

**Independent Auditors' Report
and Related Financial Statements**

**MID-OHIO VALLEY WORKFORCE INVESTMENT
CORPORATION**

For the Year Ended June 30, 2015

MID-OHIO VALLEY WORKFORCE INVESTMENT CORPORATION
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For the Year Ended June 30, 2015

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MID-OHIO VALLEY WORKFORCE INVESTMENT CORPORATION

2014 – 2015 Responsible Individuals / Board
Shaping Tomorrow's Workforce Today!

Local Elected Officials

Kevin Helmick	Mitch Morrison	Floyd Hodge
Miles Epling	Jay Powell	Melissa O'Brien
Bob Tebay	Robert Gunnoe	Mayor Bob Newell
Mayor Randy Rapp	Greg Fitzwater	

Board of Directors

Name	Organization	County(s)
<u>Private Sector Representatives</u>		
Ron Blankenship	Lower Run Hunt Club	Calhoun
Pam Cook	M&G Polymers	Mason
Dr. Wane Dunn	Wayne Dunn & Associate	Wood
Todd Fox	DuPont	Wood
Cam Huffman	Wood County Development Authority	Wood
Jill Parsons	Mid-Ohio Valley Chamber of Commerce	Wood
Rhonda Poling	High Mark Blue Cross Blue Shield of WV	Wood
Jennifer Randolph	Randolph Construction	Roane
Paul Freeman	DuPont (Mfg.)	Wood
Judith Sutton	Mt. State College	Wood
Dick Waybright	WV Forestry Association	All Counties
Stephen Whited	Minnie Hamilton Health Care	Calhoun
Marissa Shockey	Hino Motors	Wood
Randall Rapp	Kahnrap	Wood
Pauletta Wilson	Mustang Survival (Mfg.)	Roane
Rodney Cox	Energy Corporation of America	Roane
<u>Public Sector Representatives</u>		
Julie Hagan	RESA 5 / Adult Basic Education	All Counties
Fletcher Lamkin	West Virginia University at Parkersburg	Jackson Pleasants, Ritchie, Roane, Wirt, Wood
Carl Reynolds	WV Laborer's Trust Fund	All Counties
Greg Dotson	WV Carpenter's Training Center	All Counties
Steve Parks	Ritchie Regional Economic Development	Ritchie
Debbie Thompson	Pleasants County FRN	Pleasants
Ricky Yeager	City of Parkersburg HUD	Wood
Ryan Barber	Community Resources	All but Clay & Mason
Valerie Smith - Rebholz	Parkersburg Workforce WV	All Counties
Shannon Dugan	Division of Rehabilitation Services - Parkersburg	Wood, Wirt
Delbert Casto	Dept. of Health & Human Resources	Wood
John Shaw	National Council on Aging	Calhoun, Jackson, Pleasants, Ritchie, Roane, Wirt, Wood

Mid-Ohio Valley Workforce Investment Corporation
Management Discussion and Analysis
June 30, 2015

Mid-Ohio Valley Workforce Investment Corporation (MOVVIC) provides this Management Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2015. We encourage readers to consider this information in conjunction with the Agency's financial statements which follow.

2015 Financial Highlights

269 individuals received training totaling \$835,059. Compared to 227 individuals and \$535,405 spent in FY14.

11 contracts were signed with 6 companies and 17 employees were helped through on the job training wage reimbursements.

6 case managers assisted 305 Adult and Dislocated Workers during the year.

289 Youth were served throughout the year in the Youth Advantage program.

\$81,000 was used for the continuation of the Opt in Be Part of the Solution effort. The goal is to improve our workforce's skills and meet the industry demands for local skilled employees while growing our entrepreneurial opportunities. One of the outputs from this effort was the publication of an Employment Guide covering the Oil & Gas, Plastics and Polymers and Construction industries.

Using this Annual Report

The annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the Agency's financial activities.

The Basic Financial Statements consist of a Statement of Net Position, Statement of Activities and Changes in Net Position and the Statement of Cash Flows.

Notes to the Financial Statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

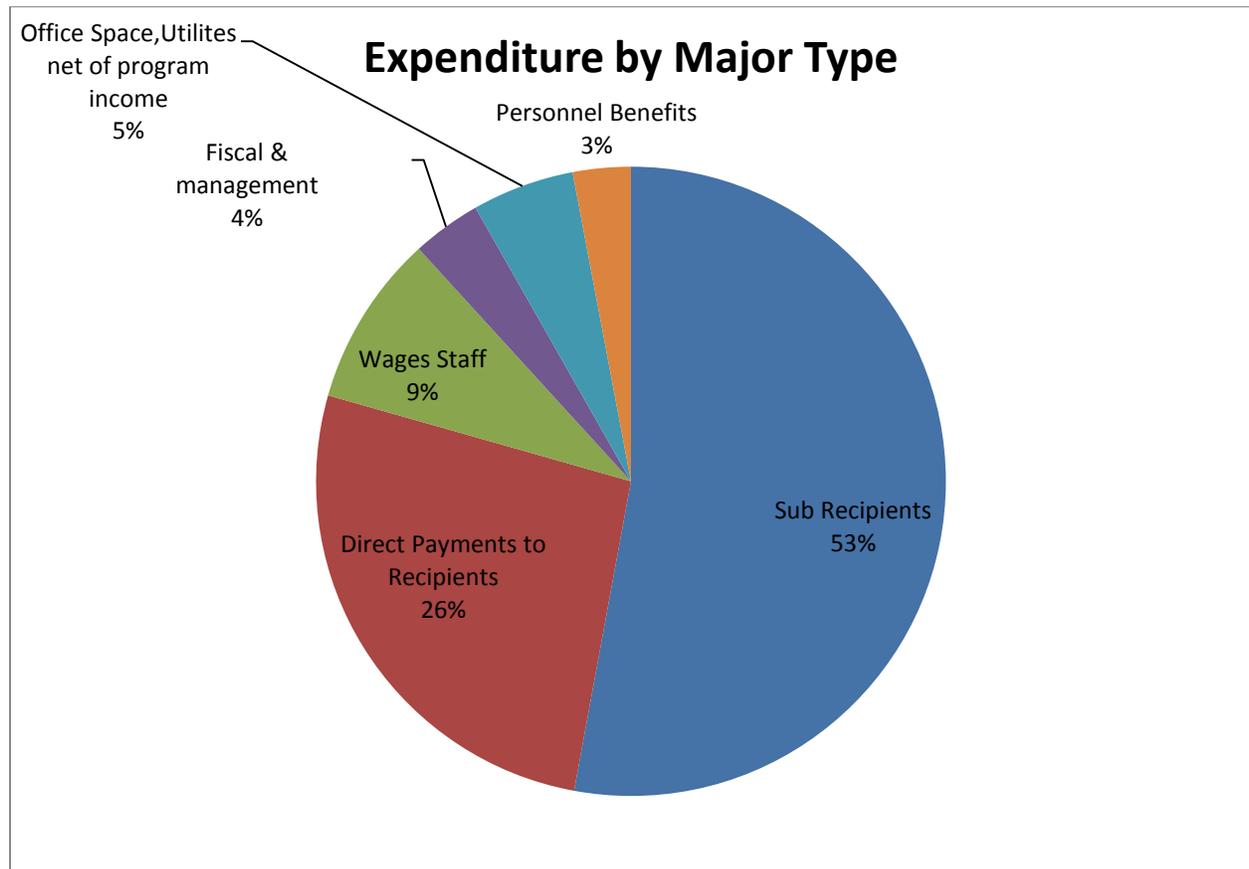
Other Supplementary Information provides detailed information about the expenditures by funding program. The Schedule of Expenditures of Federal Awards provides details of the various federal programs managed through the MOVVIC.

Reporting the MOVWIC's Financial Activities

The Statement of Net Position presents the assets, liabilities and net assets of the MOVWIC as of the end of the year. The Statement of Activities and Changes in Net Position reports the revenues and expenditures of the MOVWIC over the fiscal year.

Comparing Revenue in FY15 of \$2,810,344 and FY14 \$2,732,372, revenue increased \$77,972 largely due to new funding from a National Emergency Grant for training offset by reductions in funding for our core Adult, Dislocated Worker and Youth grants.

Comparing the expenditures for FY15 indicates an increase in expenditures of \$77,972 from FY14 expenditures. The decreases is mostly attributable to the additional funding due to the National Emergency Grant program and offset by reductions in expenses for the core Adult, Dislocated Worker and Youth grants.



Fund Analysis

With the oversight of the Region 4 Workforce Investment Board and various sub-committees the focus and goal has been to serve the customers. Our internal costs have been and continue to be decreased as we find new and innovative ways to manage the grants and obtain new sources of funding

Economic Factors and Budget Impact

Many factors impact the Agency's budget as revenues are largely derived from sub-grantee grant awards with USDOL funds. A direct impact on the amount of funds received is the local economic conditions with the number of employee layoffs and the unemployment rate. The FY15 budget was modified several times throughout the year to meet the changing needs of the business community and demand for services. As allowed by law funds were transferred from the Adult Program to the Dislocated Worker Program.

Contacting the MOVWIC's Financial Management

This financial report is designed to provide our grantors, government members and citizens with a general overview of the MOVWIC's finances and to show the MOVWIC's accountability for the money it receives and manages. If you have any questions regarding this report or need additional financial information contact: Executive Director, PO Box 247, Parkersburg, WV 26102.

Stephen P. Glaser CPA

1021 7th Avenue
St. Albans, WV 25177

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Mid-Ohio Valley Workforce Investment Corporation
Parkersburg, West Virginia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mid-Ohio Valley Workforce Investment Corporation (MOVVIC) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise MOVVIC's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 MOVWIC, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion information on pages 2-4 of this report 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.

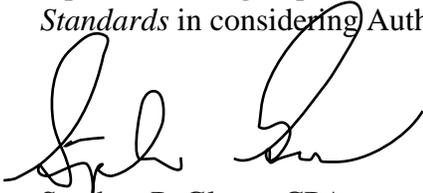
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The 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 basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 9, 2015, on our consideration of the Authority'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* in considering Authority's internal control over financial reporting and compliance.



Stephen P. Glaser, CPA
St. Albans, West Virginia
October 7, 2015

Mid-Ohio Valley Workforce Investment Corporation
Statement of Net Position
June 30, 2015

ASSETS:	
Cash and cash equivalents	\$ 10,405
Grants receivable	306,976
Prepaid expense	<u>9,237</u>
Total assets	326,618
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources	<u>-</u>
Total deferred outflows of resources	-
LIABILITIES:	
Accounts payable	267,485
Unearned revenue	<u>59,133</u>
Total liabilities	326,618
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources	<u>-</u>
Total deferred outflows of resources	-
NET POSITION	
Unrestricted	<u>-</u>
Total Net Position	<u><u>\$ -</u></u>

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

Mid-Ohio Valley Workforce Investment Corporation
Statement of Activities and Changes in Net Position
June 30, 2015

REVENUES:	
Federal grant revenue	\$ 2,810,344
Total revenues	<u>2,810,344</u>
EXPENDITURES:	-
Youth	801,758
Dislocated worker	768,673
Adult	894,479
Other programs	<u>345,433</u>
Total expenditures	<u>2,810,344</u>
Net change in fund balance	-
Fund balance at beginning of year	-
Fund balance at end of year	<u><u>\$ -</u></u>

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

Mid-Ohio Valley Workforce Investment Corporation
Statement of Cash Flows
June 30, 2015

CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers and others	\$ 2,810,344
Cash paid to suppliers and employees	<u>2,810,344</u>
Change in net assets	-
Adjustments to reconcile change in net assets to net cash used in operating activities:	
(Increase) Decrease in operating assets:	
Grants receivable	314,886
Prepaid expense	(6,879)
Increase (decrease) in operating liabilities:	-
Accounts payable	(226,718)
Payroll expenses payable	(48,499)
Unearned revenue	<u>(26,036)</u>
Net cash (used) by operating activities	<u>6,753</u>
Increase (decrease) in cash and cash equivalents	6,753
Cash and cash equivalents, beginning of year	<u>3,652</u>
Cash and cash equivalents, end of year	<u><u>\$ 10,405</u></u>

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

Mid-Ohio Valley Workforce Investment Corporation
Notes to the Financial Statements
For the Year Ended June 30, 2015

NOTE 1. DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

Mid-Ohio Valley Workforce Investment Corporation (MOVWIC) is a non-profit corporation organized under the laws of the State of West Virginia. MOVWIC was formed to provide job training programs through subcontracts with training providers for adult and dislocated workers under the Workforce Investment Act. The programs are designed to increase the participants' education and occupational skills. Youth activity programs are also provided by MOVWIC to increase the attainment of basic skills and secondary diplomas for those participants.

MOVWIC received substantially all of its funding from the U.S. Department of Labor. A significant reduction in this level of funding may have a significant impact on MOVWIC's programs and activities.

B. CASH AND CASH EQUIVALENTS

MOVWIC considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash balances are fully insured through FDIC insurance and collateralized obligations. Management believes these deposits are in financially stable institutions and credit risk associated with the deposits is minimal.

C. GRANTS RECEIVABLE

Grant receivables result from the incurred expenditure of grant funds which have not been fully reimbursed at year end. Management has determined an allowance for uncollectible accounts is not necessary because they believe all receivables will be collected. All receivables relate to federal programs.

D. UUEARNED REVENUE

Grant revenue resulting from exchange transactions is recognized when the related costs are incurred. Unearned Revenue consist of grant funds that MOVWIC has either received or requested but for which it had not incurred a related expenses to satisfy the requirements of the grant agreements.

Program	FYE <u>6/30/2014</u>	FYE <u>6/30/215</u>	<u>Explanation why unearned</u>
DHHR SNAP GRANT	\$ 7,228	\$ 6,768	Funds are sent out quarterly on set schedule by grantor
BRIDGING THE GAP GRANT	-	8,294	The program is funded up in advance for cash flow in amounts of \$10,080. Then is offset by invoicing monthly for reimbursement. Cufrently there is a balance in the advance.
WIA YOUTH PROGRAM	-	44,071	Funds were requested in advance for July payroll and rent/utility payments.
Totals	<u>\$ 7,228</u>	<u>\$ 59,133</u>	Reimbustment is taking up to 4-6 weeks to get the funds

E. EXPENSES

Expenses are recorded when incurred in accordance with the accrual basis of accounting. The costs of providing the various programs and activities have been summarized on a programmatic basis in the statement of activities.

F. PROGRAM INCOME

Program income is accounted for in accordance with CFR 97.250 and is used to defray program costs. Program income of \$6,135.51 was earned through interest and sub rentals and was directly applied to program expenses.

G. EXPENSE ALLOCATION

Expenses which are not specifically identified with and charged directly to a particular service are allocated based upon a cost allocation plan. The cost allocation plan is revised yearly and allocations are based upon two factors; staffing and participant ratio.

H. INCOME TAXES

MOVWIC is exempt from federal income taxes under the provisions of Section 501 (c) (4) of the Internal Revenue Code.

I. 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.

J. RECEIVABLES

Receivables consisted of the following at June 30, 2015:

WIA-NEG OJT	\$ 103,144
WIA-SSA RR	13,403
Simulated Workplace	1,372
BTG	10,127
WIA - Adult Program	110,793
WIA - Dislocated Program	168
WIA - Youth Program	59,970
WIA - Youth Incentive Program	8,000
Total receivables	<u>\$ 306,976</u>

NOTE 2. RELATED PARTIES

The Mid-Ohio Valley Regional Planning and Development Council (MOVRC) serves as the fiscal agent for MOVWIC. In this capacity, MOVRC personnel process all transactions of MOVWIC

and provide monthly accounting data to the members of MOVVIC's board of directors. The Executive Director of MOVRC serves as the Secretary of MOVVIC. The MOVVIC reimburses MOVRC for payroll and related charges applicable to staff assigned to MOVVIC activities which totaled \$259,923 for payroll and fringes and \$96,039 for fiscal and management (indirect) expenses in 2015. This reimbursement is processed monthly in the month following the actual charges.

NOTE 3. COMMITMENTS

MOVVIC has commitments of approximately \$63,260 to program participants under training agreements or letters of commitment and \$1,105,000 to sub recipients as of June 30, 2015. Approximately \$742,159 is available under grant awards to fund these commitments totaling \$1,168,260 as of June 30, 2015. Pending awards effective April 1, 2015 and July 1, 2015 totaling \$809,906 were being worked on at the WV State and local level with the final award documents signed in September 2015.

NOTE 4. SUBSEQUENT EVENTS

MOVVIC was notified in September 2015, that the DHHR SNAP grant would not be renewed and that the current grant ending September 30, 2015 would be the final award. DHHR had changed the focus areas and we no longer served the counties that were being targeted with the program.

OTHER SUPPLEMENTARY INFORMATION

Mid-Ohio Valley Workforce Investment Corporation
Schedule of Expenditures by Program
June 30, 2015

EXPENDITURES:	Dislocated		Adult	Simulated Workplace	Bridging the Gap	Incentive Summer Youth
	Youth	Worker				
Personnel-Staff Wages	\$ 39,080	\$ 51,310	\$ 63,101	\$ 706	\$ 7,998	\$ -
Personnel-Participant Wages	(2,355)	-	-	-	-	71,189
Personnel benefits	11,186	14,748	17,660	182	2,319	6,621
Supplies and materials	1,011	787	787	-	28	-
Consultants & Contractual	1,984	42,221	41,000	-	-	-
Telephone	81	1,207	1,482	-	-	-
Travel	4,534	3,294	3,990	109	698	-
Postage	59	263	253	-	-	-
Printing and publishing	102	62	100	-	865	-
Marketing	4,747	570	570	-	-	-
Fiscal and management expenses	20,559	22,905	27,136	374	4,239	-
Subrecipient Program Services	540,339	194,065	218,596	-	5,227	-
Tuition and training	1,451	362,227	421,221	-	-	-
Dues, fees and memberships	100	122	123	-	-	-
Insurance	-	-	-	-	-	-
Office space and utilities	60,092	43,577	43,527	-	-	-
Administrative allocation	18,639	19,762	22,983	-	-	-
Other expenses less program income	<u>22,340</u>	<u>11,554</u>	<u>31,951</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 723,948</u>	<u>\$ 768,673</u>	<u>\$ 894,479</u>	<u>\$ 1,372</u>	<u>\$ 21,374</u>	<u>\$ 77,810</u>

EXPENDITURES:	NEG-OJT	RR-Tuition	SNAP	Trade Act	Administrative	Total
	Personnel-Staff Wages	\$ 7,934	\$ -	\$ 4,115	\$ 461	\$ 28,236
Personnel-Participant Wages	-	-	-	-	-	68,834
Personnel benefits	2,381	-	1,211	80	7,214	63,603
Supplies and materials	38	-	-	-	325	2,977
Consultants & Contractual	60,000	-	42,319	-	1,248	188,771
Telephone	-	-	-	-	186	2,956
Travel	1,048	-	279	59	1,991	16,002
Postage	-	-	4	4	65	648
Printing and publishing	1	-	1	-	198	1,328
Marketing	-	-	-	-	450	6,337
Fiscal and management expenses	4,205	-	2,021	244	14,355	96,039
Subrecipient Program Services	-	-	-	-	-	958,226
Tuition and training	182,842	13,403	-	-	465	981,608
Dues, fees and memberships	-	-	-	-	2,848	3,193
Insurance	-	-	-	-	1,794	1,794
Office space and utilities	-	-	-	-	-	147,196
Administrative allocation	-	-	37	-	(61,420)	-
Other expenses less program income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,046</u>	<u>67,890</u>
Total	<u>\$ 258,450</u>	<u>\$ 13,403</u>	<u>\$ 49,986</u>	<u>\$ 848</u>	<u>-</u>	<u>\$ 2,810,344</u>

Mid-Ohio Valley Workforce Investment Corporation
Schedule of Expenditures of Federal Awards
June 30, 2015

Grantor / Program	CFDA#	Pass-Through ID Number	Grant award period	Federal Expenditures
Federal Awards:				
US Department of Labor				
Passed through the West Virginia Governor's Office, Workforce Investment Division				
WIA Adult Program	17.258	PY14-W4-A1	7/1/14-6/30/16	\$ 525,457
WIA Adult Program		PY13-W4-A1	7/1/13-6/30/15	688,227
WIA State Set Aside-Adult		PY14-RRSSA-02	6/1/15-9/30/15	4,363
Total Adult program				<u>1,218,047</u>
WIA Youth Activities	17.259	PY14-W4-A1	7/1/14-6/30/16	455,918
WIA Youth Activities		PY13-W4-A1	10/01/13-6/30/15	268,030
Total Youth program				<u>723,948</u>
WIA Dislocated Worker Formula Grants	17.278	PY14-W4-A1	7/1/14-6/30/16	351,573
WIA Dislocated Worker Formula Grants		PY13-W4-A1	7/1/13-6/30/15	97,896
WIA Rapid Response		PY13-RR-05	10/1/13-9/30/14	848
WIA Rapid Response-Dislocated Worker		PY14-RRSSA-02	6/1/15-9/30/15	9,040
Total Dislocated Worker				<u>459,357</u>
WIA Incentive Summer Youth	17.267	PY13-IN-05	10/14/13-6/30/15	77,810
WIA N.E.G Job Driven	17.277	PY14-NEG-04	1/1/2015-9/30/2016	258,450
Passed through the WV Council for Community & Technical College Education,				
Trade Act Adjustment Assistance -Community College & Career Training Grant	17.282	CTCS BTG-04	10/1/14-9/30/16	21,374
Passed through the West Virginia Department of Education				
Simulated Workplace	17.267	GRTAWD04021500002738	7/1/14-6/30/15	1,372
Total U.S. Department of Labor expenditures				<u>2,760,358</u>
US Department of Agriculture				
Passed through the West Virginia Department of Health and Human Resources				
Supplement Nutrition Assistance Program (SNAP)	10.561	G140536	10/1/13-9/30/14	14,141
Supplement Nutrition Assistance Program (SNAP)		G150491	10/1/14-9/30/15	35,845
Total U.S. Department of Agriculture expenditures				<u>49,986</u>
Total expenditures of federal awards				<u>\$ 2,810,344</u>

Mid-Ohio Valley Workforce Investment Corporation
Notes to Schedule of Expenditures of Federal Awards
June 30, 2015

Basis of Presentation

The above schedule of expenditures of federal awards includes the federal grant activity of the Mid-Ohio Valley Workforce Investment Corporation and is presented on the 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.

Subrecipients

Of the federal awards presented in the schedule, the Entity provided federal awards to subrecipients as follows:

Program Title	CFDA #	Amounts Provided to Subrecipients
One Stop Coordinator Contract-Adult	17.258	\$218,596
One Stop Coordinator Contract-Youth	17.259	9,272
Youth Advantage Contract	17.259	531,067
One Stop Coordinator Contract-Dislocated Worker	17.260	194,065
NEG	17.277	60,000
DHHR SNAP Contract	10.561	42,319
Total provided to subrecipients		<u>\$ 1,055,319</u>

Stephen P. Glaser CPA

1021 7th Avenue
St. Albans, WV 25177

INDEPENDENT AUDITOR'S 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*

Board of Directors
Mid-Ohio Valley Workforce Investment Corporation
Parkersburg, West Virginia

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mid-Ohio Valley Workforce Investment Corporation (MOVVIC), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise MOVVIC's basic financial statements, and have issued our report thereon dated October 7, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered MOVVIC's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MOVVIC's internal control. Accordingly, we do not express an opinion on the effectiveness of MOVVIC's internal control.

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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

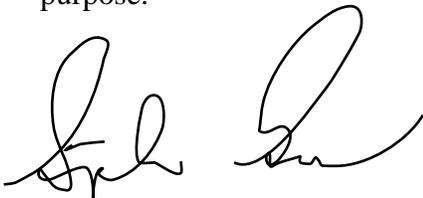
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether MOVWIC's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read 'S. P. Glaser', written in a cursive style.

Stephen P. Glaser, CPA
Saint Albans, West Virginia
October 7, 2015

Stephen P. Glaser CPA

1021 7th Avenue
St. Albans, WV 25177

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of Directors
Mid-Ohio Valley Workforce Investment Corporation
Parkersburg, West Virginia

Report on Compliance for Each Major Federal Program

We have audited Mid-Ohio Valley Workforce Investment Corporation's (MOVVIC) 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 MOVVIC's major federal programs for the year ended June 30, 2015. MOVVIC's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of MOVVIC's major federal programs based on our audit of the types of compliance requirements referred to above. 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 MOVVIC'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 on compliance for each major federal program. However, our audit does not provide a legal determination of MOVVIC's compliance.

Opinion on Each Major Federal Program

In our opinion, MOVWIC, complied, in all material respects, with the types of 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, 2015

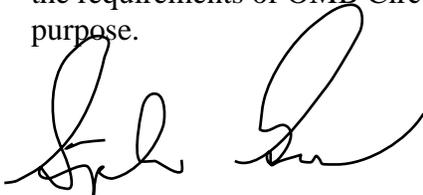
Report on Internal Control over Compliance

Management of MOVWIC is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered MOVWIC's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 MOVWIC's internal control over compliance.

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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Stephen P. Glaser, CPA
Saint Albans, West Virginia
October 7, 2015

MID-OHIO VALLEY WORKFORCE INVESTMENT CORPORATION
Schedule of Findings and Questioned Costs
June 30, 2015

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued; Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes x No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ Yes x No

Non compliance material to the financial statements noted? _____ Yes x No

Federal Awards

Internal control over major programs:

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

Type of auditor’s report issued on compliance for major programs; Unmodified

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>CFDA #</u>
Program Title		
One Stop Coordinator Contract-Adult		17.258
One Stop Coordinator Contract-Youth	✔	17.259
One Stop Coordinator Contract-Dislocated Worker	✔	17.260
Youth Advantage Contract		17.259

Dollar threshold used to distinguish between Type A and Type B Program: \$ 300,000

Auditee qualified as a low-risk auditee? _____ x Yes _____ No

MID-OHIO VALLEY WORKFORCE INVESTMENT CORPORATION
Schedule of Findings and Questioned Costs (Continued)
June 30, 2015

Section II – Financial Statement Findings

There are no findings reported.

Section III – Federal Award Findings and Questioned Costs

There are no findings or questioned costs reported.

Section IV – Corrective Action Plan

A corrective action plan is not required because there are no questioned costs.

Section V – Summary Schedule of Prior Audit Findings

There are no prior year findings or questioned costs reported.