

**NORTHERN KENTUCKY AREA DEVELOPMENT
DISTRICT**

June 30, 2010

*FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS'
REPORT INCLUDING SUPPLEMENTARY INFORMATION*



VonLehman & Company Inc. vlcpa.com
4755 Lake Forest Drive, Suite 100 Cincinnati, OH 45242-3836 513.891.5911 F 513.891.5969
250 Grandview Drive, Suite 300 Fort Mitchell, KY 41017-5610 859.331.3300 F 859.331.4358

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT

**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION**

Year Ended June 30, 2010

WITH

Independent Auditors' Reports

Table of Contents

	<u>Pages</u>
INDEPENDENT AUDITORS' REPORT	1 – 2
REQUIRED SUPPLEMENTARY INFORMATION:	
Management's Discussion and Analysis	3 – 6
BASIC FINANCIAL STATEMENTS:	
<i>Government-wide Financial Statements</i>	
Statement of Net Assets	7
Statement of Activities	8
<i>Fund Financial Statements</i>	
Balance Sheet	9
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities	10
Statement of Revenues, Expenditures and Changes in Fund Balances	11
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Fund to the Statement of Activities	12
Notes to Financial Statements	14 – 20
REQUIRED SUPPLEMENTARY INFORMATION:	
Budgetary Comparison Schedule	21
Notes to Budgetary Comparison Schedule	22

OTHER SUPPLEMENTARY INFORMATION:

Independent Auditors' Report on Supplementary Information	23
Statement of Operations by Grant – General and Special Revenue Fund Types	24 – 25
Statement of Operations by Program:	
Cabinet for Health and Family Services	26 – 51
Cabinet for Health and Family Services – Work Now KY	52
Cabinet for Health and Family Services – KY Works	53
Workforce Investment Act	54 – 77
Commodities	78 – 79
Supportive Housing	80 – 82
Homelessness Prevention and Rapid Re-Housing Program	84 – 85
Loan Program	86 – 87
Joint Funding Administration	88 – 89
Other State Contracts	90 – 93
Other Local Contracts	94 – 96
Statement of Allocated Costs Claimed	97
Notes to Supplementary Information	98
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Governmental Auditing Standards</i>	99 – 100
Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	101 – 102
Schedule of Expenditures of Federal Awards	103 – 106
Notes to the Schedule of Expenditures of Federal Awards	107 – 108
Schedule of Findings and Questioned Costs	109 – 110

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Northern Kentucky Area Development District
Florence, Kentucky

We have audited the accompanying financial statements of the governmental activities each major fund, and the aggregate remaining fund information of the Northern Kentucky Area Development District as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of District'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 *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 the 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Northern Kentucky Area Development District, as of June 30, 2010, and the respective changes in financial position, thereof 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 our report dated February 24, 2011, on our consideration of the Northern Kentucky Area Development District's internal control over financial reporting and on 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 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 6 and 21 through 22 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Northern Kentucky Area Development District's financial statements as a whole. The statement of operations by grant, the statement of operations by program and the statement of allocated costs claimed are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of 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 also not a required part of the financial statements. The statement of operations by grant, the statement of operations by program, the statement of allocated costs claimed and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

VonLehman & Company Inc.

Ft. Mitchell, Kentucky
February 24, 2011

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

Our discussion and analysis of Northern Kentucky Area Development District's (NKADD) financial performance provides an overview of its financial activities for the fiscal year ended June 30, 2010. Please read it in conjunction with the NKADD's financial statements, which begins on page 7.

FINANCIAL HIGHLIGHTS

The total net assets serve over time as an indicator of an organization's financial position. In the case of the NKADD, assets exceeded liabilities by \$1,457,562. The beginning net assets were \$1,026,859. The unassigned fund balance as of June 30, 2010 was \$1,086,304 compared to \$820,975 at the end of FY 2009.

The breakdown of the statement of net assets is as follows:

	FY '10	FY '09
Assets		
Current Assets:	\$3,150,718	\$2,926,797
Non-Current Assets:	<u>1,799,956</u>	<u>1,711,628</u>
Total	<u>\$4,950,674</u>	<u>\$4,638,425</u>
Liabilities		
Current Liabilities:	\$2,029,852	\$2,101,704
Non-Current Liabilities:	<u>1,463,260</u>	<u>1,509,862</u>
Total	<u>\$3,493,112</u>	<u>\$3,611,566</u>
Net Assets		
Investment in capital assets, net of related debt:	\$ 26,122	\$ (9,269)
Restricted:		
Loan program	345,136	215,153
Unassigned	<u>1,086,304</u>	<u>820,975</u>
Total	<u>\$1,457,562</u>	<u>\$1,026,859</u>

Total governmental funds revenue for the period ending June 30, 2010 was \$15,916,469. For the previous fiscal year, the total revenue was \$12,671,894. This results in a 25.6% increase in revenues. The increase was due to diligent efforts by NKADD to expand and grow the Consumer Directed Options Program, to gain increases in Workforce Development Programs, and the addition of the Homelessness Prevention and Rapid Re-Housing Program. These are certainly tough times, but NKADD has actually been able to increase revenues 51% over the last two fiscal years. This has been a tremendous accomplishment by which revenue has increased in very tough times and services expanded.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 7 and 8) provide information about the activities of the NKADD as a whole and present a longer-term view of the NKADD's finances. Fund financial statements start on page 9. For governmental activities, these statements tell how the services were financed in the short term as well as what remains for future spending. Fund financial statements also report the NKADD's operations in more detail than the government-wide statements by providing information about the NKADD's most significant funds. The remaining statements provide detail financial information for the benefit of those outside of the government.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

Reporting the NKADD as a Whole

Our analysis of the NKADD financial statements as a whole begins on page 7. One of the most important questions asked about the NKADD's finances is, "Is the NKADD as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the NKADD as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the NKADD's net assets and changes in them. You can think of the NKADD's net assets—the difference between assets and liabilities—as one way to measure the NKADD's financial health, or financial position. Over time, increases or decreases in the NKADD's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the NKADD's revenue base and the condition of the NKADD's facilities, to assess the overall health of the NKADD.

In the Statement of Net Assets and the Statement of Activities, we show the NKADD's one activity:

- Governmental activities—All of the NKADD's basic services are reported here, grant administration and general administration. State, local, and federal grants finance most of these activities.

Reporting the NKADD's Most Significant Funds

Our analysis of the NKADD's major funds and the fund financial statements begin on page 9 and provide detailed information about the most significant funds—not the NKADD as a whole. All grant administration is considered in one major fund. However, the NKADD accounts for grants by separate work elements to help it control and manage money for particular purposes and to show that it is meeting legal responsibilities for using certain grants, and other money.

- Governmental funds – Most of the NKADD's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the NKADD's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the NKADD's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliations on pages 10 and 12.
- Special revenue funds – reports the activities of the revolving loan fund and Kentucky Housing Corporation (KHC) Economic Development Administration (EDA) loan program. These activities are reported in a separate column on the balance sheet on page 9 and on the statement of revenues, expenditures and changes of fund balances on page 11. We separate these activities from the NKADD's other activities because the NKADD cannot use these assets to finance its operations. The NKADD is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

NKADD AS A WHOLE

General Fund Budgetary Highlights

In Fiscal Year 2010, the NKADD had an initial total budget projected of \$11,937,211 in revenues and \$11,895,872 in expenditures, with net change in fund balance of \$41,339. Of these dollars \$6,900,000 was projected pass-thru. During Fiscal Year 2010, the budget was amended to increase revenues to \$16,514,711 and expenditures to \$16,398,939. The actual revenues for Fiscal Year 2010 were \$15,916,469 and \$15,660,439 in actual expenditures. This increase in revenues has come from the expansion and growth of the Consumer Directed Options Program, increases in Workforce Development Programs dollars from the federal government, and the addition of the Homelessness Prevention and Rapid Re-Housing Program.

CAPITAL ASSETS

The capital assets of the NKADD are its office building, the land it sits upon, computer equipment and furnishings. The land has a historical cost of \$226,975 for both June 30, 2010 and June 30, 2009. This represents the only capital asset not depreciated. The office building has a historical cost of \$1,591,066 for both June 30, 2010 and June 30, 2009. The accumulated depreciation for the office building at June 30, 2010 was \$427,271 and at June 30, 2009 was \$379,178. The increase of \$48,093 was depreciation expense for fiscal year 2010. Computer equipment has a historical cost of \$713,854 for June 30, 2010 and \$672,784 for June 30, 2009. During the fiscal year there were additions to computer equipment for \$58,492 and disposals of \$17,422. Accumulated depreciation for computer equipment was \$665,046 at June 30, 2010 and \$638,734 at June 30, 2009. Accumulated depreciation for computer equipment increased for depreciation of \$43,734 and decreased for disposals of \$17,422. Furniture and fixtures have a historical cost of \$236,956 for June 30, 2010 and \$194,601 for June 30, 2009. During the fiscal year there were additions to furniture and fixtures for \$43,985 and disposals of \$1,630. The accumulated depreciation for furniture and fixtures was \$190,912 at June 30, 2010 and \$178,783 at June 30, 2009. Accumulated depreciation for furniture and fixtures increased for depreciation of \$13,747 and decreased for disposals of \$1,618.

DEBT ADMINISTRATION

Of the capital items, the land and office building are financed by long-term debt. This debt represents the only capital assets financed debt of the NKADD. The U.S. Department of Agriculture (USDA) financed these capital assets through Series 2001 bonds. The bonds were issued and designated Series A Bonds (\$1,200,000 at 5 1/8%) and Series B (\$550,000 at 5 1/8%). The unpaid balance was \$1,459,500 at June 30, 2010 and \$1,498,000 at June 30, 2009. The \$38,500 decrease represents the principal payment made during Fiscal Year 2010. The debt service total principal and interest for Fiscal Year 2011 will be \$114,757.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The NKADD budget and financial stability has long been connected to receipt of federal and state public dollars. As mentioned, NKADD has actually been able to increase revenues significantly over the last two fiscal years by securing additional grants and contracts. This increase in revenues has come from expansion and growth of the Consumer Directed Options Program, increases in Workforce Development Programs dollars from the federal government, and the addition of the Homelessness Prevention and Rapid Re-Housing Program. For Fiscal Year 2011, budgeted revenues are \$17,058,652 and expenditures are \$16,960,109. The difference between Fiscal Year 2011 budgeted revenues and expenditures is \$98,543.

Rising retirement costs are a long-term financial issue for NKADD. The CERS (County Employees Retirement System) employer contribution rate for NKADD for Fiscal Year 2011 is 16.93%. This represents a 1.99% increase. In Fiscal Year 2012, the CERS rate will rise to 18.96%.

With respect to Fiscal Year 2011, the state budget may be subject to some amendment during the legislative session. General state revenues seem to have recovered somewhat from the economic downturn. The principal impact on the NKADD could be some change in the state Medicaid outlays as a result of efforts either to cut costs or shift Fiscal Year 2012 funds to this year because a higher federal reimbursement rate is available now and not next year. Changes should be relatively small.

On the federal level, impacts could be greater for both the current year and Fiscal Year 2012 due to the condition of the budget and its debt. Proposals to reduce programs appear to have a greater chance of being implemented than in past years. Some of the reductions, if adopted, could impact programs of the NKADD, but at this point in the current year, where any decreases would fall is unknown.

The NKADD has been able to better position itself for emergencies. The unassigned fund balance as of June 30, 2010 was \$1,086,304 compared to \$820,975 at the end of Fiscal Year 2009. While still low for an organization the size of NKADD, progress continues to be made on the objective of obtaining an adequate level.

CONTACTING NKADD'S FINANCIAL MANAGEMENT

This financial report is designed to provide the citizens, taxpayers, customers, investors and creditors with a general overview of the NKADD's finances and to show the NKADD's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the NKADD Office at 22 Spiral Drive, Florence, KY 41042.

BASIC FINANCIAL STATEMENTS

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2010**

	Primary Governmental
- ASSETS -	
Current assets:	
Cash and cash equivalents	\$ 831,939
Cash - building reserve account	97,920
Investments	2
Revenues earned in excess of funds received	2,010,060
Prepaid expenses	130,605
Loans receivable	80,192
Total current assets	3,150,718
Noncurrent Assets:	
Loans receivable	314,334
Capital assets, net	1,485,622
Total non-current assets	1,799,956
 Total assets	 \$ 4,950,674
 - LIABILITIES -	
Current liabilities:	
Accounts payable	\$ 1,357,247
Accrued expenses	74,034
Funds received in excess of revenues earned	439,026
Employees accrued annual leave	112,943
KHC loan payable	5,602
Current portion of notes payable	41,000
Total current liabilities	2,029,852
Noncurrent liabilities:	
KHC loan payable	44,760
Notes payable	1,418,500
Total non-current liabilities	1,463,260
 Total liabilities	 \$ 3,493,112
 - NET ASSETS -	
Investment in capital assets, net of related debt	\$ 26,122
Restricted for:	
Loan program	345,136
Unassigned	1,086,304
Total net assets	\$ 1,457,562

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010**

	Governmental Grant Administration
PROGRAM EXPENSES:	
Governmental activities:	
CHFS - other sub-grantees	\$ 4,562,728
CHFS - KY Works sub-grantees	176,950
WIA sub-grantees	3,392,344
Commodities	882,456
Supportive Housing sub-grantees	549,906
HPRP sub-grantees	519,103
Other State Contracts sub-grantees	149,367
Local contracts sub-grantees	49,780
Direct salaries	2,527,061
Direct employee benefits	890,045
Direct travel	129,842
Direct contracts	107,528
Direct other	340,611
Shared expenses	1,023,480
Depreciation expense	105,574
Total governmental activities	15,406,775
 PROGRAM REVENUES:	
Federal and state revenues	13,882,499
Federal commodities	882,456
Revolving loans	122,047
Local revenue	773,887
Interest income	31,289
Net program income	285,403
 GENERAL REVENUES:	
Municipal contributions	143,589
Interest income	1,711
Total general revenues	145,300
 Change in net assets	 430,703
 Net assets - beginning of year	 <u>1,026,859</u>
 Net assets - ending	 <u><u>\$ 1,457,562</u></u>

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010**

	<u>General</u>	<u>Special Revenue</u>	<u>Total Governmental Funds</u>
- ASSETS -			
Current assets:			
Cash and cash equivalents	\$ 831,939	\$ -	\$ 831,939
Cash - building reserve account	97,920	-	97,920
Investments	2	-	2
Revenues earned in excess of funds received	2,010,060	-	2,010,060
Prepaid expenses	130,605	-	130,605
Loans receivable	-	394,526	394,526
Due from other funds	-	202,610	202,610
Total assets	<u>\$ 3,070,526</u>	<u>\$ 597,136</u>	<u>\$ 3,667,662</u>
- LIABILITIES AND FUNDS EQUITY -			
- LIABILITIES -			
Current liabilities:			
Accounts payable	\$ 1,357,247	\$ -	\$ 1,357,247
Accrued expenses	74,034	-	74,034
Funds received in excess of revenues earned	289,108	149,918	439,026
Employees accrued annual leave	112,943	-	112,943
KHC loan payable	-	50,362	50,362
Due to other funds	202,610	-	202,610
Total liabilities	<u>2,035,942</u>	<u>200,280</u>	<u>2,236,222</u>
- FUND BALANCES -			
Restricted			
Loan program	-	345,136	345,136
Unassigned	1,034,584	51,720	1,086,304
Total fund balances	<u>1,034,584</u>	<u>396,856</u>	<u>1,431,440</u>
Total liabilities and fund balances	<u>\$ 3,070,526</u>	<u>\$ 597,136</u>	<u>\$ 3,667,662</u>

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010**

Total fund balance - governmental funds	\$ 1,431,440
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet.	1,485,622
Long term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.	<u>(1,459,500)</u>
<i>Net assets of governmental activities</i>	<u><u>\$ 1,457,562</u></u>

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010**

	General	Special Revenue	Totals
REVENUES:			
Applied to all programs:			
Federal and state revenues	\$ 13,882,499	\$ 201,038	\$ 14,083,537
Federal commodities	882,456	-	882,456
Interest income	1,994	31,006	33,000
Local revenues	917,476	-	917,476
Net revenues	15,684,425	232,044	15,916,469
EXPENDITURES:			
CHFS - other sub-grantees	4,562,728	-	4,562,728
CHFS - KY Works sub-grantees	176,950	-	176,950
WIA sub-grantees	3,392,344	-	3,392,344
Commodities	882,456	-	882,456
Supportive Housing sub-grantees	549,906	-	549,906
HPRP sub-grantees	519,103	-	519,103
Other State Contracts sub-grantees	149,367	-	149,367
Local contracts sub-grantees	49,780	-	49,780
Revolving Loans	-	203,372	203,372
Direct salaries	2,514,254	12,807	2,527,061
Direct employee benefits	885,088	4,957	890,045
Direct travel	129,132	710	129,842
Direct contracts	107,528	-	107,528
Direct other	387,111	7,646	394,757
Direct local non-grant expenses	40,023	-	40,023
Shared expenses	1,078,991	6,186	1,085,177
Total expenditures	15,424,761	235,678	15,660,439
Excess of revenues (expenditures)	259,664	(3,634)	256,030
OTHER FINANCING SOURCES (USES):			
Operating transfers in/out	(3,634)	3,634	-
Operating sources in	48,093	129,983	178,076
Operating uses out	(38,794)	-	(38,794)
Net other financing sources (uses)	5,665	133,617	139,282
Net change in fund balances	265,329	129,983	395,312
Fund balances - beginning of year	769,255	266,873	1,036,128
Fund balances - end of year	\$ 1,034,584	\$ 396,856	\$ 1,431,440

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUND
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010**

Net change in fund balances - total government funds \$ 395,312

*Amounts reported for governmental activities in the
statement of activities are different because:*

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense (\$105,574) exceeded capital outlays and adjustments (\$102,477) and loss on disposals (\$12) in the current period. (3,109)

The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 38,500

Change in Net Assets of Governmental Activities \$ 430,703

The accompanying notes are an integral part of this statement.

THIS PAGE IS LEFT BLANK INTENTIONALLY.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Northern Kentucky Area Development District (NKADD) is a non-profit public agency, functioning as an instrumentality of a political subdivision of the Commonwealth of Kentucky. NKADD operates under legislative authority which has as its primary purpose the promotion of economic development and the establishment of a framework for joint federal, state and local efforts directed toward providing basic services and facilities essential to the social, economic and physical development of the eight county area in Northern Kentucky. The accounting policies of NKADD conform to generally accepted accounting principles. The following is a summary of the more significant policies.

The NKADD's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant accounting policies established in GAAP and used by the NKADD are discussed below.

A. Basic Financial Statements – Government-Wide Statements: The NKADD's basic financial statements include both government-wide (reporting the NKADD as a whole) and fund financial statements (reporting the NKADD's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The NKADD currently has no funds that are classified as business-type activities.

In the government-wide Statement of Net Assets, the governmental activities column is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The NKADD's net assets are reported in three parts – invested in capital assets, net of related debt, unrestricted net assets, and restricted net assets.

The government-wide Statement of Activities reports both the gross and net cost of each of the NKADD's functions. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants. The net costs (by function) are normally covered by general revenue.

This government-wide focus is more on the sustainability of the NKADD as an entity and the change in the NKADD's net assets resulting from the current year's activities.

B. Basis Financial Statements-Fund Financial Statements: The financial transactions of the NKADD are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that is comprised of their assets, liabilities, reserves, fund equity, revenues and expenditures, as appropriate.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The following funds are used by NKADD:

Governmental Fund Types:

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

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue sources not considered part of the other funds, which includes the revolving loan fund and the KHC EDA loan fund.

C. Basis of Accounting: Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

The accounting system of NKADD also provides for the following:

- (1) Revenues are applied to program elements on the basis of total expenses incurred on the projects during the period and on the sharing ratios specified in the grant agreements.
- (2) Equipment acquired with grant funds is expensed immediately rather than capitalized and depreciated.

D. Shared Costs: Shared costs were distributed over the benefiting programs on the basis of direct salary and employee benefit charges. Shared costs are those (a) incurred for a common or joint purpose benefiting more than one program, and (b) not readily assignable to the programs specifically benefited without effort disproportionate to the results achieved.

E. Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash and Cash Equivalents: For purposes of these financial statements, cash equivalents include time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of twelve months or less.

G. Revenues Earned in Excess of Funds Received: Management considers revenues earned in excess of funds received to be fully collectible; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

H. Income Taxes: NKADD is exempt from income taxes.

I. Property and Equipment: Equipment is generally acquired by NKADD in part with grant funds. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Capital assets purchased or acquired with an original cost of \$500 or more are reported at cost. Other costs incurred for repairs and maintenance are expensed as incurred. Property acquired by the NKADD is stated at cost, less accumulated depreciation computed by the straight line method over the following estimated useful lives:

Building and improvements	10 – 40 years
Furniture and fixtures	7 years
Computer equipment	3 years

J. Long-Term Debt: In the government-wide financial statements, long-term debt is reported as liabilities in the applicable governmental activities financial statements.

In the fund financial statements, governmental fund types recognize bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as other financing uses.

K. Revenues: Substantially all governmental fund revenues are accrued.

L. Expenditures: Expenditures are recognized when the related fund liability is incurred.

M. Compensated Absences: Employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with NKADD. Sick leave accrues to employees to specified maximums. Employees are entitled to limited accrued vacation leave upon termination. The estimated liability for vested vacation leave benefits is recorded as an expenditure and liability in the respective funds.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 2 - CASH, CASH EQUIVALENT AND INVESTMENTS

Kentucky Revised Statutes authorize districts to invest in obligations of the United States and its agencies, obligations of the Commonwealth of Kentucky and its agencies, shares in savings and loan associations insured by federal agencies and deposits in national or state chartered banks insured by federal agencies, repurchase agreements, and larger amounts in such institutions providing such banks pledge as security, obligations of the United States government or its agencies.

As of June 30, 2010, the carrying amount of the Northern Kentucky Area Development District's deposits totaled \$929,859 and the bank balances totaled \$1,233,158.

The NKADD's interest bearing accounts of \$1,128,762 at June 30, 2010 were insured up to \$250,000 by Federal Depository Insurance Corporation and the remainder of the deposits in excess of the Federal Depository Insurance limit were collateralized with securities held by the bank, its trust department or by its agent but not in the NKADD name. The NKADD also had non-interest bearing deposits at June 30, 2010 of \$104,396 that were fully guaranteed by the Federal Depository Insurance Corporation temporary coverage for the entire amount in the account.

NOTE 3 - LEASES

NKADD leases warehouse space under an operating lease. The current year lease costs approximate \$32,400. There were no minimum future rental payments under this cancelable lease having remaining terms in excess of one year as of June 30, 2010.

The NKADD leases office space for the One Stop and Kentucky Works programs under 5 year rental agreements. The current year lease expense was \$45,141. The approximate future minimum lease payments relative to these leases as of June 30, 2010 are summarized as follows:

Fiscal Year Ending <u>June 30</u>	
2011	\$39,627
2012	28,328
2013	20,008
2014	<u>4,660</u>
	<u>\$92,623</u>

NOTE 4 - RETIREMENT PLANS

All full time employees employed before January 1, 1991 with one year of service and not participating in the County Employees' Retirement System are eligible to participate in the Northern Kentucky Area Development District Individual Retirement Accounts (IRA) match plan. Participation is voluntary and funding is provided through payroll withholdings not to exceed \$1,000 with an equal match from NKADD.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 4 - RETIREMENT PLANS (CONTINUED)

NKADD is a participating employer of the County Employees' Retirement System (CERS) which is a cost sharing, multi-employer, public employers retirement system that covers substantially all other full-time employees not participating in the IRA match plan above. Funding for the Plan is provided through payroll withholdings of 5.00% of employee's wages and NKADD's varying contribution percentages (16.16% at June 30, 2010) of the employee's total compensation subject to contribution. Vesting in the Plan begins upon entry into the system. The employee is fully vested after completion of sixty months of service.

Benefits under the Plan will vary based on final contribution, years of service, and other factors as fully described in the Plan documents.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the pensions' funding status on a going concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among the plans and employers.

CERS does not make separate measurements of assets and pension benefit obligations for individual employers. The following table presents certain information regarding the Plan's status as a whole, derived from actuarial valuations performed as of the dates indicated:

	<u>June 30, 2008</u>	<u>June 30, 2009</u>	<u>June 30, 2010</u>
Assets available for benefits	\$ 7,482,369,811	\$ 7,402,277,531	\$ 7,296,321,679
Pension benefit obligation	<u>(9,707,339,786)</u>	<u>(10,491,358,112)</u>	<u>(11,131,174,187)</u>
Assets under benefit obligations	<u>\$(2,224,969,975)</u>	<u>\$(3,089,080,581)</u>	<u>\$(3,834,852,508)</u>

Ten-year historical trend information showing CERS's progress in accumulating sufficient assets to pay benefits when due is presented in its June 30, 2010 comprehensive annual financial report.

As NKADD is only one of several employers participating in the Plan, it is not practicable to determine NKADD's portion of the unfunded past service cost or the vested benefits portion of the Plan assets.

Total retirement costs were \$437,220, \$363,636 and \$358,834 for the fiscal years ended June 30, 2010, 2009 and 2008, respectively.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 5 - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated				
Land	\$ 226,975	\$ _____	\$ _____	\$ 226,975
Total capital assets not being depreciated	<u>226,975</u>	<u>_____</u>	<u>_____</u>	<u>226,975</u>
Other capital assets:				
Buildings and improvements	1,591,066	-	-	1,591,066
Computer equipment	672,784	58,492	(17,422)	713,854
Furniture and fixtures	<u>194,601</u>	<u>43,985</u>	<u>(1,630)</u>	<u>236,956</u>
Total capital assets at historical cost	<u>2,458,451</u>	<u>102,477</u>	<u>(19,052)</u>	<u>2,541,876</u>
Less accumulated depreciation for:				
Buildings and improvements	(379,178)	(48,093)	-	(427,271)
Computer equipment	(638,734)	(43,734)	17,422	(665,046)
Furniture and fixtures	<u>(178,783)</u>	<u>(13,747)</u>	<u>1,618</u>	<u>(190,912)</u>
Total accumulated depreciation	<u>(1,196,695)</u>	<u>(105,574)</u>	<u>19,040</u>	<u>(1,283,229)</u>
Other capital assets, net	<u>1,261,756</u>	<u>(3,097)</u>	<u>(12)</u>	<u>1,258,647</u>
Governmental activities capital assets, net	<u>\$1,488,731</u>	<u>\$ (3,097)</u>	<u>\$ (12)</u>	<u>\$ 1,485,622</u>

NOTE 6 - NOTE PAYABLE

Permanent financing of NKADD's office building and related real estate was provided by the U.S. Department of Agriculture through "First Mortgage Revenue Bonds," Series 2001 due over 30 years. The Bonds are dated as of their delivery and were issued and designated as Series A Bonds (\$1,200,000 at 5 1/8%) and Series B Bonds (\$550,000 at 5 1/8%).

	<u>Beginning Balance</u>	<u>Repayments</u>	<u>Ending Balance</u>
Series A	\$1,005,000	\$ (27,000)	\$ 978,000
Series B	<u>493,000</u>	<u>(11,500)</u>	<u>481,500</u>
	<u>\$1,498,000</u>	<u>\$ (38,500)</u>	<u>\$1,459,500</u>

The schedule of payments of the Bonds is as follows:

Debt Service to Maturity

Year Ending <u>June 30</u>	USDA Series A		USDA Series B		Total	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 29,000	\$ 49,385	\$ 12,000	\$ 24,372	\$ 41,000	\$ 73,757
2012	30,000	47,939	13,000	23,764	43,000	71,702
2013	32,000	46,221	13,500	23,020	45,500	69,241
2014	33,000	44,620	14,500	22,335	47,500	66,955
2015	35,000	42,878	15,500	21,567	50,500	64,445
2016-2020	203,000	184,971	91,500	94,714	294,500	279,684
2021-2025	261,000	125,702	121,500	67,538	382,500	193,240
2026-2030	335,000	49,809	162,000	31,450	497,000	81,259
2031	<u>20,000</u>	<u>516</u>	<u>38,000</u>	<u>981</u>	<u>58,000</u>	<u>1,498</u>
	<u>\$ 978,000</u>	<u>\$592,041</u>	<u>\$481,500</u>	<u>\$309,741</u>	<u>\$1,459,500</u>	<u>\$ 901,782</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010**

NOTE 7 - OTHER FINANCING SOURCES (USES)

Other financing sources (uses) consist of fixed asset transfers, loan proceeds and transfers between funds.

	Governmental Fund Types	
	General Fund	Special Revenue Fund Types
Principal payment on USDA financing	\$(38,500)	\$ -
Transfer from general fund to special revenue fund	(3,634)	3,634
Transfer from general fixed assets	48,093	-
Net KHC loan payments and KHC loan proceeds	-	5,602
Net Revolving loan principle activity	-	124,381
Sundry	(294)	-
 Net other financing sources	 \$ <u>5,665</u>	 \$ <u>133,617</u>

NOTE 8 – CONTINGENCIES

NKADD participates in numerous state and federal grant programs which are governed by various rules and regulations of the funding agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the funding agencies. Therefore, to the extent that NKADD has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related revenues earned in excess of funds received at June 30, 2010 may be impaired. Based on prior experience, management believes that NKADD will not incur significant losses from possible grant disallowances. Amounts that management anticipates will be refunded are included in funds received in excess of revenues earned.

NKADD passes a significant portion of the local, state and federal grant funds it receives through to sub-grantees. NKADD monitors the activities of the sub-grantees and requires that applicable sub-grantees have financial and compliance audits performed. To the extent that audits of sub-grantees indicate failures to comply with applicable grant requirements, NKADD assesses the likelihood of grant refunds payable as a result of such noncompliance, and records a liability for amounts management deems to be in excess of amounts recoverable from the sub-grantee. Management also assesses the likelihood of noncompliance by sub-grantees that have not yet submitted audited results. NKADD has not received nor reviewed many of the FY '10 audits of its sub-grantees. It is possible that audits of these funds could disclose questionable costs and/or non-compliance with laws, regulations and grant conditions that would have an adverse effect upon the financial statements and reports.

NOTE 9 – RESTRICTED NET ASSETS

Net assets restricted for loan programs include the excess of assets over liabilities restricted for the revolving loan fund and the Kentucky Housing Corporation Economic Development Administration loan fund. The government-wide statements include restricted net assets of \$345,136 for small business loans reported as funds to reflect purpose restrictions imposed by the grantors. These restrictions are functionally classified in the statement of net assets.

REQUIRED SUPPLEMENTARY INFORMATION

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Fund balance July 1, 2009	\$ 769,255	\$ 769,255	\$ 769,255	\$ -
RESOURCES (inflows):				
Federal and state revenues	4,165,141	4,775,497	4,532,101	(243,396)
Local contract revenue	695,070	883,883	715,568	(168,315)
Local contribution revenue	160,000	145,000	143,589	(1,411)
Annual meeting	12,000	-	8,539	8,539
Miscellaneous revenue	5,000	1,240	1,994	754
Pass-through revenue	6,900,000	10,709,091	10,282,634	(426,457)
Total resources	<u>11,937,211</u>	<u>16,514,711</u>	<u>15,684,425</u>	<u>(830,286)</u>
Amounts available for use	<u>12,706,466</u>	<u>17,283,966</u>	<u>16,453,680</u>	<u>(830,286)</u>
EXPENDITURES (outflows):				
Direct salaries	2,458,293	2,591,991	2,514,254	77,737
Direct employee benefits	903,916	928,103	885,088	43,015
Direct travel	106,500	124,380	129,132	(4,752)
Direct contracts	188,661	117,718	107,528	10,190
Direct other	234,740	772,535	348,611	423,924
Direct local non-grant expenses	35,000	35,000	40,023	(5,023)
Shared expenses	1,018,022	1,069,381	1,078,991	(9,610)
Building principal and reserve	50,740	50,740	38,500	12,240
Pass-through expenditures	6,900,000	10,709,091	10,282,634	426,457
Total expenditures before other sources	11,895,872	16,398,939	15,424,761	974,178
Net other financing uses	-	-	(5,665)	5,665
Net expenditures	<u>11,895,872</u>	<u>16,398,939</u>	<u>15,419,096</u>	<u>979,843</u>
Budgetary fund balance June 30, 2010	<u>\$ 810,594</u>	<u>\$ 885,027</u>	<u>\$ 1,034,584</u>	<u>\$ 149,557</u>

The accompanying notes are an integral part of this statement.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO BUDGETARY COMPARISON SCHEDULE
JUNE 30, 2010**

NOTE 1 - BUDGETING POLICIES

The executive director submits an annual budget to the Board of Directors in accordance with NKADD procedures. Once approved, the Board of Directors may amend the adopted budget when unexpected modifications are required in estimated revenues and expenditures. Each funds' budget is prepared on a detailed work element/line item basis. Revenues are budgeted by source. Expenditures are budgeted by department, work element and line item. Revisions to the budget were made throughout the year. Because the NKADD did not have sufficient information to accurately prepare certain forecasts, some work elements do not have budgets.

The budgets are prepared on the basis of accounting used by the appropriate fund.

OTHER SUPPLEMENTARY INFORMATION

REPORT ON SUPPLEMENTARY INFORMATION

As explained in Note 1 of the Supplementary Information, the accompanying summary of information of the Northern Kentucky Area Development District, as of and for the year ended June 30, 2010, as listed in the table of contents is not a presentation in conformity with accounting principles generally accepted in the United States of America. In our opinion, the accompanying summary information is fairly stated in all material respects, in relation to the portion of the basic financial statements from which it has been derived.

VonLehman & Company Inc.

Ft. Mitchell, Kentucky
February 24, 2011

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY GRANT
GENERAL AND SPECIAL REVENUE FUND TYPES
YEAR ENDED JUNE 30, 2010**

REFERENCE	<u>Cabinet for Health and Family Services Pages 26-31</u>	<u>Cabinet for Health and Family Services Work Now KY Page 52</u>	<u>Cabinet for Health and Family Services KY Works Page 53</u>	<u>Workforce Investment Act Pages 54-61</u>	<u>Commodities Pages 78-79</u>
REVENUES:					
Federal and state	\$ 6,437,159	\$ 4,948	\$ 1,017,443	\$ 4,564,028	\$ 132,151
Federal commodities	-	-	-	-	882,456
Local funds applied	22,746	-	-	4,550	-
Match - cash	363,296	-	-	-	-
Match - In kind	328,049	-	-	-	-
Program income	79,980	-	-	3,443	-
Interest income	58	-	-	-	220
Local revenue	438	-	-	-	4,748
Total revenues	<u>7,231,726</u>	<u>4,948</u>	<u>1,017,443</u>	<u>4,572,021</u>	<u>1,019,575</u>
EXPENDITURES:					
Direct Expenses:					
Salaries	832,066	2,362	356,632	645,116	41,508
Employee benefits	299,006	593	157,400	193,780	10,571
Travel	52,094	948	24,858	17,399	168
Contracts	810	-	67,976	6,342	32,400
Other	139,555	-	59,576	81,937	34,417
Total direct expenses	<u>1,323,531</u>	<u>3,903</u>	<u>666,442</u>	<u>944,574</u>	<u>119,064</u>
Shared expenses applied	<u>382,669</u>	<u>1,045</u>	<u>174,051</u>	<u>231,660</u>	<u>18,055</u>
Sub-total expenditures	<u>1,706,200</u>	<u>4,948</u>	<u>840,493</u>	<u>1,176,234</u>	<u>137,119</u>
Sub-recipients/sub-grantees	<u>5,334,053</u>	<u>-</u>	<u>176,950</u>	<u>3,395,787</u>	<u>882,456</u>
Total expenditures	<u>7,040,253</u>	<u>4,948</u>	<u>1,017,443</u>	<u>4,572,021</u>	<u>1,019,575</u>
Excess revenues (expenditures) before transfers to (from)	<u>191,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>(3,717)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ 187,756</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Supportive Housing Pages 80-82	Homelessness Prevention and Rapid Re- Housing Program Pages 84-85	Loan Program Pages 86-87	Joint Funding Administration Pages 88-89	Other State Contracts Pages 90-93	Other Local Contracts Pages 94-96	Shared Expenses Page 97	Revenues and Expenditures Total
\$ 601,539	\$ 427,014	\$ 201,038	\$ 293,101	\$ 405,116	\$ -	\$ -	\$ 14,083,537
-	-	-	-	-	-	-	882,456
-	739	3,634	541	16,132	(48,342)	-	-
-	-	-	-	-	-	-	363,296
105,999	-	-	-	-	-	-	434,048
-	-	-	-	-	-	-	83,423
-	-	31,006	-	-	1,716	-	33,000
-	171,606	-	-	20	740,664	-	917,476
<u>707,538</u>	<u>599,359</u>	<u>235,678</u>	<u>293,642</u>	<u>421,268</u>	<u>694,038</u>	<u>-</u>	<u>16,797,236</u>
27,763	45,683	12,807	151,621	137,025	274,478	439,598	2,966,659
9,633	12,909	4,957	55,468	49,199	96,529	139,048	1,029,093
923	286	710	9,171	4,299	18,986	20,573	150,415
-	-	-	-	-	-	68,892	176,420
464	944	7,646	7,752	18,256	84,233	417,066	851,846
38,783	59,822	26,120	224,012	208,779	474,226	1,085,177	5,174,433
12,850	20,434	6,186	69,630	63,122	105,475	(1,085,177)	-
51,633	80,256	32,306	293,642	271,901	579,701	-	5,174,433
655,905	519,103	203,372	-	149,367	49,780	-	11,366,773
<u>707,538</u>	<u>599,359</u>	<u>235,678</u>	<u>293,642</u>	<u>421,268</u>	<u>629,481</u>	<u>-</u>	<u>16,541,206</u>
-	-	-	-	-	64,557	-	256,030
-	-	-	-	-	3,717	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,274</u>	<u>\$ -</u>	<u>\$ 256,030</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TOTAL BY PROGRAM
PERIOD PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

REFERENCE	Title III		Title VII	
	Pages 32-35		Pages 36-37	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 1,412,552	\$ 1,344,175	\$ 30,538	\$ 30,538
Local funds applied	11,319	11,078	-	69
Match - cash	149,042	188,108	6,598	6,598
Match - In kind	224,658	191,774	493	493
Program income	10,100	45,746	-	-
Interest income	-	16	-	-
Local revenue	-	438	-	-
Total revenues	1,807,671	1,781,335	37,629	37,698
EXPENDITURES:				
Direct Expenses:				
Salaries	185,308	195,437	372	440
Employee benefits	72,968	73,700	89	106
Travel	16,537	11,309	-	-
Contracts	-	810	-	-
Other	29,064	27,753	14,351	14,284
Total direct expenses	303,877	309,009	14,812	14,830
Shared expenses applied	80,940	89,584	145	196
Sub-total expenditures	384,817	398,593	14,957	15,026
Sub-recipients/sub-grantees	1,439,137	1,399,025	22,672	22,672
Total expenditures	1,823,954	1,797,618	37,629	37,698
Excess revenues (expenditures) before transfers to (from)	(16,283)	(16,283)	-	-
Transfers to (from)	16,283	16,283	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

USDA		Homecare		Adult Day Care	
320-319		Pages 38-39		Pages 40-41	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 101,447	\$ 101,447	\$ 1,526,389	\$ 1,511,024	\$ 199,529	\$ 176,673
-	-	9,561	9,561	310	310
-	-	65,448	139,013	-	-
-	-	12,413	122,843	-	-
-	-	1,900	520	-	-
-	-	-	-	-	18
-	-	-	-	-	-
<u>101,447</u>	<u>101,447</u>	<u>1,615,711</u>	<u>1,782,961</u>	<u>199,839</u>	<u>177,001</u>
-	-	297,684	297,122	16,083	17,968
-	-	121,125	112,744	5,869	6,783
-	-	16,800	19,798	1,273	-
-	-	-	-	-	-
-	-	33,555	31,751	-	-
-	-	469,164	461,415	23,225	24,751
-	-	131,559	138,728	7,283	8,548
-	-	600,723	600,143	30,508	33,299
<u>101,447</u>	<u>101,447</u>	<u>1,014,988</u>	<u>1,182,818</u>	<u>136,537</u>	<u>123,702</u>
<u>101,447</u>	<u>101,447</u>	<u>1,615,711</u>	<u>1,782,961</u>	<u>167,045</u>	<u>157,001</u>
-	-	-	-	32,794	20,000
-	-	-	-	(32,794)	(20,000)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TOTAL BY PROGRAM
PERIOD PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

REFERENCE	Personal Care Attendant		SHIP	
	Pages 42-43		Pages 44-45	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 519,728	\$ 519,728	\$ 41,778	\$ 41,778
Local funds applied	-	216	-	-
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	-
Interest income	20	20	-	-
Local revenue	-	-	-	-
Total revenues	<u>519,748</u>	<u>519,964</u>	<u>41,778</u>	<u>41,778</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	14,237	14,045	1,110	1,075
Employee benefits	5,097	5,173	307	324
Travel	200	287	-	-
Contracts	-	-	-	-
Other	380	-	-	-
Total direct expenses	<u>19,914</u>	<u>19,505</u>	<u>1,417</u>	<u>1,399</u>
Shared expenses applied	<u>6,072</u>	<u>6,481</u>	<u>417</u>	<u>435</u>
Sub-total expenditures	<u>25,986</u>	<u>25,986</u>	<u>1,834</u>	<u>1,834</u>
Sub-recipients/sub-grantees	<u>493,762</u>	<u>493,978</u>	<u>39,944</u>	<u>39,944</u>
Total expenditures	<u>519,748</u>	<u>519,964</u>	<u>41,778</u>	<u>41,778</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

LTC Ombudsman		A&D Resource Center		Kentucky Caregiver	
321-323		317-551		Pages 46-47	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 47,031	\$ 47,031	\$ 38,781	\$ 38,777	\$ 145,134	\$ 143,292
-	-	-	-	-	-
1,500	12,422	-	-	-	-
2,040	1,938	-	-	-	-
-	-	-	-	-	-
-	-	-	4	-	-
-	-	-	-	-	-
<u>50,571</u>	<u>61,391</u>	<u>38,781</u>	<u>38,781</u>	<u>145,134</u>	<u>143,292</u>
-	-	12,928	12,928	32,206	29,978
-	-	5,066	5,066	9,878	9,888
-	-	108	108	500	1,597
-	-	-	-	-	-
-	-	14,792	14,791	4,594	2,614
-	-	32,894	32,893	47,178	44,077
-	-	5,887	5,888	13,217	14,087
-	-	38,781	38,781	60,395	58,164
<u>50,571</u>	<u>61,391</u>	<u>-</u>	<u>-</u>	<u>84,739</u>	<u>85,128</u>
<u>50,571</u>	<u>61,391</u>	<u>38,781</u>	<u>38,781</u>	<u>145,134</u>	<u>143,292</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TOTAL BY PROGRAM
PERIOD PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

REFERENCE	CDO		ARRA	
	Pages 48-49		Pages 50-51	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 576,484	\$ 2,374,277	\$ 85,690	\$ 85,690
Local funds applied	-	-	1,512	1,512
Match - cash	-	-	17,008	17,155
Match - In kind	-	-	9,951	11,001
Program income	-	33,714	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	576,484	2,407,991	114,161	115,358
EXPENDITURES:				
Direct Expenses:				
Salaries	283,088	251,102	6,170	6,074
Employee benefits	96,882	81,796	1,485	1,465
Travel	12,000	18,693	-	-
Contracts	7,000	-	-	-
Other	58,206	44,273	-	-
Total direct expenses	457,176	395,864	7,655	7,539
Shared expenses applied	119,308	113,437	2,426	2,542
Sub-total expenditures	576,484	509,301	10,081	10,081
Sub-recipients/sub-grantees	-	1,710,934	104,080	105,277
Total expenditures	576,484	2,220,235	114,161	115,358
Excess revenues (expenditures) before transfers to (from)	-	187,756	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ 187,756	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

MIPPA		Cabinet for Health and Family Services	
326-312		Totals	
Budget	Actual	Budget	Actual
\$ 30,923	\$ 22,729	\$ 4,756,004	\$ 6,437,159
-	-	22,702	22,746
-	-	239,596	363,296
-	-	249,555	328,049
-	-	12,000	79,980
-	-	20	58
-	-	-	438
<u>30,923</u>	<u>22,729</u>	<u>5,279,877</u>	<u>7,231,726</u>
7,818	5,897	857,004	832,066
2,511	1,961	321,277	299,006
1,000	302	48,418	52,094
-	-	7,000	810
<u>8,513</u>	<u>4,089</u>	<u>163,455</u>	<u>139,555</u>
19,842	12,249	1,397,154	1,323,531
<u>3,344</u>	<u>2,743</u>	<u>370,598</u>	<u>382,669</u>
23,186	14,992	1,767,752	1,706,200
<u>7,737</u>	<u>7,737</u>	<u>3,495,614</u>	<u>5,334,053</u>
<u>30,923</u>	<u>22,729</u>	<u>5,263,366</u>	<u>7,040,253</u>
-	-	16,511	191,473
-	-	(16,511)	(3,717)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187,756</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TITLE III
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Supportive Services	
	320-300		320-301	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 134,116	\$ 134,116	\$ 559,773	\$ 515,219
Local funds applied	-	(145)	-	-
Match - cash	-	-	58,951	67,750
Match - In kind	-	-	23,438	5,348
Program income	-	267	5,100	13,848
Interest income	-	-	-	16
Local revenue	-	438	-	-
Total revenues	<u>134,116</u>	<u>134,676</u>	<u>647,262</u>	<u>602,181</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	62,164	65,779	69,698	72,890
Employee benefits	23,588	24,552	29,083	28,511
Travel	6,500	4,091	6,500	3,315
Contracts	-	-	-	-
Other	14,933	10,557	3,803	162
Total direct expenses	<u>107,185</u>	<u>104,979</u>	<u>109,084</u>	<u>104,878</u>
Shared expenses applied	<u>26,931</u>	<u>29,697</u>	<u>30,547</u>	<u>33,824</u>
Sub-total expenditures	<u>134,116</u>	<u>134,676</u>	<u>139,631</u>	<u>138,702</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>507,631</u>	<u>463,479</u>
Total expenditures	<u>134,116</u>	<u>134,676</u>	<u>647,262</u>	<u>602,181</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from):				
To #102-709	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Congregate Meals		Home Delivered Meals		Preventive Health	
320-302		320-303		320-304	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 300,168	\$ 300,168	\$ 209,557	\$ 209,557	\$ 39,086	\$ 30,376
-	-	-	185	-	-
71,154	87,224	16,937	30,386	1,500	1,421
153,177	146,971	21,014	18,799	2,230	1,440
-	29,324	5,000	2,307	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>524,499</u>	<u>563,687</u>	<u>252,508</u>	<u>261,234</u>	<u>42,816</u>	<u>33,237</u>
8,004	7,920	-	-	1,029	1,617
3,346	3,268	-	-	436	678
-	-	-	-	-	-
-	-	-	-	-	810
87	-	4,983	4,983	-	6,536
<u>11,437</u>	<u>11,188</u>	<u>4,983</u>	<u>4,983</u>	<u>1,465</u>	<u>9,641</u>
<u>3,565</u>	<u>3,916</u>	<u>-</u>	<u>-</u>	<u>465</u>	<u>800</u>
15,002	15,104	4,983	4,983	1,930	10,441
<u>509,497</u>	<u>548,583</u>	<u>247,525</u>	<u>256,251</u>	<u>37,169</u>	<u>19,079</u>
<u>524,499</u>	<u>563,687</u>	<u>252,508</u>	<u>261,234</u>	<u>39,099</u>	<u>29,520</u>
-	-	-	-	3,717	3,717
-	-	-	-	(3,717)	(3,717)
-	-	-	-	(3,717)	(3,717)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TITLE III
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Caregiver Administration		Caregiver Support	
	320-308		320-309	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 12,956	\$ 12,956	\$ 156,896	\$ 141,783
Local funds applied	4,319	4,319	7,000	6,719
Match - cash	-	672	500	655
Match - In kind	-	(672)	24,799	19,888
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	<u>17,275</u>	<u>17,275</u>	<u>189,195</u>	<u>169,045</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	9,178	9,178	35,235	38,053
Employee benefits	3,184	3,184	13,331	13,507
Travel	537	537	3,000	3,366
Contracts	-	-	-	-
Other	196	196	5,062	5,319
Total direct expenses	<u>13,095</u>	<u>13,095</u>	<u>56,628</u>	<u>60,245</u>
Shared expenses applied	<u>4,180</u>	<u>4,180</u>	<u>15,252</u>	<u>17,167</u>
Sub-total expenditures	<u>17,275</u>	<u>17,275</u>	<u>71,880</u>	<u>77,412</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>137,315</u>	<u>111,633</u>
Total expenditures	<u>17,275</u>	<u>17,275</u>	<u>209,195</u>	<u>189,045</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>(20,000)</u>
Transfers to (from):				
From #322-331	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
Total transfers to (from)	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Title III	
Totals	
Budget	Actual
\$ 1,412,552	\$ 1,344,175
11,319	11,078
149,042	188,108
224,658	191,774
10,100	45,746
-	16
-	438
1,807,671	1,781,335
185,308	195,437
72,968	73,700
16,537	11,309
-	810
29,064	27,753
303,877	309,009
80,940	89,584
384,817	398,593
1,439,137	1,399,025
1,823,954	1,797,618
(16,283)	(16,283)
16,283	16,283
16,283	16,283
\$ -	\$ -

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
TITLE VII
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Elder Abuse		Ombudsman	
	320-305		320-306	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 5,064	\$ 5,064	\$ 10,517	\$ 10,517
Local funds applied	-	-	-	-
Match - cash	1,994	1,994	4,604	4,604
Match - In kind	-	-	493	493
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	<u>7,058</u>	<u>7,058</u>	<u>15,614</u>	<u>15,614</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	-	-
Employee benefits	-	-	-	-
Travel	-	-	-	-
Contracts	-	-	-	-
Other	-	-	-	-
Total direct expenses	-	-	-	-
Shared expenses applied	-	-	-	-
Sub-total expenditures	-	-	-	-
Sub-recipients/sub-grantees	<u>7,058</u>	<u>7,058</u>	<u>15,614</u>	<u>15,614</u>
Total expenditures	<u>7,058</u>	<u>7,058</u>	<u>15,614</u>	<u>15,614</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Ombudsman - Education		Title VII	
320-307		Totals	
Budget	Actual	Budget	Actual
\$ 14,957	\$ 14,957	\$ 30,538	\$ 30,538
-	69	-	69
-	-	6,598	6,598
-	-	493	493
-	-	-	-
-	-	-	-
-	-	-	-
<u>14,957</u>	<u>15,026</u>	<u>37,629</u>	<u>37,698</u>
372	440	372	440
89	106	89	106
-	-	-	-
-	-	-	-
<u>14,351</u>	<u>14,284</u>	<u>14,351</u>	<u>14,284</u>
14,812	14,830	14,812	14,830
145	196	145	196
14,957	15,026	14,957	15,026
-	-	22,672	22,672
<u>14,957</u>	<u>15,026</u>	<u>37,629</u>	<u>37,698</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
HOMECARE
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Home Delivered Meals	
	321-320		321-321	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 127,023	\$ 127,023	\$ 285,641	\$ 278,098
Local funds applied	9,561	9,561	-	-
Match - cash	-	-	15,166	97,616
Match - In kind	-	-	12,413	115,815
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	136,584	136,584	313,220	491,529
EXPENDITURES:				
Direct Expenses:				
Salaries	71,390	68,441	2,610	2,365
Employee benefits	26,260	23,905	1,091	980
Travel	4,800	7,664	-	-
Contracts	-	-	-	-
Other	3,466	5,337	6,782	3,428
Total direct expenses	105,916	105,347	10,483	6,773
Shared expenses applied	30,668	31,237	1,162	1,135
Sub-total expenditures	136,584	136,584	11,645	7,908
Sub-recipients/sub-grantees	-	-	301,575	483,621
Total expenditures	136,584	136,584	313,220	491,529
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Total transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Social Services		Homecare	
321-322		Totals	
Budget	Actual	Budget	Actual
\$ 1,113,725	\$ 1,105,903	\$ 1,526,389	\$ 1,511,024
-	-	9,561	9,561
50,282	41,397	65,448	139,013
-	7,028	12,413	122,843
1,900	520	1,900	520
-	-	-	-
-	-	-	-
<u>1,165,907</u>	<u>1,154,848</u>	<u>1,615,711</u>	<u>1,782,961</u>
223,684	226,316	297,684	297,122
93,774	87,859	121,125	112,744
12,000	12,134	16,800	19,798
-	-	-	-
<u>23,307</u>	<u>22,986</u>	<u>33,555</u>	<u>31,751</u>
352,765	349,295	469,164	461,415
<u>99,729</u>	<u>106,356</u>	<u>131,559</u>	<u>138,728</u>
452,494	455,651	600,723	600,143
<u>713,413</u>	<u>699,197</u>	<u>1,014,988</u>	<u>1,182,818</u>
<u>1,165,907</u>	<u>1,154,848</u>	<u>1,615,711</u>	<u>1,782,961</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
ADULT DAY CARE
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Services	
	322-330		322-331	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 19,198	\$ 19,198	\$ 180,331	\$ 157,475
Local funds applied	310	310	-	-
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	18
Local revenue	-	-	-	-
Total revenues	<u>19,508</u>	<u>19,508</u>	<u>180,331</u>	<u>157,493</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	10,863	10,863	5,220	7,105
Employee benefits	3,687	3,687	2,182	3,096
Travel	-	-	1,273	-
Contracts	-	-	-	-
Other	-	-	-	-
Total direct expenses	<u>14,550</u>	<u>14,550</u>	<u>8,675</u>	<u>10,201</u>
Shared expenses applied	<u>4,958</u>	<u>4,958</u>	<u>2,325</u>	<u>3,590</u>
Sub-total expenditures	<u>19,508</u>	<u>19,508</u>	<u>11,000</u>	<u>13,791</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>136,537</u>	<u>123,702</u>
Total expenditures	<u>19,508</u>	<u>19,508</u>	<u>147,537</u>	<u>137,493</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>32,794</u>	<u>20,000</u>
Transfers to (from): To #320-309	<u>-</u>	<u>-</u>	<u>(32,794)</u>	<u>(20,000)</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Adult Day Care	
Totals	
Budget	Actual
\$ 199,529	\$ 176,673
310	310
-	-
-	-
-	-
-	18
-	-
<u>199,839</u>	<u>177,001</u>
16,083	17,968
5,869	6,783
1,273	-
-	-
-	-
<u>23,225</u>	<u>24,751</u>
7,283	8,548
<u>30,508</u>	<u>33,299</u>
<u>136,537</u>	<u>123,702</u>
<u>167,045</u>	<u>157,001</u>
<u>32,794</u>	<u>20,000</u>
<u>(32,794)</u>	<u>(20,000)</u>
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
PERSONAL CARE ATTENDANT
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Evaluation and Coordination	
	324-340		324-341	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 25,986	\$ 25,986	\$ 95,985	\$ 95,985
Local funds applied	-	-	-	156
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	20	20
Local revenue	-	-	-	-
Total revenues	25,986	25,986	96,005	96,161
EXPENDITURES:				
Direct Expenses:				
Salaries	14,237	14,045	-	-
Employee benefits	5,097	5,173	-	-
Travel	200	287	-	-
Contracts	-	-	-	-
Other	380	-	-	-
Total direct expenses	19,914	19,505	-	-
Shared expenses applied	6,072	6,481	-	-
Sub-total expenditures	25,986	25,986	-	-
Sub-recipients/sub-grantees	-	-	96,005	96,161
Total expenditures	25,986	25,986	96,005	96,161
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Subsidy 324-342		Personal Care Attendant Totals	
Budget	Actual	Budget	Actual
\$ 397,757	\$ 397,757	\$ 519,728	\$ 519,728
-	60	-	216
-	-	-	-
-	-	-	-
-	-	-	-
-	-	20	20
-	-	-	-
<u>397,757</u>	<u>397,817</u>	<u>519,748</u>	<u>519,964</u>
-	-	14,237	14,045
-	-	5,097	5,173
-	-	200	287
-	-	-	-
-	-	380	-
-	-	19,914	19,505
-	-	6,072	6,481
-	-	25,986	25,986
<u>397,757</u>	<u>397,817</u>	<u>493,762</u>	<u>493,978</u>
<u>397,757</u>	<u>397,817</u>	<u>519,748</u>	<u>519,964</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
SHIP
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Regular Administration 326-310		Regular 326-311	
	Budget	Actual	Budget	Actual
	REVENUES:			
Federal and state	\$ 1,834	\$ 1,834	\$ 39,944	\$ 39,944
Local funds applied	-	-	-	-
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	<u>1,834</u>	<u>1,834</u>	<u>39,944</u>	<u>39,944</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	1,110	1,075	-	-
Employee benefits	307	324	-	-
Travel	-	-	-	-
Contracts	-	-	-	-
Other	-	-	-	-
Total direct expenses	<u>1,417</u>	<u>1,399</u>	<u>-</u>	<u>-</u>
Shared expenses applied	<u>417</u>	<u>435</u>	<u>-</u>	<u>-</u>
Sub-total expenditures	<u>1,834</u>	<u>1,834</u>	<u>-</u>	<u>-</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>39,944</u>	<u>39,944</u>
Total expenditures	<u>1,834</u>	<u>1,834</u>	<u>39,944</u>	<u>39,944</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

SHIP	
Totals	
Budget	Actual
\$ 41,778	\$ 41,778
-	-
-	-
-	-
-	-
-	-
-	-
<u>41,778</u>	<u>41,778</u>
1,110	1,075
307	324
-	-
-	-
-	-
<u>1,417</u>	<u>1,399</u>
417	435
1,834	1,834
<u>39,944</u>	<u>39,944</u>
<u>41,778</u>	<u>41,778</u>
-	-
-	-
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
KENTUCKY CAREGIVER
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Grandparents Administration		Grandparents Support	
	320-314		320-315	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 12,336	\$ 12,336	\$ 132,798	\$ 130,956
Local funds applied	-	-	-	-
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	<u>12,336</u>	<u>12,336</u>	<u>132,798</u>	<u>130,956</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	6,970	6,758	25,236	23,220
Employee benefits	2,299	2,245	7,579	7,643
Travel	-	60	500	1,537
Contracts	-	-	-	-
Other	156	35	4,438	2,579
Total direct expenses	<u>9,425</u>	<u>9,098</u>	<u>37,753</u>	<u>34,979</u>
Shared expenses applied	<u>2,911</u>	<u>3,238</u>	<u>10,306</u>	<u>10,849</u>
Sub-total expenditures	12,336	12,336	48,059	45,828
Sub-recipients/ sub-grantees	<u>-</u>	<u>-</u>	<u>84,739</u>	<u>85,128</u>
Total expenditures	<u>12,336</u>	<u>12,336</u>	<u>132,798</u>	<u>130,956</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Kentucky Caregiver	
Totals	
Budget	Actual
\$ 145,134	\$ 143,292
-	-
-	-
-	-
-	-
-	-
-	-
<u>145,134</u>	<u>143,292</u>
32,206	29,978
9,878	9,888
500	1,597
-	-
<u>4,594</u>	<u>2,614</u>
47,178	44,077
<u>13,217</u>	<u>14,087</u>
60,395	58,164
<u>84,739</u>	<u>85,128</u>
<u>145,134</u>	<u>143,292</u>
-	-
-	-
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
CDO
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	CDO Financial Management		CDO Program	
	134-552		334-552	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 90,000	\$ 168,990	\$ 486,484	\$ 2,205,287
Local funds applied	-	-	-	-
Match - cash	-	-	-	-
Match - In kind	-	-	-	-
Program income	-	-	-	33,714
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	<u>90,000</u>	<u>168,990</u>	<u>486,484</u>	<u>2,239,001</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	49,648	40,542	233,440	210,560
Employee benefits	12,772	9,921	84,110	71,875
Travel	-	2	12,000	18,691
Contracts	-	-	7,000	-
Other	8,000	1,226	50,206	43,047
Total direct expenses	<u>70,420</u>	<u>51,691</u>	<u>386,756</u>	<u>344,173</u>
Shared expenses applied	<u>19,580</u>	<u>17,107</u>	<u>99,728</u>	<u>96,330</u>
Sub-total expenditures	<u>90,000</u>	<u>68,798</u>	<u>486,484</u>	<u>440,503</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,710,934</u>
Total expenditures	<u>90,000</u>	<u>68,798</u>	<u>486,484</u>	<u>2,151,437</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>100,192</u>	<u>-</u>	<u>87,564</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ 100,192</u>	<u>\$ -</u>	<u>\$ 87,564</u>

See independent auditors' report on and notes to supplementary information.

CDO	
Totals	
Budget	Actual
\$ 576,484	\$ 2,374,277
-	-
-	-
-	-
-	33,714
-	-
-	-
<u>576,484</u>	<u>2,407,991</u>
283,088	251,102
96,882	81,796
12,000	18,693
7,000	-
<u>58,206</u>	<u>44,273</u>
457,176	395,864
<u>119,308</u>	<u>113,437</u>
576,484	509,301
<u>-</u>	<u>1,710,934</u>
<u>576,484</u>	<u>2,220,235</u>
<u>-</u>	<u>187,756</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 187,756</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
ARRA
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Congregate Meals	
	320-327		320-328	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 8,569	\$ 8,569	\$ 51,680	\$ 51,680
Local funds applied	1,512	1,512	-	-
Match - cash	-	-	12,985	13,132
Match - In kind	-	-	6,995	8,045
Program income	-	-	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	10,081	10,081	71,660	72,857
EXPENDITURES:				
Direct Expenses:				
Salaries	6,170	6,074	-	-
Employee benefits	1,485	1,465	-	-
Travel	-	-	-	-
Contracts	-	-	-	-
Other	-	-	-	-
Total direct expenses	7,655	7,539	-	-
Shared expenses applied	2,426	2,542	-	-
Sub-total expenditures	10,081	10,081	-	-
Sub-recipients/sub-grantees	-	-	71,660	72,857
Total expenditures	10,081	10,081	71,660	72,857
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Home Delivered Meals		ARRA	
320-329		Totals	
Budget	Actual	Budget	Actual
\$ 25,441	\$ 25,441	\$ 85,690	\$ 85,690
-	-	1,512	1,512
4,023	4,023	17,008	17,155
2,956	2,956	9,951	11,001
-	-	-	-
-	-	-	-
-	-	-	-
<u>32,420</u>	<u>32,420</u>	<u>114,161</u>	<u>115,358</u>
-	-	6,170	6,074
-	-	1,485	1,465
-	-	-	-
-	-	-	-
-	-	-	-
-	-	7,655	7,539
-	-	2,426	2,542
-	-	10,081	10,081
<u>32,420</u>	<u>32,420</u>	<u>104,080</u>	<u>105,277</u>
<u>32,420</u>	<u>32,420</u>	<u>114,161</u>	<u>115,358</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
WORK NOW KY
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Work Now KY	
	412-678	
	Budget	Actual
REVENUES:		
Federal and state	\$ 4,948	\$ 4,948
Local funds applied	-	-
Interest income	-	-
Local revenue	-	-
Total revenues	<u>4,948</u>	<u>4,948</u>
EXPENDITURES:		
Direct Expenses:		
Salaries	2,362	2,362
Employee benefits	593	593
Travel	948	948
Contracts	-	-
Other	-	-
Total direct expenses	<u>3,903</u>	<u>3,903</u>
Shared expenses applied	<u>1,045</u>	<u>1,045</u>
Sub-total expenditures	4,948	4,948
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>
Total expenditures	<u>4,948</u>	<u>4,948</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
CABINET FOR HEALTH AND FAMILY SERVICES
KY WORKS
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Ky Works	
	112-674	
	Budget	Actual
REVENUES:		
Federal and state	\$ 1,138,820	\$ 1,017,443
Local funds applied	-	-
Interest income	-	-
Local revenue	-	-
Total revenues	<u>1,138,820</u>	<u>1,017,443</u>
EXPENDITURES:		
Direct Expenses:		
Salaries	370,384	356,632
Employee benefits	163,709	157,400
Travel	24,858	24,858
Contracts	67,976	67,976
Other	59,612	59,576
Total direct expenses	<u>686,539</u>	<u>666,442</u>
Shared expenses applied	<u>175,799</u>	<u>174,051</u>
Sub-total expenditures	862,338	840,493
Sub-recipients/sub-grantees	<u>276,482</u>	<u>176,950</u>
Total expenditures	<u>1,138,820</u>	<u>1,017,443</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT
TOTAL BY GRANT
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	274S9YT		272S9DW	
	410-645		413-634	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 189,235	\$ 189,235	\$ 877,318	\$ 785,150
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	<u>189,235</u>	<u>189,235</u>	<u>877,318</u>	<u>785,150</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	158,557	158,557	-	-
Employee benefits	12,966	12,966	-	-
Travel	3,359	3,359	-	-
Contracts	-	-	-	-
Other	8,793	8,793	-	-
Total direct expenses	<u>183,675</u>	<u>183,675</u>	<u>-</u>	<u>-</u>
Shared expenses applied	<u>5,560</u>	<u>5,560</u>	<u>-</u>	<u>-</u>
Sub-total expenditures	<u>189,235</u>	<u>189,235</u>	<u>-</u>	<u>-</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>877,318</u>	<u>785,150</u>
Total expenditures	<u>189,235</u>	<u>189,235</u>	<u>877,318</u>	<u>785,150</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

27408		25808		27409	
464-679		470-632		474-636	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 27,011	\$ 27,011	\$ 3,189	\$ 3,189	\$ 43,730	\$ 43,730
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,011	27,011	3,189	3,189	43,730	43,730
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	28	28
-	-	-	-	-	-
27,011	27,011	-	-	-	-
27,011	27,011	-	-	28	28
-	-	-	-	-	-
27,011	27,011	-	-	28	28
-	-	3,189	3,189	43,702	43,702
27,011	27,011	3,189	3,189	43,730	43,730
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT
TOTAL BY GRANT
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	20508		27310	
	476-646		482-632	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 10,406	\$ 9,771	\$ 281,841	\$ 234,331
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	<u>10,406</u>	<u>9,771</u>	<u>281,841</u>	<u>234,331</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	51,515	51,515
Employee benefits	-	-	20,299	20,299
Travel	-	-	517	517
Contracts	-	-	-	-
Other	-	-	500	500
Total direct expenses	-	-	72,831	72,831
Shared expenses applied	-	-	24,774	24,774
Sub-total expenditures	-	-	97,605	97,605
Sub-recipients/sub-grantees	<u>10,406</u>	<u>9,771</u>	<u>184,236</u>	<u>136,726</u>
Total expenditures	<u>10,406</u>	<u>9,771</u>	<u>281,841</u>	<u>234,331</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

27410		20509		EM-20029-10-60-A-21	
484-636		486-646		487-676	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 335,003	\$ 248,865	\$ 307,852	\$ 208,293	\$ 250,000	\$ 7,972
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>335,003</u>	<u>248,865</u>	<u>307,852</u>	<u>208,293</u>	<u>250,000</u>	<u>7,972</u>
81,057	81,057	-	-	2,209	2,209
33,434	33,434	-	-	720	720
5,759	5,759	-	-	-	-
-	-	-	-	-	-
<u>2,954</u>	<u>2,959</u>	<u>-</u>	<u>-</u>	<u>246,055</u>	<u>4,027</u>
123,204	123,209	-	-	248,984	6,956
<u>38,877</u>	<u>38,877</u>	<u>-</u>	<u>-</u>	<u>1,016</u>	<u>1,016</u>
162,081	162,086	-	-	250,000	7,972
<u>172,922</u>	<u>86,779</u>	<u>307,852</u>	<u>208,293</u>	<u>-</u>	<u>-</u>
<u>335,003</u>	<u>248,865</u>	<u>307,852</u>	<u>208,293</u>	<u>250,000</u>	<u>7,972</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT
TOTAL BY GRANT
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

	270S9		27009	
	Pages 62-63		Pages 64-65	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 414,852	\$ 147,476	\$ 258,438	\$ 244,745
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	<u>414,852</u>	<u>147,476</u>	<u>258,438</u>	<u>244,745</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	4,862	2,073	16,954	16,954
Employee benefits	1,653	635	7,068	7,068
Travel	18	18	947	947
Contracts	-	-	-	-
Other	47,032	4,750	783	-
Total direct expenses	<u>53,565</u>	<u>7,476</u>	<u>25,752</u>	<u>24,969</u>
Shared expenses applied	<u>2,215</u>	<u>930</u>	<u>8,069</u>	<u>8,069</u>
Sub-total expenditures	<u>55,780</u>	<u>8,406</u>	<u>33,821</u>	<u>33,038</u>
Sub-recipients/sub-grantees	<u>359,072</u>	<u>139,070</u>	<u>224,617</u>	<u>211,707</u>
Total expenditures	<u>414,852</u>	<u>147,476</u>	<u>258,438</u>	<u>244,745</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

27309		27209		27109	
Pages 66-67		Pages 68-69		Pages 70-71	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 86,236	\$ 86,236	\$ 344,580	\$ 344,580	\$ 420,781	\$ 420,781
-	-	-	-	-	-
300	300	-	-	649	649
-	-	-	-	-	-
<u>86,536</u>	<u>86,536</u>	<u>344,580</u>	<u>344,580</u>	<u>421,430</u>	<u>421,430</u>
25,764	25,764	139,445	139,445	16,526	16,526
7,985	7,985	53,322	53,322	5,276	5,276
509	509	2,479	2,479	410	410
-	-	-	-	203	203
<u>3,391</u>	<u>3,391</u>	<u>1,392</u>	<u>1,392</u>	<u>1,267</u>	<u>1,267</u>
37,649	37,649	196,638	196,638	23,682	23,682
<u>10,774</u>	<u>10,774</u>	<u>67,545</u>	<u>67,545</u>	<u>6,081</u>	<u>6,081</u>
48,423	48,423	264,183	264,183	29,763	29,763
<u>38,113</u>	<u>38,113</u>	<u>80,397</u>	<u>80,397</u>	<u>391,667</u>	<u>391,667</u>
<u>86,536</u>	<u>86,536</u>	<u>344,580</u>	<u>344,580</u>	<u>421,430</u>	<u>421,430</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT
TOTAL BY GRANT
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

	27010		27210	
	Pages 72-73		Pages 74-75	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 59,195	\$ 52,993	\$ 258,846	\$ 245,440
Local funds applied	3,443	3,443	1,107	1,107
Program income	329	329	1,923	1,923
Interest income	-	-	-	-
Total revenues	<u>62,967</u>	<u>56,765</u>	<u>261,876</u>	<u>248,470</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	9,890	9,890	56,059	56,059
Employee benefits	4,054	4,054	19,576	19,576
Travel	1	1	850	850
Contracts	-	-	1,493	1,493
Other	32	32	6,959	6,959
Total direct expenses	<u>13,977</u>	<u>13,977</u>	<u>84,937</u>	<u>84,937</u>
Shared expenses applied	<u>4,795</u>	<u>4,795</u>	<u>25,268</u>	<u>25,268</u>
Sub-total expenditures	18,772	18,772	110,205	110,205
Sub-recipients/sub-grantees	<u>44,195</u>	<u>37,993</u>	<u>151,671</u>	<u>138,265</u>
Total expenditures	<u>62,967</u>	<u>56,765</u>	<u>261,876</u>	<u>248,470</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

27110		Workforce Investment Act	
Pages 76-77		Totals	
Budget	Actual	Budget	Actual
\$ 2,547,141	\$ 1,264,230	\$ 6,715,654	\$ 4,564,028
-	-	4,550	4,550
242	242	3,443	3,443
-	-	-	-
<u>2,547,383</u>	<u>1,264,472</u>	<u>6,723,647</u>	<u>4,572,021</u>
106,398	85,067	669,236	645,116
35,522	28,445	201,875	193,780
2,529	2,522	17,406	17,399
4,646	4,646	6,342	6,342
<u>30,240</u>	<u>20,856</u>	<u>376,409</u>	<u>81,937</u>
179,335	141,536	1,271,268	944,574
<u>48,347</u>	<u>37,971</u>	<u>243,321</u>	<u>231,660</u>
227,682	179,507	1,514,589	1,176,234
<u>2,319,701</u>	<u>1,084,965</u>	<u>5,209,058</u>	<u>3,395,787</u>
<u>2,547,383</u>	<u>1,264,472</u>	<u>6,723,647</u>	<u>4,572,021</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 270S9
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Adult		Pre-Apprenticeship	
	412-632		412-637	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 195,898	\$ 115,876	\$ 218,954	\$ 31,600
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	<u>195,898</u>	<u>115,876</u>	<u>218,954</u>	<u>31,600</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	4,862	2,073
Employee benefits	-	-	1,653	635
Travel	-	-	18	18
Contracts	-	-	-	-
Other	-	-	47,032	4,750
Total direct expenses	-	-	53,565	7,476
Shared expenses applied	-	-	2,215	930
Sub-total expenditures	-	-	55,780	8,406
Sub-recipients/sub-grantees	<u>195,898</u>	<u>115,876</u>	<u>163,174</u>	<u>23,194</u>
Total expenditures	<u>195,898</u>	<u>115,876</u>	<u>218,954</u>	<u>31,600</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Totals	
270S9	
Budget	Actual
\$ 414,852	\$ 147,476
-	-
-	-
-	-
<u>414,852</u>	<u>147,476</u>
4,862	2,073
1,653	635
18	18
-	-
<u>47,032</u>	<u>4,750</u>
53,565	7,476
<u>2,215</u>	<u>930</u>
55,780	8,406
<u>359,072</u>	<u>139,070</u>
<u>414,852</u>	<u>147,476</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27009
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Adult		JAG	
	471-632		471-635	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 6,942	\$ 6,942	\$ 251,496	\$ 237,803
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	6,942	6,942	251,496	237,803
EXPENDITURES:				
Direct Expenses:				
Salaries	516	516	16,438	16,438
Employee benefits	122	122	6,946	6,946
Travel	-	-	947	947
Contracts	-	-	-	-
Other	-	-	783	-
Total direct expenses	638	638	25,114	24,331
Shared expenses applied	170	170	7,899	7,899
Sub-total expenditures	808	808	33,013	32,230
Sub-recipients/sub-grantees	6,134	6,134	218,483	205,573
Total expenditures	6,942	6,942	251,496	237,803
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Totals	
27009	
Budget	Actual
\$ 258,438	\$ 244,745
-	-
-	-
-	-
<u>258,438</u>	<u>244,745</u>
16,954	16,954
7,068	7,068
947	947
-	-
<u>783</u>	<u>-</u>
25,752	24,969
<u>8,069</u>	<u>8,069</u>
33,821	33,038
<u>224,617</u>	<u>211,707</u>
<u>258,438</u>	<u>244,745</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27309
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Adult		Incentive	
	472-632		472-683	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 48,113	\$ 48,113	\$ 38,123	\$ 38,123
Local funds applied	-	-	-	-
Program income	300	300	-	-
Interest income	-	-	-	-
Total revenues	48,413	48,413	38,123	38,123
EXPENDITURES:				
Direct Expenses:				
Salaries	5,467	5,467	20,297	20,297
Employee benefits	2,164	2,164	5,821	5,821
Travel	330	330	179	179
Contracts	-	-	-	-
Other	155	155	3,236	3,236
Total direct expenses	8,116	8,116	29,533	29,533
Shared expenses applied	2,184	2,184	8,590	8,590
Sub-total expenditures	10,300	10,300	38,123	38,123
Sub-recipients/sub-grantees	38,113	38,113	-	-
Total expenditures	48,413	48,413	38,123	38,123
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Totals	
27309	
Budget	Actual
\$ 86,236	\$ 86,236
-	-
300	300
-	-
<u>86,536</u>	<u>86,536</u>
25,764	25,764
7,985	7,985
509	509
-	-
<u>3,391</u>	<u>3,391</u>
37,649	37,649
<u>10,774</u>	<u>10,774</u>
48,423	48,423
<u>38,113</u>	<u>38,113</u>
<u>86,536</u>	<u>86,536</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27209
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Adult		Dislocated Worker	
	473-632		473-634	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 83,215	\$ 83,215	\$ 1,519	\$ 1,519
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	83,215	83,215	1,519	1,519
EXPENDITURES:				
Direct Expenses:				
Salaries	4,486	4,486	457	457
Employee benefits	1,390	1,390	118	118
Travel	1,145	1,145	-	-
Contracts	-	-	-	-
Other	333	333	759	759
Total direct expenses	7,354	7,354	1,334	1,334
Shared expenses applied	1,837	1,837	185	185
Sub-total expenditures	9,191	9,191	1,519	1,519
Sub-recipients/sub-grantees	74,024	74,024	-	-
Total expenditures	83,215	83,215	1,519	1,519
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Rapid Response		Totals	
473-639		27209	
Budget	Actual	Budget	Actual
\$ 259,846	\$ 259,846	\$ 344,580	\$ 344,580
-	-	-	-
-	-	-	-
-	-	-	-
<u>259,846</u>	<u>259,846</u>	<u>344,580</u>	<u>344,580</u>
134,502	134,502	139,445	139,445
51,814	51,814	53,322	53,322
1,334	1,334	2,479	2,479
-	-	-	-
<u>300</u>	<u>300</u>	<u>1,392</u>	<u>1,392</u>
187,950	187,950	196,638	196,638
<u>65,523</u>	<u>65,523</u>	<u>67,545</u>	<u>67,545</u>
253,473	253,473	264,183	264,183
<u>6,373</u>	<u>6,373</u>	<u>80,397</u>	<u>80,397</u>
<u>259,846</u>	<u>259,846</u>	<u>344,580</u>	<u>344,580</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27109
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Administration		Adult	
	475-630		475-632	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 2,279	\$ 2,279	\$ 178,669	\$ 178,669
Local funds applied	-	-	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	2,279	2,279	178,669	178,669
EXPENDITURES:				
Direct Expenses:				
Salaries	1,061	1,061	-	-
Employee benefits	329	329	-	-
Travel	141	141	-	-
Contracts	203	203	-	-
Other	87	87	-	-
Total direct expenses	1,821	1,821	-	-
Shared expenses applied	458	458	-	-
Sub-total expenditures	2,279	2,279	-	-
Sub-recipients/sub-grantees	-	-	178,669	178,669
Total expenditures	2,279	2,279	178,669	178,669
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Dislocated Worker		Rapid Response		Totals	
475-634		475-639		27109	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 47,835	\$ 47,835	\$ 191,998	\$ 191,998	\$ 420,781	\$ 420,781
-	-	-	-	-	-
649	649	-	-	649	649
-	-	-	-	-	-
<u>48,484</u>	<u>48,484</u>	<u>191,998</u>	<u>191,998</u>	<u>421,430</u>	<u>421,430</u>
15,465	15,465	-	-	16,526	16,526
4,947	4,947	-	-	5,276	5,276
269	269	-	-	410	410
-	-	-	-	203	203
<u>1,180</u>	<u>1,180</u>	<u>-</u>	<u>-</u>	<u>1,267</u>	<u>1,267</u>
21,861	21,861	-	-	23,682	23,682
<u>5,623</u>	<u>5,623</u>	<u>-</u>	<u>-</u>	<u>6,081</u>	<u>6,081</u>
27,484	27,484	-	-	29,763	29,763
<u>21,000</u>	<u>21,000</u>	<u>191,998</u>	<u>191,998</u>	<u>391,667</u>	<u>391,667</u>
<u>48,484</u>	<u>48,484</u>	<u>191,998</u>	<u>191,998</u>	<u>421,430</u>	<u>421,430</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27010
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Adult		Dislocated Worker	
	481-632		481-634	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 40,000	\$ 40,000	\$ 19,195	\$ 12,993
Local funds applied	3,443	3,443	-	-
Program income	329	329	-	-
Interest income	-	-	-	-
Total revenues	43,772	43,772	19,195	12,993
EXPENDITURES:				
Direct Expenses:				
Salaries	9,890	9,890	-	-
Employee benefits	4,054	4,054	-	-
Travel	1	1	-	-
Contracts	-	-	-	-
Other	32	32	-	-
Total direct expenses	13,977	13,977	-	-
Shared expenses applied	4,795	4,795	-	-
Sub-total expenditures	18,772	18,772	-	-
Sub-recipients/sub-grantees	25,000	25,000	19,195	12,993
Total expenditures	43,772	43,772	19,195	12,993
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Totals	
27010	
Budget	Actual
\$ 59,195	\$ 52,993
3,443	3,443
329	329
-	-
<u>62,967</u>	<u>56,765</u>
9,890	9,890
4,054	4,054
1	1
-	-
<u>32</u>	<u>32</u>
13,977	13,977
<u>4,795</u>	<u>4,795</u>
18,772	18,772
<u>44,195</u>	<u>37,993</u>
<u>62,967</u>	<u>56,765</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27210
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Administration		Adult	
	483-630		483-632	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 16,265	\$ 16,265	\$ 20,310	\$ 16,022
Local funds applied	1,107	1,107	-	-
Program income	-	-	-	-
Interest income	-	-	-	-
Total revenues	17,372	17,372	20,310	16,022
EXPENDITURES:				
Direct Expenses:				
Salaries	8,117	8,117	-	-
Employee benefits	2,493	2,493	-	-
Travel	391	391	-	-
Contracts	1,493	1,493	-	-
Other	1,654	1,654	-	-
Total direct expenses	14,148	14,148	-	-
Shared expenses applied	3,224	3,224	-	-
Sub-total expenditures	17,372	17,372	-	-
Sub-recipients/sub-grantees	-	-	20,310	16,022
Total expenditures	17,372	17,372	20,310	16,022
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Dislocated Worker 483-634		Totals 27210	
Budget	Actual	Budget	Actual
\$ 222,271	\$ 213,153	\$ 258,846	\$ 245,440
-	-	1,107	1,107
1,923	1,923	1,923	1,923
-	-	-	-
<u>224,194</u>	<u>215,076</u>	<u>261,876</u>	<u>248,470</u>
47,942	47,942	56,059	56,059
17,083	17,083	19,576	19,576
459	459	850	850
-	-	1,493	1,493
<u>5,305</u>	<u>5,305</u>	<u>6,959</u>	<u>6,959</u>
70,789	70,789	84,937	84,937
<u>22,044</u>	<u>22,044</u>	<u>25,268</u>	<u>25,268</u>
92,833	92,833	110,205	110,205
<u>131,361</u>	<u>122,243</u>	<u>151,671</u>	<u>138,265</u>
<u>224,194</u>	<u>215,076</u>	<u>261,876</u>	<u>248,470</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
WORKFORCE INVESTMENT ACT - 27110
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Administration		Dislocated Worker	
	485-630		485-634	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 46,050	\$ 46,050	\$ 587,580	\$ 519,732
Local funds applied	-	-	-	-
Program income	242	242	-	-
Interest income	-	-	-	-
Total revenues	46,292	46,292	587,580	519,732
EXPENDITURES:				
Direct Expenses:				
Salaries	21,559	21,559	82,065	60,734
Employee benefits	6,787	6,787	27,687	20,610
Travel	1,808	1,808	498	491
Contracts	4,646	4,646	-	-
Other	1,594	1,594	28,021	18,637
Total direct expenses	36,394	36,394	138,271	100,472
Shared expenses applied	9,898	9,898	37,143	26,767
Sub-total expenditures	46,292	46,292	175,414	127,239
Sub-recipients/sub-grantees	-	-	412,166	392,493
Total expenditures	46,292	46,292	587,580	519,732
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Youth Build 485-638		Rapid Response 485-639		Totals 27110	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 13,511	\$ 13,511	\$ 1,900,000	\$ 684,937	\$ 2,547,141	\$ 1,264,230
-	-	-	-	-	-
-	-	-	-	242	242
-	-	-	-	-	-
<u>13,511</u>	<u>13,511</u>	<u>1,900,000</u>	<u>684,937</u>	<u>2,547,383</u>	<u>1,264,472</u>
2,774	2,774	-	-	106,398	85,067
1,048	1,048	-	-	35,522	28,445
223	223	-	-	2,529	2,522
-	-	-	-	4,646	4,646
-	-	625	625	30,240	20,856
4,045	4,045	625	625	179,335	141,536
1,306	1,306	-	-	48,347	37,971
5,351	5,351	625	625	227,682	179,507
8,160	8,160	1,899,375	684,312	2,319,701	1,084,965
<u>13,511</u>	<u>13,511</u>	<u>1,900,000</u>	<u>684,937</u>	<u>2,547,383</u>	<u>1,264,472</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
COMMODITIES
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Commodities		Commodities	
	318-615		325-618	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 37,628	\$ 37,628	\$ 61,218	\$ 61,218
Federal commodities	-	-	624,738	624,738
Local funds applied	-	-	-	-
Interest income	-	-	220	220
Local revenue	-	-	4,748	4,748
Total revenues	37,628	37,628	690,924	690,924
EXPENDITURES:				
Direct Expenses:				
Salaries	18,519	18,519	22,989	22,989
Employee benefits	5,156	5,156	5,415	5,415
Travel	100	100	68	68
Contracts	4,800	4,800	27,600	27,600
Other	870	870	242	242
Total direct expenses	29,445	29,445	56,314	56,314
Shared expenses applied	8,183	8,183	9,872	9,872
Sub-total expenditures	37,628	37,628	66,186	66,186
Sub-recipients/sub-grantees	-	-	624,738	624,738
Total expenditures	37,628	37,628	690,924	690,924
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Commodities		Commodities	
325-619		Totals	
Budget	Actual	Budget	Actual
\$ 33,305	\$ 33,305	\$ 132,151	\$ 132,151
257,718	257,718	882,456	882,456
-	-	-	-
-	-	220	220
-	-	4,748	4,748
<u>291,023</u>	<u>291,023</u>	<u>1,019,575</u>	<u>1,019,575</u>
-	-	41,508	41,508
-	-	10,571	10,571
-	-	168	168
-	-	32,400	32,400
<u>33,305</u>	<u>33,305</u>	<u>34,417</u>	<u>34,417</u>
33,305	33,305	119,064	119,064
-	-	18,055	18,055
33,305	33,305	137,119	137,119
<u>257,718</u>	<u>257,718</u>	<u>882,456</u>	<u>882,456</u>
<u>291,023</u>	<u>291,023</u>	<u>1,019,575</u>	<u>1,019,575</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
SUPPORTIVE HOUSING
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Van/Computer Administration FY 10 and FY 11		Van/Computer Program FY 10 and FY 11	
	329-690		329-691	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 12,920	\$ 12,920	\$ 24,502	\$ 24,502
Local funds applied	-	-	-	-
Match - In kind	-	-	6,126	5,923
Local revenue	-	-	-	-
Total revenues	<u>12,920</u>	<u>12,920</u>	<u>30,628</u>	<u>30,425</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	7,281	6,901	-	-
Employee benefits	2,579	2,499	-	-
Travel	-	184	-	-
Contracts	-	-	-	-
Other	-	156	-	-
Total direct expenses	<u>9,860</u>	<u>9,740</u>	<u>-</u>	<u>-</u>
Shared expenses applied	<u>3,060</u>	<u>3,180</u>	<u>-</u>	<u>-</u>
Sub-total expenditures	<u>12,920</u>	<u>12,920</u>	<u>-</u>	<u>-</u>
Sub-recipients/sub-grantees	<u>-</u>	<u>-</u>	<u>30,628</u>	<u>30,425</u>
Total expenditures	<u>12,920</u>	<u>12,920</u>	<u>30,628</u>	<u>30,425</u>
Excess revenues (expenditures) before transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers to (from)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues (expenditures)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Planks I Administration FY 10 and FY 11		Planks I Program FY 10 and FY 11		Homeless Coalition Administration FY 10 and FY 11	
329-692		329-693		329-696	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 27,104	\$ 27,104	\$ 434,214	\$ 434,214	\$ 11,608	\$ 11,609
-	-	-	-	500	-
-	-	73,257	72,866	-	-
-	-	-	-	-	-
<u>27,104</u>	<u>27,104</u>	<u>507,471</u>	<u>507,080</u>	<u>12,108</u>	<u>11,609</u>
15,588	14,433	-	-	6,895	6,429
5,062	4,918	-	-	2,366	2,216
-	739	-	-	-	-
-	-	-	-	-	-
-	308	-	-	-	-
<u>20,650</u>	<u>20,398</u>	<u>-</u>	<u>-</u>	<u>9,261</u>	<u>8,645</u>
<u>6,454</u>	<u>6,706</u>	<u>-</u>	<u>-</u>	<u>2,847</u>	<u>2,964</u>
27,104	27,104	-	-	12,108	11,609
-	-	507,471	507,080	-	-
<u>27,104</u>	<u>27,104</u>	<u>507,471</u>	<u>507,080</u>	<u>12,108</u>	<u>11,609</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
SUPPORTIVE HOUSING
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Homeless Coalition Program		Supportive Housing	
	FY 10 and FY 11		Totals	
	329-697			
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 91,190	\$ 91,190	\$ 601,538	\$ 601,539
Local funds applied	-	-	500	-
Match - In kind	27,210	27,210	106,593	105,999
Local revenue	-	-	-	-
Total revenues	118,400	118,400	708,631	707,538
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	29,764	27,763
Employee benefits	-	-	10,007	9,633
Travel	-	-	-	923
Contracts	-	-	-	-
Other	-	-	-	464
Total direct expenses	-	-	39,771	38,783
Shared expenses applied	-	-	12,361	12,850
Sub-total expenditures	-	-	52,132	51,633
Sub-recipients/sub-grantees	118,400	118,400	656,499	655,905
Total expenditures	118,400	118,400	708,631	707,538
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

THIS PAGE IS LEFT BLANK INTENTIONALLY.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
HOMELESSNESS PREVENTION AND RAPID RE-HOUSING PROGRAM
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	City of Covington Administration 329-665		City of Covington Revenue 329-666	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ -	\$ -	\$ -	\$ -
Local funds applied	-	-	-	-
Match - In kind	-	-	-	-
Local revenue	5,863	7,752	193,778	163,854
Total revenues	5,863	7,752	193,778	163,854
EXPENDITURES:				
Direct Expenses:				
Salaries	3,228	4,198	9,358	11,126
Employee benefits	1,262	1,512	2,447	2,752
Travel	-	11	-	49
Contracts	-	-	-	-
Other	-	-	488	36
Total direct expenses	4,490	5,721	12,293	13,963
Shared expenses applied	1,373	2,031	3,707	4,772
Sub-total expenditures	5,863	7,752	16,000	18,735
Sub-recipients/sub-grantees	-	-	177,778	145,119
Total expenditures	5,863	7,752	193,778	163,854
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

KHC Administration		KHC Revenue		Homelessness Prevention and Rapid Re-Housing Program	
329-667		329-668		Totals	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 14,228	\$ 14,228	\$ 452,434	\$ 412,786	\$ 466,662	\$ 427,014
-	-	-	739	-	739
-	-	-	-	-	-
-	-	-	-	199,641	171,606
<u>14,228</u>	<u>14,228</u>	<u>452,434</u>	<u>413,525</u>	<u>666,303</u>	<u>599,359</u>
7,548	7,548	20,232	22,811	40,366	45,683
2,719	2,719	5,262	5,926	11,690	12,909
-	-	700	226	700	286
-	-	-	-	-	-
<u>257</u>	<u>257</u>	<u>5,799</u>	<u>651</u>	<u>6,544</u>	<u>944</u>
10,524	10,524	31,993	29,614	59,300	59,822
<u>3,704</u>	<u>3,704</u>	<u>8,007</u>	<u>9,927</u>	<u>16,791</u>	<u>20,434</u>
14,228	14,228	40,000	39,541	76,091	80,256
-	-	412,434	373,984	590,212	519,103
<u>14,228</u>	<u>14,228</u>	<u>452,434</u>	<u>413,525</u>	<u>666,303</u>	<u>599,359</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
LOAN PROGRAM
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	KY Housing Loan		Revolving Loan Admin.	
	145-920		180-712	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ -	\$ 5,602	\$ -	\$ -
Local funds applied	-	529	-	3,105
Interest income	-	65	15,000	23,005
Total revenues	-	6,196	15,000	26,110
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	7,308	12,807
Employee benefits	-	-	3,055	4,957
Travel	-	-	200	710
Contracts	-	-	-	-
Other	-	6,196	1,182	1,450
Total direct expenses	-	6,196	11,745	19,924
Shared expenses applied	-	-	3,255	6,186
Sub-total expenditures	-	6,196	15,000	26,110
Sub-recipients/sub-grantees	-	-	-	-
Total expenditures	-	6,196	15,000	26,110
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Revolving Loan Admin.		Loan Program	
180-713		Totals	
Budget	Actual	Budget	Actual
\$ -	\$ 195,436	\$ -	\$ 201,038
-	-	-	3,634
-	7,936	15,000	31,006
-	203,372	15,000	235,678
-	-	7,308	12,807
-	-	3,055	4,957
-	-	200	710
-	-	-	-
-	-	1,182	7,646
-	-	11,745	26,120
-	-	3,255	6,186
-	-	15,000	32,306
-	203,372	-	203,372
-	203,372	15,000	235,678
-	-	-	-
-	-	-	-
\$ -	\$ -	\$ -	\$ -

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
JOINT FUNDING ADMINISTRATION
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Economic Development		CDBG	
	150-120		150-125	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 78,986	\$ 78,986	\$ 33,064	\$ 33,064
Local funds applied	-	444	-	97
Interest income	-	-	-	-
Total revenues	78,986	79,430	33,064	33,161
EXPENDITURES:				
Direct Expenses:				
Salaries	42,341	43,291	18,781	17,775
Employee benefits	14,490	14,355	5,763	5,191
Travel	2,000	1,696	500	2,019
Contracts	-	-	-	-
Other	2,307	1,066	300	287
Total direct expenses	61,138	60,408	25,344	25,272
Shared expenses applied	17,848	19,022	7,720	7,889
Sub-total expenditures	78,986	79,430	33,064	33,161
Sub-recipients/sub-grantees	-	-	-	-
Total expenditures	78,986	79,430	33,064	33,161
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Public Administration Services		Program Administration		Joint Funding Administration	
150-140		150-150		Totals	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 178,601	\$ 178,601	\$ 2,450	\$ 2,450	\$ 293,101	\$ 293,101
-	-	-	-	-	541
-	-	-	-	-	-
<u>178,601</u>	<u>178,601</u>	<u>2,450</u>	<u>2,450</u>	<u>293,101</u>	<u>293,642</u>
92,727	89,237	1,318	1,318	155,167	151,621
35,783	35,463	459	459	56,495	55,468
6,000	5,368	88	88	8,588	9,171
-	-	-	-	-	-
<u>1,176</u>	<u>6,399</u>	<u>-</u>	<u>-</u>	<u>3,783</u>	<u>7,752</u>
135,686	136,467	1,865	1,865	224,033	224,012
<u>42,915</u>	<u>42,134</u>	<u>585</u>	<u>585</u>	<u>69,068</u>	<u>69,630</u>
178,601	178,601	2,450	2,450	293,101	293,642
-	-	-	-	-	-
<u>178,601</u>	<u>178,601</u>	<u>2,450</u>	<u>2,450</u>	<u>293,101</u>	<u>293,642</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
OTHER STATE CONTRACTS
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Drug Court Services		Transportation Planning	
	160-160		170-660	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 149,367	\$ 149,367	\$ 78,797	\$ 78,797
Local funds applied	-	-	9,680	9,680
Interest income	-	-	-	-
Local revenue	-	-	20	20
Total revenues	149,367	149,367	88,497	88,497
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	46,069	46,069
Employee benefits	-	-	17,801	17,801
Travel	-	-	1,708	1,708
Contracts	-	-	-	-
Other	-	-	1,278	1,278
Total direct expenses	-	-	66,856	66,856
Shared expenses applied	-	-	21,641	21,641
Sub-total expenditures	-	-	88,497	88,497
Sub-recipients/sub-grantees	149,367	149,367	-	-
Total expenditures	149,367	149,367	88,497	88,497
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

Highway Safety		KYTC Centerline		KIA	
170-661		171-973		172-952	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 5,000	\$ 4,782	\$ 30,500	\$ 30,500	\$ 90,000	\$ 90,000
-	3,129	-	2,473	-	80
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,000</u>	<u>7,911</u>	<u>30,500</u>	<u>32,973</u>	<u>90,000</u>	<u>90,080</u>
2,214	3,930	13,424	13,975	45,579	48,410
966	1,757	5,122	5,042	15,701	16,301
500	241	500	325	1,600	1,335
-	-	-	-	-	-
321	169	5,605	7,336	7,650	1,730
<u>4,001</u>	<u>6,097</u>	<u>24,651</u>	<u>26,678</u>	<u>70,530</u>	<u>67,776</u>
999	1,814	5,849	6,295	19,470	22,304
<u>5,000</u>	<u>7,911</u>	<u>30,500</u>	<u>32,973</u>	<u>90,000</u>	<u>90,080</u>
-	-	-	-	-	-
<u>5,000</u>	<u>7,911</u>	<u>30,500</u>	<u>32,973</u>	<u>90,000</u>	<u>90,080</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
OTHER STATE CONTRACTS
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	Homeland Security		Homeland Security	
	173-944		173-947	
	Budget	Actual	Budget	Actual
REVENUES:				
Federal and state	\$ 4,000	\$ 4,000	\$ 45,000	\$ 17,174
Local funds applied	-	614	-	-
Interest income	-	-	-	-
Local revenue	-	-	-	-
Total revenues	4,000	4,614	45,000	17,174
EXPENDITURES:				
Direct Expenses:				
Salaries	2,250	2,713	8,306	6,280
Employee benefits	637	773	3,229	2,178
Travel	12	12	500	27
Contracts	-	-	-	-
Other	193	-	29,342	5,812
Total direct expenses	3,092	3,498	41,377	14,297
Shared expenses applied	908	1,116	3,623	2,877
Sub-total expenditures	4,000	4,614	45,000	17,174
Sub-recipients/sub-grantees	-	-	-	-
Total expenditures	4,000	4,614	45,000	17,174
Excess revenues (expenditures) before transfers to (from)	-	-	-	-
Transfers to (from)	-	-	-	-
Excess revenues (expenditures)	\$ -	\$ -	\$ -	\$ -

See independent auditors' report on and notes to supplementary information.

KIA SWAPP		Other State Contracts	
174-956		Totals	
Budget	Actual	Budget	Actual
\$ 30,000	\$ 30,496	\$ 432,664	\$ 405,116
-	156	9,680	16,132
-	-	-	-
-	-	20	20
<u>30,000</u>	<u>30,652</u>	<u>442,364</u>	<u>421,268</u>
8,914	15,648	126,756	137,025
2,772	5,347	46,228	49,199
1,000	651	5,820	4,299
-	-	-	-
<u>13,644</u>	<u>1,931</u>	<u>58,033</u>	<u>18,256</u>
26,330	23,577	236,837	208,779
<u>3,670</u>	<u>7,075</u>	<u>56,160</u>	<u>63,122</u>
30,000	30,652	292,997	271,901
-	-	149,367	149,367
<u>30,000</u>	<u>30,652</u>	<u>442,364</u>	<u>421,268</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
OTHER LOCAL CONTRACTS
BY DIVISION
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010**

Work Element	General Administration		Human Services Division	
	Various		Various	
	Budget	Actual	Budget	Actual
REVENUES:				
Local funds applied	\$ (30,228)	\$ (45,897)	\$ -	\$ -
Interest income	1,000	1,711	-	5
Local revenue	-	9,333	52,235	38,023
Local contributions	145,000	143,589	-	-
Total revenues	<u>115,772</u>	<u>108,736</u>	<u>52,235</u>	<u>38,028</u>
EXPENDITURES:				
Direct Expenses:				
Salaries	-	-	1,463	2,109
Employee benefits	-	-	483	707
Travel	-	-	124	124
Contracts	-	-	-	-
Other	-	40,462	53,293	37,927
Total direct expenses	-	40,462	55,363	40,867
Shared expenses applied	-	-	589	878
Sub-total expenditures	-	40,462	55,952	41,745
Sub-recipients/sub-grantees	-	-	-	-
Total expenditures	-	40,462	55,952	41,745
Excess revenues (expenditures) before transfers to (from)	<u>115,772</u>	<u>68,274</u>	<u>(3,717)</u>	<u>(3,717)</u>
Transfers to (from):				
From #320-304	-	-	3,717	3,717
Excess revenues (expenditures)	<u>\$ 115,772</u>	<u>\$ 68,274</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report on and notes to supplementary information.

Workforce Development Division		Development Services Division		Public Administration Services Division	
Various		Various		Various	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ 5,718	\$ -	\$ 2,056
-	-	-	-	-	-
72,000	49,545	282,678	226,718	56,816	49,933
-	-	-	-	-	-
<u>72,000</u>	<u>49,545</u>	<u>282,678</u>	<u>232,436</u>	<u>56,816</u>	<u>51,989</u>
24,970	24,843	150,045	130,033	30,575	33,604
11,368	11,368	49,143	44,670	8,967	8,998
2,700	744	5,750	7,016	200	2,052
-	-	-	-	-	-
<u>20,407</u>	<u>35</u>	<u>28,364</u>	<u>2,645</u>	<u>3,638</u>	<u>1,717</u>
59,445	36,990	233,302	184,364	43,380	46,371
<u>12,555</u>	<u>12,555</u>	<u>49,376</u>	<u>48,072</u>	<u>3,436</u>	<u>4,889</u>
72,000	49,545	282,678	232,436	46,816	51,260
-	-	-	-	10,000	729
<u>72,000</u>	<u>49,545</u>	<u>282,678</u>	<u>232,436</u>	<u>56,816</u>	<u>51,989</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF OPERATIONS BY PROGRAM
OTHER LOCAL CONTRACTS
BY DIVISION
PERIOD OF PERFORMANCE: JULY 1, 2009 TO JUNE 30, 2010

Work Element	Case Management Division		Other Local Contracts	
	Various		Totals	
	Budget	Actual	Budget	Actual
REVENUES:				
Local funds applied	\$ -	\$ (10,219)	\$ (30,228)	\$ (48,342)
Interest income	-	-	1,000	1,716
Local revenue	261,335	223,523	725,064	597,075
Local contributions	-	-	145,000	143,589
Total revenues	261,335	213,304	840,836	694,038
EXPENDITURES:				
Direct Expenses:				
Salaries	85,083	83,889	292,136	274,478
Employee benefits	32,642	30,786	102,603	96,529
Travel	8,500	9,050	17,274	18,986
Contracts	4,000	-	4,000	-
Other	43,548	1,447	149,250	84,233
Total direct expenses	173,773	125,172	565,263	474,226
Shared expenses applied	36,972	39,081	102,928	105,475
Sub-total expenditures	210,745	164,253	668,191	579,701
Sub-recipients/sub-grantees	50,590	49,051	60,590	49,780
Total expenditures	261,335	213,304	728,781	629,481
Excess revenues (expenditures) before transfers to (from)	-	-	112,055	64,557
Transfers to (from):				
From #320-304	-	-	3,717	3,717
Excess revenues (expenditures)	\$ -	\$ -	\$ 115,772	\$ 68,274

See independent auditors' report on and notes to supplementary information.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
STATEMENT OF ALLOCATED COSTS CLAIMED
YEAR ENDED JUNE 30, 2010**

	<u>Costs Claimed</u>
Shared Expenses:	
Salaries	\$ 439,598
Employee benefits	139,048
Travel	20,573
Contractual	68,892
Other	
Interest	75,578
Miscellaneous	52,300
Depreciation	48,093
Insurance	64,614
Postage	17,434
Telephone	14,660
Consumable supplies	31,799
Utilities	24,239
Computer software and hardware	19,187
Janitor service	13,556
Equipment purchased	13,604
Organizational dues	11,318
Registration	6,544
Marketing and advertising	6,736
Equipment service	3,276
Printing and publications	14,128
Total other	417,066
Total shared expenses	1,085,177
Shared expenses allocated (1)	(1,085,177)
Shared expenses over applied	\$ -

Explanatory Notes:

- (1) Shared costs are distributed on the basis of total direct salaries and employee fringe benefits. The total shared expenses allocated is approximately 31.76% of total direct salaries and employee fringe benefits.

See independent auditors' report on and notes to supplementary information.

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2010**

NOTE 1 – BASIS OF ACCOUNTING

The supplementary information has been prepared in accordance with the reporting requirements of the various funding authorities. These requirements include the accrual basis of accounting and the inclusion of all reported fund sources and expenditures related to the contracts. Accordingly, the supplementary information includes the sub-grantees' reported program income, cash match and in-kind match. The supplementary information does not include statements of assets and liabilities of the programs. As such, these requirements differ from accounting principles generally accepted in the United States of America.

NOTE 2 – SUB-GRANTEE MATCH INFORMATION

As stated in Note 1 above, the supplementary information includes the reported program income and match information of the sub-grantees. With the exception of Bennett's Personal Care, Northern Kentucky Community Action Commission, and Campbell County Fiscal Court the sub-grantees providing match information were audited by independent certified public accountants in accordance with criteria established by terms of their agreements. Their audit reports will be furnished to the Northern Kentucky Area Development District and will be available for review by the appropriate state agencies. The sub-grantees providing match under each contract are as follows:

Cabinet for Health and Family Services Contract

Cardinal Hill of Northern Kentucky
The Visiting Nurse Association of Greater Cincinnati, and Northern Kentucky
Legal Aid of the Bluegrass
Senior Services of Northern Kentucky, Inc.
Lifeline Homecare, Inc.
Visiting Angels, Inc.
Bennett's Personal Care
Campbell County Fiscal Court
RC Durr YMCA
Northern Kentucky Community Action Commission
Salvation Army
Center for Independent Living Options
Community Yellow Cab
Saint Charles Care Center

Supportive Housing

Women's Crisis Center
NorthKey
BAWAC
Center for Independent Living Options
Northern Kentucky Community Action Commission
Transitions
Catholic Charities

Homelessness Prevention and Rapid Re-Housing Program

Legal Aid of the Bluegrass
Brighton Center
United Ministries
Northern Kentucky Community Action Commission
Center for Independent Living Options

**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
Northern Kentucky Area Development District
Florence, Kentucky

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Northern Kentucky Area Development District, as of and for the year ended June 30, 2010, which collectively comprise the Northern Kentucky Area Development District's basic financial statements and have issued our report thereon dated February 24, 2011. 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 Northern Kentucky Area Development District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Northern Kentucky Area Development District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Northern Kentucky Area Development District's internal control over financial reporting.

A deficiency in internal control 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 and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Northern Kentucky Area Development District'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*.

To the Board of Directors
Northern Kentucky Area Development District

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, and 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.

VonLehman & Company Inc

Ft. Mitchell, Kentucky
February 24, 2011

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors
Northern Kentucky Area Development District
Florence, Kentucky

Compliance

We have audited Northern Kentucky Area Development District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Northern Kentucky Area Development District's major federal programs for the year ended June 30, 2010. The Northern Kentucky Area Development District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Northern Kentucky Area Development District's management. Our responsibility is to express an opinion on the Northern Kentucky Area Development District'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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Northern Kentucky Area Development District'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 of Northern Kentucky Area Development District's compliance with those requirements.

In our opinion, Northern Kentucky Area Development District, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control over Compliance

Management of Northern Kentucky Area Development District 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 Northern Kentucky Area Development District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the 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, 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 Northern Kentucky Area Development District's internal control over compliance.

To the Board of Directors
Northern Kentucky Area Development District

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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.

This report is intended solely for the information and use of management, Board of Directors, others within the entity, 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.

VonLehman & Company Inc

Ft. Mitchell, Kentucky
February 24, 2011

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's ID Number
CASH		
U. S. Department of Agriculture		
Commodity Supplemental Food Program	10.565	PON2-08000076601
The Emergency Food Assistance Program (Administration)	10.568	PON2-03508000076651
The Emergency Food Assistance Program (Administration)	10.568	PON2-03510000000101
Sub-total		
U. S. Department of Commerce		
Passed through Governors Office of Local Development:		
Economic Development Administration - 301B	11.302	PON2-0900013183
Economic Adjustment Assistance-		
Revolving loan fund	11.307	04-19-59014
Sub-total		
U. S. Department of Housing and Urban Development		
Passed through Kentucky Housing Corporation:		
Supportive Housing (Planks I)	14.235	SH08-0143-01
Supportive Housing (Van computer)	14.235	SH08-0143-02
Supportive Housing (Northern Kentucky Housing and Homeless Coalition)	14.235	SH08-0149-01
Sub-total		
Homelessness Prevention and Rapid Re-Housing Program	* 14.257	KH09-0143-01
Sub-total		
Passed through Governors Office of Local Development:		
Community Development Block Grant	14.228	PON2-0900013183
Sub-total		
U. S. Department of Labor		
Passed through Kentucky Cabinet for Workforce Development		
WIA Cluster:		
Workforce Investment Act - Adult Program	* 17.258	270S9
Workforce Investment Act - Adult Program	* 17.258	27009
Workforce Investment Act - Adult Program	* 17.258	27309
Workforce Investment Act - Adult Program	* 17.258	27010
Workforce Investment Act - Adult Program	* 17.258	27310
Workforce Investment Act - Youth Activities	* 17.259	274S9
Workforce Investment Act - Youth Activities	* 17.259	27408
Workforce Investment Act - Youth Activities	* 17.259	27409
Workforce Investment Act - Youth Activities	* 17.259	27410
Workforce Investment Act - Dislocated Workers	* 17.260	27110
Workforce Investment Act - Dislocated Workers	* 17.260	272S9
Workforce Investment Act - Dislocated Workers	* 17.260	27209
Workforce Investment Act - Dislocated Workers	* 17.260	25808
Workforce Investment Act - Dislocated Workers	* 17.260	27210

* Denotes a Major Program

(1) Type A Program (\$300,000 or greater)

(2) Type B Program (all others)

The accompanying notes to schedule of expenditures of federal awards are an integral part of this statement.

Program Award Amounts	Federal Expenditures	
\$ 33,760	\$ 37,628	(2)
52,000	61,218	(2)
33,166	33,305	(2)
	<u>132,151</u>	
63,189	63,189	(2)
500,000	496,494	(1)
	<u>559,683</u>	
451,318	451,318	(1)
27,422	27,422	(1)
92,797	92,797	(1)
	<u>571,537</u>	
1,376,000	427,014	(1)
	<u>998,551</u>	
16,532	16,532	(2)
	<u>1,015,083</u>	
414,897	147,476	(1)
303,588	244,745	(1)
286,147	86,236	(1)
59,195	52,993	(1)
281,841	234,331	(1)
430,686	189,235	(1)
27,500	27,011	(1)
487,337	43,730	(1)
335,003	248,865	(1)
2,906,114	1,264,230	(1)
957,478	785,150	(1)
596,210	344,580	(1)
31,445	3,189	(1)
259,846	245,440	(1)

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's ID Number
Passed through Kentucky Cabinet for Workforce Development (continued)		
WIA Cluster (continued):		
Workforce Investment Act - Dislocated Workers	* 17.260	27109
Workforce Investment Act - Dislocated Workers	* 17.260	EM-20029-10-60-A-21
Sub-total		
Trade Adjustment Assistance	* 17.245	20508
Trade Adjustment Assistance	* 17.245	20509
Sub-total		
U. S. Department of Health and Human Services		
Passed through Kentucky Cabinet for Health and Family Services:		
Aging Cluster:		
Title III, Part B Support Services	* 93.044	PON2-0900011893-3
Title III, Part B Support Services (Administration)	* 93.044	PON2-0900011893-3
Title III, Part C Nutrition Services	* 93.045	PON2-0900011893-3
Title III, Part C Nutrition Services	* 93.045	PON2-0900011893-3
Nutrition Services Incentive Program, NSIP	* 93.053	PON2-0900011893-3
Aging Home-Delivered Nutrition Services for States, ARRA	* 93.705	PON2-0900011893-3
Aging Congregate Nutrition Services for States, ARRA	* 93.707	PON2-0900011893-3
Sub-total		
Title VII, Elder Abuse Prevention	93.041	PON2-0900011893-3
Title VII, Ombudsman	93.042	PON2-0900011893-3
Title VII, Ombudsman Education	93.042	PON2-0900011893-3
Title III, Part E Family Caregiver Support (Administration)	93.052	PON2-0900011893-3
Title III, Part E Family Caregiver Support	93.052	PON2-0900011893-3
Title III, Part D Preventive Health	93.043	PON2-0900011893-3
Centers for Medicare & Medicaid Services, CMS - SHIP	93.779	PON2-0900011893-3
Centers for Medicare & Medicaid Services, CMS - MIPPA	93.779	PON2-0900011893-3
Centers for Medicare & Medicaid Services, CMS - MIPPA	93.779	PON2-0900011893-3
Medicare Enrollment Assistance Program - MIPPA	93.071	PON2-0900011893-3
Medicare Enrollment Assistance Program - MIPPA	93.071	PON2-0900011893-3
Title IV & Title II Discretionary Projects - Disaster Grant	93.048	PON2-0900011893-3
Title IV & Title II Discretionary Projects - ADRC	93.048	PON2-0900011893-3
Temporary Assistance for Needy Families - Work Now KY	93.558	PON2-7361000001484-1
Temporary Assistance for Needy Families - KY Works	* 93.558	PON2-7360800008690-1
Sub-total		

Total Federal Expenditures - Cash

NON-CASH (COMMODITIES)

U. S. Department of Agriculture

Passed through Kentucky Department of Agriculture:

The Emergency Food Assistance Program (Food Commodities)	10.569	PON2-03508000076651
The Emergency Food Assistance Program (Food Commodities)	10.569	PON2-03510000000101

* Denotes a Major Program

(1) Type A Program (\$300,000 or greater)

(2) Type B Program (all others)

The accompanying notes to schedule of expenditures of federal awards are an integral part of this statement.

Program Award Amounts	Federal Expenditures	
\$ 1,068,914	\$ 420,781	(1)
250,000	7,972	(1)
	<u>4,345,964</u>	
85,443	9,771	(2)
366,388	208,293	(2)
	<u>4,564,028</u>	
409,440	364,885	(1)
85,812	85,812	(1)
189,442	189,442	(1)
283,649	283,649	(1)
101,447	101,447	(1)
25,441	28,270	(1)
51,680	57,420	(1)
	<u>1,110,925</u>	
5,064	5,064	(2)
10,517	10,517	(2)
14,957	14,957	(2)
12,956	12,956	(2)
156,896	141,783	(2)
23,013	14,303	(2)
41,778	41,778	(2)
7,737	7,737	(2)
4,316	4,316	(2)
803	3,954	(2)
6,722	6,722	(2)
4,000	4,000	(2)
12,500	12,500	(2)
2,406,204	4,948	(2)
1,331,659	1,017,443	(1)
	<u>2,413,903</u>	
	<u>\$ 8,684,848</u>	
	\$ 624,738	(1)
	257,718	(1)
	<u>\$ 882,456</u>	

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Northern Kentucky Area Development District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. Although many of these programs are jointly funded by Federal, Kentucky and local sources, only Federal expenditures are reported on this schedule. The amounts shown are based on the Federal share of the combined allocations.

Note 2 - Sub-Grantees/Sub-Recipients

Northern Kentucky Area Development District provided federal and state funds to sub-grantees/sub-recipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Commodities	10.569	\$ 882,456 (F)
Nutrition Services Incentive Program, NSIP	93.053	101,447 (F)
Supportive Housing	14.235	549,906 (F/S)
Workforce Investment Act	17.258, 17.259, 17.260, 17.245	3,392,344 (F/S)
Title VII, Elder Abuse Prevention	93.041	5,064 (F)
Title VII, Ombudsman	93.042	10,517 (F)
Title III, Part B Support Services	93.044	376,533 (F/S)
Title III, Part C Nutrition Services	93.045	489,823 (F/S)
Title III, Part E Caregiver Support	93.052	91,090 (F/S)
Title III, Part D Preventive Health	93.043	16,218 (F/S)
Homelessness Prevention and Rapid Re-housing Centers for Medicare and Medicaid Services, CMS - SHIP	14,257 93.779	373,984 (F) 39,944 (F)
MIPPA	93.779, 93.071	7,737 (F)
ARRA Nutrition Services	93.045, 93.705, 93.707	77,121 (F)
Temporary Assistance for Needy Families – KY Works	93.558	<u>176,950</u> (F)
Total		<u>\$6,591,134</u>

(F) Federal Funds

(F/S) Federal and State Funds

Note 3 - Revolving Loan Fund Calculation

Balance of loans outstanding	\$391,256
Plus: Cash and investment balance	82,233
Plus: Administrative expenses	23,005
Less: Loans written off during the fiscal year	<u>-</u>
Subtotal	496,494
Multiplied by federal share of initial capitalization	<u>100%</u>
Total	<u>\$496,494</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Note 4 – Emergency Food Assistance Cluster

This cluster was not presented together on the schedule of expenditures of federal awards because it has cash and non-cash components.

Passed through Kentucky Department of Agriculture:

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's ID Number</u>	<u>Federal Expenditures</u>
Emergency Food Assistance Program			
Administrative costs	10.568	PON2-03508000076651	\$ 61,218
Administrative costs	10.568	PON2-03510000000101	33,305
Food commodities	10.569	PON2-03508000076651	624,738
Food commodities	10.569	PON2-03510000000101	<u>257,718</u>
			<u>\$976,979</u>

**NORTHERN KENTUCKY AREA DEVELOPMENT DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

SECTION 1 – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS	
Type of Financial Statement Opinion	Unqualified
Were there any material weaknesses reported at the financial statements level (GAGAS)?	No
Were there any control deficiencies identified, not considered to be material weaknesses, reported at the financial statement level (GAGAS)?	No
Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
FEDERAL AWARDS	
Were there any material weaknesses reported for major federal programs?	No
Were there any control deficiencies identified, not considered to be material weaknesses reported for major programs?	No
Type of Major Programs Compliance Opinion	Unqualified
Are there any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510?	No
Major Programs (list):	Workforce Investment Act [CFDA 17.258, 17.259, and 17.260], Kentucky Hearth Grant – ARRA [CFDA 17.257], Trade Adjustment Assistance [CFDA 17.245], Aging Cluster [CFDA 93.044, 93.045, 93.053, 93.705, and 93.707], Temporary Assistance for Needy Families [CFDA 93.558]
Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: > all others
Low Risk Auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters to be reported

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters to be reported.

**NORTHERN KENTUCKY AREA DISTRICT DEVELOPMENT
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

PRIOR YEAR – FINANCIAL STATEMENT FINDINGS

None

PRIOR YEAR – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None