

**THE LAKELAND FOUNDATION
KIRTLAND, OHIO**

**FINANCIAL STATEMENTS
JUNE 30, 2007**



Mary Taylor, CPA

Auditor of State

Board of Directors
Lakeland Foundation
7700 Clocktower Drive
Kirtland, Ohio 44094

We have reviewed the *Independent Auditor's Report* of the Lakeland Foundation, Lake County, prepared by S.R. Snodgrass, A.C., for the audit period July 1, 2006 through June 30, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Lakeland Foundation is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

November 30, 2007

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**THE LAKELAND FOUNDATION
FINANCIAL STATEMENTS**

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Independent Auditor's Report

To the Board of Directors of
The Lakeland Foundation
7700 Clocktower Drive
Kirtland, OH, 44094

We have audited the accompanying statement of financial position of The Lakeland Foundation (a nonprofit organization) as of June 30, 2007, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of The Lakeland Foundation as of June 30, 2006 were audited by other auditors whose report dated October 31, 2006, expressed an unqualified opinion on those statements.

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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Lakeland Foundation at June 30, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a our report dated September 14, 2007, on our consideration of The Lakeland Foundation'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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

S. R. Snodgrass A.C.

Mentor, Ohio
September 14, 2007

THE LAKELAND FOUNDATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2007
(WITH COMPARATIVE TOTALS FOR 2006)

ASSETS	<u>2007</u>	<u>2006</u>
Cash and Cash Equivalents	\$ 248,904	\$ 292,247
Cash Held for Others	26,768	19,114
Investments, at fair value	2,362,805	1,968,660
Pledges Receivable - net	157,898	228,332
Donations Receivable	18,318	29,465
Loans Receivable - net	17,083	20,910
Other Assets	675	1,597
Prepaid Expense	159	-
	<hr/>	<hr/>
Total Assets	<u>\$ 2,832,610</u>	<u>\$ 2,560,325</u>
 LIABILITIES		
Payables (Scholarship and Trade)	\$ 62,319	\$ 62,734
Due to Custodial Funds	26,768	19,114
Contingent Pledge Liability	25,000	50,000
	<hr/>	<hr/>
Total Liabilities	<u>114,087</u>	<u>131,848</u>
 NET ASSETS		
Permanently Restricted	1,788,328	1,497,253
Temporarily Restricted	760,899	690,230
Unrestricted	169,296	240,994
	<hr/>	<hr/>
Total Net Assets	<u>2,718,523</u>	<u>2,428,477</u>
	<hr/>	<hr/>
	<u>\$ 2,832,610</u>	<u>\$ 2,560,325</u>

The accompanying notes are an integral part of the financial statements.

**THE LAKELAND FOUNDATION
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2007
(WITH COMPARATIVE TOTALS FOR 2006)**

SUPPORT, REVENUE, and RECLASSIFICATIONS	PERMANENTLY RESTRICTED	TEMPORARILY RESTRICTED	UNRESTRICTED	2007 TOTALS	2006 TOTALS
Private and Corporate Contributions and Grants	\$ 80,361	\$ 666,990	\$ 89,709	\$ 837,060	\$ 800,905
Donations - In-Kind	-	93,069	5,179	98,248	306,875
Interest and Dividends	42,733	-	27,360	70,093	55,542
Realized Gain (Loss) on Investments	143,959	-	(2,174)	141,785	22,167
Unrealized Gain on Investments	49,139	6,669	95	55,903	15,480
Total Support and Revenue	316,192	766,728	120,169	1,203,089	1,200,969
Net Assets Released from Restrictions or Transferred	(25,117)	(696,059)	721,176	-	-
Total Support, Revenues, and Reclassifications	291,075	70,669	841,345	1,203,089	1,200,969
PROGRAM and SUPPORT EXPENSES					
Program Services:					
Scholarships	-	-	378,302	378,302	361,712
Educational and Related Programs	-	-	223,773	223,773	137,246
In-Kind Educational and Related Programs	-	-	50,021	50,021	253,972
Total Program Services	-	-	652,096	652,096	752,930
Support Services:					
Administration	-	-	120,975	120,975	137,103
Administrative - In-Kind	-	-	257	257	-
Fundraising	-	-	91,837	91,837	62,147
Fundraising - In-Kind	-	-	47,878	47,878	52,903
Total Support Services	-	-	260,947	260,947	252,153
Total Program and Support Expenses	-	-	913,043	913,043	1,005,083
CHANGE IN NET ASSETS	291,075	70,669	(71,698)	290,046	195,886
NET ASSETS - Beginning of Year	1,497,253	690,230	240,994	2,428,477	2,232,591
NET ASSETS - End of Year	\$ 1,788,328	\$ 760,899	\$ 169,296	\$ 2,718,523	\$ 2,428,477

The accompanying notes are an integral part of the financial statements.

**THE LAKELAND FOUNDATION
STATEMENT OF CASH FLOWS
JUNE 30, 2007
(WITH COMPARATIVE TOTALS FOR 2006)**

	2007	2006
CASH FLOW FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 290,046	\$ 195,886
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Change in Allowance for Uncollectible Loans	6,572	6,975
Change in Allowance for Uncollectible Pledges	10,393	(12,938)
Change in Discounts to Net Present Value	(5,259)	(11,168)
Realized Gain on Investments	(141,785)	(22,167)
Unrealized Loss (Gain) on Investments	(55,903)	(15,479)
Contributions Restricted for Long-Term Investment	(79,923)	(89,981)
Interest and Dividends Restricted for Reinvestment	(42,733)	(46,276)
Changes in Operating Assets and Liabilities:		
Decrease in Pledges Receivable	65,300	70,198
(Increase) in Program Loans Receivable	(2,745)	(8,852)
Decrease (Increase) in Accounts Receivable	11,147	(15,393)
Decrease (Increase) in Prepaid Expense	(159)	7,177
Decrease (Increase) in Other Assets	922	(1,300)
(Decrease) in Payables	(415)	(48,463)
(Decrease) in Contingent Pledge Liability	(25,000)	(25,000)
Total Adjustments	(259,588)	(212,667)
Net Cash Provided by (Used by) Operating Activities	30,458	(16,781)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from Sales and Maturity of Investments	2,055,904	592,895
Purchase of Investments	(2,289,336)	(603,983)
Change in Investment Money Market funds	36,975	(106,990)
Net Cash Used by Investing Activities	(196,457)	(118,078)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest and Dividends Restricted for Reinvestment	42,733	46,276
Contributions Restricted for Long-Term Investment	79,923	89,981
Net Cash Provided by Financing Activities	122,656	136,257
Net Change in Cash and Cash Equivalents	(43,343)	1,398
CASH AND CASH EQUIVALENTS - Beginning of Year	292,247	290,849
CASH AND CASH EQUIVALENTS - End of Year	\$ 248,904	\$ 292,247
SUPPLEMENTAL SCHEDULE OF NON-CASH OPERATING ACTIVITIES		
Donated Goods	98,248	306,875
Donated Goods Used in Operations	(98,156)	(306,875)
Net Change Affecting Net Assets	\$ 92	\$ -

The accompanying notes are an integral part of the financial statements.

**THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

1. NATURE OF ACTIVITIES

The Lakeland Foundation (the "Foundation") was formed in 1981 to obtain private financing support for the promotion of excellence at Lakeland Community College ("LCC") and operates for the benefit and is a component unit of Lakeland Community College. The Foundation provides scholarships, support, and loans to financially disadvantaged students, students demonstrating excellent academic abilities, and students meeting criteria of specific donor stipulations. The Foundation also provides support to specific educational departments and programs of LCC. The accounting records for the Foundation are maintained at LCC Kirtland, Ohio. Certain administrative expenses of the Foundation are paid directly by LCC.

The Foundation serves as fiscal agent for Partners in Science Excellence (PSE). Partners in Science Excellence is a separate organization with its own board. The cash on hand and due PSE is reflected on the Statement of Financial Position and Cash Held for Others and Due to Custodial Funds.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accompanying financial statements are presented on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles.

BASIS OF PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under those provisions, net assets and revenues, gains, and losses are classified based on the absence or existence and nature of donor-imposed restrictions as follows:

- Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.
- Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations or that expire by the passage of time.
- Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donors of such assets permit the Foundation to use all or part of the income earned on the assets.

THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

COMPARATIVE FINANCIAL STATEMENTS

The financial statements include certain prior-year (2006) comparative total amounts. Such total amounts do not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States. Accordingly, such amounts should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2006, from which the comparative total amounts were derived. The 2006 audited financial statement had an unqualified opinion expressed on it by Varney, Fink & Associates, Inc.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

For purposes of the Statement of Cash Flows, cash equivalents include time deposits, certificates of deposit, and liquid debt instruments that may be used within one year. Money Market investments are considered investments and are classified as such in the cash flow statement.

CONCENTRATIONS OF CREDIT RISK

The Foundation maintains its cash and cash equivalents in various bank accounts, the amounts of which may at times exceed federally insured limits. The Foundation's cash investments are placed with high-credit-quality financial institutions. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. Cash and cash equivalents at the institution exceed the federally insured limits. The amount in excess of the FDIC limit totaled \$190,977 as of June 30, 2007. The Foundation has not experienced any losses in such accounts, and management believes the Foundation is not subject to a risk of loss beyond that related to market changes.

INVESTMENTS

Investments in marketable securities are stated at fair market value.

The Foundation's practice with respect to contributions of equity securities is to sell the securities upon receipt for their current fair market value.

FINANCIAL INSTRUMENTS

The amounts recorded on the Statement of Financial Position for the financial instruments approximate the fair value of those items.

**THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CONTRIBUTIONS

The Foundation accounts for donations in accordance with the recommendations of the FASB in SFAS No. 116, "Accounting for Contributions Received and Contributions Made". Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized until they become unconditional; that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risk involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions.

TAX STATUS

The Foundation is considered a charitable organization under Section 501 (c) (3) of the Internal Revenue Code and is therefore exempt from federal income tax.

DONATIONS AND PLEDGES RECEIVABLE

Donations receivable are funds committed in the ordinary course of the Foundation's operations.

Pledges receivable are funds committed as part of the major gifts campaign.

DONATED ADMINISTRATIVE EXPENSES

Certain administrative functions of the Foundation are performed by administrative employees of Lakeland Community College at no charge to the Foundation. The value of these services is not recognized in these financial statements. The dollar value is not significant in relation to the financial statements taken as a whole.

DONATED FUNDRAISING EXPENSES

Significant time has been provided by many volunteers in fundraising activities; however, these donated services are not reflected in the financial statements since the services do not require specialized skills.

COMMITMENTS

There were no significant commitments not recognized at June 30, 2007.

THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007

3. INVESTMENTS

Investments are recorded at fair value. The historical and fair value at June 30, 2007 and 2006 were as follows:

	<u>2007</u>		<u>2006</u>	
	<u>COST</u>	<u>FAIR VALUE</u>	<u>COST</u>	<u>FAIR VALUE</u>
Corporate Stocks	\$ 2,997	\$ 3,093	\$ 836,163	\$ 933,025
Corporate Bonds	198,744	199,263	209,116	204,826
Municipal Bonds	-	-	15,148	14,055
Agency Bonds	248,376	247,991	402,102	391,930
Foreign Bonds	-	-	25,028	24,257
U.S. Obligations	49,879	49,848	174,445	173,320
Fixed Income				
Mutual Funds	475,000	466,919	-	-
Equity Mutual Funds	817,542	915,703	-	-
International Mutual Funds	244,679	289,714	-	-
Money Market/Cash and Reserves	190,274	190,274	227,249	227,249
	<u>\$ 2,227,491</u>	<u>\$ 2,362,805</u>	<u>\$ 1,889,251</u>	<u>\$ 1,968,662</u>

4. NET ASSETS

UNRESTRICTED FUNDS

These funds have no donor-imposed stipulations and the funds are used for general operating purposes deemed necessary by the Board of Directors.

TEMPORARILY RESTRICTED FUNDS

The Foundation has four types of funds which have been designated temporarily restricted. These funds include private and corporate contributions which have been temporarily restricted for these specific purposes. In addition, most fundraising events are also recorded in temporarily restricted. Earnings on investments of this fund are included in the unrestricted fund unless such earnings have been stipulated as temporarily restricted by donors.

Temporarily restricted net assets are available for the following purposes as of June 30, 2007 and 2006. Approximate totals are:

	<u>2007</u>	<u>2006</u>
Scholarships	\$ 491,490	\$ 413,633
Loans (Note 6)	30,049	36,621
Educational & Related Programs	231,628	236,644
Administration/Fundraising	<u>7,732</u>	<u>3,332</u>
Total Temporarily Restricted Net Assets	<u>\$ 760,899</u>	<u>\$ 690,230</u>

**THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007**

4. NET ASSETS (CONTINUED)

Net Assets were released from donor restrictions by incurring expenses satisfying the purpose restriction specified by donors as follows:

	<u>2007</u>	<u>2006</u>
Scholarships	\$ 249,416	\$ 220,359
Loans (Note 6)	6,572	6,976
Educational & Related Programs	263,663	446,931
Administration/Fundraising	183,935	197,534
Released or Transferred - net	<u>(7,527)</u>	<u>-</u>
Total Net Assets Released from Donor Restrictions	<u>\$ 696,059</u>	<u>\$ 871,800</u>

PERMANENTLY RESTRICTED FUNDS

The Endowment Fund includes contributions restricted in perpetuity or for terms designated by the donor. Earnings on investments of the Endowment Fund are included in the Endowment Fund (Quasi Endowment). However, the earnings may be used for current purposes of the Foundation.

Endowment activity by type is as follows:

	<u>Permanent Endowment</u>	<u>Quasi Endowment</u>	<u>Total</u>
Balance July 1, 2006	\$ 1,151,083	\$ 346,170	\$ 1,497,253
Support and Revenue			
Donations	79,923	438	80,361
Interest and Dividends	-	42,733	42,733
Realized Gain on Investments	-	143,959	143,959
Unrealized Gain on Investments	<u>-</u>	<u>49,139</u>	<u>49,139</u>
Total Support and Revenue	<u>79,923</u>	<u>236,269</u>	<u>316,192</u>
Net Asset Released from Restrictions or by Transfer			
Released or transferred to (from)			
Temporarily Restricted	44,562	(52,089)	(7,527)
Transferred to Unrestricted	<u>-</u>	<u>(17,590)</u>	<u>(17,590)</u>
Total Net Assets Released from Restrictions or Transferred	<u>44,562</u>	<u>(69,679)</u>	<u>(25,117)</u>
Balance June 30, 2007	<u>\$ 1,275,568</u>	<u>\$ 512,760</u>	<u>\$ 1,788,328</u>

5. PLEDGES RECEIVABLE

At June 30, 2007 and 2006, pledges outstanding were \$ 202,826 and \$ 268,126, respectively. The related allowance for uncollected pledges at June 30, 2007 and 2006 are \$ 29,859 and \$ 19,466, respectively.

**THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007**

5. PLEDGES RECEIVABLE (CONTINUED)

Unconditional promises to give at June 30, 2007 are as follows:

	<u>2007</u>	<u>2006</u>
Total Unconditional Promises to Give	\$ 202,826	\$ 268,126
Less: Discount to Net Present Value	(15,069)	(20,328)
Less: Allowance for Uncollectible Pledges	<u>(29,859)</u>	<u>(19,466)</u>
Net Unconditional Promises to Give at June 30, 2007	<u>\$ 157,898</u>	<u>\$ 228,332</u>

Discount rates used on long-term promises to give average 6% in 2007.

	<u>2007</u>	<u>2006</u>
Unconditional Pledges to give:		
Unrestricted Amounts Due:		
Less than one year	\$ 36,995	\$ 48,932
One to Five Years	21,884	41,167
Temporarily Restricted Amounts Due:		
Less than one year	65,031	107,458
One to Five Years	24,593	21,817
Permanently Restricted Amounts Due:		
Less than one year	8,947	8,469
One to Five Years	<u>448</u>	<u>489</u>
Total	<u>\$ 157,898</u>	<u>\$ 228,332</u>

6. LOANS RECEIVABLE

As of June 30, 2007 and 2006, loans receivable totaled \$ 93,685 and \$ 90,940, respectively. During fiscal year ended June 30, 2007 a total of \$ 11,000 was distributed to qualifying students in a revolving student loan in the C. Schell Loan Program. The loans are interest free and have various repayment terms. During fiscal year ended June 30, 2007, \$ 8,255 had been repaid. The related allowance for uncollectible loans is \$ 76,602 and \$ 70,030 for fiscal years ended June 30, 2007 and June 30, 2006, respectively.

7. CONTINGENT PLEDGE LIABILITY

A pledge donation was received in the amount of \$ 125,000 in July, 2003 and remitted in full during June, 2004. Subject to certain conditions, this is ratably recognized as contribution income over a five-year period ending June 30, 2008. If the conditions are not met, the prorated remaining liability balance must be returned to the donor.

**THE LAKELAND FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007**

8. RELATED PARTY TRANSACTIONS

The College made distributions to the Foundation of \$ 157,327 and \$ 151,433 for the years ended June 30, 2007 and 2006, respectively. The Foundation distributed \$ 712,491 and \$ 667,841 for the years ended 2007 and 2006, respectively, to the College. The Foundation also distributed \$ 49,021 and \$ 253,972 in Gifts-in-Kind for the years ended 2007 and 2006, respectively. The Foundation had receivables from the College of \$ 9,995 and \$ 18,359 as of June 30, 2007 and 2006, respectively. The Foundation had payables to the College of \$ 36,343 and \$ 41,452 as of June 30, 2007 and 2006, respectively.

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

To the Board of Directors of
The Lakeland Foundation

We have audited the financial statements of The Lakeland Foundation (a nonprofit organization) as of and for the year ended June 30, 2007, and have issued our report thereon dated September 14, 2007. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The Lakeland Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Foundation'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 the normal course of 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 Foundation's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Foundation's financial statements that is more than inconsequential will not be prevented or detected by the Foundation's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Foundation's internal control.

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 deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

To the Board of Directors of
The Lakeland Foundation
Page 2

Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Lakeland Foundation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on 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 such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and the Board of Directors and is not intended to be and should not be used by anyone other than these specified parties.

J. R. Snodgrass A.C.

Mentor, Ohio
September 14, 2007



Mary Taylor, CPA
Auditor of State

LAKELAND FOUNDATION

LAKE 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
DECEMBER 13, 2007**