



Mary Taylor, CPA  
Auditor of State



VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY

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**Mary Taylor, CPA**  
Auditor of State

Village of Roaming Shores  
Ashtabula County  
PO Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

To the Village Council:

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.

*Mary Taylor*

**Mary Taylor, CPA**  
Auditor of State

January 25, 2007

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# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT

Village of Roaming Shores  
Ashtabula County  
PO Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

To the Village Council:

We have audited the accompanying financial statements of the Village of Roaming Shores, Ashtabula County, (the Village) as of and for the years ended December 31, 2005 and 2004. 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 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 Village 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 Village to reformat its financial statement presentation and make other changes effective for the years ended December 31, 2005 and 2004. Instead of the combined funds the accompanying financial statements present for 2005 and 2004, the revisions require presenting entity wide statements and also to present its larger (i.e. major) funds separately for 2005 and 2004. While the Village 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 Village has elected not to reformat its statements. Since this Village 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 December 31, 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 Village as of December 31, 2005 and 2004, or its changes in financial position or cash flows of its proprietary funds 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 and reserves for encumbrances of the Village of Roaming Shores, Ashtabula County, as of December 31, 2005 and 2004, and its combined 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 Village to include Management's Discussion and Analysis for the years ended December 31, 2005 and 2004. The Village 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 January 25, 2007, 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 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.



**Mary Taylor, CPA**  
Auditor of State

January 25, 2007

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2005**

	<u>Governmental Fund Types</u>			<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	
<b>Cash Receipts:</b>				
Property Tax and Other Local Taxes	\$94,075	\$112,352	\$31,529	\$237,956
Intergovernmental Receipts	22,613	97,455		120,068
Fines, Licenses, and Permits	13,400			13,400
Earnings on Investments	32,385	3,071		35,456
Miscellaneous	14,475	549		15,024
	<u>176,948</u>	<u>213,427</u>	<u>31,529</u>	<u>421,904</u>
<b>Total Cash Receipts</b>				
<b>Cash Disbursements:</b>				
Current:				
Security of Persons and Property	55,749	102,373		158,122
Public Health Services	21,667			21,667
Community Environment	1,435			1,435
Transportation		58,780		58,780
General Government	77,147			77,147
Debt Service:				
Principal Payments			43,100	43,100
Interest Payments			40,810	40,810
	<u>155,998</u>	<u>161,153</u>	<u>83,910</u>	<u>401,061</u>
<b>Total Cash Disbursements</b>				
Total Receipts Over/(Under) Disbursements	<u>20,950</u>	<u>52,274</u>	<u>(52,381)</u>	<u>20,843</u>
<b>Other Financing Receipts and (Disbursements):</b>				
Sale of Fixed Assets	5,000			5,000
Transfers-In			33,037	33,037
	<u>5,000</u>	<u>0</u>	<u>33,037</u>	<u>38,037</u>
<b>Total Other Financing Receipts/(Disbursements)</b>				
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	25,950	52,274	(19,344)	58,880
Fund Cash Balances, January 1	136,316	83,272	250,137	469,725
<b>Fund Cash Balances, December 31</b>	<u><u>\$162,266</u></u>	<u><u>\$135,546</u></u>	<u><u>\$230,793</u></u>	<u><u>\$528,605</u></u>
Reserves for Encumbrances, December 31	<u><u>\$8</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$8</u></u>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL PROPRIETARY AND SIMILAR  
FIDUCIARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Proprietary Fund Types	Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Agency	
<b>Operating Cash Receipts:</b>			
Charges for Services	\$900,816	\$0	\$900,816
Fees, Licenses, and Permits	92,340		92,340
Miscellaneous	6,250		6,250
Total Operating Cash Receipts	<u>999,406</u>	<u>0</u>	<u>999,406</u>
<b>Operating Cash Disbursements:</b>			
Personal Services	305,842		305,842
Contractual Services	106,055		106,055
Supplies and Materials	243,735		243,735
Capital Outlay	14,079		14,079
Total Operating Cash Disbursements	<u>669,711</u>	<u>0</u>	<u>669,711</u>
Operating Income/(Loss)	<u>329,695</u>	<u>0</u>	<u>329,695</u>
<b>Non-Operating Cash Disbursements:</b>			
Debt Service	209,136		209,136
Total Non-Operating Cash Disbursements	<u>209,136</u>	<u>0</u>	<u>209,136</u>
Excess of Receipts Over/(Under) Disbursements Before Interfund Transfers and Advances	120,559	0	120,559
Transfers-In	267,786		267,786
Transfers-Out	(300,823)		(300,823)
Other Financing Sources		329	329
Net Receipts Over/(Under) Disbursements	87,522	329	87,851
Fund Cash Balances, January 1	<u>700,057</u>	<u>836</u>	<u>700,893</u>
<b>Fund Cash Balances, December 31</b>	<b><u>\$787,579</u></b>	<b><u>\$1,165</u></b>	<b><u>\$788,744</u></b>
Reserve for Encumbrances, December 31	<u>\$141</u>	<u>\$0</u>	<u>\$141</u>

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

VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2004**

	<u>Governmental Fund Types</u>				<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	
<b>Cash Receipts:</b>					
Property Tax and Other Local Taxes	\$94,920	\$0	\$30,251	\$0	\$125,171
Intergovernmental Receipts	24,762	77,096	1,801		103,659
Fines, Licenses, and Permits	15,491				15,491
Earnings on Investments	11,421	1,193			12,614
Miscellaneous	67,271	564			67,835
<b>Total Cash Receipts</b>	<u>213,865</u>	<u>78,853</u>	<u>32,052</u>	<u>0</u>	<u>324,770</u>
<b>Cash Disbursements:</b>					
Current:					
Security of Persons and Property	140,436				140,436
Public Health Services	19,097				19,097
Community Environment	11,850				11,850
Transportation		67,367			67,367
General Government	54,934			275,678	330,612
Debt Service:					
Principal Payments			41,616		41,616
Interest Payments			43,647		43,647
Capital Outlay		40,699			40,699
<b>Total Cash Disbursements</b>	<u>226,317</u>	<u>108,066</u>	<u>85,263</u>	<u>275,678</u>	<u>695,324</u>
<b>Total Receipts Over/(Under) Disbursements</b>	<u>(12,452)</u>	<u>(29,213)</u>	<u>(53,211)</u>	<u>(275,678)</u>	<u>(370,554)</u>
<b>Other Financing Receipts and (Disbursements):</b>					
Sale of Fixed Assets	1,000				1,000
Sale of Notes				275,678	275,678
Transfers-In			33,391		33,391
Other Financing Sources	(109)				(109)
<b>Total Other Financing Receipts/(Disbursements)</b>	<u>891</u>	<u>0</u>	<u>33,391</u>	<u>275,678</u>	<u>309,960</u>
<b>Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements</b>	<u>(11,561)</u>	<u>(29,213)</u>	<u>(19,820)</u>	<u>0</u>	<u>(60,594)</u>
<b>Fund Cash Balances, January 1</b>	<u>147,877</u>	<u>112,485</u>	<u>269,957</u>		<u>530,319</u>
<b>Fund Cash Balances, December 31</b>	<u><u>\$136,316</u></u>	<u><u>\$83,272</u></u>	<u><u>\$250,137</u></u>	<u><u>\$0</u></u>	<u><u>\$469,725</u></u>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL PROPRIETARY AND SIMILAR  
FIDUCIARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2004**

	Proprietary Fund Types	Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Agency	
<b>Operating Cash Receipts:</b>			
Charges for Services	\$756,343	\$0	\$756,343
Fees, Licenses, and Permits	100,760		100,760
Miscellaneous	6,390		6,390
Total Operating Cash Receipts	<u>863,493</u>	<u>0</u>	<u>863,493</u>
<b>Operating Cash Disbursements:</b>			
Personal Services	297,315		297,315
Contractual Services	107,235		107,235
Supplies and Materials	256,144		256,144
Capital Outlay	21,351		21,351
Total Operating Cash Disbursements	<u>682,045</u>	<u>0</u>	<u>682,045</u>
Operating Income/(Loss)	<u>181,448</u>	<u>0</u>	<u>181,448</u>
<b>Non-Operating Cash Receipts:</b>			
Property Tax and Other Local Taxes	58,615		58,615
Intergovernmental Receipts	3,706		3,706
Total Non-Operating Cash Receipts	<u>62,321</u>	<u>0</u>	<u>62,321</u>
<b>Non-Operating Cash Disbursements:</b>			
Debt Service	217,332		217,332
Total Non-Operating Cash Disbursements	<u>217,332</u>	<u>0</u>	<u>217,332</u>
Excess of Receipts Over/(Under) Disbursements Before Interfund Transfers and Advances	26,437	0	26,437
Transfers-In	265,593		265,593
Transfers-Out	(298,984)		(298,984)
Net Receipts Over/(Under) Disbursements	(6,954)	0	(6,954)
Fund Cash Balances, January 1	<u>707,011</u>	<u>836</u>	<u>707,847</u>
<b>Fund Cash Balances, December 31</b>	<b><u>\$700,057</u></b>	<b><u>\$836</u></b>	<b><u>\$700,893</u></b>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 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 Village of Roaming Shores, Ashtabula County, (the Village) as a body corporate and politic. A publicly-elected six-member Council governs the Village. The Village provides water and sewer utilities, park operations, and police services. The Village contracts with the Rome and Morgan Townships to receive fire protection services.

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 accounting basis the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. This basis recognizes receipts when received in cash rather than when earned, and recognizes disbursements 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 adequately disclose material matters the Auditor of State prescribes.

**C. Cash and Investments**

The Village's accounting basis includes investments as assets. This basis does not report disbursements for investment purchases or receipts for investment sales. The Village reports gains or losses at the time of sale as receipts or disbursements, respectively.

STAR Ohio funds are recorded at share values the mutual fund reports.

**D. 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 reports all financial resources except those required to be accounted for in another fund.

**2. Special Revenue Funds**

These funds 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 Fund:

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004  
(Continued)**

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

**3. Debt Service Fund**

These funds account for resources the Village accumulates to pay bond and note debt. The Village had the following significant debt service funds:

*General Obligation Fund* - This fund is used to pay the note for improving the Village's streets.

*General Obligation Fund #2* – This fund receives property taxes to improve the Village's waterworks system.

**4. Capital Project Funds**

These funds account for receipts restricted to acquiring or constructing major capital projects (except those financed through enterprise or trust funds). The Village had the following significant capital project fund:

*OPWC Fund* - This fund receives money from the State to improve the Village's infrastructure.

**5. Enterprise Funds**

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

*Water Fund* - This fund receives charges for services from residents to cover water service costs.

*Sewer Fund* - This fund receives charges for services from residents to cover sewer service costs.

**6. Fiduciary Funds (Agency Fund)**

Funds for which the Village is acting in an agency capacity are classified as agency funds. The Village has established an Unclaimed Moneys Fund that accounts for stale-dated warrants that were removed from the reconciliation by the Fiscal Officer.

**E. Budgetary Process**

The Ohio Revised Code requires that each fund (except certain agency funds) be budgeted annually.

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004  
(Continued)**

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

**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. Village 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.

**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.

A summary of 2005 and 2004 budgetary activity appears in Note 3.

**F. Property, Plant, and Equipment**

The Village records disbursements for acquisitions of property, plant, and equipment when paid. The accompanying financial statements do not report these items as assets.

**G. Accumulated Leave**

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

**2. EQUITY IN POOLED CASH AND INVESTMENTS**

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

	2005	2004
Demand deposits	\$124,852	\$29,208
Investments - STAR Ohio	1,192,497	1,141,410
Total deposits and investments	\$1,317,349	\$1,170,618

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

**Investments:** Investments in STAR Ohio are not evidenced by securities that exist in physical or book-entry form.

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004  
(Continued)**

**3. BUDGETARY ACTIVITY**

Budgetary activity for the years ending 2005 and 2004 follows:

2005 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$177,000	\$181,948	\$4,948
Special Revenue	217,437	213,427	(4,010)
Debt Service	62,538	64,566	2,028
Enterprise	1,125,380	1,267,192	141,812
Fiduciary		329	329
Total	\$1,582,355	\$1,727,462	\$145,107

2005 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$199,100	\$156,006	\$43,094
Special Revenue	207,000	161,153	45,847
Debt Service	83,913	83,910	3
Enterprise	1,272,565	1,179,670	92,895
Total	\$1,762,578	\$1,580,739	\$181,839

2004 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$214,000	\$214,865	\$865
Special Revenue	73,586	78,853	5,267
Debt Service	66,250	65,443	(807)
Capital Projects	275,675	275,678	3
Enterprise	1,124,332	1,191,407	67,075
Total	\$1,753,843	\$1,826,246	\$72,403

2004 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$271,325	\$226,426	\$44,899
Special Revenue	142,200	108,066	34,134
Debt Service	86,030	85,263	767
Capital Projects	362,726	275,678	87,048
Enterprise	1,263,426	1,198,361	65,065
Total	\$2,125,707	\$1,893,794	\$231,913

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004  
(Continued)**

**4. PROPERTY TAX**

Real property taxes become a lien on January 1 preceding the October 1 date for which the Village Council adopts tax rates. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. The State pays the Village amounts equaling these deductions. The Village includes these with Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half payment is due December 31. The second half payment is due the following June 20.

Property owners assess tangible personal property tax. They must file a list of tangible 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 the Village's behalf.

**5. DEBT**

Debt outstanding at December 31, 2005 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Ohio Water Development Authority Loan	\$1,967,539	4.16-6.56%
General Obligation Bonds	190,000	7.13%
Mortgage Revenue Bonds	956,000	7.13%
Total	<u><u>\$3,113,539</u></u>	

The Village has three Ohio Water Development Authority (OWDA) loans, two of which relate to water and sewer plant expansion projects the Ohio Environmental Protection Agency mandated and the third for an emergency dam waterline project. The OWDA approved up to \$527,230, \$1,492,377 and \$276,728 in loans to the Village for these projects respectively. The Village will repay the loans in semiannual installments of \$25,009, \$56,238 and \$10,574, including interest, over 20 years. The scheduled payment amount below assumes that \$4,084,335 will be borrowed. The OWDA will adjust scheduled payment to reflect any revisions in amounts the Village actually borrows. Water and sewer receipts collateralize the loans. The Village has agreed to set utility rates sufficient to cover OWDA debt service requirements.

The General Obligation and Mortgage Revenue Bonds relate to acquiring and improving existing sanitary sewer and waterworks systems. General Obligation Bonds are for 30 years and Mortgage Revenue Bonds are for 40 years.

The Village's taxing authority collateralizes General Obligation Bonds. The Mortgage Revenue Bonds relate to financing improvements made to the Village's waterworks system. The Bonds are payable from revenues and properties of the Utility, after provisions for the reasonable operating and maintenance expenses thereof. The Bonds are to be secured by mortgaging all the properties of the Village used in and directly connected with the operation of the Utility.

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004  
(Continued)**

**5. DEBT (Continued)**

Amortization of the above debt, including interest, follows:

Year ending December 31:	OWDA Loans	General Obligation Bonds	Mortgage Revenue Bonds
2006	\$173,059	\$32,538	\$93,115
2007	173,059	31,184	93,334
2008	173,069	29,830	93,410
2009	173,067	28,476	93,344
2010	173,067	27,122	93,135
2011-2015	918,212	115,306	465,986
2016-2020	693,130		467,984
2021-2024	242,732		374,261
Total	<u>\$2,719,395</u>	<u>\$264,456</u>	<u>\$1,774,569</u>

**6. RETIREMENT SYSTEMS**

The Village's law enforcement officers belong to the Ohio Police and Fire Pension Funds (OP&F). Other full-time employees belong to the Ohio Public Employees Retirement System (OPERS). OP&F and OPERS are cost-sharing, multiple-employer plans. The Ohio Revised Code prescribes the plans' retirement benefits, including postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2005 and 2004, OP&F participants contributed 10 percent of their wages. The Village contributed an amount equal to 19.5 percent of police participant wages. OPERS members contributed 8.5 percent of their wages. The Village contributed an amount equal to 13.55 percent of participants' gross salaries. The Village has paid all contributions required through December 31, 2005.

**7. RISK MANAGEMENT**

**Commercial Insurance**

The Village has obtained commercial insurance for the following risks:

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



# Mary Taylor, CPA

## Auditor of State

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

Village of Roaming Shores  
Ashtabula County  
PO Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

To the Village Council:

We have audited the financial statements of the Village of Roaming Shores, Ashtabula County, (the Village) as of and for the years ended December 31, 2005 and 2004, and have issued our report thereon dated January 25, 2007, wherein we noted the Village 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 the Comptroller General of the United States' *Government Auditing Standards*.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Village'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. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. 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. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the Village's management dated January 25, 2007, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

#### **Compliance and Other Matters**

As part of reasonably assuring whether the Village'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 Village's management dated January 25, 2007, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of management and Village Council. It is not intended for anyone other than these specified parties.

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

January 25, 2007



**Mary Taylor, CPA**  
Auditor of State

**VILLAGE OF ROAMING SHORES  
ASHTABULA 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  
MARCH 6, 2007**