



**Auditor of State
Betty Montgomery**

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

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**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Family and Children First Council
Marion County
241 Executive Drive
Suite 2
Marion, Ohio 43302

To the Family and Children First Council:

We have audited the accompanying financial statements of the Family and Children First Council, Marion County, Ohio, (the Council) as of and for the years ended December 31, 2002, and December 31, 2001. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As discussed in Note 1, the Council prepares its financial statements on the basis of accounting prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances of the Council, as of December 31, 2002, and December 31, 2001, and its combined cash receipts and disbursements for the years then ended on the basis of accounting described in Note 1.

As described in Note 3, the Council's Family and Children First Administrative Fund was previously classified in the special revenue fund type. Effective January 1, 2001, this fund was reclassified to the general fund type causing a restatement of beginning fund balance at January 1, 2001.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 11, 2003, on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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We performed our audit to form an opinion on the financial statements of the Council taken as a whole. The schedule of federal awards expenditures for the year ended December 31, 2002, is presented for additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. This information was subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

This report is intended solely for the information and use of management, the finance committee, the Council, federal awarding agencies, pass-through entities, and other officials authorized to receive this report under § 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.



BETTY MONTGOMERY
Auditor of State

July 11, 2003

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**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2002**

	<u>General</u>	<u>Special Revenue</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:			
Intergovernmental	\$89,135	\$713,938	\$803,073
Local Agencies	0	1,325	1,325
All Other Receipts	230	1,917	2,147
	<u>89,365</u>	<u>717,180</u>	<u>806,545</u>
Cash Disbursements:			
Salaries	48,418	47,538	95,956
Retirement	2,315	6,543	8,858
Medicare	245	664	909
Workers' Compensation	8	36	44
Insurance	2,047	11,497	13,544
Administrative Services	1,906	8,401	10,307
Contract Services	12,947	676,133	689,080
Other Expenses	15,496	14,147	29,643
	<u>83,382</u>	<u>764,959</u>	<u>848,341</u>
Total Cash Receipts Over/(Under) Cash Disbursements	5,983	(47,779)	(41,796)
Fund Cash Balances, January 1	<u>43,809</u>	<u>120,163</u>	<u>163,972</u>
Fund Cash Balances, December 31	<u><u>\$49,792</u></u>	<u><u>\$72,384</u></u>	<u><u>\$122,176</u></u>

The notes to the financial statements are an integral part of this statement.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001**

	<u>General</u>	<u>Special Revenue</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:			
Intergovernmental	\$198,550	\$414,384	\$612,934
Local Agencies	0	1,725	1,725
All Other Receipts	21	3,729	3,750
	<u>198,571</u>	<u>419,838</u>	<u>618,409</u>
Cash Disbursements:			
Salaries	39,204	36,683	75,887
Retirement	508	4,612	5,120
Medicare	110	525	635
Workers' Compensation	0	30	30
Insurance	2,370	3,248	5,618
Administrative Services	46,249	0	46,249
Contract Services	31,851	401,477	433,328
Other Expenses	17,059	9,220	26,279
	<u>137,351</u>	<u>455,795</u>	<u>593,146</u>
Total Cash Receipts Over/(Under) Cash Disbursements	<u>61,220</u>	<u>(35,957)</u>	<u>25,263</u>
Other Financing Receipts and (Disbursements):			
Transfers-In	0	37,288	37,288
Transfers-Out	(37,288)	0	(37,288)
Total Other Financing Receipts/(Disbursements)	<u>(37,288)</u>	<u>37,288</u>	<u>0</u>
Excess of Cash Receipts and Other Financing Receipts Over Cash Disbursements and Other Financing Disbursements	23,932	1,331	25,263
Fund Cash Balances, January 1 (Restated, see note 3)	<u>19,877</u>	<u>118,832</u>	<u>138,709</u>
Fund Cash Balances, December 31	<u><u>\$43,809</u></u>	<u><u>\$120,163</u></u>	<u><u>\$163,972</u></u>

The notes to the financial statements are an integral part of this statement.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

Section 121.37 of the Ohio Revised Code created the Ohio Family and Children First Cabinet Council and permitted counties to establish county family and children first councils. Statutory membership of a county council consists of the following individuals:

- a. The director of the board of alcohol, drug addiction, and mental health services that serves the county, or, in the case of a county that has a board of alcohol and drug addiction services and a community mental health board, the director of both boards;
- b. The health commissioner of the board of health of each city or general health district in the county, or their designees;
- c. The director of the county department of human services;
- d. The executive director of the county agency responsible for the administration of children services pursuant to section 5153.15 of the Revised Code;
- e. The superintendent of the county board of mental retardation and developmental disabilities;
- f. The county's juvenile court judge senior in service;
- g. The superintendent of the city, exempted village, or local school district with the largest number of pupils residing in the county, as determined by the department of education, which shall notify each county of its determination at least biennially;
- h. A school superintendent representing all other school districts with territory in the county, as designated at a biennial meeting of the superintendents of those districts;
- i. A representative of the municipal corporation with the largest population in the county;
- j. The chair of the board of county commissioners or an individual designated by the board;
- k. A representative from the regional office of the Ohio Department of Youth Services;
- l. A representative of the county's head start agencies, as defined in section 3301.31 of the Revised Code;
- m. A representative of the county's early intervention collaborative established pursuant to the federal early intervention program operated under the "Education of the Handicapped Act Amendments of 1986";
- n. At least three individuals representing the interests of families in the county. Where possible, the number of members representing families shall be equal to twenty per cent of the council's remaining membership;
- o. A representative of the local nonprofit entity that funds, advocates or provide services to children and families.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Description of the Entity (Continued)

A county council's statutory responsibilities include the following:

- a. Refer to the cabinet council those children for whom the council cannot provide adequate services;
- b. Make periodic reports to the cabinet council regarding the number of children referred to the county council and the progress made in meeting the needs of each child;
- c. Develop a plan that reviews and adjusts existing programs, fills service gaps where possible, or invents new approaches to achieve better results for families and children;
- d. Participate in the development of a countywide, comprehensive, coordinated, multi-disciplinary, interagency system for infants and toddlers with developmental disabilities or delays and their families, as established pursuant to federal grants received and administered by the department of health for early intervention services under the "Education of the Handicapped Act Amendments of 1986";
- e. Maintain an accountability system to monitor the council's progress in achieving its purposes;
- f. Establish a mechanism to ensure ongoing input from a broad representation of families who are receiving services within the county system.

B. Basis of Accounting

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when paid rather than when a liability is incurred.

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. Fund Accounting

The Council uses fund accounting to segregate cash that is restricted as to use. The Council classifies its funds into the following types:

1. General Fund

The General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

2. Special Revenue Funds

These funds are used to account for proceeds from specific sources that are restricted to expenditure for specific purposes. The Council had the following significant Special Revenue Funds:

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued)

2. Special Revenue Funds (Continued)

Wellness Block Grant Fund – This fund receives grant money to provide community based programs of prevention services to reduce the rate of births to teens and to develop programs for child abuse and neglect prevention.

Help Me Grow Grant Fund – This fund receives grant money to provide services for expectant parents; newborns and their families; and infants and toddlers at risk for or with developmental delays and disabilities and their families. Activities include direct services, public and provider awareness, centralized intake and referral, and procedural safeguards for families.

Family Stability Grant Fund – This fund receives grant money to enhance the local child and family serving system, according to the terms of the Family Stability Agreement.

D. Administrative and Fiscal Agent

Marion County is the Council's fiscal and administrative agent. Council monies are maintained in separate funds at the County.

E. Budgetary Process

Ohio Revised Code requires the Council to submit a budget annually to its administrative agent, the county auditor, and the board of county commissioners. The Council adopted a budget at the object level.

The Council follows the same encumbrance method of accounting as its administrative agent.

A summary of 2002 and 2001 budgetary activity appears in Note 4.

F. Property, Plant and Equipment

Acquisitions of property, plant and equipment are recorded as capital outlay disbursements when paid. These items are not reflected as assets on the accompanying financial statements.

G. Unpaid Vacation and Sick Leave

Employees are entitled to cash payments for unused vacation and sick leave in certain circumstances, such as upon leaving employment. Unpaid vacation and sick leave are not reflected as liabilities under the cash basis of accounting used by the Council.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001
(Continued)**

2. EQUITY IN POOLED CASH

Marion County maintains a cash pool used by all of the County's funds, including those of the Council. The Ohio Revised Code prescribes allowable deposits and investments. The Council's carrying amount of cash on deposit with the County at December 31, 2002, and December 31, 2001, was \$122,176 and \$163,972, respectively. Marion County, as fiscal agent for the Council, is responsible for maintaining adequate depository collateral for all funds in the County's pooled and deposit accounts.

3. CORRECTION OF AN ERROR

As of December 31, 2000, the Council's Family and Children First Administrative Fund was classified in the special revenue fund type. However, this fund acts as the general fund for the Council and has no restrictions placed upon the monies in the fund. Therefore, effective in 2001, this fund was reclassified from a special revenue fund type to a general fund type. Fund cash balances as of January 1, 2001, were restated as follows:

<u>Fund Type</u>	<u>12/31/00 Fund Cash Balance</u>	<u>Restatement</u>	<u>01/01/01 Fund Cash Balance</u>
General	\$ -	\$ 19,877	\$ 19,877
Special Revenue	\$ 138,709	\$ (19,877)	\$ 118,832

The effect of this change increased the excess of revenues over expenditures of the special revenue fund type, as reported for the year ended December 31, 2000, by \$40,153.

4. BUDGETARY ACTIVITY

Budgetary activity for the years ended December 31, 2002, and December 31, 2001, follows:

2002 Budgeted Vs. Actual Receipts

<u>Fund Type</u>	<u>Budgeted Receipts</u>	<u>Actual Receipts</u>	<u>Variance</u>
General	\$ 155,000	\$ 89,365	\$ (65,635)
Special Revenue	926,835	717,180	(209,655)
Total	<u>\$ 1,081,835</u>	<u>\$ 806,545</u>	<u>\$ (275,290)</u>

2002 Budgeted Vs. Actual Budgetary Basis Expenditures

<u>Fund Type</u>	<u>Appropriation Authority</u>	<u>Budgetary Expenditures</u>	<u>Variance</u>
General	\$ 149,312	\$ 83,382	\$ 65,930
Special Revenue	981,952	764,959	216,993
Total	<u>\$ 1,131,264</u>	<u>\$ 848,341</u>	<u>\$ 282,923</u>

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001
(Continued)**

4. BUDGETARY ACTIVITY (Continued)

2001 Budgeted Vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 246,899	\$ 198,571	\$ (48,328)
Special Revenue	631,252	457,126	(174,126)
Total	<u>\$ 878,151</u>	<u>\$ 655,697</u>	<u>\$ (222,454)</u>

2001 Budgeted Vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 204,366	\$ 174,639	\$ 29,727
Special Revenue	723,261	455,795	267,466
Total	<u>\$ 927,627</u>	<u>\$ 630,434</u>	<u>\$ 297,193</u>

5. RETIREMENT SYSTEMS

State Teachers Retirement System

The Council director contributed to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS.

For 2002 and 2001, plan members contributed 9.3% of their salary, and the Council contributed an amount equal to 14% of participants' gross salaries. The Council has paid all contributions required through December 31, 2002.

Public Employees Retirement System

Other Council employees belong to the Public Employees Retirement System (PERS) of Ohio. The Public Employees Retirement System of Ohio (PERS) is a state operated, cost-sharing, multiple employer public employee retirement system. PERS provides retirement benefits to vested employees who are eligible to retire based upon years of service. PERS also provides survivor and disability benefits to vested employees.

Contribution rates are also prescribed by the Ohio Revised Code. For 2002 and 2001, the PERS members contributed 8.5% of their gross salaries. The Council contributed an amount equal to 13.55% of participants' gross salaries. The Council has paid all contributions required through December 31, 2002.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001
(Continued)**

6. RISK MANAGEMENT

The Council is exposed to various risks of loss related to theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2001 and 2002, the Council contracted with County Risk Sharing Authority (CORSA) for all property and general liability insurance.

CORSA provides property, general liability, automobile, crime inland marine and equipment insurance coverage. The property and inland marine coverage insures up to a blanket limit of \$67,782,057 with a \$2,500 deductible; general liability coverage insures up to \$6,000,000 each occurrence or general limit aggregate; commercial crime coverage insures up to \$1,000,000 with a \$2,500 deductible; equipment coverage insures up to \$100,000,000 with a \$2,500 deductible.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002**

FEDERAL GRANTOR/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through the Ohio Department of Health</i>			
Special Education Grants for Infants and Families with Disabilities	51-1-002-1-EG-03	84.181	\$69,733
Total U.S. Department of Education			<u>69,733</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Passed through the Ohio Department of Health</i>			
Temporary Assistance for Needy Families	31-6400076	93.558	264,704
<i>Passed through the Ohio Department of Job & Family Services</i>			
Temporary Assistance for Needy Families	31-6400076	93.558	127,899
Total U.S. Department of Health and Human Services			<u>392,603</u>
TOTAL FEDERAL AWARDS			<u><u>\$462,336</u></u>

The accompanying notes to this schedule are an integral part of this schedule.

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2002**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICY

The accompanying Schedule of Federal Awards Expenditures (the Schedule) is a summary of the activity of the Council's federal award programs. The Schedule has been prepared on the cash basis of accounting.



**Auditor of State
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Family and Children First Council
Marion County
241 Executive Drive
Suite 2
Marion, Ohio 43302

To the Family and Children First Council:

We have audited the accompanying financial statements of the Family and Children First Council, Marion County, Ohio, (the Council), as of and for the years ended December 31, 2002, and December 31, 2001, and have issued our report thereon dated July 11, 2003, wherein we noted Council's Family and Children First Administrative Fund was reclassified from the special revenue fund type to the general fund. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Council's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the Council in a separate letter dated July 11, 2003.

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This report is intended for the information and use of management, the finance committee, the Council, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

BETTY MONTGOMERY
Auditor of State

July 11, 2003



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Family and Children First Council
Marion County
241 Executive Drive
Suite 2
Marion, Ohio 43302

To the Family and Children First Council:

Compliance

We have audited the compliance of the Family and Children First Council, Marion County, Ohio, (the Council) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2002. The Council's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the Council's management. Our responsibility is to express an opinion on the Council's compliance based on our audit.

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

In our opinion, the Council complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2002.

Internal Control Over Compliance

The management of the Council is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Council's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and use of management, the finance committee, the Council, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

BETTY MONTGOMERY
Auditor of State

July 11, 2003

**FAMILY AND CHILDREN FIRST COUNCIL
MARION COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
FOR THE YEAR ENDING DECEMBER 31, 2002**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions 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?	No
(d)(1)(vii)	Major Programs (list):	Temporary Assistance for Needy Families – CFDA #93.558
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	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



**Auditor of State
Betty Montgomery**

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MARION COUNTY FAMILY AND CHILDREN FIRST COUNCIL

MARION 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
SEPTEMBER 23, 2003**