



Mary Taylor, CPA  
Auditor of State



**GREENE COUNTY FAMILY AND CHILDREN FIRST COUCIL  
GREENE COUNTY**

**TABLE OF CONTENTS**

TITLE	PAGE
Independent Accountants' Report.....	1
Management's Discussion and Analysis.....	3
<b>Government Wide Financial Statements:</b>	
Statement of Net Assets – Cash Basis – December 31, 2006 .....	7
Statement of Activities – Cash Basis – For the Year Ended December 31, 2006.....	8
<b>Fund Financial Statements:</b>	
Statement of Cash Basis Assets and Fund Balances Governmental Funds – December 31, 2006.....	9
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances – Governmental Funds - For the Year Ended December 31, 2006.....	10
Statement of Cash Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis General Fund - For the Year Ended December 31, 2006.....	11
Statement of Cash Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis Help Me Grow (HMG) And Temporary Aid to Needy Families (TANF) State Fiscal Year 2006 For the Year Ended December 31, 2006.....	12
Statement of Cash Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis Shared Youth Placements For the Year Ended December 31, 2006.....	13
Statement of Cash Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis Help Me Grow (HMG) And Temporary Aid to Needy Families (TANF) State Fiscal Year 2007 For the Year Ended December 31, 2006.....	14
Notes to the Financial Statements .....	15
Schedule of Federal Awards Expenditures.....	23
Notes to the Schedule of Federal Awards Expenditures .....	24
Independent Accountants' Report on Internal Control Over Financial Reporting and On Compliance and Other Matters Required by <i>Government Auditing Standards</i> .....	25
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal program and on Internal Control Over Compliance in Accordance with OMB Circular A 1-33 .....	27
Schedule of Findings.....	29

**This page intentionally left blank.**



# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT

Greene County Family and Children First Council  
Greene County  
158 East Main Street  
Xenia, Ohio 45385

To the Members of the Council:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Greene County Family and Children First Council, Greene County, Ohio (the Council), as of and for the year ended December 31, 2006, which collectively comprise the Council's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Council's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note 2, the accompanying financial statements and notes follow the cash accounting basis. This is a comprehensive accounting basis 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 respective cash financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Greene County Family and Children First Council, Greene County, Ohio, as of December 31, 2006, and the respective changes in cash financial position and the respective budgetary comparison for the General, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2006, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007 and Shared Youth Placements funds thereof for the year then ended in conformity with the basis of accounting Note 2 describes.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2006, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

One First National Plaza / 130 W. Second St. / Suite 2040 / Dayton, OH 45402  
Telephone: (937) 285-6677 (800) 443-9274 Fax: (937) 285-6688  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

Management's discussion and analysis is not a required part of the basic financial statements but is supplementary information the Governmental Accounting Standards Board requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the Council's basic financial statements. The Schedule of Federal Awards Expenditures (the Schedule) is required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*, and is not a required part of the basic financial statements. We subjected the Schedule to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

**Mary Taylor, CPA**  
Auditor of State

November 1, 2007

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

This discussion and analysis of the Greene County Family and Children First Council's (the Council) financial performance provides an overall review of the Council's financial activities for the year ended December 31, 2006, within the limits of the Council's cash basis accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Council's financial performance.

**Highlights**

Key Highlights for 2006 are as follows:

- Total Net assets increased \$74,765 (27%) in 2006. The increase was primarily associated with funds restricted for specific grants and programs. In addition, the county transferred funds to several council funds in December to avoid cash flow problems in 2007, pending receipt of other revenues.
- Most of the Council's revenue (98%) was associated with intergovernmental funding, from local, state, and federal sources.
- Contract Services represented 73% of the Council's 2006 expenditures.

**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 Council's cash basis of accounting.

**Report Components**

The statement of net assets and the statement of activities provide information about the Council's cash position and the changes in cash position at the entity wide level. The statement of cash basis assets and fund balances and the statement of cash receipts, disbursements and changes in cash basis fund balances report the Council's cash position and the changes in cash position by major fund. The statements of cash receipts, disbursements and changes in cash basis fund balance budget-and-actual-basis provides original and final budgeted amounts, with variances reflecting comparison of final budgeted amounts with actual receipts and expenditures. 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. These financial statements follow the basis of accounting the Auditor of State prescribes or permits. The Council has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Council's cash basis of accounting, receipts are recognized when received in cash, rather than when earned, and disbursements when paid, rather than when a liability is incurred.

As a result of using the 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 cash basis of accounting.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2006  
(Continued)**

**Reporting the Government as a Whole**

The statement of net assets and the statement of activities reflect how the Council did financially during 2006 within the limits of cash basis accounting. The statement of net assets presents the cash balances of the Council at year end. The statement of activities presents the revenue and disbursement activity during 2006.

Table 1 provides a summary of the Council's net assets for 2006 compared to 2005 on a cash basis:

**Table 1  
Net Assets**

<b>Assets:</b>	<b>2006</b>	<b>2005</b>
Cash and Cash Equivalents	\$355,468	\$280,703
Total Assets	355,468	280,703
<b>Net Assets:</b>		
Restricted	311,348	262,100
Unrestricted	44,120	18,603
Total Net Assets	\$355,468	\$280,703

Net assets increased \$74,765 or 27% during 2006. The increase was primarily associated with funds restricted for specific grants and programs.

**Fund Financial Statements Reporting Major Funds**

The major funds of the Council in 2006 include General, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2006, Shared Youth Placements, and Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007. The statement of cash basis assets and fund balances and the statement of cash receipts, disbursements and changes in cash basis fund balances report the Council's cash position and the changes in cash position by major fund. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Council's financial health. Over time, increases or decreases in the Council's cash position is one indicator of the Council's financial health is improving or deteriorating. When evaluating the Council's financial condition, you should also consider other financial factors such as the reliance on non-local financial resources for operations and the need for continued growth in other local revenue sources.



**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2006  
(Continued)**

Table 2 reflects the changes in net fund balances during 2006 compared to net fund balances in 2005.

**Table 2  
Change In Net Fund Balances**

<b>Receipts:</b>	<b>2006</b>	<b>2005</b>
Intergovernmental	\$1,458,551	\$1,406,054
Miscellaneous	26,163	16,903
Total Receipts	<u>1,484,714</u>	<u>1,422,957</u>
 <b>Disbursements:</b>		
Salary/Benefits	303,913	287,308
Utilities	3,073	3,891
Contractual Services	1,026,219	909,001
Supplies and Materials	5,705	2,533
Equipment	2,220	397
Financial Assistance	46,414	38,808
Miscellaneous	20,036	17,557
Repayment to County	-	64,800
Repayment to Grantor	2,369	24,231
Total Disbursements	<u>1,409,949</u>	<u>1,348,526</u>
Excess Receipts Over (Under) Disbursements	<u>74,765</u>	<u>74,431</u>
 <b>Other Financing Sources (Uses):</b>		
Transfers In	92,337	89,654
Transfers Out	(92,337)	(89,654)
Advances In	26,000	60,222
Advances Out	(26,000)	(60,222)
Total from Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
Change in Net Fund Balances	<u>74,765</u>	<u>74,431</u>
<b>Fund Balances, Beginning of Year</b>	<u>280,703</u>	<u>206,272</u>
<b>Fund Balances, End of Year</b>	<u>\$355,468</u>	<u>\$280,703</u>

Intergovernmental revenue represented 98% of total receipts in 2006. This revenue is primarily comprised of contributions from local public entities, state and federal grants. The largest category of disbursements was Contractual Services. These services include payment to residential providers for youth in out-of-home placements and for grant related services provided by public and not-for-profit organizations.

**Budgetary Highlights**

The Council made numerous revisions to the original appropriation approved by the Council and the Council's fiscal agent, the Greene County Commission. Overall, these changes resulted in little significant change in fund balance. During 2006, the Council spent 97% of the amount appropriated in the general fund. The Council's 2006 financial statements include budgetary statements for the General, Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2006, Shared Youth Placements, and Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007 Funds.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2006  
(Continued)**

**Capital Assets and Debt Administration**

The Council has no capital assets and no debt.

**Contacting the Council's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Council's finances and to reflect the Council'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 Phil Masten, Greene County Family and Children First Council-Audit/Finance Committee Chair, Greene County Family and Children First Council, 158 E. Main Street, Xenia, Ohio 45385, (937) 562-5600.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF NET ASSETS - CASH BASIS  
DECEMBER 31, 2006**

	<u><b>Governmental Activities</b></u>
<b>Assets</b>	
Cash and Cash Equivalents	\$355,468
Total Assets	<u>355,468</u>
<b>Net Assets</b>	
Restricted (Special Revenue)	311,348
Unrestricted (General)	44,120
Total Net Assets	<u>\$355,468</u>

*See accompanying notes to the basic financial statements.*

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF ACTIVITIES - CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Cash Disbursements</u>	<u>Program Cash Receipts Operating Grants and Contributions</u>	<u>Net (Disbursements) Receipts and Changes in Net Assets  Governmental Activities</u>
<b>Governmental Activities</b>			
Human Services	<u>\$1,409,949</u>	<u>\$1,405,708</u>	<u>(\$4,241)</u>
Total Governmental Activities	<u><u>\$1,409,949</u></u>	<u><u>\$1,405,708</u></u>	<u><u>(4,241)</u></u>
 <b>General Receipts</b>			
Grants and Entitlements not Restricted to Specific Programs			52,843
Miscellaneous			<u>26,163</u>
Total General Receipts			<u>79,006</u>
Change in Net Assets			74,765
Net Assets Beginning of Year			<u>280,703</u>
Net Assets End of Year			<u><u>\$355,468</u></u>

*See accompanying notes to the basic financial statements.*

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2006**

	<u>General</u>	<u>Shared Youth Placements</u>	<u>Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>					
Cash and Cash Equivalents	\$44,120	\$105,333	\$37,291	\$168,724	\$355,468
Total Assets	<u>44,120</u>	<u>105,333</u>	<u>37,291</u>	<u>168,724</u>	<u>355,468</u>
<b>Fund Balances</b>					
<b>Reserved:</b>					
Reserved for Encumbrances	236	79,017	37,291	85,138	201,682
<b>Unreserved:</b>					
<b>Undesignated (Deficit), Reported in:</b>					
General Funds	43,884				43,884
Special Revenue Funds		26,316		83,586	109,902
<b>Total Fund Balances</b>	<u>\$44,120</u>	<u>\$105,333</u>	<u>\$37,291</u>	<u>\$168,724</u>	<u>\$355,468</u>

*See accompanying notes to the basic financial statements.*

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<b>General</b>	<b>Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2006</b>	<b>Shared Youth Placements</b>	<b>Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Receipts</b>						
Intergovernmental	\$52,843	\$231,615	\$468,529	\$108,278	\$597,286	\$1,458,551
Miscellaneous	6,026	15	2,433		17,689	26,163
<b>Total Receipts</b>	<b>58,869</b>	<b>231,630</b>	<b>470,962</b>	<b>108,278</b>	<b>614,975</b>	<b>1,484,714</b>
<b>Disbursements</b>						
Salary and Benefits	94,346	24,782		26,697	158,088	303,913
Utilities		386		218	2,469	3,073
Contractual Services	12,419	201,589	451,137	45,734	315,340	1,026,219
Supplies & Materials	759	871		336	3,739	5,705
Equipment	2,220					2,220
Miscellaneous	4,819	831		422	13,964	20,036
Financial Assistance					46,414	46,414
Repayment to Grantor			2,369			2,369
<b>Total Disbursements</b>	<b>114,563</b>	<b>228,459</b>	<b>453,506</b>	<b>73,407</b>	<b>540,014</b>	<b>1,409,949</b>
Excess of Receipts Over (Under) Disbursements	(55,694)	3,171	17,456	34,871	74,961	74,765
<b>Other Financing Sources (Uses)</b>						
Transfers In	83,304	63		2,092	6,878	92,337
Transfers Out	(93)	(34,078)		(9,672)	(48,494)	(92,337)
Advances In	12,000			10,000	4,000	26,000
Advances Out	(14,000)	(10,000)			(2,000)	(26,000)
<b>Total Other Financing Sources (Uses)</b>	<b>81,211</b>	<b>(44,015)</b>		<b>2,420</b>	<b>(39,616)</b>	
<b>Net Change in Fund Balances</b>	<b>25,517</b>	<b>(40,844)</b>	<b>17,456</b>	<b>37,291</b>	<b>35,345</b>	<b>74,765</b>
<b>Fund Balances Beginning of Year</b>	<b>18,603</b>	<b>40,844</b>	<b>87,877</b>		<b>133,379</b>	<b>280,703</b>
<b>Fund Balances End of Year</b>	<b>\$44,120</b>	<b>\$0</b>	<b>\$105,333</b>	<b>\$37,291</b>	<b>\$168,724</b>	<b>\$355,468</b>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Receipts</b>				
Intergovernmental	\$22,500	\$22,500	\$41,000	\$18,500
Donations			57	57
Other Revenue	17,500	17,500	14,950	(2,550)
Refunds			19	19
Reimbursements			2,843	2,843
<b>Total Receipts</b>	<u>40,000</u>	<u>40,000</u>	<u>58,869</u>	<u>18,869</u>
<b>Disbursements</b>				
Salary	79,047	73,237	71,866	1,371
PERS	10,829	10,829	9,725	1,104
Health Ins	6,181	9,931	9,898	33
Medicare	1,146	1,146	1,003	143
Dental Ins	151	201	188	13
Life Ins	79	79	62	17
Workers Comp	1,676	1,622	1,604	18
Materials & Supplies	595	795	789	6
Outside Services	12,638	12,640	12,419	221
Travel & Training	1,516	1,616	1,592	24
Advertising/Printing	104	104	31	73
Other	5,250	1,910	1,011	899
Dues	484	574	570	4
Equipment	546	2,624	2,302	322
Audit	7,000	124		124
Software		192	172	20
Expense Reallocation		1,567	1,567	
<b>Total Disbursements</b>	<u>127,242</u>	<u>119,191</u>	<u>114,799</u>	<u>4,392</u>
Receipts (Under) Disbursements	<u>(87,242)</u>	<u>(79,191)</u>	<u>(55,930)</u>	<u>23,261</u>
<b>Other Funding Sources (Uses)</b>				
Advances In (Repayment)	80,000	80,000	12,000	(68,000)
Advances Out		(14,092)	(14,000)	92
Expense Reallocation Out			(93)	(93)
Expense Reimbursement In			83,304	83,304
<b>Total Other Financing Sources (Uses)</b>	<u>80,000</u>	<u>65,908</u>	<u>81,211</u>	<u>15,303</u>
Net Change In Fund Balance	(7,242)	(13,283)	25,281	38,564
Fund Balance Beginning of Year	18,191	18,191	18,191	
Prior Year Encumbrances Appropriated	412	412	412	
<b>Fund Balance End of Year</b>	<u>\$11,361</u>	<u>\$5,320</u>	<u>\$43,884</u>	<u>\$38,564</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS  
HELP ME GROW (HMG) AND TEMPORARY AID TO NEEDY FAMILIES (TANF) STATE FISCAL YEAR 2006  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Positive (Negative)</u>
<b>Receipts</b>				
Intergovernmental	\$231,615	\$231,615	\$231,615	
Other Revenue			15	\$15
<b>Total Receipts</b>	<u>231,615</u>	<u>231,615</u>	<u>231,630</u>	<u>15</u>
<b>Disbursements</b>				
Salary	26,112	26,112	19,170	6,942
PERS	4,442	4,442	3,601	841
Health Ins	1,418	1,418	1,362	56
Medicare	372	372	276	96
Dental Ins	147	147	87	60
Life Ins	46	46	27	19
Workers Comp	856	352	259	93
Materials & Supplies	525	777	871	(94)
Outside Services	205,837	205,837	201,589	4,248
Phone	389	641	386	255
Travel & Training	557	557	473	84
Advertising/Printing	515	515	277	238
Other	132	132	81	51
<b>Total Disbursements</b>	<u>241,348</u>	<u>241,348</u>	<u>228,459</u>	<u>12,889</u>
Receipts (Under) Disbursements	<u>(9,733)</u>	<u>(9,733)</u>	<u>3,171</u>	<u>12,904</u>
<b>Other Funding Sources (Uses)</b>				
Advances In (Repayment)			63	63
Advances Out	(10,000)	(10,000)	(10,000)	
Expense Reallocation Out	(21,110)	(21,110)	(34,078)	(12,968)
<b>Total Other Financing Sources (Uses)</b>	<u>(31,110)</u>	<u>(31,110)</u>	<u>(44,015)</u>	<u>(12,905)</u>
Net Change In Fund Balance	(40,843)	(40,843)	(40,844)	(1)
Fund Balance Beginning of Year				
Prior Year Encumbrances Appropriated	<u>40,844</u>	<u>40,844</u>	<u>40,844</u>	
Fund Balance End of Year	<u>\$1</u>	<u>\$1</u>	<u>\$0</u>	<u>(\$1)</u>

*See accompanying notes to the basic financial statements.*



**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS  
SHARED YOUTH PLACEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<b>Receipts</b>				
Local Match	\$500,000	\$500,000	\$468,529	(\$31,471)
Reimbursements			2,433	2,433
Total receipts	<u>500,000</u>	<u>500,000</u>	<u>470,962</u>	<u>(29,038)</u>
<b>Disbursements</b>				
Outside Services	587,877	585,508	530,154	55,354
Other		2,369	2,369	
Total Disbursements	<u>587,877</u>	<u>587,877</u>	<u>532,523</u>	<u>55,354</u>
Net Change in Fund Balance	(87,877)	(87,877)	(61,561)	26,316
Fund Balance Beginning of Year	140	140	140	
Prior Year Encumbrances Appropriated	<u>87,737</u>	<u>87,737</u>	<u>87,737</u>	
Fund Balance End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$26,316</u>	<u>\$26,316</u>

*See accompanying notes to the basic financial statements.*

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS  
HELP ME GROW (HMG) AND TEMPORARY AID TO NEEDY FAMILIES (TANF) STATE FISCAL YEAR 2007  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Receipts</b>				
Intergovernmental	\$164,442	\$164,442	\$108,278	(\$56,164)
Total Receipts	<u>164,442</u>	<u>164,442</u>	<u>108,278</u>	<u>(56,164)</u>
<b>Disbursements</b>				
Salary	21,355	21,355	20,888	467
PERS	2,925	2,925	1,753	1,172
Health Ins	4,183	4,183	3,615	568
Medicare	310	310	301	9
Dental Ins	116	133	113	20
Life Ins	30	30	27	3
Workers Comp	395	395		395
Materials & Supplies	426	621	564	57
Outside Services	119,401	119,401	82,734	36,667
Phone	426	426	259	167
Travel & Training	434	540	444	96
Advertising/Printing	409	214		214
Software	143	143		143
Total Disbursements	<u>150,553</u>	<u>150,676</u>	<u>110,698</u>	<u>39,978</u>
Receipts (Under) Disbursements	<u>13,889</u>	<u>13,766</u>	<u>(2,420)</u>	<u>(16,186)</u>
<b>Other Funding Sources (Uses)</b>				
Advances In (Repayment)			10,000	10,000
Expense Reallocation Out	(13,889)	(13,766)	(9,672)	4,094
Expense Reallocation In			2,092	2,092
Total Other Financing Sources (Uses)	<u>(13,889)</u>	<u>(13,766)</u>	<u>2,420</u>	<u>16,186</u>
Net Change In Fund Balance				
Fund Balance Beginning of Year				
Prior Year Encumbrances Appropriated				
Fund Balance End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

See accompanying notes to the basic financial statements.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006**

**1. DESCRIPTION OF THE COUNCIL AND REPORTING ENTITY**

**A. Description of the Entity**

Ohio Revised Code Section 121.37 created the Ohio Family and Children First Council and permitted counties to establish county Family and Children First Councils. In 2006 House Bill 289 amended ORC Section 121.37 and Section 121.374. Greene County Family and Children First Council (the Council) is a government entity that is directly concerned with issues of fact or policy on matter other than the improvement of the law, the legal system, or the administrative of justice." The Council may invite any other local public or private agency or group that funds, advocates, or provides services to children to have a representative become a permanent or temporary member of the council.

The purpose of the Council is to streamline and coordinate existing government services for families seeking services for their children. In seeking to fulfill its purpose, the Council shall provide for the following:

- Referrals to the Cabinet Council of those children for whom the Council cannot provide adequate services;
- Development and implementation of a process that annually evaluates and prioritizes services, fills service gaps where possible, and invents new approaches to achieve better results for families and children;
- Participation 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 "Individuals with Disabilities Education Act of 2004";
- Maintenance of an accountability system to monitor the Council's progress in achieving results for families and children;
- Establishment of a mechanism to ensure ongoing input from a board representation of families who are receiving services within the county system.

The Council has developed and implemented the following:

- An interagency system to monitor the county's progress toward increasing child well-being in the county;
- An interagency process to identify local priorities to increase child well-being and the associated indicators established by the Cabinet. The local priorities and indicators shall focus on expectant parents and newborns thriving; infants and toddlers thriving; children being ready for school; children and youth succeeding in school; youth choosing healthy behaviors; and youth successfully transitioning into adulthood;
- An annual plan that identifies the county's interagency efforts to increase child well-being in the county;

On an annual basis, the Council shall submit a report on the status of efforts by the county to increase child well-being in the county to the county's board of county commissioners and the cabinet council. This report shall be made available to any other person on request.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**1. DESCRIPTION OF THE COUNCIL AND REPORTING ENTITY (Continued)**

**B. Reporting Entity**

A reporting entity is comprised of the primary government and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the Council consists of all funds, departments, and activities that are not legally separate from the Council. They comprise the Council's legal entity which provides various services including human, social, health and educational services to families and children. The Council, the Steering Committee, and the Director have direct responsibility for these activities.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Presentation**

These financial statements follow the basis of accounting the Auditor of State prescribes or permits.

The Council's Basic Financial Statements consist of government-wide statements, including a Statement of Net Assets and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

**1. Government-Wide Financial Statements**

The Statement of Net Assets and the Statement of Activities display information about the Council as a whole. These statements include the financial activities of the primary government.

The Statement of Net Assets presents the financial condition of the governmental activities of the Council at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the Council's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Council, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Council.

**2. Fund Financial Statements**

During the year, the Council segregates transactions related to certain Council functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Council at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

**3. Fund Accounting**

The Council uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Council utilizes the governmental category of funds.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**4. Governmental Funds**

Governmental funds are those through which most governmental functions of the Council typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. The following are the Council's major governmental funds:

**General Fund** – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the Council for any purpose provided it is expended or transferred according to the general laws of Ohio and the Charter of the Council.

**Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007** – The Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2007 Fund is used to account for revenue received and expended from State Help Me Grow and Federal TANF grant monies.

**Shared Youth Placements** – The Shared Youth Placements Fund is used to account for revenue received and expended from the State Shared Youth Placements grant.

**Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) State Fiscal Year 2006** – The Help Me Grow (HMG) and Temporary Aid to Needy Families (TANF) Revenue is used to account for revenue received and expended from State Help Me Grow and Federal TANF grant monies.

The other governmental funds of the Council account for grants and other resources whose use is restricted for a particular purpose.

**5. Measurement Focus**

The Council has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Council's cash basis of accounting, receipts are recognized when received in cash, rather than when earned, and disbursements when paid, rather than when a liability is incurred.

**6. Basis of Accounting**

As a result of using the 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 cash basis of accounting.

**B. Cash**

As required by Ohio Revised Code, the County Treasurer is custodian for the Council's cash. The Council's assets are held in the County's cash and investment pool, and are valued at the County Treasurer's reported carrying amount.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Capital Assets**

Acquisitions of property, plant and equipment are recorded as disbursements when paid. Acquisitions of property are not reflected as an asset under the basis of accounting the Council uses.

**D. Long-term Debt Obligations**

The Council did not have any bonds or other long-term debt obligations.

**E. Net Assets**

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

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

The statement of net assets reports \$311,348 of restricted net assets, of which none is restricted by enabling legislation.

**F. Fund Balance Reserves**

The Council reserves any portion of fund balances which is not available for appropriation or which is legally segregated for a specific future use. Unreserved fund balance indicates that portion of fund balance which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances.

**G. Budgetary Process**

All funds are legally required to be budgeted and appropriated. The major documents prepared are the budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The Council must annually file a budget with its administrative agent. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control has been established by Council at the fund level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources in effect at the time final appropriations were passed by Council.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**H. Accumulated Leave**

In certain circumstances, such as upon leaving employment, employees are entitled to cash payment for unused leave. Unpaid leave is not reflected as liability under the basis of accounting the Council uses.

**3. CHANGE IN ACCOUNTING PRINCIPLES**

For fiscal year 2006, the Council has implemented *GASB Statement No. 42, "Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries"*, *GASB Statement No. 46, "Net Assets Restricted by Enabling Legislation"* and *GASB Statement No. 47, "Accounting for Termination Benefits"*

*GASB Statement No. 42* establishes accounting and financial reporting standards for the impairment of capital assets. A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. This statement also clarifies and establishes accounting requirements for insurance recoveries. The implementation of this statement had no effect on the Council's financial statements for fiscal year 2006.

*GASB Statement No. 46* clarifies how legal enforceability should be applied for determining restricted net assets. The government-wide statement of net assets reports \$311,348 of restricted net assets, of which none is restricted by enabling legislation.

*GASB Statement No. 47* establishes accounting and financial standards for termination benefits. This statement clarifies and established reporting requirements for those benefits provided by employer to employees as an incentive or settlement for voluntary early termination or as a consequence of the involuntary early termination of services. The implementation of this statement had no effect the Council's financial statements for fiscal year 2006.

**4. CASH AND CASH EQUIVALENTS**

The Greene County Commissioners maintain a cash pool used by all of the County's funds, those of the Family and Children First Council. The Ohio Revised Code prescribes allowable deposits and investments. At year-end, the carrying amount of the Council's deposit with the Greene County Commissioners was \$355,468. The Greene County Board of Commissioners, as the fiscal agent for the Council, is responsible for maintaining adequate depositor collateral for all funds in the County's pooled cash and deposit accounts.

**5. INTERFUND BALANCES**

Unpaid inter-fund cash advances at December 31, 2006 were as follows:

	<b>Inter-fund Receivable</b>	<b>Inter-fund Payable</b>
General	\$12,000	\$ -
Help Me Grow Part C- State Fiscal Year 07		2,000
Help Me Grow – Temporary Aid for Needy Families - State Fiscal Year 07		10,000
<b>Total Inter-fund Receivable/Payable</b>	<b>\$12,000</b>	<b>\$12,000</b>

The inter-fund transactions between general and special revenue funds are due to the timing of the receipt of grant monies.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**6. CONTRACTUAL COMMITMENTS**

At December 31, 2006, the Authority had \$381,564 in contractual commitments for services provided to children and families. These contracts will be funded by federal and state program grants.

<b>Contractor</b>	<b>Amount</b>
Council on Rural Services Program	\$231,352
Greene County Combined Health District	42,454
Greene County Family Violence Prevention Center	12,430
Greene County Juvenile Court	25,586
Greene County MR/DD	58,555
Greene County OSU Extension	11,187
Total:	\$381,564

**7. INTERFUND TRANSFERS**

Inter-fund cash transfers for the year ended December 31, 2006 were as follows:

<b>Transfer From</b>	<b>Transfer To</b>				<b>Totals</b>
	<b>General</b>	<b>HMG-TANF SFY 06</b>	<b>HMG- TANF SFY 07</b>	<b>Other Gov Funds</b>	
General		\$58		\$ 35	\$ 93
Help Me Grow, TANF State Fiscal Year 06	\$31,554		\$2,092	432	34,078
Help Me Grow, TANF - State Year 07	9,672				9,672
Other Governmental Funds	42,078	5		6,411	48,494
Totals	\$83,304	\$63	\$2,092	\$6,878	\$92,337

The Council transferred cash for grant reimbursement purposes due to the timing of the receipt of grant monies.

**8. RISK MANGAMENT**

The Council is covered under the County's insurance policies. The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. During 1986, the County joined the Public Entities Pool of Ohio (PEP) a local government risk-sharing pool. The pool consists of 227 local governments who pool risk for property, liability and public official liability.

The County pays an annual premium to PEP for this coverage. The agreement provides that PEP will be self-sustaining through member premiums and excess insurance. The deductibles per occurrence for all types of coverage are as follows:

<b>Type of Coverage</b>	<b>Deductible</b>
General Liability	\$ 5,000
Police Professional	5,000
Public Official	2,500



**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**8. RISK MANGAMENT (Continued)**

PEP retains general liability insurance, professional, automobile liability and public official's liability risks up to \$2 million in aggregate per year. Claims exceeding \$2,000,000 are reinsured with no aggregate limitations per year. Settled claims have not exceeded this coverage in any of the last three years.

The Council is also exposed to a risk of loss related to employee health care costs. On September 1, 1994, the County became self-insured for employee health care benefits. The program is administered by United Health Care, Inc., in Minneapolis, Minnesota, which provides claims review, processing services and maintains its own provider network.

**9. PENSION OBLIGATIONS**

The Council participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invest both member and employer contributions (employer contributions vest over 5 years at 20% per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, the investment of which is self directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPER provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPER issues a stand-alone financial report that may be obtained by writing OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling 614-222-6701 or 800-222-7377.

The ORC provides statutory authority for member and employer contributions. For 2006, member and employer contribution rates were consistent across all three plans. The 2006 member contribution rates were 9.0% for members in classifications other than law enforcement and public safety. The 2006 employer contribution rate for local government employer units was 13.7% of covered payroll.

The Council's contributions for pension obligations to the traditional, combined, and member directed plans for the years ended December 31, 2006, 2005 and 2004 were \$30,605, \$29,402 and \$29,430 respectively. 76.17% has been contributed for 2006 and 100% for 2005 and 2004.

**10. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

The Ohio Public employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Post-employment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2006 local government employer contribution rate was 13.70% of covered payroll (16.93% for public safety and law enforcement); 4.5% of covered payroll was the portion that was used to fund health care.

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2006  
(Continued)**

**10. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (Continued)**

OPERS' Post Employment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefit. For 2006, the employer contribution allocated to the health care plan was 4.5% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving spouse. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2005, include rate of return on investments of 6.5%, an annual increase in active employee total payroll of 4% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50% and 6.3% based on additional annual pay increases. Health care premiums were assumed to increase 4% annually plus an additional factor ranging from 1 to 6% for the next eight years.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets annually.

Actual employer contributions for 2006 which were used to fund post-employment benefits were \$7,658. The actual contribution and the actuarially required contribution are the same.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, is effective on January 1, 2007. OPERS took additional actions to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. Member and employer contribution rates increased as of January 1, 2006 and January 1, 2007, which will allow additional funds to be allocated to the health care plan.

**11. RELATED PARTY TRANSACTIONS**

The Council had related party transactions with other agencies in which their members were on the Council's governing board. The total amount of related party transactions for 2006 amounted to \$526,554.

<b>Agency</b>	<b>Amount</b>
Council on Rural Services Program	\$286,801
Greene County MRDD	39,256
Greene County Combined Heath District	64,253
Greene County Family Violence Prevention Center	21,580
Greene County Juvenile Court	19,414
Greene County OSU Extension	11,366
WSU (CUPA)	83,884
Total:	\$526,554

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2006**

<b>Federal Grantor/ Pass Through Grantor Program Title</b>	<b>Pass-Through Entity Number</b>	<b>Federal CFDA Number</b>	<b>Disbursements</b>
<b>UNITED STATES DEPARTMENT OF JUSTICE</b>			
<i>Passed through Ohio Department of Youth Services</i>			
Title V - Delinquency Prevention Program (Tomorrow Counts)	2004-JV-T50-5109	16.548	\$34,700
Title V - Summer Delinquency Prevention Program (Tomorrow Counts)	2004-JV-T50-5109S		15,693
Total United States Department of Justice - Delinquency Prevention Program			<u>50,393</u>
<b>UNITED STATES DEPARTMENT OF EDUCATION</b>			
<i>Passed through Ohio Department of Health</i>			
Special Education - Grants for Infants and Families with Disabilities (Help Me Grow Program/Part C)	29-1-002-1-EG-05	84.181	17,643
	29-1-002-1-EG-06		73,605
Total United States Department of Education - Special Education Grants for Infants and Families with Disabilities (Help Me Grow Program/Part C)			<u>91,248</u>
<b>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<i>Passed through Ohio Department of Job and Family Services</i>			
<i>Passed through Greene County Department of Job and Family Services</i>			
Temporary Assistance for Needy Families (TANF)			
TANF- Help Me Grow Program 06	(A)	93.558	240,806
TANF- Help Me Grow Program 07	(A)		91,066
TANF - Youth Encouraged & Supported (YES) 06	(A)		2,324
TANF - Youth Encouraged & Supported (YES) 07	(A)		23,328
Total Temporary Assistance for Needy Families			<u>357,524</u>
<i>Passed through Ohio Department of Mental Health</i>			
<i>Passed through Greene County Department of Mental Health</i>			
Promoting Safe and Stable Families 06	(A)	93.556	21,080
Promoting Safe and Stable Families 07	(A)		8,385
Total Promoting Safe and Stable Families			<u>29,465</u>
<i>Passed through Ohio Department of Health</i>			
Child Abuse and Neglect State Grants	(A)	93.669	900
Total United States Department of Health and Human Services			<u>387,889</u>
Total Federal Assistance			<u><u>\$529,530</u></u>

(A) - Project number not known or not applicable.

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

**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - MATCHING REQUIREMENTS**

Certain Federal programs require that the Council contribute non-Federal funds (matching funds) to support the Federally-funded programs. The Council has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Greene County Family and Children First Council  
Greene County  
158 East Main Street  
Xenia, Ohio 45385

To the Members of the Council:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Greene County Family and Children First Council, Greene County, (the Council) as of and for the year ended December 31, 2006, which collectively comprise the Council's basic financial statements and have issued our report thereon dated November 1, 2007, wherein, we noted the Council uses a comprehensive accounting basis other than generally accepted accounting principles. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Council's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinion on the financial statements, but not to opine on the effectiveness of the Council's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Council's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Council's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the Council's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the Council's internal control will not prevent or detect a material financial statement misstatement.

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

### **Compliance and Other Matters**

As part of reasonably assuring whether the Council's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of the audit committee, management and the Council. We intend it for no one other than these specified parties.

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

**Mary Taylor, CPA**  
Auditor of State

November 1, 2007



# Mary Taylor, CPA

## Auditor of State

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

Greene County Family and Children First Council  
Greene County  
158 East Main Street  
Xenia, Ohio 45385

To the Members of the Council:

#### Compliance

We have audited the compliance of the Greene County Family and Children First Council (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 apply to its major federal program for the year ended December 31, 2006. The summary of auditor's results section of the accompanying schedule of findings identifies the Council's major federal program. The Council's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Council's compliance with those requirements.

In our opinion, the Greene County Family and Children First Council complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended December 31, 2006.

#### Internal Control Over Compliance

The Council's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Council's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over compliance.

One First National Plaza / 130 W. Second St. / Suite 2040 / Dayton, OH 45402  
Telephone: (937) 285-6677 (800) 443-9274 Fax: (937) 285-6688  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

**Internal Control Over Compliance  
(Continued)**

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that the entity's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the Council's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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

We intend this report solely for the information and use of the audit committee, management, the Council, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

November 1, 2007



**GREENE COUNTY FAMILY AND CHILDREN FIRST COUNCIL  
GREENE COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2006**

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any other significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	CFDA # 93.558 – Temporary Assistance to Needy Families (TANF)
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	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





**Mary Taylor, CPA**  
Auditor of State

**FAMILY AND CHILDREN FIRST COUNCIL**

**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  
NOVEMBER 29, 2007**