



Dave Yost • Auditor of State

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Columbiana General Health District
Columbiana County
7360 State Route 45
P.O. Box 309
Lisbon, Ohio 44432

To the Board of Health:

Report on the Financial Statements

We have audited the accompanying cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Columbiana General Health District, Columbiana County, Ohio (the "Health District"), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Health District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with the cash accounting basis Note 2 describes. This responsibility includes determining that the cash accounting basis is acceptable for the circumstances. Management is also responsible for designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Health District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Health District's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Columbiana General Health District, Columbiana County, Ohio, as of December 31, 2015, and the respective changes in cash financial position and the budgetary comparison for the General and Early Start, Food Service, and Cancer Levy funds thereof for the year then ended in accordance with the accounting basis described in Note 2.

Accounting Basis

We draw attention to Note 2 of the financial statements, which describes the accounting basis. The financial statements are prepared on the cash basis of accounting, which differs from generally accepted accounting principles. We did not modify our opinion regarding this matter.

Other Matters

Other Information

We applied no procedures to Management's Discussion & Analysis, as listed in the table of contents. Accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2016, on our consideration of the Health District'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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Health District's internal control over financial reporting and compliance.



Dave Yost
Auditor of State
Columbus, Ohio

May 18, 2016

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

The management's discussion and analysis of the Columbiana General Health District's (the "Health District") financial performance provides an overall review of the Health District's financial activities for the year ended December 31, 2015, within the limitations of the Health District's cash basis of accounting. The intent of this discussion and analysis is to look at the Health District's financial performance as a whole; readers should also review the cash-basis basic financial statements and the notes to the financial statements to enhance their understanding of the Health District's financial performance.

Financial Highlights

Key financial highlights for 2015 are as follows:

- For 2015 the total net cash position of the Health District increased \$180,742, which represents a 43.35% increase from 2014.
- For 2015, general cash receipts accounted for \$637,541 or 41.97% of total governmental activities cash receipts. Program specific cash receipts accounted for \$881,477 or 58.03% of total governmental activities cash receipts.
- For 2015, the Health District had \$1,338,276 in cash disbursements related to governmental activities; \$881,477 of these cash disbursements were offset by program specific charges for services, grants or contributions. General cash receipts (primarily property taxes) of \$637,541 were adequate to provide for these programs.
- The Health District's major funds are the general fund, the early start fund, the food service fund and the cancer levy fund. The general fund, the Health District's largest major fund, had cash receipts of \$698,827 in 2015. The cash disbursements of the general fund totaled \$551,371 in 2015. The general fund's cash balance increased \$147,456 from 2014 to 2015.
- The early start fund, a Health District major fund, had cash receipts of \$28,899 in 2015. The early start fund had cash disbursements of \$16,491 in 2015. The early start fund cash balance increased \$12,408 from 2014 to 2015.
- The food service fund, a Health District major fund, had cash receipts of \$161,385 in 2015. The food service fund had cash disbursements of \$161,342 in 2015. The food service fund cash balance increased \$43 from 2014 to 2015.
- The cancer levy fund, a Health District major fund, had cash receipts of \$273,799 in 2015. The cancer levy fund had cash disbursements of \$253,957 in 2015. The cancer levy fund cash balance increased \$19,842 from 2014 to 2015.

Using this Cash Basis Basic Financial Statements (BFS)

This annual report is presented in a format consistent with the presentation requirements of the Governmental Accounting Standards Board (GASB) Statement No. 34, as applicable to the Health District's cash basis of accounting.

The statement of net position – cash basis and statement of activities – cash basis provide information about the activities of the whole Health District, presenting an aggregate view of the Health District's cash basis finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Health District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the Health District, there are four major governmental funds. The general fund is the most significant major fund.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Reporting the Health District as a Whole

Statement of Net Position and the Statement of Activities

The statement of net position – cash basis and the statement of activities – cash basis answer the question, how did we do financially during 2015? These statements include *only net position* using the *cash basis of accounting*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. This basis of accounting takes into account only the current year's receipts and disbursements if the cash is actually received or paid.

These two statements report the Health District's net position and changes in those net position on a cash basis. This change in net cash position is important because it tells the reader that, for the Health District as a whole, the cash basis financial position of the Health District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the Health District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, mandated federal and state programs and other factors.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not collected) and deferred outflows of resources and liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) and deferred inflows of resources are not recorded in these financial statements. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the cash basis of accounting.

In the statement of net position – cash basis and the statement of activities – cash basis, governmental activities include the Health District's programs and services, including public health infrastructure, Immunization action plan grant and cancer levy.

The statement of net position – cash basis and the statement of activities – cash basis can be found on pages 12-13 of this report.

Reporting the Health District's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Health District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Health District are classified as governmental funds.

Fund financial reports provide detailed information about the Health District's major funds. The Health District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the Health District's most significant funds. The Health District's major governmental funds are the general fund, the early start fund, the food service fund and the cancer levy fund. The analysis of the Health District's major governmental funds begins on page 9.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

Governmental Funds

All of the Health District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The governmental fund statements provide a detailed view of the Health District's general government operations and the basic services it provides.

Governmental fund information helps you determine whether there are more or fewer cash basis financial resources that can be readily spent to finance various Health District programs. Since the Health District is reporting on the cash basis of accounting, there are no differences in the net position and fund cash balances or changes in net position and changes in fund cash balances. Therefore, no reconciliation is necessary between such financial statements. The governmental fund statements can be found on pages 14-17 of this report.

The Health District's budgetary process accounts for certain transactions on a cash basis. The budgetary statements for the general fund, the early start fund, the food service fund and the cancer levy fund are presented to demonstrate the Health District's compliance with annually adopted budgets. The budgetary statements can be found on pages 18-21 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-30 of this report.

Government-Wide Financial Analysis

Recall that the statement of net position – cash basis provides the perspective of the Health District as a whole.

The table below provides a summary of the Health District's net cash position at December 31, 2015 and December 31, 2014.

	<u>Net Cash Position</u>	
	Governmental Activities <u>2015</u>	Governmental Activities <u>2014</u>
<u>Assets</u>		
Equity in pooled cash and cash equivalents	\$ 597,654	\$ 416,912
Total assets	<u>597,654</u>	<u>416,912</u>
<u>Net Position</u>		
Restricted	264,896	243,117
Unrestricted	<u>332,758</u>	<u>173,795</u>
Total net position	<u>\$ 597,654</u>	<u>\$ 416,912</u>

For 2015, the total net cash position of the Health District increased \$180,742, which represents a 43.35% increase. The balance of government-wide unrestricted net cash position of \$332,758 at December 31, 2015 may be used to meet the government's ongoing obligations to citizens and creditors.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

The table below shows the changes in net cash position for 2015 and 2014.

	Change in Net Cash Position	
	Governmental Activities	Governmental Activities
	<u>2015</u>	<u>2014</u>
Cash Receipts:		
Program cash receipts:		
Charges for services	\$ 593,327	\$ 581,403
Operating grants and contributions	<u>288,150</u>	<u>376,595</u>
Total program cash receipts	<u>881,477</u>	<u>957,998</u>
General cash receipts:		
Property and other taxes	527,200	466,893
Unrestricted grants	100,051	69,993
Other	<u>10,290</u>	<u>15,271</u>
Total general cash receipts	<u>637,541</u>	<u>552,157</u>
Total cash receipts	<u>1,519,018</u>	<u>1,510,155</u>
Cash Disbursements:		
Salaries	716,323	732,065
Supplies	13,744	21,490
Remittance to State	69,470	68,587
Equipment	6,755	5,720
Contracts - Services	86,944	193,089
Membership/Subscriptions	69	615
Travel	34,279	37,357
Advertising and printing	475	788
Public Employee's Retirement	96,417	100,446
Hospitalization	253,360	284,237
Medicare	9,513	9,799
Unemployment Compensation	-	1,185
Worker's Compensation	7,443	7,327
Other	42,049	26,939
Utilities	<u>1,435</u>	<u>1,657</u>
Total cash disbursements	<u>1,338,276</u>	<u>1,491,301</u>
Change in net cash position	180,742	18,854
Net cash position at beginning of year	<u>416,912</u>	<u>398,058</u>
Net cash position at end of year	<u>\$ 597,654</u>	<u>\$ 416,912</u>

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

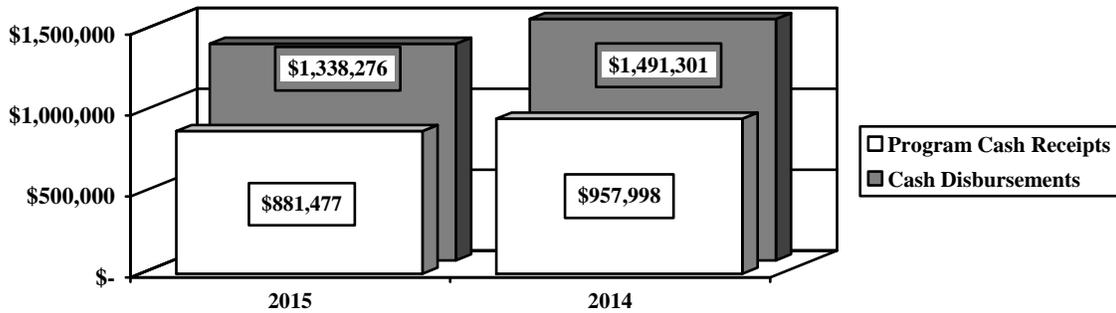
Governmental Activities

Governmental cash position increased by \$180,742 in 2015 from 2014.

Salaries represent the largest cash disbursement of the Health District. In 2015, salary cash disbursements totaled \$716,323, or 53.53% of total governmental cash disbursements. Salary cash disbursements were supported by \$462,975 in direct charges to users for services and operating grants and contributions.

The statement of activities – cash basis shows the cost of program services and the charges for services and grants and contributions offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2015 and 2014. That is, it identifies the cost of these services supported by tax receipts and unrestricted state grants and entitlements.

Governmental Activities – Program Cash Receipts vs. Total Cash Disbursements



**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

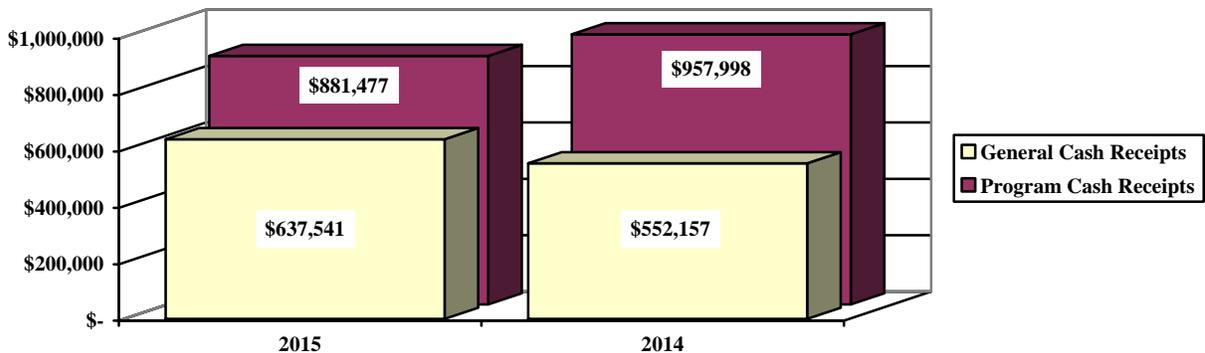
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Governmental Activities

	Total Cost of Services <u>2015</u>	Net Cost of Services <u>2015</u>	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>
Cash disbursements:				
Salaries	\$ 716,323	\$ 253,348	\$ 732,065	\$ 281,663
Supplies	13,744	4,014	21,490	6,152
Remittance to State	69,470	20,336	68,587	24,779
Equipment	6,755	3,294	5,720	451
Contracts - Services	86,944	15,300	193,089	13,858
Membership/Subscriptions	69	33	615	368
Travel	34,279	10,328	37,357	16,852
Advertising and printing	475	232	788	84
Public Employee's Retirement	96,417	34,032	100,446	37,812
Hospitalization	253,360	91,063	284,237	130,230
Medicare	9,513	2,998	9,799	3,473
Unemployment Compensation	-	-	1,185	709
Worker's Compensation	7,443	2,611	7,327	3,079
Other	42,049	18,510	26,939	12,801
Utilities	1,435	700	1,657	992
Total	\$ 1,338,276	\$ 456,799	\$ 1,491,301	\$ 533,303

The dependence upon general cash receipts for governmental activities is apparent; with 34.13% of cash disbursements supported through taxes and other general cash receipts during 2015.

Governmental Activities - General and Program Cash Receipts



Financial Analysis of the Government's Funds

As noted earlier, the Health District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

Governmental Funds

The Health District's governmental funds are accounted for using the cash basis of accounting.

The Health District's governmental funds reported a combined fund cash balance of \$597,654, which is \$180,742 more than last year's total of \$416,912. The schedule below indicates the fund cash balance and the total change in fund cash balance as of December 31, 2015 and December 31, 2014, for all major and nonmajor governmental funds.

	<u>Fund Cash Balance</u> <u>December 31, 2015</u>	<u>Fund Cash Balance</u> <u>December 31, 2014</u>	<u>Increase/</u> <u>(Decrease)</u>
Major Funds:			
General	\$ 290,468	\$ 143,012	\$ 147,456
Early Start	84,547	72,139	12,408
Food Service	13,703	13,660	43
Cancer Levy	100,103	80,261	19,842
Other Nonmajor Governmental Funds	<u>108,833</u>	<u>107,840</u>	<u>993</u>
 Total	 <u>\$ 597,654</u>	 <u>\$ 416,912</u>	 <u>\$ 180,742</u>

During 2015, the Health District's fund cash balance increased \$180,742. This increase can primarily be attributed to the activity of the general fund. The general fund experienced significantly higher cash receipts during 2015 due to an increase in subdivision tax revenue.

General Fund

The general fund, the Health District's largest major fund, had cash receipts of \$698,827 in 2015. The cash disbursements of the general fund totaled \$551,371 in 2015. The general fund's cash balance increased \$147,456 from 2014 to 2015.

The table that follows assists in illustrating the cash receipts of the general fund.

	<u>2015</u> <u>Amount</u>	<u>2014</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Cash Receipts:</u>			
Taxes	\$ 335,000	\$ 289,000	15.92 %
Intergovernmental	71,041	42,039	68.99 %
Fees	282,496	266,684	5.93 %
Other	<u>10,290</u>	<u>13,316</u>	(22.72) %
 Total	 <u>\$ 698,827</u>	 <u>\$ 611,039</u>	 14.37 %

During 2015, the cash receipts of the general fund increased \$87,788 or 14.37%. This increase can mainly be attributed to an increase in tax and intergovernmental revenues of \$46,000 and \$29,002, respectively.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

The table that follows assists in illustrating the cash disbursements of the general fund.

	<u>2015</u> <u>Amount</u>	<u>2014</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Cash Disbursements</u>			
Salaries	\$ 271,337	\$ 302,812	(10.39) %
Supplies	6,621	12,572	(47.34) %
Remittance to State	44,437	42,802	3.82 %
Equipment	6,755	1,415	377.39 %
Contracts - Services	33,210	62,048	(46.48) %
Membership/Subscriptions	69	615	(88.78) %
Travel	18,172	28,924	(37.17) %
Advertising and Printing	475	228	108.33 %
Public Employee's Retirement	36,168	42,382	(14.66) %
Hospitalization	104,976	144,459	(27.33) %
Medicare	3,905	4,273	(8.61) %
Unemployment Compensation	-	1,185	100.00 %
Worker's Compensation	3,156	2,996	5.34 %
Other	20,655	15,862	30.22 %
Utilities	1,435	1,657	(13.40) %
Total	<u>\$ 551,371</u>	<u>\$ 664,230</u>	(16.99) %

During 2015, the cash disbursements of the general fund decreased \$112,859 or 16.99%. This decrease can mainly be attributed to a decreases in salaries paid, contracts for services, and costs related to insurance premiums.

Early Start Fund

The early start fund, a Health District major fund, had cash receipts of \$28,899 in 2015. The early start fund had cash disbursements of \$16,491 in 2015. The early start fund cash balance increased \$12,408 from 2014 to 2015.

Food Service Fund

The food service fund, a Health District major fund, had cash receipts of \$161,385 in 2015. The food service fund had cash disbursements of \$161,342 in 2015. The food service fund cash balance increased \$43 from 2014 to 2015.

Cancer Levy Fund

The cancer levy fund, a Health District major fund, had cash receipts of \$273,799 in 2015. The cancer levy fund had cash disbursements of \$253,957 in 2015. The cancer levy fund cash balance increased \$19,842 from 2014 to 2015.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Budgeting Highlights - General Fund

The Health District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund.

For 2015, the general fund original and final budget basis receipts were \$632,000. Actual cash receipts of \$663,382 were more than final budget estimates by \$31,382. The original and final budgetary basis disbursements were \$632,000. The actual budgetary basis disbursements of \$551,371 were \$80,629 less than the final budget estimates.

Capital Assets and Debt Administration

Capital Assets

The Health District does not record capital assets in the accompanying cash basis basic financial statements, but records payments for capital assets as disbursements. The Health District had equipment cash disbursements of \$6,755 during 2015.

Debt Administration

The Health District did not have any long-term obligations at December 31, 2015.

Contacting the Health District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the Health District's finances and to show the Health District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Ms. Cecile Donahey, Fiscal Officer, Columbiana General Health District, 7360 State Route 45 P.O. Box 309, Lisbon, OH 44432.

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**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF NET POSITION - CASH BASIS
DECEMBER 31, 2015

	<u>Governmental Activities</u>
Assets:	
Equity in pooled cash and cash equivalents.	\$ 597,654
 Total assets	 <u>597,654</u>
Net position:	
Restricted for:	
Public health infrastructure.	36,416
IAP grant	7,453
Early start.	84,547
Cancer levy.	100,103
Home sewage	12,080
Home health	19,777
Rabies grant	4,520
Unrestricted.	<u>332,758</u>
 Total net position.	 <u>\$ 597,654</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Program Cash Receipts			Net (Cash Disbursements) Cash Receipts and Changes in Net Cash Position
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Salaries	\$ 716,323	\$ 327,415	\$ 135,560	\$ (253,348)
Supplies.	13,744	4,609	5,121	(4,014)
Remittance to State	69,470	49,134	-	(20,336)
Equipment.	6,755	3,461	-	(3,294)
Contracts - Services.	86,944	24,904	46,740	(15,300)
Membership/Subscriptions	69	36	-	(33)
Travel	34,279	19,601	4,350	(10,328)
Advertising and printing.	475	243	-	(232)
Public Employee's Retirement.	96,417	43,707	18,678	(34,032)
Hospitalization.	253,360	99,777	62,520	(91,063)
Medicare.	9,513	4,724	1,791	(2,998)
Worker's Compensation	7,443	3,330	1,502	(2,611)
Other.	42,049	11,651	11,888	(18,510)
Utilities	1,435	735	-	(700)
Totals	\$ 1,338,276	\$ 593,327	\$ 288,150	(456,799)
		General Cash Receipts:		
		Property and other taxes levied for:		
		General purposes		527,200
		Grants and entitlements not restricted to specific programs		100,051
		Miscellaneous.		10,290
		Total general cash receipts		637,541
		Change in net cash position		180,742
		Net cash position at beginning of year		416,912
		Net cash position at end of year.		\$ 597,654

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF ASSETS AND CASH FUND BALANCES
GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	<u>General</u>	<u>Early Start</u>	<u>Food Service</u>	<u>Cancer Levy</u>
Cash assets:				
Equity in pooled cash and cash equivalents. . . .	\$ 290,468	\$ 84,547	\$ 13,703	\$ 100,103
Total assets	<u>\$ 290,468</u>	<u>\$ 84,547</u>	<u>\$ 13,703</u>	<u>\$ 100,103</u>
Fund cash balances:				
Restricted	\$ -	\$ 84,547	\$ -	\$ 100,103
Committed.	-	-	13,703	-
Unassigned	<u>290,468</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund cash balances	<u>\$ 290,468</u>	<u>\$ 84,547</u>	<u>\$ 13,703</u>	<u>\$ 100,103</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ 108,833	\$ 597,654
<u>\$ 108,833</u>	<u>\$ 597,654</u>
\$ 80,246	\$ 264,896
28,587	42,290
-	290,468
<u>\$ 108,833</u>	<u>\$ 597,654</u>

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND CASH BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>General</u>	<u>Early Start</u>	<u>Food Service</u>	<u>Cancer Levy</u>
Cash receipts:				
Taxes	\$ 335,000	\$ -	\$ -	\$ 192,200
Intergovernmental.	71,041	28,899	-	29,010
Fees.	196,027	-	-	-
Vital statistics fees	86,469	-	-	-
Licenses and permits	-	-	161,385	-
Other	10,290	-	-	52,589
Total cash receipts	<u>698,827</u>	<u>28,899</u>	<u>161,385</u>	<u>273,799</u>
Cash disbursements:				
Salaries	271,337	-	98,538	154,521
Supplies.	6,621	-	423	1,111
Remittance to State	44,437	-	12,300	-
Equipment.	6,755	-	-	-
Contracts - Services.	33,210	16,491	-	15,585
Membership/Subscriptions	69	-	-	-
Travel.	18,172	-	4,776	99
Advertising and printing	475	-	-	-
Public Employee's Retirement	36,168	-	13,249	21,162
Hospitalization	104,976	-	29,007	47,724
Medicare	3,905	-	1,425	1,406
Worker's Compensation	3,156	-	877	1,383
Other	20,655	-	747	10,966
Utilities	1,435	-	-	-
Total cash disbursements	<u>551,371</u>	<u>16,491</u>	<u>161,342</u>	<u>253,957</u>
Net change in fund cash balances	147,456	12,408	43	19,842
Fund cash balances at beginning of year . .	<u>143,012</u>	<u>72,139</u>	<u>13,660</u>	<u>80,261</u>
Fund cash balances at end of year	<u>\$ 290,468</u>	<u>\$ 84,547</u>	<u>\$ 13,703</u>	<u>\$ 100,103</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 527,200
205,140	334,090
37,120	233,147
-	86,469
99,077	260,462
14,771	77,650
356,108	1,519,018
191,927	716,323
5,589	13,744
12,733	69,470
-	6,755
21,658	86,944
-	69
11,232	34,279
-	475
25,838	96,417
71,653	253,360
2,777	9,513
2,027	7,443
9,681	42,049
-	1,435
355,115	1,338,276
993	180,742
107,840	416,912
\$ 108,833	\$ 597,654

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND CASH
BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
Budgetary basis receipts:				
Taxes	\$ 335,000	\$ 335,000	\$ 335,000	\$ -
Intergovernmental	32,194	32,194	35,596	3,402
Fees	255,499	255,499	282,496	26,997
Other	9,307	9,307	10,290	983
Total budgetary basis receipts	<u>632,000</u>	<u>632,000</u>	<u>663,382</u>	<u>31,382</u>
Budgetary basis disbursements:				
Salaries	305,000	304,200	271,337	32,863
Supplies	12,000	12,000	6,621	5,379
Remittance to State	45,000	45,000	44,437	563
Equipment	7,000	7,000	6,755	245
Contracts - Services	30,000	34,572	33,210	1,362
Membership/Subscriptions	1,000	1,000	69	931
Advertising and printing	500	500	475	25
Travel	32,000	32,082	18,172	13,910
Public Employee's Retirement	42,700	42,700	36,168	6,532
Hospitalization	120,000	120,000	104,976	15,024
Medicare	4,422	4,422	3,905	517
Unemployment Compensation	3,000	-	-	-
Worker's Compensation	4,728	3,156	3,156	-
Other	22,150	22,868	20,655	2,213
Utilities	2,500	2,500	1,435	1,065
Total budgetary basis disbursements	<u>632,000</u>	<u>632,000</u>	<u>551,371</u>	<u>80,629</u>
Net change in fund cash balance	-	-	112,011	112,011
Fund cash balance at beginning of year	<u>143,012</u>	<u>143,012</u>	<u>143,012</u>	<u>-</u>
Fund cash balance at end of year	<u>\$ 143,012</u>	<u>\$ 143,012</u>	<u>\$ 255,023</u>	<u>\$ 112,011</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND CASH
BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
EARLY START FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive</u>
	<u>Original</u>	<u>Final</u>		
Budgetary basis receipts:				
Intergovernmental	\$ 80,000	\$ 28,899	\$ 28,899	\$ -
Total budgetary basis receipts.	<u>80,000</u>	<u>28,899</u>	<u>28,899</u>	<u>-</u>
Budgetary basis disbursements:				
Contracts - Services.	-	32,139	16,491	15,648
Total budgetary basis disbursements	<u>-</u>	<u>32,139</u>	<u>16,491</u>	<u>15,648</u>
Net change in fund cash balance.	80,000	(3,240)	12,408	15,648
Fund cash balance at beginning of year	<u>72,139</u>	<u>72,139</u>	<u>72,139</u>	<u>-</u>
Fund cash balance at end of year.	<u>\$ 152,139</u>	<u>\$ 68,899</u>	<u>\$ 84,547</u>	<u>\$ 15,648</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND CASH
BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
FOOD SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive</u>
	<u>Original</u>	<u>Final</u>		
Budgetary basis receipts:				
Licenses and permits	\$ 150,500	\$ 150,500	\$ 161,385	\$ 10,885
Total budgetary basis receipts.	<u>150,500</u>	<u>150,500</u>	<u>161,385</u>	<u>10,885</u>
Budgetary basis disbursements:				
Salaries.	80,000	99,200	98,538	662
Supplies	500	708	423	285
Remittance to State	14,500	12,300	12,300	-
Travel.	5,200	4,776	4,776	-
Public Employee's Retirement	11,200	13,274	13,249	25
Hospitalization	36,000	30,850	29,007	1,843
Medicare	1,160	1,425	1,425	-
Worker's Compensation	1,240	877	877	-
Other	700	750	747	3
Total budgetary basis disbursements.	<u>150,500</u>	<u>164,160</u>	<u>161,342</u>	<u>2,818</u>
Net change in fund cash balance	-	(13,660)	43	13,703
Fund cash balance at beginning of year.	<u>13,660</u>	<u>13,660</u>	<u>13,660</u>	<u>-</u>
Fund cash balance at end of year	<u>\$ 13,660</u>	<u>\$ -</u>	<u>\$ 13,703</u>	<u>\$ 13,703</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND CASH
BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
CANCER LEVY FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
Budgetary basis receipts:				
Taxes	\$ 197,600	\$ 197,600	\$ 192,200	\$ (5,400)
Intergovernmental	71	71	29,010	28,939
Other	129	129	52,589	52,460
Total budgetary basis receipts.	<u>197,800</u>	<u>197,800</u>	<u>273,799</u>	<u>75,999</u>
Budgetary basis disbursements:				
Salaries.	110,000	164,000	154,521	9,479
Supplies	1,000	1,400	1,111	289
Contracts - Services	32,000	20,700	15,585	5,115
Travel.	200	200	99	101
Public Employee's Retirement	15,400	21,240	21,162	78
Hospitalization	35,000	54,873	47,724	7,149
Medicare	1,595	2,965	1,406	1,559
Worker's Compensation	1,705	1,383	1,383	-
Other	900	11,300	10,966	334
Total budgetary basis disbursements.	<u>197,800</u>	<u>278,061</u>	<u>253,957</u>	<u>24,104</u>
Net change in fund cash balance	-	(80,261)	19,842	100,103
Fund cash balance at beginning of year.	<u>80,261</u>	<u>80,261</u>	<u>80,261</u>	<u>-</u>
Fund cash balance at end of year	<u>\$ 80,261</u>	<u>\$ -</u>	<u>\$ 100,103</u>	<u>\$ 100,103</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 1 - DESCRIPTION OF THE HEALTH DISTRICT

The Columbiana General Health District, Columbiana County (the "Health District") is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Health District is directed by a five-member Board and a Health Commissioner. The Health District's services include communicable disease investigations, immunization clinics, inspections, public health nursing services and issuing health-related licenses and permits.

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

These financial statements are presented on a cash basis of accounting. This cash basis of accounting differs from accounting principles generally accepted in the United States of America. Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. The following are the more significant of the Health District's accounting policies.

The Health District's financial statements are prepared using the cash basis of accounting. Receipts are recorded in the Health District's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred.

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

These statements include adequate disclosure of material matters, in accordance with the basis of accounting described in the preceding paragraph.

B. Fund Accounting

The Health District uses funds to maintain its financial records during the year. Fund accounting is a concept developed to meet the needs of governmental entities in which legal or other restraints require the recording of specific receipts and disbursements. The transactions of each fund are reflected in a self-balancing group of accounts. The Health District classifies each fund as either governmental, proprietary or fiduciary.

Governmental Funds - The Health District classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants) and other nonexchange transactions as governmental funds.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

The following are the Health District's major governmental funds:

General fund - This fund is used to account for all financial resources of the Health District except those required to be accounted for in another fund. The general fund balance is available to the Health District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Early start fund - This fund accounts for activity that is restricted to account for grants received to provide services to children from birth to three years that are at risk or have special needs.

Food service fund - This fund accounts for activity that is committed for sanitarians for state mandated inspections, administration, supplies and mileage. Revenue is generated from mobile, vending and temporary licenses fee that are based on a cost methodology each year.

Cancer levy fund - This fund accounts mainly for tax monies that are restricted for reducing the incidence and mortality of cancer through programs for prevention, early detection, treatment and care.

Other governmental funds of the Health District are used to account for specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

Proprietary Funds - These funds are used to account for activities that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The Health District does not have any proprietary funds.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Health District does not have any fiduciary funds.

C. Basis of Presentation and Measurement Focus

Government-wide Financial Statements - The statement of net position - cash basis and the statement of activities - cash basis display information about the Health District as a whole. These statements include the financial activities of the primary government. These statements usually distinguish between those activities of the Health District that are governmental in nature and those that are considered business-type activities. Governmental activities generally are financed through taxes, intergovernmental receipts or other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The Health District has no business-type activities.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

The statement of net position - cash basis presents the cash balance of the governmental activities of the Health District at year end. The statement of activities - cash basis compares disbursements and program receipts for each program or function of the Health District's governmental activities.

Disbursements are reported by function. A function is a group of related activities designed to accomplish a major service or regulatory program for which the Health District is responsible.

Program receipts include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and receipts of interest earned on grants that are required to be used to support a particular program.

Receipts which are not classified as program receipts are presented as general receipts of the Health District, with certain limited exceptions. The comparison of direct disbursements with program receipts identifies the extent to which each governmental program is self-financing on a cash basis or draws from the general receipts of the Health District.

Fund Financial Statements - Fund financial statements report detailed information about the Health District. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

D. Budgetary Process

All funds are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Health District may appropriate. The appropriations resolution is the Health District's authorization to spend resources and sets annual limits on cash disbursements plus encumbrances at the level of control selected by the County Board of Health. The legal level of control has been established by the County Board of Health at the object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in receipts are identified by the Health District. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time final appropriations were passed by the County Board of Health.

The appropriations resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriations amounts passed by the Health District during the year.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

E. Cash and Cash Equivalents

The Columbiana County Treasurer is the custodian for the Health District's cash and investments. The County's cash and investment pool holds the Health District's cash and investments, which are reported at the County Treasurer's carrying amount. Deposits and investments disclosures for the County as a whole may be obtained from the County Treasurer, Linda Bolon, 105 S. Market Street, Lisbon, Ohio 44432.

F. Capital Assets

Acquisitions of property, plant, and equipment purchased are recorded as disbursements when paid. These items are not reflected as assets on the accompanying financial statements.

G. Unpaid Vacation and Sick Leave

Employees are entitled to cash payments for unused vacation and sick leave in certain circumstances, such as upon leaving employment. Unpaid vacation and sick leave are not reflected as liabilities under the basis of accounting used by the Health District (See Note 2.A).

H. Long-Term Obligations

The Health District's cash basis financial statements do not report liabilities for long-term obligations. Proceeds of loans are reported as cash when received and principal and interest are reported when paid. Since recording a capital asset when entering into a capital lease is not the result of a cash transaction, neither is an other financing source nor is a capital outlay expenditure reported at inception. Lease payments are reported when paid.

I. Employer Contributions to Cost-Sharing Pension Plans

The Health District recognizes the disbursement for employer contributions to cost-sharing pension plans when they are paid. As described in Notes 4 and 5 the employer contributions include portions for pension benefits and for postretirement health care benefits.

J. Net Position

Net position is reported as restricted when enabling legislation or creditors, grantors or laws or regulations of other governments have imposed limitations on its use.

The Health District first applies restricted resources when a disbursement is incurred for purposes for which both restricted and unrestricted net position is available.

K. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the Health District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

Restricted - Fund balance is reported as restricted when constraints are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the Board of Health (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the Board of Health removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the Health District for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the Board of Health, which includes giving the Fiscal Officer the authority to constrain monies for intended purposes.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The Health District applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

NOTE 3 - RISK MANAGEMENT

During 2015, the Health District received liability insurance through the Public Entities Pool of Ohio. Coverage provided by the Public Entities Pool of Ohio is as follows:

Legal Liability - Third Party Claims (\$1,000 deductible)	\$6,000,000
Medical Malpractice Liability (\$1,000 deductible)	6,000,000
Automobile Liability	6,000,000
Wrongful Acts (\$1,000 deductible)	6,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant reduction in insurance coverage from the previous year.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 4 - PENSION PLAN

Plan Description - Ohio Public Employees Retirement System (OPERS)

Health District employees, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. Health District employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS CAFR referenced above for additional information):

Group A	Group B	Group C
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35

Final average Salary (FAS) represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 4 - PENSION PLAN - (Continued)

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	State and Local
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0
Total Employer	14.0 %
Employee	10.0 %

* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The Health District's contractually required contribution was \$82,860 for year 2015.

NOTE 5 - POSTEMPLOYMENT BENEFIT PLAN

OPERS - Plan Description

OPERS maintains a cost-sharing multiple employer defined benefit postemployment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including postemployment health care coverage.

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 - POSTEMPLOYMENT BENEFIT PLAN - (Continued)

In order to qualify for postemployment health care coverage, age-and-service retirees under the Traditional Pension and combined Plan must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. The Ohio revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Health District to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

OPERS - Funding Policy

The Ohio Revised Code provides the statutory Health District requiring public employers to fund postretirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2015, state and local employees contributed at a rate of 10% of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14% of covered payroll for state and local employers units. Active members do not make contributions to the OPEB Plan.

OPERS' Postemployment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 2% during calendar year 2015.

The OPERS Board of Trustees is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. The Health District's contributions allocated to postemployment health care for the years ended December 31, 2015, 2014, and 2013 were \$13,815, \$14,285 and \$28,745, respectively.

NOTE 6 - CONTINGENT LIABILITY

Litigation

The Health District is not currently involved in litigation for which the Health District's legal counsel anticipates a loss.

NOTE 7 - ACCOUNTABILITY AND COMPLIANCE

Change in Accounting Principles

For fiscal year 2015, the Health District has implemented GASB Statement No. 68, "Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68".

**COLUMBIANA GENERAL HEALTH DISTRICT
COLUMBIANA COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 7 - ACCOUNTABILITY AND COMPLIANCE – (Continued)

GASB Statement No. 68 improves the accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The implementation of GASB Statement No. 68 effected the Health District’s pension plan disclosures, as presented in Note 4 to the financial statements.

GASB Statement No. 71 improves the accounting and financial reporting by addressing an issue in GASB Statement No. 68, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities. The implementation of GASB Statement No. 71 did not have an effect on the financial statements of the Health District.

NOTE 8 - FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the Health District is bound to observe constraints imposed upon the use of resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund balance	General	Early Start	Food Service	Cancer Levy	Nonmajor Governmental Funds	Total Governmental Funds
Restricted:						
Public health infrastructure	\$ -	\$ -	\$ -	\$ -	\$ 36,416	\$ 36,416
IAP grant	-	-	-	-	7,453	7,453
Rabies grant	-	-	-	-	4,520	4,520
Early start	-	84,547	-	-	-	84,547
Home health	-	-	-	-	19,777	19,777
Cancer levy	-	-	-	100,103	-	100,103
Home Sewage	-	-	-	-	12,080	12,080
Total restricted	<u>-</u>	<u>84,547</u>	<u>-</u>	<u>100,103</u>	<u>80,246</u>	<u>264,896</u>
Committed:						
Camp/trailer	-	-	-	-	11,489	11,489
Water	-	-	-	-	12,681	12,681
Swimming pool	-	-	-	-	4,417	4,417
Food service	-	-	13,703	-	-	13,703
Total committed	<u>-</u>	<u>-</u>	<u>13,703</u>	<u>-</u>	<u>28,587</u>	<u>42,290</u>
Unassigned	<u>290,468</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>290,468</u>
Total fund balances	<u>\$ 290,468</u>	<u>\$ 84,547</u>	<u>\$ 13,703</u>	<u>\$ 100,103</u>	<u>\$ 108,833</u>	<u>\$ 597,654</u>



Dave Yost • Auditor of State

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

Columbiana General Health District
Columbiana County
7360 State Route 45
P.O. Box 309
Lisbon, Ohio 44432

To the Board of Health:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Columbiana General Health District, Columbiana County, (the "Health District") as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Health District's basic financial statements and have issued our report thereon dated May 18, 2016, wherein we noted the Health District uses a special purpose framework other than generally accepted accounting principles.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the Health District's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the Health District's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Health District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

As part of reasonably assuring whether the Health District'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, opining 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*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Health District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Health District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

May 18, 2016



Dave Yost • Auditor of State

COLUMBIANA COUNTY GENERAL HEALTH DISTRICT

COLUMBIANA 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 7, 2016**