



**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

REGULAR AUDIT

FOR THE YEARS ENDED NOVEMBER 30, 2005 AND 2004



**Auditor of State
Betty Montgomery**

CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY

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**Auditor of State
Betty Montgomery**

Champaign County Agricultural Society
Champaign County
384 Park Avenue
PO Box 38157
Urbana, Ohio 43078

To the Board of Directors:

As you are aware, the Auditor of State's Office (AOS) must modify the *Independent Accountants' Report* we provide on your financial statements due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA). While AOS 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. Our Report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the amounts the statements present are misstated under the non-GAAP basis you follow. The AOS report also includes an opinion on the financial statements you prepared using the cash basis and financial statement format the AOS permits.

A handwritten signature in cursive script that reads "Betty Montgomery".

Betty Montgomery
Auditor of State

August 28, 2006

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Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

Champaign County Agricultural Society
Champaign County
384 Park Avenue
PO Box 38157
Urbana, Ohio 43078

To the Board of Directors:

We have audited the accompanying financial statements of the Champaign County Agricultural Society, Champaign County, (the Society), as of and for the years ended November 30, 2005 and 2004. These financial statements are the responsibility of the Society'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 1, the Society 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.

Revisions to GAAP would require the Society to reformat its financial statement presentation and make other changes effective for the years ended November 30, 2005 and 2004. While the Society does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to the new GAAP presentation requirements. The Auditor of State permits, but does not require governments to reformat their statements. The Society has elected not to reformat its statements. Since the Society does not use GAAP to measure financial statement amounts, 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.

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 November 30, 2005 and 2004 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Society as of November 30, 2005 and 2004, or its changes in financial position or cash flows for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the fund cash balances of the Champaign County Agricultural Society, Champaign County, as of November 30, 2005 and 2004, and its cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

The aforementioned revision to generally accepted accounting principles also requires the Society to include Management's Discussion and Analysis for the years ended November 30, 2005 and 2004. The Society 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 August 28, 2006, on our consideration of the Society's internal control over financial reporting and 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.



Betty Montgomery
Auditor of State

August 28, 2006

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CHANGE IN CASH BALANCE
FOR THE YEAR ENDED NOVEMBER 30, 2005**

	2005
Operating Receipts:	
Admissions	\$373,258
Privilege Fees	71,623
Rentals	149,964
Sustaining and Entry Fees	81,030
Parimutuel Wagering Commission	16,091
Other Operating Receipts	69,049
Total Operating Receipts	761,015
Operating Disbursements:	
Wages and Benefits	78,691
Utilities	92,854
Professional Services	140,298
Equipment and Grounds Maintenance	130,664
Race Purse	123,462
Senior Fair	63,394
Junior Fair	33,534
Capital Outlay	46,291
Other Operating Disbursements	118,468
Total Operating Disbursements	827,656
Excess (Deficiency) of Operating Receipts Over (Under) Operating Disbursements	(66,641)
Non-Operating Receipts (Disbursements):	
State Support	32,044
County Support	8,300
Donations/Contributions	111,600
Investment Income	888
Debt Service	(90,366)
Net Non-Operating Receipts (Disbursements)	62,466
Excess (Deficiency) of Receipts Over (Under) Disbursements	(4,175)
Cash Balance, Beginning of Year	88,939
Cash Balance, End of Year	\$84,764

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

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CHANGE IN CASH BALANCE
FOR THE YEAR ENDED NOVEMBER 30, 2004**

	2004
Operating Receipts:	
Admissions	\$383,262
Privilege Fees	71,221
Rentals	146,534
Sustaining and Entry Fees	71,480
Parimutuel Wagering Commission	15,683
Other Operating Receipts	81,455
Total Operating Receipts	769,635
Operating Disbursements:	
Wages and Benefits	74,519
Utilities	88,022
Professional Services	140,570
Equipment and Grounds Maintenance	138,358
Race Purse	115,616
Senior Fair	53,674
Junior Fair	25,230
Capital Outlay	22,339
Other Operating Disbursements	107,276
Total Operating Disbursements	765,604
Excess (Deficiency) of Operating Receipts Over (Under) Operating Disbursements	4,031
Non-Operating Receipts (Disbursements):	
State Support	33,982
County Support	3,300
Debt Proceeds	116,000
Donations/Contributions	74,800
Investment Income	179
Debt Service	(178,133)
Net Non-Operating Receipts (Disbursements)	50,128
Excess (Deficiency) of Receipts Over (Under) Disbursements	54,159
Cash Balance, Beginning of Year	34,780
Cash Balance, End of Year	\$88,939

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

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**NOTES TO THE FINANCIAL STATEMENT
NOVEMBER 30, 2005 AND 2004**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The constitution and laws of the State of Ohio establish the rights and privileges of the Champaign County Agricultural Society, Champaign County, (the Society) as a body corporate and politic. The Society is a county agricultural society corporation formed under Chapter 1711 of the Ohio Revised Code. The Society was founded in 1841 to operate an annual agricultural fair. The Society sponsors the week-long Champaign County Fair during August. During the fair, harness races are held. Champaign County is not financially accountable for the Society. The Board of Directors manages the Society. The Board is made up of 26 directors serving staggered three-year terms. Society members elect Board members from its membership. Members of the Society must be residents of Champaign County and pay an annual membership fee to the Society.

Reporting Entity

The reporting entity includes all activity occurring on the fairgrounds. This includes the annual fair, harness racing during fair week. Other year round activities at the fairgrounds including facility rental, track and stall rental, and community events including flea markets. The reporting entity does not include any other activities or entities of Champaign County, Ohio.

Notes 7 and 8, respectively, summarize the Junior Fair Board's and Junior Livestock Sale Committee's financial activity.

The Society's management believes this financial statement presents all activities for which the Society is financially accountable.

B. Basis of Accounting

This financial statement follows the accounting basis the Auditor of State prescribes or permits, which is similar to the cash receipts and disbursements basis of accounting. This basis recognizes receipts when received in cash rather than when earned, and disbursements when paid rather than when a liability is incurred.

This statement includes adequate disclosure of material matters, as the Auditor of State prescribe or permits.

C. Cash

The Society's funds are maintained in checking and savings accounts.

D. Property, Plant, and Equipment

The Society's accounting basis records acquisitions of property, plant, and equipment as capital outlay disbursements when paid. The accompanying financial statements do not include these items as assets.

E. Income Tax Status

The Society is a not-for-profit organization, exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code. The Society is not a private foundation within the meaning of Section 509 (a). Contributions to the Society are deductible per Section 170(b)(1)(A)(v1). Management is unaware of any actions or events that would jeopardize the Society's tax status.

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**NOTES TO THE FINANCIAL STATEMENT
NOVEMBER 30, 2005 AND 2004
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Race Purse

Stake races are held during the Champaign County Fair. The Society pays all Sustaining and Entry fees and the required portion of the cash received from the Ohio Fairs Fund as Race Purse to winning horses.

Sustaining and Entry Fees

Horse owners and the Western Ohio Colt Racing Association pay fees to the Society to qualify horses for entry into stake races. They must make payment before a horse can participate in a stake race. The accompanying financial statement report these fees as Sustaining and Entry Fees.

Ohio Fairs Fund

The State of Ohio contributes money to the Society from the Ohio Fairs Fund to supplement the race purse. See Note 3 for additional information.

G. Pari-mutuel Wagering

A wagering system totals the amounts wagered and adjusts the payoff to reflect the relative amount bet on different horses and various odds. The total amount bet (also known as the "handle"), less commission, is paid to bettors in accordance with the payoffs, as the pari-mutuel wagering system determines. The Society contracts with a totalizer service to collect bets and provide the pari-mutuel wagering system.

Pari-mutuel wagering commission (the commission) is the Society's share of total pari-mutuel wagers after payment of amounts to winning bettors. The commission is determined by applying a statutory percentage to the total amount bet and is reflected in the accompanying financial statement as Pari-mutuel Wagering Commission. See Note 3 for additional information.

2. CASH

The carrying amount of cash at November 30, 2005 and 2004 follows:

	<u>2005</u>	<u>2004</u>
Demand deposits	\$84,764	\$88,939

Deposits: The Federal Depository Insurance Corporation insures the Society's bank balance.

3. HORSE RACING

State Support Portion of Purse

The financial statements report Ohio Fairs Fund money, received to supplement purse for the years ended November 30, 2005 and 2004 was \$28,192 and \$29,904, respectively, as State Support.

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**NOTES TO THE FINANCIAL STATEMENT
NOVEMBER 30, 2005 AND 2004
(Continued)**

3. HORSE RACING (Continued)

Pari-mutuel Wagering

The Society does not record the Total Amount Bet or the Payoff to Bettors in the accompany financial statement, rather, it records the Pari-mutuel Wagering Commission (commission) which is the Society's share of total pari-mutuel wagers after paying winning bettors. The expenses of providing the pari-mutuel wagering system are called Tote Services, and these expenses are included in Professional Service Disbursements, State taxes, which are also paid from Pari-mutuel Wagering Commission, are reflected in Other Operating Disbursements, and the amount remaining is the Society's net portion.

	2005	2004
Total Amount Bet (Handle)	\$79,928	\$77,741
Less: Payoff to Bettors	(63,837)	(62,058)
Parimutuel Wagering Commission	16,091	15,683
Tote Service Commission	(7,452)	(7,203)
State Tax	(2,030)	(2,092)
Society Portion	<u>\$6,609</u>	<u>\$6,388</u>

4. DEBT

Debt outstanding at November 30, 2005 was as follows:

	Principal	Interest Rate
Wardell Land Purchase	\$90,900	5.50%
Swine Building Renovation	\$55,103	5.25%
Sheep Pens	\$1,229	5.25%
Poultry Barn	\$6,949	5.25%
Horse Arena	\$59,267	5.25%
Total	<u>\$213,448</u>	

A. Loans

The Society entered into the \$134,275 Wardell Farm Land loan in 1996 with Citizen's National Bank for purchasing farm land and refinanced the \$101,000 loan on February 27, 2004 with Perpetual Federal Savings Bank. The loan bears an interest rate of 5.5 percent and matures July 27, 2014.

Amortization of the above debt is scheduled as follows:

Year ending November 30:	Wardell Farm Land	Interest	Total
2006	10,100	4,722	\$14,822
2007	10,100	4,166	14,266
2008	10,100	3,611	13,711
2009	10,100	3,056	13,156
2010	10,100	2,500	12,600
2011 - 2014	40,400	4,445	44,845
Total	<u>\$90,900</u>	<u>\$22,500</u>	<u>\$113,400</u>

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**NOTES TO THE FINANCIAL STATEMENT
NOVEMBER 30, 2005 AND 2004
(Continued)**

4. DEBT (Continued)

B. Lines of Credit

On May 7, 2002, a line of credit was established for \$120,500 at 5.25% interest for the renovation of the swine building. At November 30, 2005, the balance of the letter was \$55,103. Repayment is based on funds received from various organizations and 10% of hog sale. The line of credit matures on July 7, 2012.

On June 6, 2001, a line of credit was established for \$16,000 at 5.25% interest for the completion of sheep pens. At November 30, 2005, the balance of the letter was \$1,229. Repayment is in the amount of \$3,200 plus interest on an annual basis. The line of credit matures on June 6, 2006.

On June 19, 2001, a line of credit was established for \$20,000 at 5.25% interest for the construction of a poultry barn. At November 30, 2005, the balance of the letter was \$6,949. Repayment is in the amount of \$2,860 plus interest on an annual basis. The line of credit matures on June 19, 2008.

On May 23, 2001, a line of credit was established for \$120,000 at 5.25% interest for the completion of the horse arena. At November 30, 2005, the balance of the letter was \$59,267. Repayment is in the amount of \$12,000 plus interest on an annual basis. The line of credit matures on May 23, 2011.

On July 30, 2001, a line of credit was established for \$4,300 at 5.25% interest for the construction of a rabbit barn extension. Repayment is in the amount of \$860 plus interest on an annual basis. The line of credit had a maturity date of July 30, 2006; however the Society paid its obligation in full during March 2004.

On February 27, 2004, a line of credit was established for \$15,000 at 5.50% interest for an addition to the Michaels Farms Horticulture Building. Repayment is in the amount of \$5,000 annually plus interest quarterly. The line of credit had a maturity date of February 27, 2007; however the Society paid its obligation in full during February 2005.

5. RISK MANAGEMENT

The Champaign County Commissioners provide general insurance coverage for all the buildings on the Champaign County Fairgrounds pursuant to Ohio Revised Code § 1711.24. A private company provides general liability and vehicle insurance, with limits of \$1,000,000 and \$500,000 aggregate. This policy includes crime coverage for employee dishonesty with limits of liability of \$13,500. The Society's management is bonded with coverage of \$1,000,000.

The Society provides workers compensation coverage on all employees through the State of Ohio workers compensation fund. Coverage is currently in effect through August 2006.

6. SUBSEQUENT EVENTS

Debt

On May 27, 2006, the Society entered into a new line of credit for a new horse barn. The loan will be received in advances or draws not to exceed a total of \$200,000. The Society is responsible to repay the loan over 10 years at an interest rate of 7.0 percent. Principal payments of \$20,000 will be paid annually each January starting in 2007 and interest payments will be paid semi-annually each June and December. No amortization table is available for the line of credit since the draws are not predictable.

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**NOTES TO THE FINANCIAL STATEMENT
NOVEMBER 30, 2005 AND 2004
(Continued)**

7. JUNIOR FAIR BOARD

The Junior Fair Board, which is comprised of 4-H, FFA, Boy Scout, Girl Scout, and Farm Bureau Youth organization representatives, is responsible for the Junior Fair Division activities of the Champaign County Fair. The Society disbursed \$33,534 and \$25,230 in 2005 and 2004, respectively, directly to vendors to support Junior Fair activities. These expenses are reflected as a disbursement in the accompanying financial statement as Junior Fair Disbursement. The Junior Fair Board accounts for its activities separately. These accompanying financial statements do not include this activity. The Junior Fair Board's financial activity for the years ended November 30, 2005 and 2004 follows:

	2005	2004
Beginning Cash Balance	\$225	\$256
Receipts	498	409
Disbursements	(435)	(440)
Ending Cash Balance	\$288	\$225

8. JUNIOR LIVESTOCK SALE COMMITTEE

The Junior Livestock Committee is a separate committee charged with running the Junior Livestock Auction. This auction is held during fair week. Children may sell their animals directly to market or through the Champaign County's auction. A commission on auction sales covers auction costs. The Junior Livestock Committee retains this money. The accompanying financial statements do not include the Junior Livestock Committee's activities. The Junior Livestock Committee's financial activity for the years ended November 30, 2005 and 2004 follows:

	2005	2004
Beginning Cash Balance	\$34,355	\$23,255
Receipts	423,592	371,149
Disbursements	(438,816)	(360,049)
Ending Cash Balance	\$19,131	\$34,355

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Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Champaign County Agricultural Society
Champaign County
384 Park Avenue
PO Box 38157
Urbana, Ohio 43078

To the Board of Directors:

We have audited the financial statements of the Champaign County Agricultural Society, Champaign County, (the Society), as of and for the years ended November 30, 2005 and 2004, and have issued our report thereon dated August 28, 2006, wherein we noted the Society follows 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Society's internal control over financial reporting to determine our auditing procedures to express our opinion on the financial statements and not to opine on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Society's ability to record, process, summarize, and report financial data consistent with management's assertions in the financial statements. A reportable condition is described in the accompanying schedule of findings as item 2005-001.

A material weakness is a reportable 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 caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. We consider reportable condition 2005-001 listed above to be a material weakness. In a separate letter to the Society's management dated August 28, 2006, we reported other matters involving internal control over financial reporting which we did not deem reportable conditions

Compliance and Other Matters

As part of reasonably assuring whether the Society's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the Society's management dated August 28, 2006, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the finance committee, management, and Board of Directors. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

August 28, 2006

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**SCHEDULE OF FINDINGS
NOVEMBER 30, 2005 AND 2004**

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

FINDING NUMBER 2005-001

Material Weakness

Revenue Detail

The Society receives various types of revenues including admissions, rentals, donations/contributions, and other miscellaneous receipts. The following issues were identified during testing:

- Revenue ledger did not include accounts
- Tickets sales were not tracked
- Several rental contracts were not maintained
- Deposit slips were not linked to specific receipts
- Receipts were incomplete and lacked necessary detail
- Untimely postings
- Voided receipts were not retained (both copies)

The above issues demonstrate a lack of control procedures implemented over the recording of revenues, afford opportunities for fraud and misstatement of revenues, and do not allow for proper tracking of reported revenues. Grandstand event (Concerts, Tractor Pull, Queen & Scrambles, and Demo Derby) revenues could not be recalculated. Exhibitor and Weekly Passes could not be tied to deposit slips in 2004 and in 2005. Several rental contracts were not included with the 2004 and 2005 rental agreement folders supporting revenues received. Receipts could not always be accurately traced to the revenue ledger or deposit slips. In 2005, fair week receipts were posted a week later and in total amounts for individual accounts rather than by daily account totals.

We recommend the society take the following steps:

- The revenue ledger should include details including:
 - account
 - vendor
 - purpose
 - date
 - receipt number
 - amount
- Ticket sales information should be retained documenting:
 - Ticket numbers sold at each gate (Henry, Main, etc.)
 - The event (Concert, Derby, etc.)
 - The rate (Grandstand, Pit, etc.)
 - The number sold at a discount (i.e. senior citizens)
- Supporting documentation for all receipts should be maintained for
 - Rental contracts
 - Check copies and/or remittance advices
 - Individual receipts completed and provided to payees
- Deposit slips should be filled out indicating:
 - Receipt number(s) and/or descriptions
 - Amount received

**FINDING NUMBER 2005-001
(Continued)**

Revenue Detail (Continued)

- Receipts should be issued in sequence and include:
 - Accounts posted
 - Vendor
 - Purpose
 - Date received
 - Amounts received (form of receipt, i.e., cash/check)
 - Voided receipts should be marked void and retained

To improve controls, lessen the likelihood of fraud, allow for proper tracking of revenues, and improve financial reporting, the Fair Board and Treasurer should implement the above procedures.

Officials Response:

See next page for officials response to the internal control weakness disclosed above.



Champaign County Fair

384 Park Avenue
P.O. Box 38157
Urbana, Ohio 43078

To Whom It May Concern:

As the new 2005 Treasurer, I had many challenges during my first year. Counter checks had to be used as the check supply was not sufficient during the fair and the computer program, Fairtrac, was an outdated program that did not allow much more than receipts and disbursement to be recorded. Also, because of being new to the position, I would refer back to the previous year's records for information.

Many items should be corrected for the 2006 and forthcoming years, as the Society has purchased and implemented a new computer accounting system. Also I have now experienced an audit and been advised of several procedures that should be followed.

I was aware that the general admission tickets needed to be tracked. Due to the fact that Kris and I were new to the procedures, we failed to keep enough information on our first day. I was also not aware that the grandstand tickets needed to be tracked. Record keeping for 2006 was better.

I believe that there were rental contracts missing because they were not returned as a signed contract. There are three ring binders for all concession and building rental contracts. Each contract lists the amount paid and the date the payment was received.

There were some items that the supporting documentation should have been in two places, for example in and file and with a check stub. This will be corrected forthwith.

Individual race entry receipts will be written and made a part of the society's records beginning with 2007 fair.

Sequential receipts were a problem due to a lack of unfamiliarity with the job. Receipts/receipt numbers will now be on deposit slips for easier tracking.

Thank you for your time and consideration of this matter.

Lisa McKeever
Champaign County Agricultural Society Treasurer

**CHAMPAIGN COUNTY AGRICULTURAL SOCIETY
CHAMPAIGN COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
NOVEMBER 30, 2005 AND 2004**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2003-001	Unrecorded savings accounts	Yes	Corrected
2003-002	Proper recording of debt proceeds and disbursements	Yes	Corrected



**Auditor of State
Betty Montgomery**

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AGRICULTURAL SOCIETY

CHAMPAIGN 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
OCTOBER 19, 2006**