

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

Financial Statements
(Audited)

For The Years Ended
December 31, 2007 and 2006

NANNETTE CROTHERS, CLERK



Mary Taylor, CPA

Auditor of State

Board of Trustees
Bryn Zion Cemetery
124 West Main Street
Fulton, Ohio 43321

We have reviewed the *Independent Auditor's Report* of the Bryn Zion Cemetery, Morrow County, prepared by Julian & Grube, Inc. for the audit period January 1, 2006 through December 31, 2007. 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.

The financial statements in the attached report are presented in accordance with a regulatory basis of accounting prescribed or permitted by the Auditor of State. Due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA), modifications were required to the *Independent Auditor's Report* on your financial statements. While the Auditor of State does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. The attached report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the statements are misstated under the non-GAAP regulatory basis. The *Independent Auditor's Report* also includes an opinion on the financial statements using the regulatory format the Auditor of State permits.

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 Bryn Zion Cemetery is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

May 16, 2008

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**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

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Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Board of Trustees
Bryn Zion Cemetery
124 West Main Street
Fulton, OH 43321

We have audited the accompanying financial statements of Bryn Zion Cemetery, Morrow County, Ohio, as of and for the years ended December 31, 2007 and 2006. These financial statements are the responsibility of Bryn Zion Cemetery's management. Our responsibility is to express an opinion 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinion.

As described more fully in Note 2, Bryn Zion Cemetery has prepared these financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Instead of the combined funds the accompanying financial statements present, GAAP requires presenting entity wide statements and also presenting Bryn Zion Cemetery's larger (i.e. major) funds separately. While Bryn Zion Cemetery does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Auditor of State permits, but does not require Bryn Zion Cemetery to reformat their statements. Bryn Zion Cemetery has elected not to follow GAAP statement formatting requirements. The following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

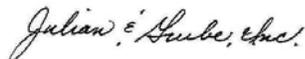
Independent Auditor's Report
Bryn Zion Cemetery
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In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the years ended December 31, 2007 and 2006 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Bryn Zion Cemetery as of December 31, 2007 and 2006, or its changes in financial position for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances of Bryn Zion Cemetery, Morrow County, Ohio as of December 31, 2007 and 2006, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 2 describes.

Bryn Zion Cemetery has not presented Management's Discussion and Analysis, which accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2008, on our consideration of Bryn Zion Cemetery'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. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.



Julian & Grube, Inc.
March 18, 2008

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

STATEMENT OF CASH FUND BALANCES
ALL FUND TYPES
DECEMBER 31, 2007 AND 2006

<u>Cash and Cash Equivalents</u>	<u>2007</u>	<u>2006</u>
Cash and Cash Equivalents	\$ 16,843	\$ 22,695
Total Cash and Cash Equivalents	<u>\$ 16,843</u>	<u>\$ 22,695</u>
 <u>Cash Fund Balances</u>		
<u>Governmental Fund Type:</u>		
General Fund	\$ 16,843	\$ 22,695
Total Fund Balances	<u>\$ 16,843</u>	<u>\$ 22,695</u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

	Governmental Fund Type	
	2007	2006
	General	General
Cash receipts:		
Intergovernmental	\$ 5,010	\$ 4,850
Charges for Services	5,750	3,500
Sale of Lots	350	2,400
Interest Receipts	412	388
Miscellaneous	64	-
Total cash receipts	11,586	11,138
Cash disbursements:		
Current:		
Salaries	2,176	1,743
Supplies	5,152	3,214
Contracts - Repairs	212	619
Contracts - Services	9,513	7,549
Public Employees' Retirement	308	319
Workers' Compensation	-	113
Miscellaneous	77	-
Total cash disbursements	17,438	13,557
Excess of cash receipts over/(under) cash disbursements	(5,852)	(2,419)
Cash fund balances, January 1,	22,695	25,114
Cash fund balances, December 31,	\$ 16,843	\$ 22,695

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

NOTE 1 - DESCRIPTION OF THE ENTITY

Bryn Zion Cemetery, Morrow County, Ohio, (the "Cemetery") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Cemetery is directed by an appointed three-member Board of Trustees. One member is appointed by the Trustees of Congress Township, Franklin Township, and Gilead Township. These entities also provide funding to meet the Cemetery's operating cost under the agreement which established the Cemetery. The Cemetery provides grounds maintenance, opening and closing of graves, and the sale of grave lots.

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The most significant of the Cemetery's accounting policies are described below.

A. BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the Cemetery are maintained in a single fund. The following fund type is used by the Cemetery:

GOVERNMENTAL FUND TYPE

General Fund

The general fund is the general operating fund. It is used to account for all financial resources.

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).

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

C. BUDGETARY PROCESS

The Cemetery is not required to follow budgetary law.

D. CASH AND INVESTMENTS

Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at time of sale are recorded as receipts or disbursements, respectively. Certificates of deposit are valued at cost.

E. 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.

NOTE 3 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS

The Cemetery maintains cash and cash equivalents. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash and cash equivalents at December 31 was as follows:

	<u>2007</u>	<u>2006</u>
Demand deposits	\$ 3,843	\$ 9,695
Certificates of Deposit	<u>13,000</u>	<u>13,000</u>
Total	<u>\$ 16,843</u>	<u>\$ 22,695</u>

Deposits: Deposits are insured by the Federal Deposit Insurance Corporation.

NOTE 4 - RISK MANAGEMENT

The Cemetery has obtained commercial insurance for comprehensive property. In addition, the Cemetery has obtained employee theft insurance for the Clerk and Sexton in the amount of \$20,000, respectively.

**BRYN ZION CEMETERY
MORROW COUNTY, OHIO**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006**

NOTE 5 - RETIREMENT SYSTEM

The Cemetery's officials belong to the Ohio Public Employees Retirement System (OPERS) of Ohio. OPERS is a cost-sharing, multiple-employer plan. The 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 2007 and 2006, OPERS employee members contributed 9.5% and 9.0%, respectively, of their gross salaries. The Cemetery contributed an amount equal to 13.85% and 13.7%, respectively, of participants' gross salaries for 2007 and 2006. The Cemetery has paid all contributions required through December 31, 2007.



Julian & Grube, Inc.
Serving Ohio Local Governments

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**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 Trustees
Bryn Zion Cemetery
124 West Main Street
Fulton, OH 43321

We have audited the financial statements of Bryn Zion Cemetery, Morrow County, Ohio, as of and for the years ended December 31, 2007 and 2006, and have issued our report thereon dated March 18, 2008, wherein we noted Bryn Zion Cemetery followed accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Bryn Zion Cemetery's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bryn Zion Cemetery's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of Bryn Zion Cemetery's internal control over financial reporting.

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

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

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

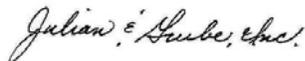
Board of Trustees
Bryn Zion Cemetery

Compliance and Other Matters

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

We noted certain matters that we reported to the management of Bryn Zion Cemetery in a separate letter dated March 18, 2008.

This report is intended solely for the information and use of the management and Trustees of Bryn Zion Cemetery, and is not intended to be and should not be used by anyone other than these specified parties.



Julian & Grube, Inc.
March 18, 2008



Mary Taylor, CPA
Auditor of State

BRYN ZION CEMETERY

MORROW 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
MAY 29, 2008**