



**JIM PETRO**  
**AUDITOR OF STATE**  

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**STATE OF OHIO**



VILLAGE OF LORE CITY  
GUERNSEY COUNTY

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**REPORT OF INDEPENDENT ACCOUNTANTS**

Village of Lore City  
Guernsey County  
P.O. Box 157  
Lore City, Ohio 43719

To the Village Council:

We have audited the accompanying financial statements of the Village of Lore City, Guernsey County, Ohio (the Village), as of and for the years ended December 31, 2001 and 2000. 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 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 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 and reserves for encumbrances of the Village of Lore City, Guernsey County, as of December 31, 2001 and 2000, 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 May 16, 2002, 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 *Government 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 § 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". The signature is stylized with a large, sweeping initial "J" and a long, horizontal stroke extending to the right.

**Jim Petro**  
Auditor of State

May 16, 2002

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES  
ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2001**

	<u>Governmental Fund Types</u>			<b>Totals (Memorandum Only)</b>
	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	
<b>Cash Receipts:</b>				
Property Tax and Other Local Taxes	\$10,699	\$10,401	\$	\$21,100
Intergovernmental Receipts	16,246	28,395	131,972	176,613
Charges for Services		7,920		7,920
Earnings on Investments	181	130		311
Miscellaneous	7,348	13,258		20,606
Total Cash Receipts	<u>34,474</u>	<u>60,104</u>	<u>131,972</u>	<u>226,550</u>
<b>Cash Disbursements:</b>				
Current:				
Security of Persons and Property	2,343	19,154		21,497
Public Health Services	90			90
Leisure Time Activities	1,432	1,478		2,910
Transportation		14,487		14,487
General Government	25,358	5,000	1,275	31,633
Debt Service:				
Principal Payments	4,761			4,761
Interest Payments	4,103			4,103
Capital Outlay		40,734	190,665	231,399
Total Cash Disbursements	<u>38,087</u>	<u>80,853</u>	<u>191,940</u>	<u>310,880</u>
Total Cash Receipts Over/(Under) Cash Disbursements	<u>(3,613)</u>	<u>(20,749)</u>	<u>(59,968)</u>	<u>(84,330)</u>
<b>Other Financing Receipts/(Disbursements):</b>				
Sale of Bonds or Notes			16,174	16,174
Other Financing Sources	14,433		12	14,445
Total Other Financing Receipts/(Disbursements)	<u>14,433</u>	<u>0</u>	<u>16,186</u>	<u>30,619</u>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	10,820	(20,749)	(43,782)	(53,711)
Fund Cash Balances, January 1	<u>1,575</u>	<u>27,780</u>	<u>45,975</u>	<u>75,330</u>
<b>Fund Cash Balances, December 31</b>	<b><u>\$12,395</u></b>	<b><u>\$7,031</u></b>	<b><u>\$2,193</u></b>	<b><u>\$21,619</u></b>
Reserves for Encumbrances, December 31	<u>\$383</u>	<u>\$367</u>	<u>\$0</u>	<u>\$750</u>

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

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCE  
FIDUCIARY FUND TYPE  
FOR THE YEAR ENDED DECEMBER 31, 2001**

	Fiduciary Fund Type	Totals (Memorandum Only)
	Agency	
Fund Cash Balance, January 1	\$448	\$448
<b>Fund Cash Balance, December 31</b>	<b>\$448</b>	<b>\$448</b>
Reserve for Encumbrances, December 31	\$0	\$0

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



**VILLAGE OF LORE CITY  
GUERNSEY 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 Fund Types				Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
<b>Cash Receipts:</b>					
Property Tax and Other Local Taxes	\$11,105	\$10,967	\$	\$	\$22,072
Intergovernmental Receipts	17,786	7,139		198,791	223,716
Charges for Services		9,110			9,110
Earnings on Investments	413	322			735
Miscellaneous	5,534	2,898	16,369		24,801
<b>Total Cash Receipts</b>	<b>34,838</b>	<b>30,436</b>	<b>16,369</b>	<b>198,791</b>	<b>280,434</b>
<b>Cash Disbursements:</b>					
Current:					
Security of Persons and Property	4,631	9,805			14,436
Public Health Services	90				90
Leisure Time Activities	1,404	788			2,192
Transportation		15,453			15,453
General Government	28,549			18,518	47,067
Debt Service:					
Principal Payments	3,558		16,000		19,558
Interest Payments	3,422		869		4,291
Capital Outlay		5,010		164,826	169,836
<b>Total Cash Disbursements</b>	<b>41,654</b>	<b>31,056</b>	<b>16,869</b>	<b>183,344</b>	<b>272,923</b>
Total Cash Receipts Over/(Under) Cash Disbursements	(6,816)	(620)	(500)	15,447	7,511
<b>Other Financing Receipts/(Disbursements):</b>					
Sale of Bonds or Note		22,500			22,500
<b>Total Other Financing Receipts/(Disbursements)</b>	<b>0</b>	<b>22,500</b>	<b>0</b>	<b>0</b>	<b>22,500</b>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	(6,816)	21,880	(500)	15,447	30,011
Fund Cash Balances, January 1	8,391	5,900	500	30,528	45,319
<b>Fund Cash Balances, December 31</b>	<b>\$1,575</b>	<b>\$27,780</b>	<b>\$0</b>	<b>\$45,975</b>	<b>\$75,330</b>
Reserves for Encumbrances, December 31	\$261	\$470	\$0	\$4,800	\$5,531

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

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCE  
FIDUCIARY FUND TYPE  
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<b>Fiduciary Fund Type</b>	<b>Totals (Memorandum Only)</b>
	<b>Agency</b>	<b>Only)</b>
Fund Cash Balance, January 1	\$448	\$448
<b>Fund Cash Balance, December 31</b>	<b>\$448</b>	<b>\$448</b>
Reserve for Encumbrances, December 31	\$0	\$0

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

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Description of the Entity**

The Village of Lore City, Guernsey 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 government services, including maintenance of roads, street lighting, park operations (leisure time activities), and fire protection. The Village contracts with the Guernsey County Sheriff's department to provide security of persons and property.

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. Fund Accounting**

The Village uses fund accounting to segregate cash and investments that are restricted as to use. The Village 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 Fund**

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 tax money for constructing, maintaining and repairing Village streets.

*Park and Recreation Fund* - This fund receives donations and General Fund transfers to fund construction of the Park.

*Fire Levy Fund* - This fund receives property tax revenues and proceeds from fire contracts to provide fire protection to Village residents and other political subdivisions.

VILLAGE OF LORE CITY  
GUERNSEY COUNTY

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000  
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued)

3. Debt Service Fund

These funds are used to accumulate resources for the payment of bonds and note indebtedness. The Village had the following significant Debt Service Fund:

*General Note Retirement Fund* – This fund is used for the retirement of the Village's note debt.

4. Capital Projects Funds

These funds are used to account for receipts that are restricted for the acquisition or construction of major capital projects (except those financed through enterprise or trust funds). The Village had the following significant Capital Projects Funds:

*Hazard Mitigation Grant State Fund* – This fund receives money from the Hazard Mitigation Grant, state portion. The grant monies are used to make capital acquisitions.

*Hazard Mitigation Grant Federal Fund* – This fund receives money from the Hazard Mitigation Grant, federal portion. The grant monies are used to make capital acquisitions.

5. Fiduciary Fund (Agency Fund)

Funds for which the Village is acting in an agency capacity are classified as agency funds. The Village had the following significant Fiduciary Fund:

*Unclaimed Monies Fund* – This fund was created to account for tap-fees for an anticipated sewer system for the Village that did not materialize and the donor either moved or can not be located.

D. Budgetary Process

The Ohio Revised Code requires that each fund (except certain agency funds) 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 Council 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.

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000  
(Continued)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Budgetary Process (Continued)**

**2. 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.

**3. Encumbrances**

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

A summary of 2001 and 2000 budgetary activity appears in Note 3.

**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.

**2. EQUITY IN POOLED CASH**

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:

	2001	2000
Demand deposits	\$22,067	\$75,778
Total deposits	\$22,067	\$75,778

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

**3. BUDGETARY ACTIVITY**

Budgetary activity for the years ended December 31, 2001 and 2000, follows:

2001 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$39,733	\$48,907	\$9,174
Special Revenue	81,443	60,104	(21,339)
Capital Projects	193,061	148,158	(44,903)
Total	\$314,237	\$257,169	(\$57,068)

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000  
(Continued)**

**3. BUDGETARY ACTIVITY (Continued)**

2001 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$39,460	\$38,470	\$990
Special Revenue	84,361	81,220	3,141
Capital Projects	239,035	191,940	47,095
Total	<u>\$362,856</u>	<u>\$311,630</u>	<u>\$51,226</u>

2000 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$35,266	\$34,838	(\$428)
Special Revenue	57,640	52,936	(4,704)
Debt Service	16,412	16,369	(43)
Capital Projects	204,291	198,791	(5,500)
Total	<u>\$313,609</u>	<u>\$302,934</u>	<u>(\$10,675)</u>

2000 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$43,520	\$41,915	\$1,605
Special Revenue	63,465	31,526	31,939
Debt Service	16,912	16,869	43
Capital Projects	194,339	188,144	6,195
Total	<u>\$318,236</u>	<u>\$278,454</u>	<u>\$39,782</u>

Contrary to Ohio law, budgetary expenditures exceeded appropriation at the legal level of control during 2001 in the General Fund, the following Special Revenue Fund types, Park Fund, State Grant – CDBG Fund, Fire Fund, and a Capital Project Fund type, FEMA Fund.

**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 payment, the first half is due December 31. The second half payment is due the following June 20.

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 Village.

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000  
(Continued)**

**5. DEBT**

Debt outstanding at December 31, 2001, was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Promissory Note-Backhoe	\$7,641	5.90%
Promissory Note-Building and Land	46,163	5.45%
Promissory Note-Building	15,207	7.00%
Total	<u>\$69,011</u>	

The Village signed a promissory note to purchase a 1984 Case backhoe. The note consists of five annual installment payments of \$2,841. The note is secured by the backhoe.

The Village signed a commercial mortgage note for the purchase of building and land. The note consists of 59 monthly payments of \$345 and last balloon payment of \$42,465 due May 14, 2004 resulting in total payments in 2004 of \$43,844. The mortgage is secured by the baseball field (land), community center (building) and assignments of rents for tenants of the community center.

The Village signed a commercial mortgage note for building improvements. The note consists of 59 regular monthly payments of \$188 and a last balloon payment of \$9,610 due February 10, 2006 resulting in total payments in 2006 of \$9,798. The mortgage is secured by the community center (building) and assignment of rents for tenants of the community center.

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

	<u>Promissory Note Backhoe</u>	<u>Promissory Note Building and Land</u>	<u>Promissory Note Building</u>
Year ending December 31:			
2002	\$2,841	\$4,138	\$2,256
2003	2,841	4,138	2,256
2004	2,841	43,844	2,256
2005			2,256
2006			9,798
Total	<u>\$8,523</u>	<u>\$52,120</u>	<u>\$18,822</u>

**6. RETIREMENT SYSTEMS**

The Village's full-time employees belong to the Public Employees Retirement System (PERS) of Ohio. PERS is a cost-sharing, multiple-employer plan. These plans provide 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 2001 and 2000, PERS members contributed 8.5% of their wages. The Village contributed an amount equal to 13.55% of participants' gross salaries for 2001 and from January 1, 2000 through June 30, 2000. PERS temporarily reduced the employer contribution rate to 8.13%, effective July 1, 2000 through December 31, 2000. The Village has paid all contributions required through December 31, 2001.

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2001 AND 2000  
(Continued)**

**7. RISK MANAGEMENT**

The Village has obtained commercial insurance for the following risks:

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





STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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

Village of Lore City  
Guernsey County  
P.O. Box 157  
Lore City, Ohio 43719

To the Village Council:

We have audited the accompanying financial statements of the Village of Lore City, Guernsey County, Ohio (the Village), as of and for the years ended December 31, 2001 and 2000, and have issued our report thereon dated May 16, 2002. 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.

**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 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying Schedule Of Findings as items 2001-31030-001 and 2001-31030-002. We also noted certain immaterial instance of noncompliance that we have reported to management of the Village in a separate letter dated May 16, 2002.

**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 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 Village in a separate letter dated May 16, 2002.

Village of Lore City  
Guernsey 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 management and the Village Council, 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 stylized with a large, looping initial "J" and a horizontal line extending to the right.

**Jim Petro**  
Auditor of State

May 16, 2002

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**SCHEDULE OF FINDINGS  
DECEMBER 31, 2001 AND 2000**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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**FINDING NUMBER 2001-31030-001**

**Noncompliance Citation**

Ohio Rev. Code § 5705.41(D)(1) states that no subdivision or taxing unit shall make any contract or order any expenditure of money unless there is attached thereto a certificate of the fiscal officer of the subdivision that the amount required to meet the same has been lawfully appropriated for such purpose and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances. Every such contract made without such a certificate shall be null and void and no warrant shall be issued in payment of any amount due thereon.

This section also provides two “exceptions” to the above requirements:

- A. Then and Now Certificate – This exception provides that, if the fiscal officer can certify that both at the time that the contract or order was made and at the time the certification is being completed, sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the members of Council may authorize the drawing of a warrant. The taxing authority has 30 days from the receipt of such certificate to approve payment by resolution or ordinance. If approval is not made within 30 days, there is no legal liability on the part of the Village.
  
- B. If the amount involved is less than one thousand dollars, the fiscal officer may authorize it to be paid without the affirmation of the members of Council.

The Village did not obtain the Clerk’s prior certification for forty-two percent of the transactions tested in 2001 and twenty percent of the transactions tested in 2000, nor was there evidence of a “Then and Now” certificate being used by the Clerk in these instances.

We recommend the Village obtain the Clerk’s prior certification for all disbursements.

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**SCHEDULE OF FINDINGS  
DECEMBER 31, 2001 AND 2000  
(Continued)**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)</b>
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**FINDING NUMBER 2001-31030-002**

**Noncompliance Citation**

Ohio Rev. Code Section 5705.41(B) requires no subdivision or taxing authority to expend money unless it has been appropriated.

The Village legal level of control is at the object level. We noted the following funds which had actual expenditures which exceeded appropriations at the legal level of control at December 31 2001:

<b>Fund</b>	<b>Appropriations</b>	<b>Expenditures</b>	<b>Variance</b>
<b>General Fund</b>			
Repair and Maintenance	\$0	\$1,200	(\$1,200)
<b>Special Revenue Funds</b>			
Park Fund			
Other Contracted Services	25,810	28,010	(2,200)
Buildings	0	6,400	(6,400)
State Grant –CBDG Fund			
Contracted Services	0	5,000	(5,000)
Fire Fund			
Uniform and Clothing	0	8,000	(8,000)
<b>Capital Project Fund</b>			
FEMA Fund			
Salaries	15,000	27,500	(12,500)

We recommend the Village Clerk review the appropriation ledger periodically to ensure that expenditures do not exceed appropriations at the legal level of control.

**VILLAGE OF LORE CITY  
GUERNSEY COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2001 AND 2000**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i><b>Explain:</b></i>
1999-31030-001	Ohio Revised Code Section 5705.41(D)(1), failure to certify funds	No	Citation reissued as finding 2001-31030-001.
1999-31030-002	Ohio Revised Code Section 5705.41(B), expenditures exceed appropriations	No	Citation reissued as finding 2001-31030-002





STATE OF OHIO  
OFFICE OF THE AUDITOR  

---

JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
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**VILLAGE OF LORE CITY**

**GUERNSEY 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 25, 2002**