

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY**

**FINANCIAL STATEMENTS
(AUDITED)**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

CAROL KENNARD, TREASURER



Dave Yost • Auditor of State

Board of Park Commissioners
Clark County Park District
5638 Lower Valley Pike
Springfield, Ohio 45502

We have reviewed the Independent Auditor's Report of the Clark County Park District, Clark County, prepared by Julian & Grube, Inc., for the audit period January 1, 2015 through December 31, 2016. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Clark County Park District is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

June 6, 2017

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**CLARK COUNTY PARK DISTRICT
CLARK COUNTY**

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Julian & Grube, Inc.
Serving Ohio Local Governments

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Independent Auditor's Report

Clark County Park District
Clark County
5638 Lower Valley Pike
Springfield, Ohio 45502

To the Board of Park Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the cash balances, receipts and disbursements by fund type, and related notes of the Clark County Park District, Clark County, Ohio, as of and for the years ended December 31, 2016 and 2015.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit; this responsibility includes designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements 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 Clark County Park 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 Clark County Park 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 opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the Clark County Park District prepared these financial statements using the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements.

Although the effects on the financial statements of the variances between the regulatory accounting basis and GAAP are not reasonably determinable, we presume they are material.

Though the Clark County Park District does not intend these statements to conform to GAAP, auditing standards generally accepted in the United States of America require us to include an adverse opinion on GAAP. However, the adverse opinion does not imply the amounts reported are materially misstated under the accounting basis Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit. Our opinion on this accounting basis is in the *Opinion on Regulatory Basis of Accounting* paragraph below.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Clark County Park District as of December 31, 2016 and 2015, or changes in financial position thereof for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash balances of the Clark County Park District, Clark County, Ohio as of December 31, 2016 and 2015, and its combined cash receipts and disbursements for the years then ended in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit, described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 27, 2017, on our consideration of the Clark County Park 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 Clark County Park District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
April 27, 2017

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY**

COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Governmental Fund Types</u>		Total (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	
Cash receipts:			
Property Taxes	\$ 1,141,550	\$ -	\$ 1,141,550
Intergovernmental	179,104	480	179,584
Local Government	38,685	-	38,685
Committees	7,709	-	7,709
Charges/Fees	7,635	-	7,635
Donations	1,500	-	1,500
Misc-Mad River Gorge	-	10,000	10,000
Miscellaneous	4,904	26,025	30,929
Total cash receipts	<u>1,381,087</u>	<u>36,505</u>	<u>1,417,592</u>
Cash disbursements:			
Current:			
Conservation/Recreation:			
Personnel	247,047	-	247,047
Training/Travel	2,181	335	2,516
Maintenance	26,826	-	26,826
Contracted Repairs/Projects/Services	21,409	25,775	47,184
Office	14,901	-	14,901
Programming/Promotions	13,124	-	13,124
Rangers	7,049	-	7,049
Utilities	17,441	-	17,441
Property Tax	3,838	-	3,838
Insurance	3,703	-	3,703
Grant to National Trail Parks & Recreation	950,871	-	950,871
Committees	9,851	-	9,851
Capital Outlay	2,379	-	2,379
Debt Service:			
Principal Retirement	19,926	-	19,926
Interest and Fiscal Charges	910	-	910
Total cash disbursements	<u>1,341,456</u>	<u>26,110</u>	<u>1,367,566</u>
Net Change in Fund Cash Balances	39,631	10,395	50,026
Fund Cash Balances, January 1	287,778	1,860	289,638
Fund Cash Balances, December 31:			
Restricted	-	12,255	12,255
Assigned	19,752	-	19,752
Unassigned (Deficit)	307,657	-	307,657
Fund cash balances, December 31, 2016	<u>\$ 327,409</u>	<u>\$ 12,255</u>	<u>\$ 339,664</u>

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

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY**

COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Governmental Fund Types		Total (Memorandum Only)
	General	Special Revenue	
Cash receipts:			
Property Taxes	\$ 1,153,906	\$ -	\$ 1,153,906
Intergovernmental	179,498	190,720	370,218
Local Government	39,596	-	39,596
Committees	7,312	-	7,312
Charges/Fees	7,247	-	7,247
Donations	725	-	725
Miscellaneous	2,448	-	2,448
Total cash receipts	1,390,732	190,720	1,581,452
Cash disbursements:			
Current:			
Conservation/Recreation:			
Personnel	265,985	-	265,985
Maintenance	47,259	-	47,259
Office	42,029	-	42,029
Programming/Promotions	22,537	823	23,360
Rangers	7,023	-	7,023
Utilities	14,218	-	14,218
Property Tax	1,362	-	1,362
Insurance	3,557	-	3,557
Grant to National Trail Parks & Recreation	960,051	-	960,051
Committees	5,702	-	5,702
Capital Outlay	3,000	189,097	192,097
Debt Service:			
Principal Retirement	19,123	-	19,123
Interest and Fiscal Charges	1,747	-	1,747
Total cash disbursements	1,393,593	189,920	1,583,513
Net Change in Fund Cash Balances	(2,861)	800	(2,061)
Fund Cash Balances, January 1	290,639	1,060	291,699
Fund Cash Balances, December 31:			
Restricted	-	1,860	1,860
Assigned	15,601	-	15,601
Unassigned (Deficit)	272,177	-	272,177
Fund cash balances, December 31, 2015	\$ 287,778	\$ 1,860	\$ 289,638

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

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 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 Clark County Park District, Clark County (the District) as a body corporate and politic. The probate judge of Clark County appoints a five-member Board of Commissioners to govern the District. The Commissioners are authorized to acquire, develop, protect, maintain, and improve park lands and facilities. The Commissioners may convert acquired land into forest reserves. The Commissioners are also responsible for activities related to conserving natural resources, including streams, lakes, submerged lands, and swamp lands. The Board may also create parks, parkways, and other reservations and may afforest, develop, improve and protect and promote the use of these assets conducive to the general welfare.

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

B. Basis of Presentation

The District's financial statements consist of a combined statement of receipts, disbursements and changes in fund balances (regulatory cash basis) for all governmental fund types which are organized on a fund type basis.

C. Accounting Basis

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D). This basis is similar to the cash receipts and disbursements accounting basis. The Board 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 include adequate disclosure of material matters, as the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

D. Deposit and Investments

As the Ohio Revised Code permits, the Clark County Treasurer holds the District's deposits as the District's custodian. The County holds the District's assets in its investment pool, valued at the Treasurer's reported carrying amount.

E. Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the District are presented below:

1. General Fund

The General Fund accounts for and reports all financial resources not accounted for and reported in another fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Ohio.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

2. Special Revenue Funds

These funds account for and report the proceeds of specific sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District had the following significant Special Revenue Funds:

Mad River Gorge Acquisition (2016) – The District received a private donation of \$10,000 for the acquisition of properties to be known as the Mad River Gorge & Nature Preserve. The District received a Clean Ohio Conservation Fund grant for the property acquisition; however, no disbursement of the grant was received in 2016.

Ranger Training – The District receives monies from the State of Ohio for Ranger Education.

Insurance Payment (2016) – The District received \$25,775 from an insurance claim to repair the wind-damaged roof of the Hertzler House.

Clean Ohio Conservation Grant Fund (2015) – This fund was used to account for a pass-through grant from the Ohio Public Works Commission for the purpose of purchasing 10.14 acres of parkland.

F. Budgetary Process

The Ohio Revised Code requires that each fund be budgeted annually.

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control and appropriations may not exceed estimated resources. The District Board must annually approve appropriation measures and subsequent amendments. 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 approve estimated resources.

3. Encumbrances

The Ohio Revised Code requires the District to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over, and need not be re-appropriated

A summary of 2016 and 2015 budgetary activity appears in Note 2.

G. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the District must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

1. Non-spendable

The District classifies assets as *non-spendable* when legally or contractually required to maintain the amounts intact.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

2. Restricted

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

3. Committed

Commissioners can *commit* amounts via formal action (resolution). The District must adhere to these commitments unless the Commissioners amend the resolution. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

4. Assigned

Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by District Commissioners or a District official delegated that authority by resolution, or by State Statute.

5. Unassigned

Unassigned fund balance is the residual classification for the general fund and includes amounts not included in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are 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.

H. Property, Plant, and Equipment

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

I. 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.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 2 - BUDGETARY ACTIVITY

Budgetary activity for the years ending December 31, 2016 and 2015 follows:

2016 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 1,414,029	\$ 1,381,087	\$ (32,942)
Special Revenue	<u>76,658</u>	<u>36,505</u>	<u>(40,153)</u>
Total	<u>\$ 1,490,687</u>	<u>\$ 1,417,592</u>	<u>\$ (73,095)</u>

2016 Budgeted vs. Actual Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 1,414,954	\$ 1,361,208	\$ 53,746
Special Revenue	<u>71,725</u>	<u>26,110</u>	<u>45,615</u>
Total	<u>\$ 1,486,679</u>	<u>\$ 1,387,318</u>	<u>\$ 99,361</u>

2015 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 1,459,284	\$ 1,390,732	\$ (68,552)
Special Revenue	<u>200,800</u>	<u>190,720</u>	<u>(10,080)</u>
Total	<u>\$ 1,660,084</u>	<u>\$ 1,581,452</u>	<u>\$ (78,632)</u>

2015 Budgeted vs. Actual Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 1,454,356	\$ 1,409,194	\$ 45,162
Special Revenue	<u>200,000</u>	<u>189,920</u>	<u>10,080</u>
Total	<u>\$ 1,654,356</u>	<u>\$ 1,599,114</u>	<u>\$ 55,242</u>

NOTE 3 - MISCELLANEOUS RECEIPTS

Miscellaneous receipts for the year ended December 31, 2016 consists primarily of a private donation of \$10,000 for the acquisition of properties to be known as the Mad River Gorge's Nature Preserve and a \$25,775 insurance claim to repair the wind-damaged roof of the Hertzler House.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 4 - PROPERTY TAX

Real property taxes become a lien on January 1 preceding the October 1 date for which the Board adopted 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 financial statements include homestead and rollback amounts the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due December 31. The second half payment is due the following June 20.

The County is responsible for assessing property, and for billing, collecting, and distributing all property taxes on behalf of the District.

NOTE 5 - DEBT

Debt outstanding at December 31, 2016 was as follows:

	Principal	Interest Rate
John Deere Tractor Lease	\$10,290	4.3%
Total	\$10,290	

In 2013, the District entered into a 48 month lease agreement with John Deere Financial for a tractor and related equipment.

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

	John Deere Tractor Lease
Year ending December 31: 2017	\$ 10,419
Total	\$ 10,419

NOTE 6 - RETIREMENT SYSTEMS

The District's employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2015 and 2016, OPERS members contributed 10% and Law Enforcement OPERS members contributed 13% of their gross salaries and the District contributed an amount equaling 14% and 18.1%, respectively, of participants' gross salaries. The District has paid all contributions required through December 31, 2016.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 7 - POSTEMPLOYMENT BENEFITS

OPERS offer cost-sharing, multiple-employer defined benefit postemployment plans, which include multiple health care plans including medical coverage, prescription drug coverage, deposits to a Health Reimbursement Arrangement and Medicare Part B premium reimbursements, to qualifying benefit recipients of both the traditional pension and the combined plans. OPERS contributes 2 percent of the employer contribution to fund these benefits.

NOTE 8 - RISK MANAGEMENT

Commercial Insurance

The District has obtained commercial insurance for the following risks:

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

NOTE 9 - CONTINGENT LIABILITIES

Amounts grantor agencies pay to the District are subject to audit and adjustment by the grantor. The grantor may require refunding any disallowed costs. Management cannot presently determine amounts grantors may disallow. However, based on prior experience, management believes any refunds would be immaterial.

NOTE 10 - NOTABLE EVENTS

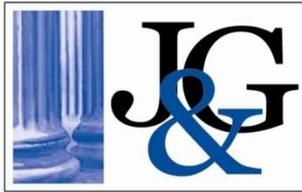
In January 2015, the District was notified that it was awarded a \$200,000 Clean Ohio Grant from the Ohio Public Works Commission for the purpose of purchasing 10.14 acres of parkland. The District purchased the property on August 3, 2015, with closing costs totaling \$189,096.66 as a pass through grant. The remainder of the grant was available to the District to spend in 2016. The District did not spend any additional funds from this grant and it will be closed in early 2017.

On May 9, 2016, the Board of Park Commissioners accepted a donation of 18 acres of parkland from B-W Greenway, who purchased the land from the Cantrell family utilizing a Clean Ohio Conservation Fund grant awarded to B-W Greenway.

On August 31, 2016, the District was notified that is was awarded a \$799,982 Clean Ohio Conservation Fund grant from the Ohio Public Works Commission for the purpose of purchasing approximately 78 acres of parkland to be known as the Mad River Gorge and Nature Preserve. The acquisition will take place in 2017.

On October 10, 2016, the Board of Park Commissioners accepted a donation of 33.06 acres of parkland from B-W Greenway, who purchased the land from the Dearth family utilizing a Clean Ohio Conservation Fund grant awarded to B-W Greenway.

On October 25, 2016, the District was notified that it was awarded a \$66,020 NatureWorks grant from the State of Ohio Department of Natural Resources for the redevelopment of the Beatty Station trailhead of the Little Miami Scenic Trail. The redevelopment project will begin in 2017.



Julian & Grube, Inc.
Serving Ohio Local Governments

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards*

Clark County Park District
Clark County
5638 Lower Valley Pike
Springfield, Ohio 45502

To the Board of Park Commissioners:

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 financial statements of the cash balances, receipts, and disbursements by fund type of the Clark County Park District, Clark County, Ohio, as of and for the years ended December 31, 2016 and 2015, and the related notes to the financial statements, and have issued our report thereon dated April 27, 2017, wherein we noted the Clark County Park District followed financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the Clark County Park 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 Clark County Park 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 Clark County Park 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. Therefore, unidentified material weaknesses or significant deficiencies may exist. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses that we consider a material weakness. We consider finding 2016-001 to be a material weakness.

Board of Park Commissioners
Clark County Park District

Compliance and Other Matters

As part of reasonably assuring whether the Clark County Park 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*.

Clark County Park District's Response to Finding

The Clark County Park District's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the Clark County Park District's response and, accordingly, we express no opinion on it.

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 Clark County Park District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Clark County Park District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Julian & Grube, Inc.
April 27, 2017

CLARK COUNTY PARK DISTRICT
CLARK COUNTY, OHIO

SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2016 AND 2015

FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS	
Finding Number	2016-001

Material Weakness - Financial Statement Presentation

Accurate financial reporting is required in order to provide management and citizens with objective and timely information to enable well-informed decisions.

The filing in the Hinkle System for the year ended December 31, 2016 had the following adjustments:

- i.* The District's fund cash balances as presented in the Hinkle System filing for January 1, 2016 did not agree to the Hinkle System filing submitted for 2015. The beginning cash fund balance in the General fund was increased by \$10,145 and reduced by \$10,145 in the Ranger Training fund (a Special Revenue fund) to properly agree to the Hinkle System filing for 2015.
- ii.* The ending Special Revenue fund balance reported in the Hinkle System was overstated by \$250 from their accounting system for the year ended December 31, 2016.
- iii.* An adjustment to decrease intergovernmental revenue is in the amount of \$1,860 was required to remove a one sided entry for an intrafund transfer.

In general, an accounting and information system should be designed to provide management with accurate and timely information to enable well-informed business decisions to be made. The present system lacks fiscal oversight and approvals and fails to meet the above expectations.

We recommend the District consult with their auditors, Auditor of State and/or Ohio Municipal League to help ensure accurate financial reporting.

Client Response: The Fiscal Officer understands the findings and will work with the County Auditor's office to provide accurate financial statements and sound fiscal procedures.

**CLARK COUNTY PARK DISTRICT
CLARK COUNTY**

**STATUS OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2016 AND 2015**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
2014-001	<u>Noncompliance/Material Weakness</u> - Ohio Rev. Code Section 117.38 - The District's financial statements contained material errors.	No	Not corrected; reissued as Material Weakness Finding No. 2016-001



Dave Yost • Auditor of State

CLARK COUNTY PARK DISTRICT

CLARK 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
JUNE 20, 2017**