

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

*Financial Statements*  
(Audited)

For The Years Ended  
December 31, 2005 and 2004

**NANNETTE CROTHERS, CLERK**





# Mary Taylor, CPA

Auditor of State

Board of Trustees  
Bryn-Zion Cemetery  
124 West Main Street  
Fulton, Ohio 43321

We have reviewed the *Independent Auditors' Report* of the Bryn-Zion Cemetery, Morrow County, prepared by Julian and Grube, Inc., for the audit period January 1, 2004 through December 31, 2005. 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.

The financial statements in the attached report are presented in accordance with a regulatory basis of accounting prescribed or permitted by the Auditor of State. Due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA), modifications were required to the *Independent Auditors' Report* on your financial statements. While the Auditor of State does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. The attached report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the statements are misstated under the non-GAAP regulatory basis. The *Independent Auditors' Report* also includes an opinion on the financial statements using the regulatory format the Auditor of State permits.

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 Bryn-Zion Cemetery is responsible for compliance with these laws and regulations.

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

April 23, 2007

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**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

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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 Auditors' Report**

Board of Trustees  
Bryn Zion Cemetery  
124 West Main Street  
Fulton, OH 43321

We have audited the accompanying financial statements of Bryn Zion Cemetery, Morrow County, as of and for the years ended December 31, 2005 and 2004. These financial statements are the responsibility of Bryn Zion Cemetery's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to 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 more fully in Note 2, Bryn Zion Cemetery has prepared these financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Revisions to GAAP would require Bryn Zion Cemetery to reformat its financial statement presentation and make other changes effective for the years ended December 31, 2005 and 2004. Instead of the combined funds the accompanying financial statements present for 2005 and 2004, the revisions require presenting entity wide statements and also to present its larger (i.e. major) funds separately for 2005 and 2004. While Bryn Zion Cemetery does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to the new GAAP presentation requirements. The Auditor of State permits, but does not require governments to reformat their statements. Bryn Zion Cemetery has elected not to reformat its statements. Since Bryn Zion Cemetery does not use GAAP to measure financial statement amounts, the following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the years ended December 31, 2005 and 2004 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Bryn Zion Cemetery as of December 31, 2005 and 2004, or its changes in financial position for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash fund balances of Bryn Zion Cemetery, Morrow County, Ohio as of December 31, 2005 and 2004, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 2 describes.

Independent Auditors' Report  
Bryn Zion Cemetery  
Page 2

The aforementioned revision to generally accepted accounting principles also requires Bryn Zion Cemetery to include Management's Discussion and Analysis for the years ended December 31, 2005 and 2004. Bryn Zion Cemetery has not presented Management's Discussion and Analysis, which accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2007, on our consideration of Bryn Zion Cemetery's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

Julian & Grube, Inc.  
March 9, 2007

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

STATEMENT OF CASH FUND BALANCES  
ALL FUND TYPES  
DECEMBER 31, 2005 AND 2004

<u>Cash and Cash Equivalents</u>	<u>2005</u>	<u>2004</u>
Cash and Cash Equivalents	\$ 25,114	\$ 23,997
Total Cash and Cash Equivalents	<u>\$ 25,114</u>	<u>\$ 23,997</u>
 <u>Cash Fund Balances</u>		
<u>Governmental Fund Type:</u>		
General Fund	<u>25,114</u>	<u>23,997</u>
Total Fund Balances	<u>\$ 25,114</u>	<u>\$ 23,997</u>

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



**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN CASH FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

	Governmental Fund Type	
	2005	2004
	General	General
Cash receipts:		
Intergovernmental	\$ 4,850	\$ 4,928
Charges for Services	4,450	4,500
Sale of Lots	1,950	2,300
Interest Receipts	249	140
Total cash receipts	11,499	11,868
Cash disbursements:		
Current:		
Salaries	1,881	1,952
Supplies	1,451	3,639
Contracts - Repair	178	2,190
Contracts - Services	6,462	6,366
Public Employees' Retirement	319	471
Workers' Compensation	91	106
Total cash disbursements	10,382	14,724
Excess of cash receipts over/(under) cash disbursements	1,117	(2,856)
Cash fund balances, January 1,	23,997	26,853
Cash fund balances, December 31,	\$ 25,114	\$ 23,997

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

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

**NOTE 1 - DESCRIPTION OF THE ENTITY**

Bryn Zion Cemetery, Morrow County, Ohio, (the "Cemetery") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Cemetery is directed by an appointed three-member Board of Trustees. One member is appointed by the Trustees of Congress Township, Franklin Township, and Gilead Township. These entities also provide funding to meet the Cemetery's operating cost under the agreement which established the Cemetery. The Cemetery provides grounds maintenance, opening and closing of graves, and the sale of grave lots.

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

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The most significant of the Cemetery's accounting policies are described below.

**A. BASIS OF PRESENTATION - FUND ACCOUNTING**

The accounts of the Cemetery are maintained in a single fund. The following fund type is used by the Cemetery:

**GOVERNMENTAL FUND TYPE**

**General Fund**

The general fund is the general operating fund. It is used to account for all financial resources.

**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).

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

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

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

**C. BUDGETARY PROCESS**

The Cemetery is not required to follow budgetary law.

**D. CASH AND INVESTMENTS**

Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at time of sale are recorded as receipts or disbursements, respectively. Certificates of deposit are valued at cost.

**E. 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.

**NOTE 3 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS**

The Cemetery maintains cash and cash equivalents. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash and cash equivalents at December 31 was as follows:

	<u>2005</u>	<u>2004</u>
Demand deposits	\$ 12,114	\$ 10,997
Certificates of Deposit	<u>13,000</u>	<u>13,000</u>
Total	<u>\$ 25,114</u>	<u>\$ 23,997</u>

Deposits: Deposits are insured by the Federal Deposit Insurance Corporation.

**NOTE 4 - RISK MANAGEMENT**

The Cemetery has obtained commercial insurance for comprehensive property. In addition, the Cemetery has obtained employee theft insurance for the Clerk and Sexton in the amount of \$20,000, respectively.

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004**

**NOTE 5 - RETIREMENT SYSTEM**

The Cemetery's officials belong to the Ohio Public Employees Retirement System (OPERS) of Ohio. OPERS is a cost-sharing, multiple-employer plan. The 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 2005 and 2004, PERS employee members contributed 8.5% of their gross salaries. The Cemetery contributed an amount equal to 13.55% of participants gross salaries. The Cemetery has paid all contributions required through December 31, 2005.



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*Serving Ohio Local Governments*

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**Report on Internal Control Over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With *Government Auditing Standards***

Board of Trustees  
Bryn Zion Cemetery  
124 West Main Street  
Fulton, OH 43321

We have audited the financial statements of Bryn Zion Cemetery's as of and for the years ended December 31, 2005 and 2004, and have issued our report thereon dated March 9, 2007, wherein we noted Bryn Zion Cemetery's followed accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Bryn Zion Cemetery'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 an opinion 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 reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts 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 other certain matters involving the internal control over financial reporting that we have reported to management of Bryn Zion Cemetery's in a separate letter dated March 9, 2007.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bryn Zion Cemetery's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted other certain immaterial instances of noncompliance that we have reported to management of the Cemetery in a separate letter dated March 9, 2007.

This report is intended for the information of the Board of Trustees and management of Bryn Zion Cemetery, and is not intended to be and should not be used by anyone other than these specified parties.

Julian & Grube, Inc.  
March 9, 2007

**BRYN ZION CEMETERY  
MORROW COUNTY, OHIO**

**STATUS OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2005 AND 2004**

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	<b>Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:</b>
2003-001	Failure to reconcile to the bank balance resulted in errors in the accounting ledgers going undetected by management.	No	Finding now located in Management letter.



Mary Taylor, CPA  
Auditor of State

**BRYN-ZION CEMETERY**

**MORROW 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  
MAY 10, 2007**