

**LOGAN COUNTY AGRICULTURAL SOCIETY  
LOGAN COUNTY**

**FINANCIAL STATEMENT**

**FOR THE YEARS ENDED NOVEMBER 30, 2016 AND 2015**

**PAM GRIFFIN, TREASURER**





# Dave Yost • Auditor of State

Board of Directors  
Logan County Agricultural Society  
301 East Lake Avenue  
P.O. Box 758  
Bellefontaine, Ohio 43311

We have reviewed the *Independent Auditor's Report* of the Logan County Agricultural Society, Logan County, prepared by Julian & Grube, Inc., for the audit period December 1, 2014 through November 30, 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 Logan County Agricultural Society 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 20, 2017

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**LOGAN COUNTY AGRICULTURAL SOCIETY  
LOGAN 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

Logan County Agricultural Society  
Logan County  
301 East Lake Avenue  
P.O. Box 758  
Bellefontaine, Ohio 43311

To the Board of Directors:

### ***Report on the Financial Statement***

We have audited the accompanying financial statement of the cash balances, receipts and disbursements, and related notes of the Logan County Agricultural Society, Logan County, as of and for the years ended November 30, 2016 and 2015.

### ***Management's Responsibility for the Financial Statement***

Management is responsible for preparing and fairly presenting the financial statement 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 the financial statement 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 statement is 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 Logan County Agricultural Society's preparation and fair presentation of the financial statement 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 Logan County Agricultural Society'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 2 of the financial statement, the Logan County Agricultural Society prepared the financial statement 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 statement of the variances between the regulatory accounting basis and GAAP are not reasonably determinable, we presume they are material.

Though the Logan County Agricultural Society does not intend this statement 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 statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Logan County Agricultural Society as of November 30, 2016 and 2015, or changes in financial position or cashflows thereof for the years then ended.

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash balances of Logan County Agricultural Society, Logan County, Ohio as of November 30, 2016 and 2015, and its 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 2.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 26, 2017, on our consideration of the Logan County Agricultural Society'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 Logan County Agricultural Society's internal control over financial reporting and compliance.



Julian & Grube, Inc.  
May 26, 2017



**LOGAN COUNTY AGRICULTURAL SOCIETY  
LOGAN COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND  
CHANGE IN FUND BALANCE (CASH BASIS)  
FOR THE YEARS ENDED NOVEMBER 30, 2016 AND 2015**

	<b>2016</b>	<b>2015</b>
<b>Operating Receipts:</b>		
Admissions	\$ 109,895	\$ 116,428
Privilege Fees	37,700	45,434
Sales	8,660	7,566
Utilities	80	14
Racing Fees and Charges	34,023	28,335
Fees	1,060	1,362
Rentals	31,879	24,963
Restricted	12,995	393,794
Unrestricted	15,238	39,028
Other Taxes	18	2,791
Total Operating Receipts	251,548	659,715
<b>Operating Disbursements:</b>		
Salaries and Wages	13,702	19,852
Benefits	139	419
Administrative	2,901	2,945
Race Supplies	1,923	1,986
Supplies	4,744	9,660
Utilities	25,223	24,004
Racing	93,758	93,933
Professional Services	58,817	73,273
Property Expenses	41,470	28,938
Advertising	10,542	10,256
Repairs	6,966	5,106
Insurance	13,958	7,000
Rent and Lease	14,303	6,833
Capital Outlay	2,000	31,495
Senior Fair	3,505	9,364
Contest	200	104
Junior Fair	21,413	17,679
Other Fair (Livestock Sales)	5,313	390,044
Miscellaneous	840	4,407
Total Operating Disbursements	321,717	737,298
Excess (Deficiency) of Operating Receipts Over (Under) Operating Disbursements	(70,169)	(77,583)
<b>Non-Operating Receipts (Disbursements):</b>		
State Support	74,739	68,995
County Support	5,200	12,784
Debt Proceeds	0	15,365
Debt Service	(2,550)	(4,872)
Net Non-Operating Receipts (Disbursements)	77,389	92,272
Excess (Deficiency) of Receipts Over (Under) Disbursements	7,220	14,689
Cash Balance, Beginning of Year	15,375	686
<b>Cash Balance, End of Year</b>	<b>\$22,595</b>	<b>\$15,375</b>

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

Logan County Agricultural Society  
*Notes to the Financial Statement*  
*For the Years Ended November 30, 2016 and 2015*

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**Note 1 – Reporting Entity**

The Logan County Agricultural, Logan County, (the Society), is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Society is a county agricultural society corporation formed under Chapter 1711 of the Ohio Revised Code. The Society was founded in 1850 to operate an annual agricultural fair. The Society sponsors the week – long Logan County Fair during July. During the fair, harness races are held, culminating in the running of the Logan County Standard Bred races. Logan County is not financially accountable for the Society. The Board of Directors manages the Society. The Board is made up of 27 directors serving staggered three-year terms. Society members elect Board members from its membership. Members of the Society must be residents of Logan County and pay an annual membership fee to the Society.

The reporting entity includes all activity occurring on the fairgrounds. This includes the annual fair and harness racing during fair week. Other year-round activities at the fairgrounds including facility rental, track and stall rental, and community events including homecomings and auctions. The reporting entity does not include any other activities or entities of Logan County, Ohio.

Note 9 summarizes the Junior Livestock Sale Committee’s financial activity for the year ended November 30, 2016. The Junior Livestock Sale Committee’s financial activity is reported in the Society’s financial statement for the year ended November 30, 2015. The Junior Fair Board’s financial activity is reported in the Society’s financial statement for the years ended November 30, 2016 and 2015.

The Society’s management believes the financial statement present all activities for which the Society is financially accountable.

**Note 2 – Summary of Significant Accounting Policies**

***Basis of Presentation***

The Society’s financial statement consists of a statement of receipts, disbursements and changes in fund balances (regulatory cash basis).

***Basis of Accounting***

The financial statement follows 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.

The statement includes 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.

***Deposits and Investments***

The Society maintained all money in demand deposits and held no investments during 2016 and 2015.

***Capital Assets***

The Society records disbursements for acquisitions of property, plant, and equipment when paid. The accompanying financial statement does not report these items as assets.

Logan County Agricultural Society  
*Notes to the Financial Statement*  
For the Years Ended November 30, 2016 and 2015

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**Note 2 – Summary of Significant Accounting Policies – (Continued)**

***Race Purse***

Western Ohio Colt Racing Association (WOCRA) Speed Program, the Signature Series stake races are held during the Logan County Fair. The Society pays all Sustaining and Entry fees and the required portion of the cash received from the Ohio Fairs Fund as Race Purse to winning horses.

***Sustaining and Entry Fees:*** Horse owners and WOCRA pay fees to the Society to qualify horses for entry into stake races. They must make payment before a horse can participate in a stake race. The accompanying financial statement reports these fees as Racing Fees and Charges.

***Ohio Fairs Fund:*** The State of Ohio contributes money to the Society from the Ohio Fairs Fund to supplement the race purse. See Note 4 for additional information.

***Pari-mutuel Wagering***

A wagering system totals the amounts wagered and adjusts the payoff to reflect the relative amount bet on different horses and various odds. The total amount bet (also known as the “handle”), less commission, is paid to bettors in accordance with the payoffs, as the pari-mutuel wagering system determines. The Society contracts with a totalizer service to collect bets and provide the pari-mutuel wagering system.

Pari-mutuel wagering commission (the commission) is the Society’s share of total pari-mutuel wagers after payment of amounts to winning bettors. The commission is determined by applying a statutory percentage to the total amount bet and is reflected in the accompanying financial statement as Pari-mutuel Wagering Commission. See Note 4 for additional information.

**Note 3 – Deposits and Investments**

The Society maintains all money in deposit accounts. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits at November 30, 2016 and 2015 was as follows:

	<u>2016</u>	<u>2015</u>
Demand deposits	\$22,595	\$15,375

***Deposits***

Deposits are insured by the Federal Depositary Insurance Corporation.

**Note 4 – Horse Racing**

***State Support Portion of Purse***

The financial statement reports Ohio Fairs Fund money, received to supplement purse for the year ended November 30, 2016 and 2015 as \$10,463 and \$10,225, respectively, and is included as State Support on the accompanying financial statement.

Logan County Agricultural Society  
*Notes to the Financial Statement*  
For the Years Ended November 30, 2016 and 2015

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**Note 4 – Horse Racing – (Continued)**

***Pari-mutuel Wagering***

The Society does not record the Total Amount Bet or the Payoff to Bettors in the accompany financial statement, rather, it records the Pari-mutuel Wagering Commission (commission) which is the Society’s share of total pari-mutuel wagers after paying winning bettors. The expenses of providing the pari-mutuel wagering system are called Tote Services, and these expenses are included in Professional Service Disbursements, State taxes, which are also paid from Pari-mutuel Wagering Commission, are reflected in Other Operating Disbursements, and the amount remaining is the Society’s net portion.

	2016	2015
Total Amount Bet (Handle)	\$6,247	\$ 8,898
Less: Payoff to Bettors	(4,915)	(7,041)
Parimutuel Wagering Commission	1,332	1,857
Tote Service Set Up Fee	(900)	(1,200)
Tote Service Commission	1,269	1,739
State Tax	(175)	(196)
Society Portion	\$1,526	\$ 2,200

**Note 5 – Risk Management**

The Logan County Commissioners provide general insurance coverage for all the buildings on the Logan County Fairgrounds pursuant to Ohio Revised Code § 1711.24.

The Society is exposed to various risks of property and casualty losses, and injuries to employees.

The Society insures against injuries to employees through the Ohio Bureau of Worker’s Compensation.

The Society belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Insurance Services Group, Inc. (York) functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity Excess Pool (APEEP), which is also administered by York. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members’ deductibles.

Casualty and Property Coverage

APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2016, PEP retained \$350,000 for casualty claims and \$100,000 for property claims.

The aforementioned casualty and property reinsurance agreement does not discharge PEP’s primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Logan County Agricultural Society  
*Notes to the Financial Statement*  
For the Years Ended November 30, 2016 and 2015

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**Note 5 – Risk Management – (Continued)**

Financial Position

PEP’s financial statements (audited by other auditor’s) conform with generally accepted accounting principles, and reported the following assets, liabilities and net position at December 31, 2015 and 2016.

	2015	2016
Assets	\$38,307,677	\$42,182,281
Liabilities	(12,759,127)	(13,396,700)
Net Position	\$25,548,550	\$28,785,581

At December 31, 2015 and 2016, respectively, the liabilities above include approximately \$11.5 million and \$12.0 million of estimated incurred claims payable. The assets above also include approximately \$11.0 million and \$11.5 million of unpaid claims to be billed. The Pool’s membership increased from 499 members in 2015 to 520 members in 2016. These amounts will be included in future contributions from members when the related claims are due for payment. As of December 31, 2016, the Society’s share of these unpaid claims collectible in future years is approximately \$9,000.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

<u>Contributions to PEP</u>	
<u>2015</u>	<u>2016</u>
\$7,000	\$13,688

After one year of membership, a member may withdraw on the anniversary of the date of joining PEP, if the member notifies PEP in writing 60 days prior to the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year’s contribution. Withdrawing members have no other future obligation to PEP. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal.

**Note 6 – Social Security**

Society employees contributed to Social Security. This plan provides retirement benefits, including survivor and disability benefits to participants.

Employees contributed 6.2 percent of their gross salaries. The Society contributed an amount equal to 6.2 percent of participants’ gross salaries. The Society has paid all contributions required through November 30, 2016.

Logan County Agricultural Society  
*Notes to the Financial Statement*  
For the Years Ended November 30, 2016 and 2015

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**Note 7 – Debt**

Debt outstanding at November 30, 2016 was as follows:

	Principal	Interest Rate
Line of Credit: PNC Bank	\$22,705	5.50%

In December 2006, the Society obtained a line of credit with PNC Bank to meet obligations of the Society. Interest payments are due monthly but principal payments are not required. The Society has utilized this line of credit to purchase lights for the fairgrounds. Total principal payments of \$1,036 and \$3,500 were made during 2016 and 2015, respectively, by the Society. Interest payments of \$1,009 and \$804 were made during 2016 and 2015, respectively, by the Society.

**Note 8 – Contingent Liabilities**

Amounts grantor agencies pay to the Society are subject to audit and adjustment by the grantor, principally the federal government. 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 9 – Junior Livestock Sale Committee**

The Junior Livestock Sale Committee’s financial activity is reported in the Society’s financial statement for the year ended November 30, 2015, however, for the year ended November 30, 2016, the Junior Livestock Committee had separated and established its own committee charged with running the Junior Livestock Auction. This auction is held during fair week. Children may sell their animals directly to market or through the Logan County’s auction. A commission of 3 percent on auction sales covers auction costs. The Junior Livestock Committee retains this money. The Junior Livestock Committee’s financial activity for the year ended November 30, 2016 follows:

	2016
Beginning Cash Balance	\$ -
Receipts	349,675
Disbursements	(340,682)
Ending Cash Balance	\$ 8,993

**Note 10 – Compliance**

The Society had noncompliance with Ohio Revised Code Section 117.38 for filing an incomplete financial statement on the Hinkle System for the fiscal year ended November 30, 2016.



**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***

Logan County Agricultural Society  
Logan County  
301 East Lake Avenue  
P.O. Box 758  
Bellefontaine, Ohio 43311

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 statement of the cash balances, receipts and disbursements of the Logan County Agricultural Society, Logan County, as of and for the years ended November 30, 2016 and 2015, and the related notes to the financial statement and have issued our report thereon dated May 26, 2017 wherein we noted the Logan County Agricultural Society 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 Logan County Agricultural Society'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 statement, but not to the extent necessary to opine on the effectiveness of the Logan County Agricultural Society'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 Logan County Agricultural Society's financial statement. 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 certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider material weaknesses. We consider findings 2016-001 and 2016-002 to be material weaknesses.

Board of Directors  
Logan County Agricultural Society

***Compliance and Other Matters***

As part of reasonably assuring whether the Logan County Agricultural Society's financial statement is 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 an instance of noncompliance or other matters we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings and responses as finding 2016-002.

***Logan County Agricultural Society's Responses to Findings***

The Logan County Agricultural Society's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the Logan County Agricultural Society's responses and, accordingly, we express no opinion on them.

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



Julian & Grube, Inc.  
May 26, 2017



**LOGAN COUNTY AGRICULTURAL SOCIETY  
LOGAN COUNTY, OHIO**

**SCHEDULE OF FINDINGS AND RESPONSES  
NOVEMBER 30, 2016 AND 2015**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENT REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>	
Finding Number	2016-001

**Material Weakness - Financial Statement Presentation**

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

Numerous adjustments were made to the financial statement for the years ended November 30, 2016 and 2015, to properly state financial statement amounts.

The audited financial statement, related notes, and Society records have been adjusted for the misstatements identified during the audit.

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 Society consult with their auditors, the Uniform System of Accounting for Agricultural Societies, and the Auditor of State to help ensure accurate financial reporting.

Client Response: The Treasurer will work to provide a sound fiscal environment for the Society and has implemented additional policies and procedures to help with financial statement presentation.

Finding Number	2016-002
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**Material Weakness/Noncompliance – Incomplete Hinkle Submission**

Ohio Revised Code Section 117.38 states each public office, other than a state agency, shall file a financial report for each fiscal year. In addition, Ohio Auditor of State Bulletin 2015-007 states that complete annual financial reports need to be filed via the Hinkle System website. A complete submission for Regulatory Cash-Basis Entities includes the Statement(s) of Receipts, Disbursements, and Changes in Fund Balances and notes to the financial statements.

The Society filed annual financial reports for both 2015 and 2016 with the Hinkle System successfully; however, the Society did not upload a complete set of notes to the financial statement. Certain note disclosures were added to the Society’s report.

We recommend the Logan County Agricultural Society Treasurer and Board of Directors take the necessary steps to ensure their annual financial report includes the above requirements including all required note disclosures to the financial statements.

Client Response: The Society will work to file all required elements of the annual report in the future.

**LOGAN COUNTY AGRICULTURAL SOCIETY  
LOGAN COUNTY, OHIO**

**STATUS OF PRIOR AUDIT FINDINGS  
FOR THE YEARS ENDED NOVEMBER 30, 2016 AND 2015**

<b><u>Finding Number</u></b>	<b><u>Finding Summary</u></b>	<b><u>Fully Corrected?</u></b>	<b>Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <u>Explain:</u></b>
2014-001	<u>Material Weakness – Accuracy of Financial Statement Presentation:</u> The presentation of materially correct financial statements and the related footnotes is the responsibility of management and is an important part of the Society’s overall purpose. Financial reporting requires internal controls to help ensure the accuracy of the activity reported. Several adjustments were posted to the audited financial statements to make them materially correct.	No	Repeated as finding 2016-001
2014-002	<u>Noncompliance and Material Weakness – Maintenance of Accounting System – Ohio Admin. Code § 117-2-02(A),</u> states, in part, all public offices shall maintain an accounting system and accounting records sufficient to enable the public office to identify, assemble, analyze, classify, and report the transactions, maintain accountability for the related assets, document compliance with finance-related legal and contractual requirements, and prepare financial statements.	Yes	N/A
2014-003	<u>Material Weakness – Admission Revenues</u> - The Society did not complete or maintain sufficient audit evidence to support admission revenues collected during the annual fair. The lack of adequate record keeping for admissions could lead to undetected errors or irregularities within the normal course of business.	Yes	N/A



# Dave Yost • Auditor of State

LOGAN COUNTY AGRICULTURAL SOCIETY

LOGAN COUNTY

## CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
JULY 11, 2017