

Village of Matamoras
Washington County, Ohio

Regular Audit

For the Years Ended December 31, 2000 - 1999



STATE OF OHIO
OFFICE OF THE AUDITOR

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Village Council
Village of Matamoras
P.O. Box 536
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We have reviewed the Independent Auditor's Report of the Village of Matamoras, Washington County, prepared by Knox & Knox, for the audit period January 1, 1999 through December 31, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

JIM PETRO
Auditor of State

July 6, 2001

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VILLAGE OF MATAMORAS
WASHINGTON COUNTY, OHIO

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KNOX & KNOX

Accountants and Consultants

Report of Independent Accountants

Matamoras Village Council
Village of Matamoras
Washington County
800 Grandview Avenue
Matamoras, Ohio 45767

To the Members of Village Council:

We have audited the accompanying financial statements of the Village of Matamoras, Washington County, Ohio, (the Village) as of and for the years ended December 31, 2000 and December 31, 1999. These financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the Village prepares its financial statements on the basis of accounting prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances of the Village of Matamoras, Washington County, Ohio, as of December 31, 2000 and December 31, 1999, and its combined cash receipts and disbursements for the years then ended on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2001 on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

This report is intended solely for the information and use of management, the Village Council and other officials authorized to receive this report under Section 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.

Knox & Knox

Orrville, Ohio
June 21, 2001

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN FUND
CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2000

	Governmental Funds		Total
	General	Special Revenue	(Memorandum Only)
Cash Receipts:			
Local Taxes	\$ 22,016	\$ 15,668	\$ 37,684
Intergovernmental	60,132	16,122	76,254
Charges For Services	260	1,000	1,260
Fines, License and Permits	15,931	4,488	20,419
Miscellaneous	<u>19,489</u>	<u>5,010</u>	<u>24,499</u>
Total Cash Receipts	117,828	42,288	160,116
Cash Disbursements:			
Security of Persons and Property	51,971	22,447	74,418
Public Health Services	700	-0-	700
Transportation	-0-	25,509	25,509
General Government	41,268	369	41,637
Capital Outlay	<u>7,776</u>	<u>1,905</u>	<u>9,681</u>
Total Cash Disbursements	<u>101,715</u>	<u>50,230</u>	<u>151,945</u>
Total Cash Receipts Over/(Under) Cash Disbursements	16,113	< 7,942>	8,171
Other Financing Receipts/Disbursements:			
Transfers-In	953	-0-	953
Transfers-Out	<u>-0-</u>	<u>< 953></u>	<u>< 953></u>
Total Other Financing Receipts/Disbursements:	<u>953</u>	<u>< 953></u>	<u>-0-</u>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	17,066	< 8,895>	8,171
Fund Cash Balances, January 1, 2000	<u>25,076</u>	<u>38,233</u>	<u>63,309</u>
Fund Cash Balances, December 31, 2000	<u>\$ 42,142</u>	<u>\$ 29,338</u>	<u>\$ 71,480</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN FUND
CASH BALANCES - PROPRIETARY AND SIMILAR FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Proprietary Fund Type Enterprise</u>	<u>Fiduciary Fund Type Agency</u>	<u>Total (Memorandum Only)</u>
Operating Cash Receipts:			
Charges for Services	\$ 231,075	\$ -0-	\$ 231,075
Miscellaneous	<u>1,953</u>	<u>125</u>	<u>2,078</u>
Total Operating Cash Receipts	233,028	125	233,153
Operating Cash Disbursements:			
Personal Services	79,206	-0-	79,206
Contractual Services	53,502	-0-	53,502
Supplies and Materials	63,919	-0-	63,919
Capital Outlay	<u>30,120</u>	<u>-0-</u>	<u>30,120</u>
Total Operating Cash Disbursements	<u>226,747</u>	<u>-0-</u>	<u>226,747</u>
Operating Income/(Loss)	6,281	125	6,406
Non-operating Cash Receipts:			
Other Operating Revenue	<u>32,160</u>	<u>19,183</u>	<u>51,343</u>
Total Non-Operating Cash Receipts	32,160	19,183	51,343
Non-Operating Cash Disbursements:			
Debt Service	21,447	-0-	21,447
Other Non-Operating Expenses	<u>-0-</u>	<u>19,183</u>	<u>19,183</u>
Total Non-Operating Cash Disbursements	<u>21,447</u>	<u>19,183</u>	<u>40,630</u>
Excess of Non-Operating Receipts Over(under) Non-Operating Disbursements	<u>10,713</u>	<u>-0-</u>	<u>10,713</u>
Net Receipts Over/(Under) Disbursements	16,994	125	17,119
Fund Cash Balances, January 1, 2000	<u>198,521</u>	<u>1,183</u>	<u>199,704</u>
Fund Cash Balances, December 31, 2000	<u>\$ 215,515</u>	<u>\$ 1,308</u>	<u>\$216,823</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN FUND
CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1999

	Governmental Funds Types		Total
	General	Special Revenue	(Memorandum Only)
Cash Receipts:			
Local Taxes	\$ 19,168	\$ 15,623	\$34,791
Intergovernmental	54,188	19,142	73,330
Fines, License and Permits	16,950	12,682	29,632
Miscellaneous	<u>15,536</u>	<u>24,756</u>	<u>40,292</u>
Total Cash Receipts	105,842	72,203	178,045
Cash Disbursements:			
Security of Persons and Property	66,361	46,858	113,219
Transportation	-0-	31,319	31,319
General Government	69,524	120	69,644
Capital Outlay	<u>3,144</u>	<u>2,000</u>	<u>5,144</u>
Total Cash Disbursements	<u>139,029</u>	<u>80,297</u>	<u>219,326</u>
Total Cash Receipts Over/(Under) Cash Disbursements	<33,187>	< 8,094>	< 41,281>
Other Financing Receipts/Disbursements:			
Transfers-In	-0-	2,000	2,000
Transfers-Out	< 2,000>	-0-	< 2,000>
Other Uses	<u>< 744></u>	<u>-0-</u>	<u>< 744></u>
Total Other Financing Receipts/ Disbursements:	< 2,744>	<u>2000</u>	< 744>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	< 35,931>	< 6,094>	< 42,025>
Fund Cash Balances, January 1, 1999	<u>61,007</u>	<u>44,327</u>	<u>105,334</u>
Fund Cash Balances, December 31, 1999	<u>\$ 25,076</u>	<u>\$ 38,233</u>	<u>\$ 63,309</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN FUND
CASH BALANCES - PROPRIETARY AND SIMILAR FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1999

	<u>Proprietary Fund Type Enterprise</u>	<u>Fiduciary Fund Type Agency</u>	<u>Total (Memorandum Only)</u>
Operating Cash Receipts:			
Charges for Services	\$ 238,962	\$ 176	\$ 239,138
Miscellaneous	49		49
Total Operating Cash Receipts	<u>239,011</u>	<u>176</u>	<u>239,187</u>
Operating Cash Disbursements:			
Personal Services	96,974	-0-	96,974
Contractual Services	46,240	-0-	46,240
Supplies and Materials	59,623	-0-	59,623
Capital Outlay	<u>87,803</u>	<u>-0-</u>	<u>87,803</u>
Total Operating Cash Disbursements	<u>290,640</u>	<u>-0-</u>	<u>290,640</u>
Operating Income/(Loss)	<u>< 51,629></u>	<u>176</u>	<u>< 51,453></u>
Non-Operating Cash Receipts:			
Other Non-Operating Receipts	6,780	24,217	30,997
Non-Operating Cash Disbursements:			
Debt Service	28,572	-0-	28,572
Other Non-Operating Cash Disbursements	<u>5,943</u>	<u>24,808</u>	<u>30,751</u>
Total Non-Operating Cash Disbursements	<u>34,515</u>	<u>24,808</u>	<u>59,323</u>
Excess of Non-Operating Receipts Over(Under) Non-Operating Disbursements	<u>< 27,735></u>	<u>< 591></u>	<u>< 28,326></u>
Net Receipts Over/Under Disbursements	<u>< 79,364></u>	<u>< 415></u>	<u>< 79,779></u>
Fund Cash Balances, January 1, 1999	<u>277,885</u>	<u>1,598</u>	<u>279,483</u>
Fund Cash Balances, December 31, 1999	<u>\$ 198,521</u>	<u>\$ 1,183</u>	<u>\$ 199,704</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1. Summary of Significant Accounting Policies

A. Description of the Entity

The Village of Matamoras, Washington County, (The Village) is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Village is directed by a publicly-elected six-member Council. The Village provides general governmental services, including water and sewer utilities, maintenance of Village roads and bridges (public works), and police and fire protection (public safety).

The Village's management believes these financial statements present all activities for which the Village is financially accountable.

B. Basis of Accounting

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. Cash and Investments

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest earned is recognized and recorded when received.

D. Fund Accounting

The Village uses fund accounting to segregate cash that is restricted as to use. The Village classifies its funds into the following types:

General Fund

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

Special Revenue Funds

These funds are used to account for proceeds from specific sources (other than from trusts or for capital projects) that are restricted to expenditure for specific purposes. The Village had the following significant Special Revenue Funds:

Street Construction, Maintenance and Repair Fund - This fund receives gasoline tax and motor vehicle license tax money for constructing, maintaining and repairing Village streets.

Fire Fund - This fund receives money from a contract with Grandview Township to provide fire protection to the residents of that township.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1. Summary of Significant Accounting Policies (Continued)

D. Fund Accounting (Continued)

Enterprise Fund

These funds account for operations that are similar to private business enterprises where management intends that the significant costs of providing certain goods or services will be recovered through user charges. The Village had the following significant Enterprise Funds:

Water Fund - This fund receives charges for services from residents to cover the cost of providing this utility.

Sewer Fund - This fund receives charges for services from residents to cover the cost of providing this utility.

Fiduciary (Agency Fund)

Financial accountability for the Mayor's Court is that of an agent, acting in a fiduciary capacity for others. The court has no equity or ownership over the monies it controls. By virtue of Ohio law, the monies collected are distributed within a specified period of time to specific recipients. The records are kept on a cash basis.

E. Budgetary Process

The Ohio Revised Code requires that each fund be budgeted annually.

Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The Council must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Appropriations lapse at year end.

Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1. Summary of Significant Accounting Policies (Continued)

E. Budgetary Process (Continued)

Encumbrances

The Ohio Revised Code requires the Village to reserve (encumber) appropriations when commitments are made. Encumbrances outstanding at year end are cancelled, and reappropriated in the subsequent year.

A summary of 2000 and 1999 budgetary activity appears in Note 3.

F. Property, Plant, and Equipment

Acquisitions of property, plant, and equipment are recorded as disbursements when paid. These items are not reflected as assets on the accompanying financial statements.

G. Unpaid Vacation and Sick Leave

Employees are entitled to cash payments for unused vacation and sick leave in certain circumstances, such as upon leaving employment. Unpaid vacation and sick leave are not reflected as liabilities under the cash basis of accounting used by the Village.

2. Equity in Pooled Cash and Investments

The Village maintains a cash pool used by all funds. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash and investments at December 31, was as follows:

	<u>2000</u>	<u>1999</u>
Dem and Deposits	\$288,303	\$263,013

Deposits:

Deposits are (1) insured by the Federal Depository Insurance Corporation or (2) collateralized by the financial institution's public entity deposit pool.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

3. Budgetary Activity

Budgetary activity for the years ending December 31, 2000 and December 31, 1999 follows:

2000 Budgeted vs. Actual Receipts

<u>Fund Type</u>	<u>Budgeted Receipts</u>	<u>Actual Receipts</u>	<u>Variance</u>
General	\$ 106,081	\$ 118,781	\$ 12,700
Special Revenue	41,600	42,288	688
Enterprise	605,778	265,188	<340,590>
Fiduciary	<u>19,183</u>	<u>19,308</u>	<u>125</u>
Total	<u>\$ 772,642</u>	<u>\$ 445,565</u>	<u><\$ 327,077></u>

2000 Budgeted vs. Actual Budgetary Basis Expenditures

<u>Fund Type</u>	<u>Appropriation Authority</u>	<u>Budgetary Expenditures</u>	<u>Variance</u>
General	\$129,809	\$101,715	\$ 28,094
Special Revenue	86,357	51,183	35,174
Enterprise	435,513	248,194	187,319
Fiduciary	19,183	19,183	-0-
Total	<u>\$ 670,862</u>	<u>\$ 420,275</u>	<u>\$ 250,587</u>

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

3. Budgetary Activity (Continued)

1999 Budgeted vs. Actual Receipts

<u>Fund Type</u>	<u>Budgeted Receipts</u>	<u>Actual Receipts</u>	<u>Variance</u>
General	\$ 150,598	\$ 105,842	<\$ 44,756>
Special Revenue	99,035	74,203	< 24,832>
Enterprise	940,752	245,791	< 694,961>
Fiduciary	<u>27,277</u>	<u>24,393</u>	<u>< 2,884></u>
Total	<u>\$ 1,217,662</u>	<u>\$ 450,229</u>	<u><\$ 767,433></u>

1999 Budgeted vs. Actual Budgetary Basis Expenditures

<u>Fund Type</u>	<u>Appropriation Authority</u>	<u>Budgetary Expenditures</u>	<u>Variance</u>
General	\$209,861	\$141,773	\$ 68,088
Special Revenue	120,834	80,297	40,537
Enterprise	1,676,914	325,155	1,351,759
Fiduciary	<u>26,015</u>	<u>24,808</u>	<u>1,207</u>
Total	<u>\$ 2,033,624</u>	<u>\$ 572,033</u>	<u>\$ 1,461,591</u>

4. Property Tax

Real property taxes become a lien on January 1 preceding the October 1 date for which rates are adopted by Village Council. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. Homestead and rollback amounts are then paid by the State, and are reflected in the accompanying financial statements as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to make semiannual payments, the first half is due December 31. The second half payment is due the following June 20.

Public utilities are also taxed on personal and real property located within the Village.

Tangible personal property tax is assessed by the property owners, who must file a list of such property to the County by each April 30.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

The County is responsible for assessing property, and for billing, collecting, and distributing all property taxes on behalf of the Village.

5. Debt

Debt outstanding at December 31, 2000 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Mortgage Revenue Bonds	\$ 160,000	5%

On June 1, 1964, the Village issued \$160,000 of First Mortgage Sewage System Revenue Bonds. At that time, the Village established a bond reserve account at Mellon Bank, now Chase Manhattan Bank, which serves as trustee for the account. During the years 1964 through 1985, the Village transferred monies from its Sewer Fund to the bond reserve account at Mellon Bank for purposes of paying off this obligation. These transactions were recorded as Sewer Fund expenditures. The bond reserve account is not presented on the accompanying financial statements. This balance is currently sufficient to meet all future principal and interest payments through final maturity date of June 1, 2003. Upon final maturity, and after sufficient funds are segregated for payment of all current and past-due bonds and coupons, the balance of monies in the bond reserve account at Chase Manhattan Bank will be returned to the Village.

Amortization of the above debt, including interest, is scheduled as follows:

<u>Year ending</u> <u>December 31:</u>	<u>Mortgage</u> <u>Revenue Bonds</u>
2001	\$ 8,850
2002	8,510
2003	8,170

Total	<u>\$ 25,530</u>

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

6. Retirement Systems

The Village's law enforcement officers belong to the Police & Firemen's Disability & Pension Funds (PFDPF). Other full-time employees belong to the Public Employees Retirement System (PERS) of Ohio. PFDPF and PERS are cost-sharing, multiple-employer plans. These plans provide retirement benefits, including post-retirement healthcare, and survivor and disability benefits to participants as prescribed by the Ohio Revised Code.

Contribution rates are also prescribed by the Ohio Revised Code. For 2000 and 1999, members of PFDPF contributed 10% of their wages to the PFDPF. The Village contributed an amount equal to 19.5% of their wages. PERS members contributed 8.5% of their gross salaries. The Village contributed an amount equal to 13.55% of participants' gross salaries. The Village has paid all contributions required through December 31, 2000.

7. Risk Management

The village maintains insurance coverage with private carriers for the following risks:

- General liability and casualty
- Public officials' liability
- Vehicles
- Property

8. Contingent Liabilities

Amounts received from grantor agencies are subject to audit and adjustment by the grantor, principally the federal government. Any disallowed costs may require refunding to the grantor. Amounts which may be disallowed, if any, are not presently determinable. However, based on prior experience, management believes such refunds, if any, would not be material.

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS.

Matamoras Village Council
Village of Matamoras
Washington County
800 Grandview Avenue
Matamoras, Ohio 45767

To the Members of Village Council:

We have audited the financial statements of the Village of Matamoras, Washington County, Ohio (the Village), as of and for the years ended December 31, 2000 and December 31, 1999, and have issued our report thereon dated June 21, 2001. We conducted our audit in accordance with generally accepted auditing standards 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 Village's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which would 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 an instance of noncompliance that is required to be reported under *Government Auditing Standards*, which is described in the accompanying schedule of findings as item 2000-31084-001. We have also noted an immaterial instance of non-compliance that we have reported to the Village in a separate letter dated June 21, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial 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 weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be 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. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the Village, in a separate letter dated June 21, 2001.

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This report is intended for the information of the audit committee, management, and the Village Council, and should not be used by anyone other than these specified parties.

KNOX & KNOX

Orrville, Ohio
June 21, 2001

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

SCHEDULE OF FINDINGS
DECEMBER 31, 2000 AND 1999

FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

FINDING NUMBER 2000-31084-001

Noncompliance Citation

Ohio Revised Code §5705.39 (B) states that the total appropriation from each fund should not exceed the total estimated resources for the corresponding fund.

The Enterprise Fund had appropriations in excess of estimated resources for the fiscal year ended December 31, 1999.

The Special Revenue Fund Type had appropriations in excess of estimated resources for the fiscal year ended December 31, 2000.

We recommend that the Village monitor appropriations to ensure that these do not exceed estimated resources.

VILLAGE OF MATAMORAS
WASHINGTON COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2000 AND 1999

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
1998-31084-001	Ohio Revised Code, Section 117.38 requires each political subdivision to prepare a financial report.	Fully corrected in 1999	
1998-31084-002	Ohio Revised Code Section 5705.39 requires that total appropriations not exceed total estimated resources for each fund.	Partially corrected - repeated in 1999 and 2000	The Village is implementing procedures to ensure future compliance.
1998-31084-003	Ohio Revised Code Section 5705.41(B) states that no subdivision shall expend funds unless it has been appropriated.	Fully corrected in 1999	
1998-31084-004	Ohio Revised Code Section 5705.41(D) requires a certificate of the fiscal officer stating that amounts have been lawfully appropriated.	Fully corrected in 2000	



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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VILLAGE OF MATAMORAS

WASHINGTON COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 24, 2001**