<u>1,475,564</u>	<u>988,333</u>
Operating Income	<u>(733,530)</u>	<u>(463,847)</u>
Non-Operating Receipts (Disbursements):		
Grants from Federal	536,717	511,335
Deposits received	2,564	262
Deposits refunded	(1,598)	(262)
Interest earnings	76	80
Net Non-Operating Receipts (Disbursements)	<u>537,759</u>	<u>511,415</u>
Change in Net Position	<u>(195,771)</u>	<u>47,568</u>
Net Position, Beginning of Year	<u>884,263</u>	<u>836,695</u>
Net Position, End of Year	<u>\$688,492</u>	<u>\$884,263</u>

Operating receipts represent 57.91% of total receipts and are primarily comprised of county grant revenue, fuel sales, hanger rental receipts and other miscellaneous revenues that may be received during the year.

Non-operating receipts represent 42.09% of the Authority's total receipts. Non-operating receipts consist of federal grants, hangar deposits and interest.

Operating disbursements for 2012 were largely made up of contractual services, which comprised of payments for construction for the Federally Funded Airport Improvement Program projects and fuel purchases. Also, it pays contractors for airport management services, airport treasurer services, and lawn care services, which were part of the routine expenditures of the Airport. These payments are relatively consistent from year to year. The operating disbursements also consisted of fuel purchases.

Non-operating disbursements during 2012 were for refunds of airport hanger and hanger wait list deposits.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED
(Continued)**

Capital Assets and Debt administration

Capital Assets

The Authority currently tracks its capital assets and infrastructure. The financial statements are presented on a modified cash basis, therefore fuel inventory is reflected on the Authority's financial statements. Acquisitions of property, plant and equipment are recorded as disbursements when paid.

Debt

At December 31, 2012, the Authority's had no outstanding debt, bond anticipation notes or general obligation bonds issued for Airport Improvement projects.

Contacting the Authority's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with 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 Roger Bush, CPA, Airport Treasurer, Greene County Regional Airport Authority, 140 North Valley Road, Xenia, Ohio 45385, (937) 426-8024.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**STATEMENT OF NET POSITION
MODIFIED CASH BASIS
DECEMBER 31, 2012**

Assets:	
Cash and Cash Equivalents	\$640,665
Fuel Inventory	47,827
Total Assets	<u>688,492</u>
Net Position:	
Restricted:	
Deposits on Hand	12,148
Sales Tax Collected	845
Total Restricted	<u>12,993</u>
Unrestricted	<u>675,499</u>
Total Net Position	<u><u>\$688,492</u></u>

See accompanying notes to the financial statements

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN NET POSITION
MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2012**

	2012
Operating Receipts	
County Contributions	\$241,703
Charges for Services	153,218
Sale of Fuel	320,973
Other Revenues	26,140
Total Operating Revenues	742,034
 Operating Disbursements	
Supplies and Materials	4,158
Land Based and Operations	305,217
Contractual Services	1,118,892
Utilities & Telephone	36,266
Other	11,031
Total Operating Disbursements	1,475,564
 Operating Income (Loss)	(733,530)
 Non-Operating Receipts (Disbursements)	
Grants for Federal Sources	536,717
Deposits Received	2,564
Deposits Refunded	(1,598)
Interest Earnings	76
Net Non-Operating Receipts (Disbursements)	537,759
 Change in Net Position	(195,771)
 Net Position, Beginning of the Year	884,263
 Net Position, End of Year	\$688,492

See accompanying notes to the financial statements.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

1. DESCRIPTION OF THE AIRPORT AUTHORITY AND REPORTING ENTITY

A. Description of the Entity

The constitution and laws of the State of Ohio establish the rights and privileges of the Greene County Regional Airport Authority, Greene County, (the Authority) as a body corporate and politic. The Greene County Commissioners appoint the seven-member Board, which governs the Authority. The Authority is responsible for the safe and efficient operation and maintenance of the Airport.

B. Basis of Accounting

These financial statements are presented on a *modified* cash basis of accounting. This *modified* cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the *modified* cash basis of accounting.

C. Cash and Investments

All monies received by the Authority are maintained in a demand deposit account.

D. Inventory

Fuel inventory is presented at cost on a first in first out basis and are reported as disbursements when used.

E. Capital Assets

Acquisitions of property, plant and equipment are recorded as disbursements when paid. The financial statements do not report these assets.

F. Long-Term Obligations

These modified cash basis financial statements do not report liabilities for bonds and other long-term obligations. These statements report proceeds of debt when cash is received and debt service disbursements for debt principal payments.

G. Net Position

The statements report restricted net position when enabling legislation or creditors, grantors or laws or regulations of other governments have imposed limitations on their use.

The Authority first applies restricted resources when incurring a disbursement for which it may use either restricted or unrestricted resources.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012
(Continued)**

2. DEPOSITS AND INVESTMENTS

Deposits: Deposits include amounts held in demand accounts. At year-end, the carrying amount of the Authority's deposits was \$640,665. The bank balances totaled \$642,143.

Custodial credit risk is the risk that, in the event of a bank failure, the Authority's deposits may not be returned. Protection of the Authority's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Authority Treasurer by the financial institution, or by a single collateral pool established by the financial institution to secure the repayment of all public moneys deposited with the institution. Of the bank balances totaling \$642,143, \$250,000 was insured by FDIC. The remaining balance of \$394,143 was collateralized with securities held in single financial institution collateral pools in the name of the respective depository bank and pledged as a pool of collateral against all the public moneys it holds. All Authority demand deposits were either insured or collateralized, in accordance with state law and the Authority's investment policy.

As of December 31, 2012, the Authority had no investments.

3. RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Authority has obtained commercial insurance for the following risks:

- Comprehensive property and general liability
- Completed Operations and Products Liability Insurance
- Errors and Omissions
- Contractual Liability

Settled claims have not exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

4. CONTRACTED SERVICES

The Authority does not have any employees. They contract for accounting services, management services and maintenance and grounds keeping services from independent contractors.

5. CONTINGENCIES

A. Grants

The Authority receives financial assistance from federal and state agencies in the form of grants. Disbursing grant funds generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability. However, in the opinion of management, any such disallowed claims through December 31, 2012 will not have a material adverse effect on the Authority.

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012
(Continued)**

5. CONTINGENCIES (Continued)

B. Litigation

The Authority is not party to legal proceedings.

6. CONTRACTUAL COMMITMENTS

At December 31, 2012, the Authority had \$355,517 in contractual commitments for Airport Improvement Projects and management contracts. The improvement contracts will be funded in part by federal grants awarded through the Federal Aviation Administration.

<u>Contractor</u>	<u>Amount</u>
Phillips	\$113,705
Stantec	185,355
Camryn Management	2,457
MacAir	54,000
Total	<u>\$355,517</u>

7. CHANGE IN ACCOUNTING PRINCIPLES

For the year ended December 31, 2012, the Authority has implemented *Government Accounting Standards Board Statement No. 63 "Financial Reporting of Deferred Outflows of Resources, Deferred Inflow of Resources, and Net Position."*

The Statement was incorporated in the Authority's financial statements; however, there was no effect on beginning net position.

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**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2012**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF TRANSPORTATION		
<i>Direct Grant</i>		
Airport Improvement Program	20.106	<u>\$536,717</u>
Total U.S. Department of Transportation		<u>536,717</u>
Total		<u><u>\$536,717</u></u>

The accompanying notes are an integral part of this schedule.

**GREENE COUNTY AIRPORT AUTHORITY
GREENE COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURE SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2012**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Expenditures Schedule (the Schedule) reports the Greene County Airport Authority's (the Authority's) federal award program's disbursements. The Schedule has been prepared on the cash basis of accounting.

NOTE B - MATCHING REQUIREMENTS

The Federal program reported on the Schedule requires the Authority to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The Authority has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.



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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

Greene County Regional Airport Authority
Greene County
140 North Valley Road
Xenia, Ohio 45385

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 Greene County Regional Airport Authority (the Authority) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated August 22, 2013, wherein we noted the Authority uses a special purpose framework other than generally accepted accounting principles.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the 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 opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the 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 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 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 Authority's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Authority's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

August 22, 2013



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Greene County Regional Airport Authority
Greene County
140 North Valley Road
Xenia, Ohio 45385

To the Board of Trustees:

Report on Compliance for Each Major Federal Program

We have audited the Greene County Regional Airport Authority's (the Authority) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the Greene County Regional Airport Authority's major federal program for the year ended December 31, 2012. The *Summary of Audit Results* in the accompanying schedule of findings identifies the Authority's major federal program.

Management's Responsibility

The Authority's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the Authority's compliance for the Authority's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for 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 us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program

In our opinion, the Greene County Regional Airport Authority complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended December 31, 2012.

Report on Internal Control over Compliance

The Authority's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the Authority's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the Authority'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's applicable 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.



Dave Yost
Auditor of State

Columbus, Ohio

August 22, 2013

**GREENE COUNTY REGIONAL AIRPORT AUTHORITY
GREENE COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2012**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Airport Improvement Program (CFDA # 20.106)
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

**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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Dave Yost • Auditor of State

GREENE COUNTY REGIONAL AIRPORT AUTHORITY

GREENE 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
OCTOBER 3, 2013**