



**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

SINGLE AUDIT

FOR THE YEARS ENDED DECEMBER 31, 2000 AND DECEMBER 31, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

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REPORT OF INDEPENDENT ACCOUNTANTS

Board Members
General Health District
Fairfield County
1587 Granville Pike
Lancaster, Ohio 43130

We have audited the accompanying financial statements of the General Health District, Fairfield County, Ohio, (the District) as of and for the years ended December 31, 2000 and December 31, 1999. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the District prepares its financial statements on the basis of accounting prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances and reserves for encumbrances of the District as of December 31, 2000 and December 31, 1999, and its combined cash receipts and disbursements for the years then ended on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 8, 2001 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

We performed our audit to form an opinion on the financial statements of the District taken as a whole. The accompanying schedules of federal awards expenditures, for December 31, 2000 and December 31, 1999, respectively, are presented for additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and are not a required part of the financial statements. We subjected this information to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Board Members
General Health District
Fairfield County
Report of Independent Accountants
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This report is intended solely for the information and use of the audit committee, Board of Health, management, and other officials authorized to receive this report under Section 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

August 8, 2001

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2000**

GOVERNMENTAL FUND TYPES

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>TOTALS (MEMORANDUM) ONLY</u>
REVENUE RECEIPTS:			
Taxes	\$ 340,304	\$ 0	\$ 340,304
Charges for Services	62,430	73,470	135,900
Licenses and Permits	104,864	241,117	345,981
Fines and Forfeitures	0	1,438	1,438
Intergovernmental Receipts	137,595	742,199	879,794
Other Receipts	7,173	10,483	17,656
TOTAL RECEIPTS	652,366	1,068,707	1,721,073
DISBURSEMENTS			
General Government	0	596,121	596,121
Public Safety	0	3,479	3,479
Health	456,698	428,244	884,942
TOTAL DISBURSEMENTS	456,698	1,027,844	1,484,542
TOTAL RECEIPTS OVER/(UNDER DISBURSEMENTS)	195,668	40,863	236,531
CASH BALANCE JANUARY 1, 2000	38,306	140,184	178,490
CASH BALANCE DECEMBER 31, 2000	\$ 233,974	\$ 181,047	\$ 415,021
Reserves for encumbrances December 31, 2000	\$ 113,924	\$ 11,405	\$ 125,329

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

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1999**

GOVERNMENTAL FUND TYPES

	GENERAL FUND	SPECIAL REVENUE FUNDS	TOTALS (MEMORANDUM) ONLY
REVENUE RECEIPTS:			
Taxes	\$ 302,175	\$ 0	\$ 302,175
Charges for Services	61,750	70,057	131,807
Licenses and Permits	108,380	225,587	333,967
Fines and Forfeitures	0	1,847	1,847
Intergovernmental Receipts	26,272	708,641	734,913
Other Receipts	7,066	3,585	10,651
	505,643	1,009,717	1,515,360
DISBURSEMENTS			
General Government	0	512,923	512,923
Health	482,004	447,804	929,808
	482,004	960,727	1,442,731
TOTAL RECEIPTS OVER/(UNDER DISBURSEMENTS	23,639	48,990	72,629
OTHER FINANCING SOURCES(USES)			
Advances out	(9,025)	0	(9,025)
Advances in	0	9,025	9,025
TOTAL OF RECEIPTS AND OTHER SOURCES OVER/(UNDER) DISBURSEMENTS AND OTHER USES	14,614	58,015	72,629
CASH BALANCE JANUARY 1, 1999	23,692	82,169	105,861
CASH BALANCE DECEMBER 31, 1999	\$ 38,306	\$ 140,184	\$ 178,490
Reserves for Encumbrances December 31, 1999	\$10,667	\$23,108	\$33,775

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

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(As Required by Various Statutes)

A. DESCRIPTION OF THE ENTITY

The Fairfield County General Health District, Fairfield County, Ohio, (the District) is a general health district as defined by Section 3709.01 of the Ohio Revised Code. The District operates under an appointed five member board appointed as provided by Section 3709.03 of the Ohio Revised Code.

As provided in Section 3709.22 of the Ohio Revised Code, each general health district board shall study and record the prevalence of disease within its District and provide for the prompt diagnosis and control of communicable diseases. The Board may also provide for the medical and dental supervision of school children, for the free treatment of cases of venereal diseases, for the inspection of schools, public institutions, jails, workhouses, children's homes, infirmaries, and county homes, and other charitable, benevolent, and correctional institutions. The Board may also provide for the inspection of dairies, stores, restaurants, hotels, and other places where food is manufactured, handled, stored, sold, or offered for sale, and for the medical inspection of persons employed therein. The Board may also provide for the inspection and abatement of nuisances dangerous to public health or comfort, and may take such steps as are necessary to protect the public health and to prevent disease.

Management believes these financial statements present all activities for which the District is financially accountable.

B. BASIS OF ACCOUNTING

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized 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.)

This statement includes adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. EQUITY IN POOLED CASH

The Fairfield County Treasurer maintains a cash pool used by all funds of Fairfield County government. The District's portion of this pool for years ended December 31, 2000 and December 31, 1999 is \$415,021 and \$178,490, respectively. The deposits of the District's fund are held in this pool with other County funds. The disclosures of the County's deposits and investments at December 31, 2000 and December 31, 1999, are made in the County's Comprehensive Annual Financial Report for the years ended December 31, 2000, Footnote 5 and December 31, 1999, Footnote 6.

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
(As Required by Various Statutes)

D. FUND ACCOUNTING

The District uses fund accounting to segregate cash that is restricted as to use. The District classifies its funds into the following types:

General Fund

The General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

These funds are used to account for proceeds from specific revenue sources (other than from trusts or for capital projects) that are legally restricted to expenditure for specified purposes. The District had the following significant Special Revenue Funds:

The Women, Infants and Children's Fund is used to account for federal receipts received for the operation of the District's nutrition program.

The Solid Waste Fund accounts for sewage inspection fees and grants received.

E. BUDGETARY PROCESS

Estimated Revenue and Appropriation Measure

Annually, on or before the first Monday of April, an itemized appropriation measure is adopted. The appropriation measure sets forth the amounts for the current expenses of the District for the fiscal year beginning on the first day of January next ensuing.

The appropriation measure, together with an estimate in itemized form, of the several sources of revenue available to the District, including the amount due from the State of Ohio for the next fiscal year as provided in Section 3709.32 of the Ohio Revised Code and the amount which the Board anticipates will be collected in fees during the next ensuing fiscal year, shall be certified to the Fairfield County Auditor and by him/her to the Fairfield County Budget Commission which may reduce any item in such appropriation measure but may not increase any item or the aggregate of all items.

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
(As Required by Various Statutes)

E. BUDGETARY PROCESS (Continued)

Estimated Revenue and Appropriation Measure (Continued)

Subject to the aggregate amount as has been apportioned among the townships and municipalities and as may become available from the several sources of revenue, the Board may, by resolution, transfer funds from one item in their appropriation to another item, reduce or increase any item, create new items, and make additional appropriations or reduce the total appropriation. Any such action shall forthwith be certified by the Secretary of the Board of Health to the Fairfield County Auditor for submission to and approval by the Fairfield County Budget Commission.

Encumbrances

The District utilizes the encumbrance method of accounting. Under this method, purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve the portion of the applicable appropriation. At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year and need not be reappropriated.

A summary of 2000 and 1999 budgetary activity appears in Note 2.

F. PROPERTY, PLANT AND EQUIPMENT

Acquisitions of property, plant and equipment 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 and sick leave in certain circumstances, such as upon leaving employment. Unpaid vacation and sick leave are not reflected as liabilities under the cash basis of accounting used by the District.

H. TOTAL COLUMNS ON FINANCIAL STATEMENTS

Total columns on the financial statements are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. This data is not comparable to a consolidation. Interfund-type eliminations have not been made in the aggregation of this data.

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999
(Continued)**

2. BUDGETARY ACTIVITY

Budgetary activity for the years ended December 31, 2000 and December 31, 1999 follows:

2000 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$564,212	\$652,366	\$88,154
Special Revenue	<u>1,004,603</u>	<u>1,068,707</u>	<u>64,104</u>
Total	<u>\$1,568,815</u>	<u>\$1,721,073</u>	<u>\$152,258</u>

2000 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$584,779	\$570,622	\$14,107
Special Revenue	<u>1,093,766</u>	<u>1,039,249</u>	<u>54,517</u>
Total	<u>\$1,678,545</u>	<u>\$1,609,871</u>	<u>\$68,624</u>

1999 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$536,451	\$505,643	(\$29,808)
Special Revenue	<u>1,087,212</u>	<u>1,009,717</u>	<u>(77,495)</u>
Total	<u>\$1,623,663</u>	<u>\$1,515,360</u>	<u>(\$107,303)</u>

1999 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$549,872	\$492,671	\$57,201
Special Revenue	<u>1,116,109</u>	<u>983,835</u>	<u>132,274</u>
Total	<u>\$1,665,981</u>	<u>\$1,476,506</u>	<u>\$189,475</u>

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999
(Continued)**

3. RETIREMENT SYSTEMS

The employees of the Health District belong to the Public Employees Retirement System (PERS) of Ohio. PERS is a cost-sharing, multiple-employer plan. This plan provides retirement benefits, including postretirement healthcare, and survivor and disability benefits to participants as prescribed by the Ohio Revised Code.

Contribution rates are also prescribed by the Ohio Revised Code. For 2000 and 1999, PERS members contributed 8.5% of their salaries. The District contributed an amount equal to 13.55% and 10.84% of the participants' gross salaries for 1999 and 2000 respectively. The District has paid all contributions required through December 31, 2000.

4. CONTINGENT LIABILITIES

The District was not a party to any lawsuits as of December 31, 2000.

5. SUBSEQUENT EVENTS

The Fairfield County General Health District has merged with the Lancaster City Health Department. A contract will be signed August 17, 2001. The merger will become effective January 1, 2002.

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**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2000
(Cash Basis)**

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal CFDA Number	Federal Expenditures
<u>U.S. Department of Agriculture</u>			
<i>Passed through the Ohio Department of Health</i>			
Special Supplemental Nutrition Program for Women, Infants and Children	231010FCL389	10.557	\$215,560
<u>U.S. Department of Health and Human Services</u>			
<i>Passed through the Ohio Department of Health</i>			
Preventive Health and Health Services Block Grants			
Elder Health Promotion	23101PAP387	93.991	21,160
Basic Grant	23101PEP387	93.991	14,882
Physical Activity	23101PEN387	93.991	7,303
Nutrition and Cancer Risk Grant	23101PBI387	93.991	<u>20,692</u>
Total Preventive Health and Health Services Block Grants			64,037
Maternal and Child Health Services Block Grant	23101FCGGPF	93.994	<u>171,190</u>
Total U.S. Department of Health and Human Services			235,227
<u>U.S. Department of Transportation</u>			
<i>Passed through the Ohio Department of Public Safety</i>			
State and Community Highway Safety	23000HDO	20.600	30,760
<u>U.S. Environmental Protection Agency</u>			
<i>Passed through Ohio Environmental Protection Agency</i>			
Nonpoint Source Implementation Grants	C995009980	66.460	<u>64,984</u>
Total Schedule of Federal Awards Expenditures			<u><u>\$546,531</u></u>

See Accompanying Notes to Schedule of Federal Awards Expenditures.

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1999
(Cash Basis)**

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal CFDA Number	Federal Expenditures
<u>U.S. Department of Agriculture</u>			
<i>Passed through the Ohio Department of Health</i>			
Special Supplemental Nutrition Program for Women, Infants and Children	231010FCL389	10.557	\$206,977
<u>U.S. Department of Health and Human Services</u>			
<i>Passed through the Ohio Department of Health</i>			
Preventive Health and Health Services Block Grants			
Elder Health Promotion	23101PAP387	93.991	31,114
Basic Grant	23101PEP387	93.991	19,831
Physical Activity	23101PEN387	93.991	9,914
Nutrition and Cancer Risk Grant	23101PBI387	93.991	<u>25,246</u>
Total Preventive Health and Health Services Block Grants			86,105
Maternal and Child Health Services Block Grant	23101FCGGPF	93.994	<u>93,531</u>
Total U.S. Department of Health and Human Services			179,636
<u>U.S. Department of Transportation</u>			
<i>Passed through the Ohio Department of Public Safety</i>			
State and Community Highway Safety	23000HDO	20.600	37,932
<u>U.S. Environmental Protection Agency</u>			
<i>Passed through Ohio Environmental Protection Agency</i>			
Nonpoint Source Implementation Grants	C995009980	66.460	<u>33,639</u>
Total Schedule of Federal Awards Expenditures			<u><u>\$458,184</u></u>

See Accompanying Notes to Schedule of Federal Awards Expenditures.

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**NOTES TO SCHEDULES OF FEDERAL AWARDS EXPENDITURES
FOR THE YEARS ENDED DECEMBER 31, 2000 AND 1999**

NOTE A—SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedules of Federal Awards Expenditures (the schedules) summarize the activity of the District's federal award programs. The schedules have been prepared on the cash basis of accounting. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented on these schedules may differ from amounts presented in, or used in the preparation of, the financial statements.

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS

Board Members
General Health District
Fairfield County
1587 Granville Pike
Lancaster, Ohio 43130

We have audited the accompanying financial statements of the General Health District, Fairfield County, Ohio, (the District) as of and for the years ended December 31, 2000 and December 31, 1999, and have issued our report thereon dated August 8, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statement are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted matters involving the internal control that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated August 8, 2001.

Board Members
General Health District
Fairfield County
Report on Compliance and on Internal Control Required by
Government Auditing Standards
Page 2

This report is intended for the information and use of the audit committee, Board of Health, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

August 8, 2001



STATE OF OHIO
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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board Members
General Health District
Fairfield County
1587 Granville Pike
Lancaster, Ohio 43130

Compliance

We have audited the compliance of the General Health District, Fairfield County, Ohio, (the District) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2000. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2000.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated August 8, 2001.

This report is intended for the information and use of the audit committee, Board of Health, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

August 8, 2001



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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board Members
General Health District
Fairfield County
1587 Granville Pike
Lancaster, Ohio 43130

Compliance

We have audited the compliance of the General Health District, Fairfield County, Ohio, (the District) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 1999. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 1999.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated August 8, 2001.

This report is intended for the information and use of the audit committee, Board of Health, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

August 8, 2001

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505**

DECEMBER 31, 2000

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Supplemental Nutrition Program for Women, Infants and Children, CFDA # 10.557
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

**GENERAL HEALTH DISTRICT
FAIRFIELD COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505**

DECEMBER 31, 1999

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Supplemental Nutrition Program for Women, Infants and Children, CFDA # 10.557
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None



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OFFICE OF THE AUDITOR

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FAIRFIELD COUNTY GENERAL HEALTH DISTRICT

FAIRFIELD 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
SEPTEMBER 13, 2001**