



Robert E. Antonacci II, CPA  
Comptroller

COUNTY OF ONONDAGA

Office of the  
*County Comptroller*

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James V. Maturo  
Deputy Comptroller

Thomas G. Squires  
Deputy Comptroller

September 17, 2008

Mr. Robert Geraci, Commissioner  
Onondaga County Department of Parks and Recreation  
106 Lake Drive  
Liverpool, New York 13088

Dear Mr. Geraci:

We have audited the accompanying statement of the contract revenues and expenditures of Onondaga County's Penguin Exhibit Project for the period June 6, 2001 to December 31, 2007 pursuant to Contract number C540008 between Onondaga County and the New York State Office of Parks, Recreation and Historic Preservation dated March 20, 2003. This financial statement is the responsibility of the management of the Onondaga County Parks Department. Our responsibility is to express an opinion on this statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in the 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that our audit provides a reasonable basis for our opinion.

The accompanying financial statement was prepared to present the contract revenue and contract expenditures related to Onondaga County's Penguin Exhibit Project, contract number C540008 and is not intended to be a complete financial statement presentation prepared in conformity with generally accepted accounting principles.

In our opinion, the financial statement referred to the above presents fairly, in all material respects, the contract revenue and contract expenditures of Onondaga County's Penguin Exhibit Project, contract under number C540008 dated March 20, 2003, between Onondaga County and the New York State Office of Parks, Recreation and Historic Preservation, on the basis of accounting discussed in the Notes to the Statement of Contract Revenues and Contract Expenditures.

Our audit was made for the purpose of forming an opinion on the financial statement taken as a whole. The summary of expenditures by vendor and revenue by source on page 6 is presented for the purpose of additional analysis and not part of the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statements, and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

This report is intended solely for the information of Onondaga County and the New York State Office of Parks, Recreation and Historic Preservation in connection with contract number C540008 and should not be used for any other purpose.

In accordance with Government Auditing Standards, we have also issued a report September 17, 2008 on our conclusion of Onondaga County's compliance and internal control, as they pertain to contract number C540008.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert E. Antonacci II, CPA". The signature is stylized and includes the letters "CPA" at the end.

Robert E. Antonacci II, CPA

cc: County Executive  
Chair of the County Legislature  
Administrator of Physical-Services  
Chief Fiscal Officer  
Chair of the Counties Facilities Committee  
New York State Office of Parks, Recreation and Historic Preservation

Onondaga County  
Penguin Exhibit Project  
Statement of Contract Revenue and Contract Expenditures  
Contract Number C540008

<b>Revenues</b>	<b>Budget</b>	<b>Actual</b>
Contract #C540008 (State Share)	\$ 200,000	\$ 200,000
Local Share	1,361,755	1,320,855
Total Revenues	<u>\$ 1,561,755</u>	<u>\$ 1,520,855</u>

**Expenditures:**

General Requirements	\$ 164,228	\$ 159,928
General Construction:		
Sitework	330,106	321,461
Concrete	386,528	376,405
Masonry	82,151	80,000
Metals	19,672	19,157
Wood & Plastics	41,384	40,300
Thermal & Moisture	84,798	82,577
Doors & Windows	114,953	111,943
Finishes-Painting	(1,544)	(1,504)
Specialities	2,054	2,000
Equipment	39,433	38,400
Special Construction Exhibit	297,992	290,188
Total General Construction	<u>\$ 1,397,527</u>	<u>\$ 1,360,927</u>
Total Expenditures	<u>\$ 1,561,755</u>	<u>\$ 1,520,855</u>

See Notes to Statement of Contract Revenues and Contract Expenditures

## **Onondaga County**

### **Penguin Exhibit Project**

Notes to the Statement of Contract Revenue and Contract Expenditures

Contract C540008

1. Contract Description

Contract C540008 dated March 20, 2003 is an agreement between Onondaga County and the New York State Office of Parks, Recreation and Historic Preservation (NYS OPRHP). The contract provides for NYS OPRHP to reimburse Onondaga County for no more than 50% (maximum \$200,000) of eligible expenditures for general construction, penguin exhibit and sitework.

2. Basis of Accounting and Accounting Policies:

The statement of contract revenues and contract expenditures has been prepared on the accrual basis.

Revenue Recognition- Contract and matching revenue is recorded based on the modified accrual basis of accounting. Contract and matching revenue is not recorded until it becomes measurable and available.

Construction Expenditures- Costs are recognized when incurred and have been recorded as contract expenditures in the financial statements.

Capitalized Cost-expenditure identified with goods or services acquired and measured by the amount of cash paid or the market value of other property, capital stock or services rendered. Expenditures that are written off during two or more accounting periods.

Improvement-expenditure directed to a particular asset to improve its performance or useful life.

Repairs-expenditures made in order to keep property in good condition but that do not appreciably prolong the life or increase the value of the property.

Use of Estimates- the eligible expenses are subject to review by NYS OPRHP upon submission of required detail information and proof of payment. Management is required to determine the allowable expenses under the contract, and generally consults with NYS OPRHP in matter of judgment; however, the final determination of allowable expenses will be by NYS OPRHP upon final submission of project costs.

3. NYS OPRHP Contract Revenue and Unreimbursed Contract Costs

The following schedule presents the contract revenue recognized at December 31, 2007 as cash received from the NYS OPRHP based on payment requisitions and the unreimbursed project costs at December 31, 2007:

Contract Revenue	\$200,000
Total Cash Receipts at December 31, 2007	180,000
Unreimbursed costs at December 31, 2007	<u>\$ 20,000</u>

4. Expenditures determined to be unallowable under the Penguin Exhibit Project

\$37,800- this expenditure was for a planned elevation improvement (not a repair) related to the zoo infrastructure (elephant walkway, service area pavement and drainage). The Contractor did the work, but it was not part of the Penguin Exhibit project and was charged to the Infrastructure Improvements Project.

\$3,100- This expenditure was for the replacement of an existing non-code compliant chain link fence in front of the wolf exhibit adjacent to the Penguin Exhibit public area. The fence would have had to be replaced no matter what exhibit was adjacent to the wolf exhibit. A Stockade fence to prevent the public from touching the wolves replaced the chain link fence. The Contractor did the work but it was not part of the Penguin Exhibit project and was charged to the Preventative Maintenance Project.

**Onondaga County**

**Summary of Grant Expenditures by Vendor and Funding Sources**

**Penguin Exhibit Project**

**Contract Number C540008**

<b>Contractor/ Vendor Name</b>	<b>A Total donated value</b>	<b>B Total paid amount</b>
G.M. Crisalli & Assoc.	\$ <u>-</u>	<u>\$1,520,855</u>
Totals A & B	\$ <u>-</u>	<u>\$1,520,855</u>
Grand Total (A plus B)		<u>\$1,520,855</u>

**Revenue Sources**

**Source name**

**Source of Matching Funds:**

Financing from Serial Bonds

\$1,320,855

**Source of Other Revenue:**

NYS OPRHP Grant Contract#540008

200,000

Total Revenue

\$1,520,855

# REPORT ON COMPLIANCE AND ON INTERNAL CONTROL

September 17, 2008

Mr. Robert Geraci, Commissioner  
Onondaga County Department of Parks and Recreation  
106 Lake Drive  
Liverpool, New York 13088

RE: Contract Number C540008

We have audited the accompanying statement of contract revenues and contract expenditures for Contract Number C540008 of Onondaga County and have issued our report thereon dated September 17, 2008. We conducted our audit 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.

### *Compliance*

As part of obtaining reasonable assurance about whether the statement of contract revenues and contract expenditures for Contract Number C540008 of the Onondaga County Penguin Exhibit Project is free of material misstatement, we perform tests of Onondaga County's compliance with certain provisions of laws, regulations, contracts and grants as they pertain to Contract Number C540008. Noncompliance could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on those provisions was not the objective of our audit and, accordingly, we do not express an opinion.

During the course of our audit, the following was noted:

1. It was noted that the contractor (Onondaga County) did not meet period of grant agreement requirements. The current Modification Agreement stated the period of the grant agreement is from June 6, 2001 to December 31, 2007, however, the final payment to the vendor for a lien release in the amount of \$4,873.16 was paid January 18, 2008. This claim has not been submitted to the State to date. According to the grant agreement, *for each succeeding Period of this Agreement, the parties shall prepare new appendices, to the extent that any require modification, and a Modification Agreement.* A Modification Agreement to revise the agreement extending the termination date to December 31, 2008 is pending New York State Offices of Parks, Recreation, and Historic Preservation Certification and NYS Attorney General and State Comptroller Approval.

2. The program objective of having the participation goals of minority and women-owned businesses (MWBES) equal to at least 5% and 7%, respectively, of the total dollar value was not met. MBE participation was calculated at 4% and WBE at 3%.

Except for the above mentioned, the results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

***Internal Control Over Financial Reporting***

In planning and performing our audit, we considered Onondaga County 's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the Statement of contract revenues and contract expenditures for Contract C540008 of Onondaga County and not to provide assurance on internal control over reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relation to the statement of contract revenue and contract expenditures being Audited may occur and not detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information of Onondaga County and NYS OPRHP and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert E. Antonacci II, CPA". The signature is fluid and cursive, with the initials "RE" and "II" clearly visible.

Robert E. Antonacci II, CPA