

**The Young Men's Christian
Association of Greater Toledo**

**Federal Awards
Supplemental Information
December 31, 2008**

The Young Men's Christian Association of Greater Toledo

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Independent Auditor's Report

To the Board of Trustees
The Young Men's Christian Association
of Greater Toledo

We have audited the basic financial statements of The Young Men's Christian Association of Greater Toledo for the year ended December 31, 2008 and have issued our report thereon September 10, 2009. Those basic financial statements are the responsibility of the management of The Young Men's Christian Association of Greater Toledo. Our responsibility was to express an opinion on those basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of The Young Men's Christian Association of Greater Toledo taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The information in this schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Plante & Moran, PLLC

September 10, 2009

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 Trustees
The Young Men's Christian Association
of Greater Toledo

We have audited the basic financial statements of The Young Men's Christian Association of Greater Toledo for the year ended December 31, 2008 and have issued our report thereon dated September 10, 2009. 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 Young Men's Christian Association of Greater Toledo's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Young Men's Christian Association of Greater Toledo's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of The Young Men's Christian Association of Greater Toledo's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

To the Board of Trustees
The Young Men's Christian Association
of Greater Toledo

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the board of trustees, operating committee, management, 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.

Plante & Moran, PLLC

September 10, 2009

Report on Compliance with Requirements Applicable to the Major Program
and on Internal Control Over Compliance in Accordance with OMB Circular A-133

To the Board of Trustees
The Young Men's Christian Association
of Greater Toledo

Compliance

We have audited the compliance of The Young Men's Christian Association of Greater Toledo with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the year ended December 31, 2008. The major federal program of The Young Men's Christian Association of Greater Toledo is 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 its major federal program is the responsibility of The Young Men's Christian Association of Greater Toledo's management. Our responsibility is to express an opinion on The Young Men's Christian Association of Greater Toledo'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 Young Men's Christian Association of Greater Toledo's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on The Young Men's Christian Association of Greater Toledo's compliance with those requirements.

In our opinion, The Young Men's Christian Association of Greater Toledo complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2008. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and is described in the accompanying schedule of findings and questioned costs as item 2008-1.

To the Board of Trustees
The Young Men's Christian Association
of Greater Toledo

Internal Control Over Compliance

The management of The Young Men's Christian Association of Greater Toledo is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered The Young Men's Christian Association of Greater Toledo's internal control over compliance with the requirements that could have a direct and material effect on its major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

This report is intended solely for the information and use of the board of trustees, operating committee, management, 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.

Plante & Moran, PLLC

September 10, 2009

The Young Men's Christian Association of Greater Toledo

Schedule of Expenditures of Federal Awards Year Ended December 31, 2008

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Project/Grant Number	Award Date	Award Amount	Federal Expenditures
Department of Health and Human Services:					
Passed through Lucas County Job and Family					
Family Services:					
TANF Funds for YMCA's Kid's Club Program	93.558	48-07-OP-12	7/1/07-6/30/08	\$ 205,000	\$ 110,352
TANF Funds for YMCA's Kid's Club Program	93.558 & 93.667	48-09-TTT-09	7/1/08-6/30/09	143,500	<u>91,233</u>
Total CFDA #93.558					201,585
Passed through Ohio Department of Job and					
Family Services:					
Step Up to Quality	93.575	-	-	41,500	41,500
Head Start	93.600	-	7/7/07-5/23/08	76,723	<u>29,927</u>
Total awards from the Department of Health and Human Services					273,012
U.S. Department of Labor - Passed through Lucas County:					
Job and Family Services - Workforce Investment					
Act for Youth Opportunities Program	17.259	48-06-WIAY-08	7/1/07-6/30/08	548,784	280,562
Job and Family Services - Workforce Investment					
Act for Youth Opportunities Program	17.259	48-06-WIAY-08	7/1/08-6/30/09	597,988	<u>259,473</u>
Total awards from the U.S. Department of Labor					540,035
U.S. Department of Agriculture:					
Child Nutrition Cluster:					
Passed through the Michigan Department					
of Education:					
School Breakfast Program	10.553	-	-	33,458	33,458
National School Lunch Program	10.555	-	-	31,647	31,647
Passed through the Ohio Department					
of Education:					
School Breakfast Program	10.553	-	-	18,705	18,705
National School Lunch Program	10.555	-	-	48,743	48,743
Summer Food Service Program for Children	10.559	-	-	16,440	<u>16,440</u>
Total Child Nutrition Cluster					148,993

The Young Men's Christian Association of Greater Toledo

Schedule of Expenditures of Federal Awards (Continued) Year Ended December 31, 2008

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Project/Grant Number	Award Date	Award Amount	Federal Expenditures
U.S. Department of Agriculture (Continued): Passed through the Ohio Department of Education - Child and Adult Care Food Program	10.558	-	-	\$ 17,392	<u>\$ 17,392</u>
Total awards from the U.S. Department of Agriculture					166,385
U.S. Department of Justice - Passed through the Toledo/Lucas Co. Criminal Justice Coordinating Council - Juvenile Justice and Delinquency Prevention Summit Diversion Program	16.540	2007-JJ-ATD-0321	10/1/07-9/30/08	27,501	20,322
Department of Energy - Passed through the State of Michigan Department of Labor & Economic Growth - 10 kW Photovoltaic System	81.041	PLA-07-66	8/1/07-7/31/08	50,000	<u>42,500</u>
Total federal awards					<u>\$ 1,042,254</u>

The Young Men's Christian Association of Greater Toledo

Notes to Schedule of Expenditures of Federal Awards Year Ended December 31, 2008

Note 1 - Significant Accounting Policies

The accompanying schedule of expenditures of federal awards includes the federal grant activity of The Young Men's Christian Association of Greater Toledo (the "Organization") and is presented on the same basis of accounting as the basic financial statements. 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 basic financial statements.

Note 2 - Subrecipient Awards

Of the federal expenditures presented in the schedule of expenditures of federal awards, federal awards were provided to subrecipients as follows:

Federal Program	CFDA Number	Description	Amount
Workforce Investment Act for Youth Opportunities Programs	17.259	Passed through to the various participating sites	<u>\$ 35,296</u>

The Young Men's Christian Association of Greater Toledo

Schedule of Findings and Questioned Costs Year Ended December 31, 2008

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major program(s):

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes None reported

Type of auditor's report issued on compliance for major program(s): Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Identification of major program:

CFDA Number	Name of Federal Program or Cluster
17.259	Workforce Investment Act for Youth Opportunities Program

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes No

The Young Men's Christian Association of Greater Toledo

Schedule of Findings and Questioned Costs (Continued) Year Ended December 31, 2008

Section II - Financial Statement Audit Findings

Current year - None

Prior year - None

Section III - Federal Program Audit Findings

Reference Number	Findings	Questioned Costs
<p>Current Year</p> <p>2008-1</p>	<p>Program Name - Workforce Investment Act for Youth Opportunities Program</p> <p>Pass-through Entity - Lucas County Job and Family Services</p> <p>Finding Type - Allowable costs</p> <p>Criteria - Direct costs charged to the grant should agree to supporting data.</p> <p>Condition - During testing of cash disbursements, specifically payroll, we tested 20 employees and noted that the time cards of two employees were totaled incorrectly. The error resulted in a total overcharge to the grant of \$21. This was extrapolated to the entire hourly population and it was noted that it represents an overpayment of less than \$400.</p> <p>Effect - Since the grant is actually billed on group hours rather than based on specific costs, there was no overbilling of the grant, but an over-reporting of grant-related costs.</p> <p>Cause - The supervisors did not review the employees' calculations of hours worked and/or did not recalculate the total hours.</p>	<p>\$21</p>

The Young Men's Christian Association of Greater Toledo

Schedule of Findings and Questioned Costs (Continued) Year Ended December 31, 2008

Section III - Federal Program Audit Findings (Continued)

Reference Number	Findings	Questioned Costs
<p>Current Year 2008-1 (Continued)</p>	<p>Recommendation - We recommend there be a second review of the time cards in order to ensure that time cards are totaled correctly. The South Branch has already moved to an electronic time card system which totals all time electronically, and we recommend this system be implemented in all branches as soon as possible.</p> <p>Auditee's Response - The auditee is aware that the time card system may not provide reliable calculation of hours, but feel that the differences are small. They are working to implement the electronic time card system as soon as possible and hope to have it fully in place by the end of 2009.</p>	
<p>Prior Year 2007-1</p>	<p>Status Indicator - Cleared</p> <p>Program Name - Workforce Investment Act for Youth Opportunities Program</p> <p>Pass-through Entity - Lucas County Job and Family Services</p> <p>Reporting Period - December 31, 2007</p> <p>Statement of Condition - The Organization overbilled indirect costs for the first six months of the grant period.</p> <p>Narrative- Subsequent reports were adjusted to correctly report indirect costs.</p>	<p style="text-align: right;">\$12,078</p>