

**WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY**

**FINANCIAL STATEMENTS
(AUDITED)**

FOR THE YEAR ENDED DECEMBER 31, 2016



Dave Yost • Auditor of State

Board of Directors
West Licking Development Group Community Development Corporation
PO Box 188
Etna, Ohio 43018

We have reviewed the *Independent Auditor's Report* of the West Licking Development Group Community Development Corporation, Licking County, prepared by Julian & Grube, Inc., for the audit period January 1, 2016 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 West Licking Development Group Community Development Corporation is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

October 17, 2018

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**WEST LICKING DEVELOPMENT GROUP COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY**

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

West Licking Development Group Community Improvement Corporation
Licking County
P.O. Box 188
Etna, Ohio 43018

To the Board of Directors:

Report on the Financial Statements

We have audited the accompanying financial statements of the West Licking Development Group Community Improvement Corporation, Licking County, Ohio, (a not-for-profit corporation), which comprise the statement of financial position as of and for the year ended December 31, 2016, the related statements of activities and cash flows, for the year ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 West Licking Development Group Community Improvement Corporation'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 West Licking Development Group Community Improvement Corporation's internal control. Accordingly, we express no such 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the West Licking Development Group Community Improvement Corporation, Licking County, Ohio, as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 23, 2018, on our consideration of the West Licking Development Group Community Improvement Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our 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 West Licking Development Group Community Improvement Corporation's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
August 23, 2018

**WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY**

**STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2016**

ASSETS:

Current Assets:	
Cash and cash equivalents	<u>\$95,420</u>
Total current assets	<u>\$95,420</u>

NET ASSETS:

Net Assets:	
Unrestricted	<u>\$95,420</u>
Total net assets	<u>\$95,420</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016**

OPERATING REVENUES:

Contributions	<u>\$15,000</u>
Total operating revenues	<u>\$15,000</u>

OPERATING EXPENSES:

Materials and supplies	\$76
Advertising Project costs	<u>179,504</u>
Total operating expenses	<u>\$179,580</u>
Change in net assets	(\$164,580)
Net assets at beginning of year	<u>\$260,000</u>
Net assets at end of year	<u>\$ 95,420</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016**

Cash flows from operating activities:

Change in net assets	<u>(\$164,580)</u>
Net Cash Provided by Operating Activities	<u>(\$164,580)</u>
Net Change in Cash	<u> \$0</u>
Cash and cash equivalents at beginning of year	<u>\$260,000</u>
Cash and cash equivalents at end of year	<u>\$95,420</u>

WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 – Summary of significant Accounting Policies

A. Organization

The West Licking Development Group Community Improvement Corporation (the "Corporation") was incorporated as a corporation not-for-profit in October 2015. The CIC was created to assist and improve the Western part of Licking County, primarily in the Etna Township and Pataskala area.

B. Basis of Accounting

The accounts are maintained and these financial statements are presented on the accrual basis and in conformity with accounting principles generally accepted in the United States.

C. Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) 117, Financial Statement for Not-For-Profit Organizations. Under SFAS No. 117 the Corporation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. At December 31, 2016, the net assets of the Corporation are unrestricted.

D. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows and for presentation of Financial Position, all cash in checking accounts are considered to be cash and cash equivalents.

E. Concentration of Credit Risk

The Corporation maintains its cash account in one commercial bank in Ohio. The cash balance is fully insured within the limits guaranteed by the Federal Deposit Insurance Corporation.

F. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

G. Tax Exempt Status

The Corporation is exempt from federal income tax under Section 501 (C) (4) of the IRS Code.

WEST LICKING DEVELOPMENT GROUP
COMMUNITY IMPROVEMENT CORPORATION
LICKING COUNTY

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 – Restriction of Net Position

The Corporation did not have any restrictions on cash as of December 31, 2016.

NOTE 3 – Contingent Liabilities

Management believes there are no pending claims or lawsuits.

NOTE 4 – Risk Management

The Corporation is subjected to certain types of risk in the performance of its normal functions. The Board views this exposure as minimal as the Corporation currently has no employees and minimal operating activity. No policy for commercial insurance is currently in place.



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

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

West Licking Development Group Community Improvement Corporation
Licking County
P.O. Box 188
Etna, Ohio 43018

To the Board of Directors:

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 West Licking Development Group Community Improvement Corporation, Licking County, Ohio, (a not-for-profit corporation), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the West Licking Development Group Community Improvement Corporation's financial statements and have issued our report thereon dated August 23, 2018.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the West Licking Development Group Community Improvement Corporation'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 West Licking Development Group Community Improvement Corporation'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 West Licking Development Group Community Improvement Corporation'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.

West Licking Development Group Community Improvement Corporation
Licking County
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Required by *Government Auditing Standards*

Compliance and Other Matters

As part of reasonably assuring whether the West Licking Development Group Community Improvement Corporation'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 West Licking Development Group Community Improvement Corporation's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the West Licking Development Group Community Improvement Corporation's internal control and compliance. Accordingly, this report is not suitable for any other purpose.



Julian & Grube, Inc.
August 23, 2018

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Dave Yost • Auditor of State

WEST LICKING DEVELOPMENT GROUP COMMUNITY IMPROVEMENT CORPORATION

LICKING 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
NOVEMBER 8, 2018**