



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

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REPORT OF INDEPENDENT ACCOUNTANTS

Tri-County Alcohol, Drug Addiction and Mental Health
Services Board of Mercer, Van Wert, and Paulding Counties
Mercer County
1054 South Washington Street, Suite A
PO Box 269
Van Wert, Ohio 45891

To Members of the Board:

We have audited the accompanying financial statement of the Alcohol, Drug Addiction and Mental Health Services Board of Mercer, Van Wert, and Paulding Counties (the Board) as of and for the year ended June 30, 2002. This financial statement is the responsibility of the Board's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and 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 Board 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 and reserves for encumbrances of the Board as of June 30, 2002, and its combined cash receipts and disbursements for the year then ended on the basis of accounting described in Note 1.

As disclosed in Note 2, the Board presented special grants as separate Special Revenue funds rather than commingled with the General Fund.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2002, on our consideration of the Board'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 *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Tri-County Alcohol, Drug Addiction and Mental Health
Services Board of Mercer, Van Wert, and Paulding Counties
Mercer County
Report of Independent Accountants
Page 2

We performed our audit to form an opinion on the financial statement of the Board, taken as a whole. The accompanying schedule of federal awards expenditures is presented for 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 not a required part of the financial statements. We subjected this information to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

November 1, 2002

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT AND PAUDLING COUNTIES
MERCER COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2002**

	<u>Governmental Fund Types</u>		Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	
Cash Receipts:			
Taxes	\$925,694		\$925,694
Grants	96,192	4,034,550	4,130,742
Gifts, Donations, and Bequests	47,079		47,079
Other Receipts	3,664		3,664
	<u>1,072,629</u>	<u>4,034,550</u>	<u>5,107,179</u>
Cash Disbursements:			
Current:			
Salaries	22,284	165,190	187,474
Supplies		7,257	7,257
Equipment	1,684	8,903	10,587
Grants	1,080,798	3,914,895	4,995,693
Rentals	3,638	14,695	18,333
Advertising and Printing	533	2,765	3,298
Travel	2,077	9,334	11,411
Public Employee's Retirement	8,552	33,200	41,752
Other	34,693	57,863	92,556
	<u>1,154,259</u>	<u>4,214,102</u>	<u>5,368,361</u>
Total Receipts Over/(Under) Disbursements	<u>(81,630)</u>	<u>(179,552)</u>	<u>(261,182)</u>
Other Financing Receipts/(Disbursements):			
Advances-In		350,000	350,000
Advances-Out	(350,000)		(350,000)
	<u>(350,000)</u>	<u>350,000</u>	<u>0</u>
Total Other Financing Receipts/(Disbursements)	<u>(350,000)</u>	<u>350,000</u>	<u>0</u>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	(431,630)	170,448	(261,182)
Fund Cash Balances, July 1	<u>1,066,853</u>	<u>27,459</u>	<u>1,094,312</u>
Fund Cash Balances, June 30	<u><u>\$635,223</u></u>	<u><u>\$197,907</u></u>	<u><u>\$833,130</u></u>
Reserves for Encumbrances, June 30	<u><u>\$25,126</u></u>	<u><u>\$21,219</u></u>	<u><u>\$46,345</u></u>

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

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**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2002**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The Alcohol, Drug Addiction and Mental Health Services Board of Mercer, Van Wert, and Paulding Counties, Mercer County, (the Board), 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 Board is directed by an eighteen-member Board. Board members are appointed by the Board's Director and the legislative authorities of the political subdivisions making up the Board. The Board includes members from those legislative authorities as well as citizens of the Board. Those subdivisions are Mercer, Van Wert, and Paulding Counties. The Board provides alcohol, drug addiction and mental health services and programs to citizens of the Board. These services are provided primarily through contracts with private and public agencies.

The Board's management believes these financial statements present all activities for which the Board 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

As required by Ohio Revised Code, the County Treasurer is custodian for the Board's cash. The Board's cash is held in the County's cash and investment pool, and are valued at the County Treasurer's carrying amount.

D. Fund Accounting

The Board uses fund accounting to segregate cash and investments that are restricted as to use. The Board classifies its funds into the following types:

1. 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.

2. 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 Board had the following significant Special Revenue Funds:

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2002
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Alcohol and Drug State - The Board receives funds from the State Government for Alcohol and Drug Programs.

Alcohol and Drug Federal - The Board receives funds from the Federal Government for Alcohol and Drug Programs.

Mental Health State - The Board receives funds from the State Government for Mental Health Programs.

Mental Health Federal - The Board receives funds from the Federal Government for Mental Health Programs.

E. Budgetary Process

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

1. 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 Board must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Unencumbered appropriations lapse at year end.

2. Estimated Resources

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

3. Encumbrances

The Ohio Revised Code requires the Board to reserve (encumber) appropriations when commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2002 budgetary activity appears in Note 2.

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. Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. Unpaid leave is not reflected as a liability under Board's basis of accounting.

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2002
(Continued)**

2. RESTATEMENT OF PRIOR YEAR ENDING BALANCES

Prior financial statements presented only a General Fund. Special Revenue Grant monies were commingled with the General Fund rather than presented as separate Special Revenue Fund which is designated by the Board for a specific purpose. The correction of this error in fund reporting have the following effect on fund balances as it was previously reported as of June 30, 2001.

	General	Special Revenue
Balances as previously reported	\$1,110,213	\$ 0
Correction of Error	(15,901)	
Restatement to separate Special Revenue Funds	(27,459)	27,459
Restated Balances as of June 30, 2001	\$1,066,853	\$27,459

3. BUDGETARY ACTIVITY

Budgetary activity for the years ending June 30, 2002 follows:

2002 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$1,041,923	\$1,072,629	\$30,706
Special Revenue	4,109,362	4,034,550	(74,812)
Total	\$5,151,285	\$5,107,179	(\$44,106)

2002 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$1,186,328	\$1,179,385	\$6,943
Special Revenue	4,263,059	4,235,321	27,738
Total	\$5,449,387	\$5,414,706	\$34,681

4. PROPERTY TAX

Real property taxes become a lien on January 1 preceding the October 1 date for which rates are adopted by the Board. 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 payment, 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 Board.

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.

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

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2002
(Continued)**

5. RETIREMENT SYSTEMS

The Board's full-time employees belong to the Public Employees Retirement System (PERS) of Ohio. PERS is a cost-sharing, multiple-employer plan. This plan provides retirement benefits, including postretirement 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 2002, PERS members contributed 8.5% of their gross salaries. The Board contributed an amount equal to 13.55% of participants' gross salaries through June 30, 2002. The Board has paid all contributions required through June 30, 2002.

6. RISK MANAGEMENT

Commercial Insurance

The Board has obtained commercial insurance for the following risks:

- Comprehensive property and general liability;
- Vehicles; and
- Errors and omissions.

7. 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

**TRI-COUNTY ALCOHOL AND DRUG ADDICTION MENTAL HEALTH SERVICES BOARD
VAN WERT, MERCER, AND PAULDING COUNTIES
MERCER COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE PERIOD ENDED JUNE 30, 2002**

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Project Number	Disbursements
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Passed Through Ohio Department of Mental Health:</i>			
Community Block Grant	93.958	SFY02	\$137,688
Children/Adolescent Block Grant	93.958	SFY02	<u>26,365</u>
Total Block Grants for Community Mental Health Services			164,053
Social Services Block Grant	93.667	SFY02	70,930
Medical Assistance Program	93.778	SFY02	<u>1,057,607</u>
Total Passed Through the Ohio Department of Mental Health			1,292,590
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services</i>			
Alcohol, Drug and Rehabilitation Block Grant	93.959	SFY02	268,655
Women's Set Aside Grant	93.959	54-10499-00-WOMAN-T-02-8970	91,572
	93.959	54-01387-00-WOMAN-T-02-8996	81,658
	93.959	54-01507-00-WOMAN-T-02-9932	<u>74,620</u>
Total Women's Set Aside Grant			<u>247,850</u>
Total Substance Abuse Prevention and Treatment Block Grant			516,505
Medical Assistance Program	93.778	SFY02	<u>77,085</u>
Total Passed Through the Ohio Department of Alcohol and Drug Addiction Services			<u>593,590</u>
Total U.S. Department of Health and Human Services			1,886,180
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services</i>			
Drug Free Schools	84.186A	54-54537-01-DFS-P-00-9107	<u>55,546</u>
Total U.S. Department of Education			<u>55,546</u>
Total Federal Assistance			<u><u>\$1,941,726</u></u>

The notes to the Schedule of Federal Awards Expenditures are an integral part of this schedule.

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 2002**

1. SIGNIFICANT ACCOUNTING POLICIES

The schedule of federal awards expenditures is presented on a cash basis of accounting. All grants are reimbursing grants, therefore expenditures are recognized when the revenues are received.

2. SUB-RECIPIENTS

The Board obtains grants through the Ohio Department of Mental Health (ODMH) and the Ohio Department of Alcohol and Drug Addiction Services (ODADAS) and contracts with sub-recipient agencies for providing services.

The subrecipient agencies have certain compliance responsibilities related to administering these Federal Programs. Under Federal Circular A-133, the Board is responsible for monitoring subrecipients to help assure that Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and that performance goals are achieved.

Ohio Department of Mental Health

Grants from the ODMH are passed through the Board to the Foundations Behavioral Health Services (Mercer County Mental Health service provider agency), Paulding County Comprehensive Mental Health Services, Inc., and Westwood Behavioral Center (Van Wert County Mental Health service provider agency).

Total Board Subsidy expenditures to ODMH provider agencies for 2002 were:

Foundations Behavioral Health Services	\$444,735
Paulding County Comprehensive Mental Health Services, Inc.	198,750
Westwood Behavioral Center	367,418

Ohio Department of Alcohol and Drug Addiction Services

Grants from the ODADAS are passed through the Board to the Mercer County Alcohol and Drug Abuse Center, Inc. (dba Gateway Outreach Center), Paulding County Alcohol and Drug Services, Inc., and Westwood Behavioral Center (Van Wert County Alcohol and Drug Addiction service provider agency).

Total Board Subsidy expenditures to ODADAS provider agencies for 2002 were:

Mercer County Alcohol and Drug Abuse Center, Inc.	\$235,237
Paulding County Alcohol and Drug Services, Inc.	189,696
Westwood Behavioral Center	203,126



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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND
ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Tri-County Alcohol, Drug Addiction and Mental Health
Services Board of Mercer, Van Wert, and Paulding Counties
Mercer County
1054 South Washington Street, Suite A
PO Box 269
Van Wert, Ohio 45891

To Members of the Board:

We have audited the accompanying financial statement of the Tri-County Alcohol, Drug Addiction and Mental Health Services Board of Mercer, Van Wert, and Paulding Counties (the Board) as of and for the year ended June 30, 2002, and have issued our report thereon dated November 1, 2002, wherein we noted the Board reported grant funds as Special Revenue funds. We conducted our audit in accordance with auditing standards generally accepted by 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 Board's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the Board in a separate letter dated November 1, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Board'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 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 do not require inclusion in this report, that we have reported to management of the Board in a separate letter dated November 1, 2002.

Tri-County Alcohol, Drug Addiction and Mental Health
Services Board of Mercer, Van Wert, and Paulding Counties
Mercer County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended solely for the information and use of the audit committee, management, the Board, 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.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is fluid and cursive, with a large loop at the end of the last name.

Jim Petro
Auditor of State

November 1, 2002



STATE OF OHIO
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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Tri-County Alcohol, Drug Addiction and Mental Health
Services Board of Mercer, Van Wert, and Paulding Counties
Mercer County
1054 South Washington Street, Suite A
PO Box 269
Van Wert, Ohio 45891

To Members of the Board:

Compliance

We have audited the compliance of the Tri-County Alcohol, Drug Addiction and Mental Health Services Board of Mercer, Van Wert, and Paulding Counties (the Board) 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 June 30, 2002. The Board's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Board's management. Our responsibility is to express an opinion on the Board'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 occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the Board'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 Board's compliance with those requirements.

In our opinion, the Board complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2002.

Internal Control Over Compliance

The management of the Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Board's internal control over compliance with requirements that could have a direct and material effect on a 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.

**Internal Control Over Compliance
(Continued)**

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses. We noted one matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the Board in a separate letter dated November 1, 2002.

This report is intended solely for the information and use of the audit committee, management, the Board, 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.



Jim Petro
Auditor of State

November 1, 2002

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2002**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Medicaid Assistance Program: CFDA # 93.778
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**TRI-COUNTY ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH
SERVICES BOARD OF MERCER, VAN WERT, AND PAULDING COUNTIES
MERCER COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2002**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2001-60254-001	Revised Code 5705.09 – Not establishing special funds.	Yes	



STATE OF OHIO
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TRI-COUNTY ADAMHS BOARD OF MERCER, VAN WERT AND PAULDING COUNTIES

MERCER 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
DECEMBER 5, 2002**