



Mary Taylor, CPA
Auditor of State

O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY

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Mary Taylor, CPA
Auditor of State

O. O. McIntyre Park District
Gallia County
18 Locust Street, Room 1262
Gallipolis, Ohio 45631-1262

To the Board of Park Commissioners:

As you are aware, the Auditor of State's Office (AOS) must modify the *Independent Accountants' Report* we provide on your financial statements due to an interpretation from the American Institute of Certified Public Accountants (AICPA). While AOS does not legally require your District 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. Our Report includes an adverse opinion relating to GAAP presentation and measurement requirements, but does not imply the amounts the statements present are misstated under the non-GAAP basis you follow. The AOS report also includes an opinion on the financial statements you prepared using the cash basis and financial statement format the AOS permits.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 12, 2010

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

O. O. McIntyre Park District
Gallia County
18 Locust Street, Room 1262
Gallipolis, Ohio 45631-1262

To the Board of Park Commissioners:

We have audited the accompanying financial statements of the O. O. McIntyre Park District, Gallia County, Ohio (the District), as of and for the years ended December 31, 2009 and 2008. 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the District 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.

Instead of the combined funds the accompanying financial statements present, GAAP require presenting entity-wide statements and also presenting the District's larger (i.e., major) funds separately. While the District does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Auditor of State permits, but does not require park districts to reformat their statements. The District has elected not to follow GAAP statement formatting requirements. 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, 2009 and 2008 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of December 31, 2009 and 2008, 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 fund cash balances and reserves for encumbrances of the O. O. McIntyre Park District, Gallia County, Ohio, as of December 31, 2009 and 2008, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

During 2008, the District changed its financial statement presentation method to conform to presentation methods the Auditor of State prescribes or permits.

The District 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 August 12, 2010, 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 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.



Mary Taylor, CPA
Auditor of State

August 12, 2010

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>General</u>	<u>Capital Projects</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:			
Property and Other Local Taxes	\$351,578		\$351,578
Charges for Services	672		672
Licenses, Permits, and Fees	24,057		24,057
Intergovernmental	62,750	\$85,065	147,815
Earnings on Investments	4,728	13,250	17,978
Miscellaneous	2,115	19,058	21,173
Total Cash Receipts	445,900	117,373	563,273
Cash Disbursements:			
Current:			
Conservation/Recreation:			
Salaries	167,550		167,550
Fringe Benefits	79,749		79,749
Materials and Supplies	78,365		78,365
Equipment	1,073		1,073
Contracts - Repair	1,409		1,409
Contracts - Services	32,798		32,798
Advertising and Printing	283		283
Travel	476		476
Other	13,818		13,818
Trust fund Expenses		7,597	7,597
Project fund expenses		61,573	61,573
Total Cash Disbursements	375,521	69,170	444,691
Total Cash Receipts Over/(Under) Cash Disbursements	70,379	48,203	118,582
Other Financing Receipts / (Disbursements):			
Transfers-In		30,000	30,000
Transfers-Out	(30,000)		(30,000)
Other Financing Sources		12,618	12,618
Other Financing Uses		(12,618)	(12,618)
Total Other Financing Receipts / (Disbursements)	(30,000)	30,000	0
Excess of Cash Receipts and Other Financing Receipts Over / (Under) Cash Disbursements and Other Financing Disbursements	40,379	78,203	118,582
Fund Cash Balances, January 1	122,520	408,211	530,731
Fund Cash Balances, December 31	\$162,899	\$486,414	\$649,313
Reserve for Encumbrances, December 31	\$1,270	\$0	\$1,270

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

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>General</u>	<u>Capital Projects</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:			
Property and Other Local Taxes	\$348,729		\$348,729
Charges for Services	1,021		1,021
Licenses, Permits, and Fees	26,200		26,200
Intergovernmental	56,549	\$37,030	93,579
Earnings on Investments	3,542	15,456	18,998
Miscellaneous	8,722	20,219	28,941
	<hr/>	<hr/>	<hr/>
Total Cash Receipts	444,763	72,705	517,468
Cash Disbursements:			
Current:			
Conservation/Recreation:			
Salaries	161,197		161,197
Fringe Benefits	72,849		72,849
Materials and Supplies	57,048		57,048
Equipment	1,979		1,979
Contracts - Repair	1,103		1,103
Contracts - Services	62,215		62,215
Advertising and Printing	200		200
Travel	3,227		3,227
Other	13,469		13,469
Trust fund Expenses		21,828	21,828
Project fund expenses		5,500	5,500
Debt Service:		25,205	25,205
Redemption of Principal	2,338		2,338
	<hr/>	<hr/>	<hr/>
Total Cash Receipts Over/(Under) Cash Disbursements	375,625	52,533	428,158
	<hr/>	<hr/>	<hr/>
Total Receipts Over/(Under) Disbursements	69,138	20,172	89,310
	<hr/>	<hr/>	<hr/>
Other Financing Receipts / (Disbursements):			
Transfers-In		30,000	30,000
Transfers-Out	(30,000)		(30,000)
	<hr/>	<hr/>	<hr/>
Total Other Financing Receipts / (Disbursements)	(30,000)	30,000	0
	<hr/>	<hr/>	<hr/>
Excess of Cash Receipts and Other Financing Receipts Over / (Under) Cash Disbursements and Other Financing Disbursements	39,138	50,172	89,310
	<hr/>	<hr/>	<hr/>
Fund Cash Balances, January 1	83,382	358,039	441,421
	<hr/>	<hr/>	<hr/>
Fund Cash Balances, December 31	\$122,520	\$408,211	\$530,731
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Reserve for Encumbrances, December 31	\$2,902	\$0	\$2,902
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The notes to the financial statements are an integral part of this statement.

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008**

1. Summary of Significant Accounting Policies

A. Description of the Entity

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

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

B. Accounting Basis

These financial statements follow the accounting basis the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. The District recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

These statements include adequate disclosure of material matters, as the Auditor of State prescribes or permits.

C. Deposit and Investments

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

D. Fund Accounting

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

1. General Fund

The General Fund reports all financial resources except those required to be accounted for in another fund.

2. Capital Projects Funds

These funds account for receipts restricted to acquiring or constructing major capital projects (except those financed through enterprise or trust funds). The District had the following significant Capital Projects Funds:

O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY

NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008
(Continued)

1. Summary of Significant Accounting Policies (Continued)

D. Fund Accounting (Continued)

Capital Development Fund - This fund receives donations and revenue from easements and leases. Funds are used to finance capital improvements for the District and for land acquisition.

Replacement Fund - This fund receives transfers from the General Fund. Funds are used to finance capital and equipment replacement needs.

Rails to Trails Fund - This fund receives grants and donations. Funds are used to develop and maintain the Gallia County hike and bike trail and facilities.

E. Budgetary Process

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

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function level of control, and appropriations may not exceed estimated resources. The District Board must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Unencumbered appropriations lapse at year end.

2. Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.

3. Encumbrances

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

A summary of 2009 and 2008 budgetary activity appears in Note 3.

F. Property, Plant, and Equipment

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

G. Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008
(Continued)**

2. Budgetary Activity

Budgetary activity for the years ending December 31, 2009 and 2008 follows:

2009 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$448,514	\$445,900	(\$2,614)
Capital Projects	159,990	159,991	1
Total	\$608,504	\$605,891	(\$2,613)

2009 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$428,740	\$406,791	\$21,949
Capital Projects	67,182	81,788	(14,606)
Total	\$495,922	\$488,579	\$7,343

2008 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$444,762	\$444,763	\$1
Capital Projects	102,707	102,705	(2)
Total	\$547,469	\$547,468	(\$1)

2008 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$418,741	\$408,527	\$10,214
Capital Projects	57,898	52,533	5,365
Total	\$476,639	\$461,060	\$15,579

Contrary to Ohio law, budgetary expenditures exceeded appropriation authority in the Capital Development Fund by \$20,215 and in the Rails to Trails Fund by \$1,598 for the year ended December 31, 2009.

3. Property Tax

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

Public utilities are also taxed on personal and real property located within the District.

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008
(Continued)**

3. Property Tax (Continued)

Tangible personal property tax is assessed by the property owners, who must file a list of such property to the County by each April 30.

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

4. Retirement System

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

The Ohio Revised Code also prescribes contribution rates. For 2009 and 2008, OPERS members contributed 10% of their gross salaries and the District contributed an amount equaling 14% of participants' gross salaries. The District has paid all contributions required through December 31, 2009.

5. Risk Management

The District is exposed to various risks of loss related to torts, theft or damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Park District is covered under Gallia County's insurance policy with County Risk Sharing Authority (CORA), a jointly governed organization, for liability, property, and crime insurance. The CORA program has a \$2,500 deductible.

Health and life insurance are also available for District employees through Gallia County.

6. Contingent Liabilities

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

7. Related Party Transactions

The District leases property from Gallipolis Golf Club, Inc., for the development of a public recreation facility. The District engages the services of the Gallipolis Golf Club, Inc., for the purpose of carrying out all aspects of the operation of the public golf course.

On November 23, 2004, the District entered into a subordination agreement with Gallipolis Golf Club and Farmers Bank in order to allow Gallipolis Golf Club to obtain a mortgage in the amount of \$562,835 on the property.

In addition, during 2009, the District made purchases on behalf of Gallipolis Golf Club, Inc. as follows: \$11,537 to the John Deere Company for a tractor and \$1,081 to the County Engineer for stone.



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

O. O. McIntyre Park District
Gallia County
18 Locust Street, Room 1262
Gallipolis, Ohio 45631-1262

To the Board of Park Commissioners:

We have audited the financial statements of the O. O. McIntyre Park District, Gallia County, Ohio (the District), as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated August 12, 2010, wherein we noted the District prepared its financial statements using accounting practices the Auditor of State prescribes or permits 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Therefore, we cannot assure that we have identified all deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying Schedule of Findings, we identified certain deficiencies in internal control over financial reporting, that we consider material weaknesses.

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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected. We consider Findings 2009-001 and 2009-003 described in the accompanying Schedule of Findings to be material weaknesses.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, 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 instances of noncompliance or other matters we must report under *Government Auditing Standards*, which is described in the accompanying Schedule of Findings as Findings 2009-001 and 2009-002.

We also noted certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated August 12, 2010.

The District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings. We did not audit the District's responses and, accordingly, we express no opinion on them.

We intend this report solely for the information and use of management, the District Board of Commissioners and others within the District. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

August 12, 2010

**O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY**

**SCHEDULE OF FINDINGS
DECEMBER 31, 2009 AND 2008**

FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS
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FINDING NUMBER 2009-001

Noncompliance Citation and Material Weakness

Ohio Revised Code Section 125.04(B)(2) states that the department of administrative services may permit a political subdivision...to participate in contracts into which the department has entered for the purchase of supplies and services. The department may charge the entity a reasonable fee to cover the administrative costs the department incurs as a result of participation by the entity in such a purchase contract. A political subdivision desiring to participate in such purchase contracts shall file with the department a certified copy of an ordinance or resolution of the legislative authority or governing board of the political subdivision. The resolution or ordinance shall request that the political subdivision be authorized to participate in such contracts and shall agree that the political subdivision will be bound by such terms and conditions as the department prescribes and that it will directly pay the vendor under each purchase contract. A request for inclusion shall include an agreement to be bound by such terms and conditions as the department prescribes and to make direct payments to the vendor under each purchase contract.

The District entered into a lease agreement with the Gallipolis Golf Club, Inc. dated January 29, 1986, "for the development of the lands for use as a public recreation facility, to-wit a public golf course which would be developed by the lessee" (the District). Section 2 states that the District leased property from Gallipolis Golf Club for a "period of 99 years terminating on February 1, 2085". Section 3 states the terms of the rental. "As consideration for the lease of the leased premises, the Lessee (the District) shall acquire, construct, equip and install the public golf course facility." Section 4 states "there shall be no rental due during the original term hereof, except as provided in Section 3 hereof.

Per the management agreement between the District and the Gallipolis Golf Club dated January 29, 1986, the District engaged the services of the Gallipolis Golf Club, Inc., for the purpose of carrying out all aspects of the operation of the public golf course. Section 2.1 states "as compensation for the performance of the duties of manager, Manager shall be entitled to retain as compensation 100% of all profits earned in respect of its operation of the golf course after paying all expenses incurred in carrying out those duties."

During 2009, the District purchased a tractor from John Deere through the State of Ohio Cooperative Purchasing Program in the amount of \$11,537 and stone from the Gallia County Engineer for \$1,081 and posted the expenditures as operating expenses of the Capital Development Trust Fund. These transactions were not in line with the purpose of the Capital Development Trust Fund. In addition, the Gallipolis Golf Club reimbursed the District for these expenditures indicating the purchases were on behalf of the Gallipolis Golf Club. This allowed the management company to take advantage of the State of Ohio Cooperative Purchasing Program and purchase the tractor at the government rate. In addition, the management company paid no sales tax on the tractor or stone. The reimbursements to the District were posted as interest receipts and miscellaneous operating revenue in the Capital Development Trust Fund. The audited financial statements reflect the activity relating to these transactions as other financing sources and uses since they are outside the operational purpose of the Capital Development Trust Fund.

O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY

SCHEDULE OF FINDINGS
DECEMBER 31, 2009 AND 2008
(Continued)

FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

FINDING NUMBER 2009-001
(Continued)

Noncompliance Citation and Material Weakness (Continued)

The State of Ohio Cooperative Purchasing Program is only available to "political subdivisions". The tractor is in the name of the Gallipolis Golf Club and we have not been provided any information that the District ever intended to use the tractor for their own purposes, and under the contract provisions they are not responsible for such purposes. We recommend the Board of Commissioners familiarize themselves with the terms of the lease agreement and the management agreement pertaining to the rights and obligations of each party. In addition, we recommend the Board review capital outlay purchases in order to verify expenditures are posted to the proper funds.

Officials' Response: Next time an item is purchased for the golf course, it will be purchased out of the General Fund instead of the Capital Projects Fund.

FINDING NUMBER 2009-002

Noncompliance Citation

Ohio Rev. Code Section 5705.41(B) prohibits subdivisions or taxing authorities from expending money unless it has been appropriated as provided in such chapter.

At December 31, 2009, expenditures exceeded appropriations, as follows:

<u>Fund/Line Item</u>	<u>Appropriation Authority</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Capital Development Fund	\$	\$ 20,215	\$ (20,215)
Rails to Trails	24,182	25,780	(1,598)

Allowing expenditures to exceed appropriations could result in negative fund cash balances for the District.

We recommend the District Board of Commissioners compare expenditures to appropriations on a monthly basis. The Board should approved amending appropriations to prevent expenditures from exceeding appropriations or reduce spending. The County Auditor should deny requests for payment when appropriations are not available.

Officials' Response: The District will appropriate money before it is spent.

O. O. MCINTYRE PARK DISTRICT
GALLIA COUNTY

SCHEDULE OF FINDINGS
DECEMBER 31, 2009 AND 2008
(Continued)

FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

FINDING NUMBER 2009-003

Material Weakness

Sound financial reporting is the responsibility of the District Director and the District Board of Commissioners and is essential to ensure the information provided to the readers of the financial statements is complete and accurate.

As a result of the audit procedures performed, the following errors were noted in the financial statements for the year ended December 31, 2008 requiring audit adjustment or reclassification:

- Homestead and Rollback and Personal Property reimbursements totaling \$44,854 were posted as Taxes rather than Intergovernmental Receipts.
- Ohio Department of Natural Resources grant in the amount of \$29,070 was posted as Miscellaneous Receipts rather than Intergovernmental Receipts.

Also as a result of the audit procedures performed, the following errors were noted in the financial statements for the year ended December 31, 2009 requiring audit adjustment or reclassification:

- Due to errors in the District's Excel spreadsheet for compiling the year-end financial statement, items totaling \$339 were not included on the year end reconciliation.
- The District purchased a tractor and stone for the Golf Course totaling \$12,618 and was immediately reimbursed by the Gallipolis Golf Club. The activity was reclassified from Interest and Miscellaneous Receipts to Other Financing Sources and from Trust Fund Expenses to Other Financing Uses in the Capital Development Trust Fund.
- Homestead and Rollback and Personal Property reimbursements totaling \$52,588 were posted as Taxes rather than Intergovernmental Receipts.

The audited financial statements reflect the adjustments described above. To ensure the District's financial statements and notes to the statements are complete and accurate, we recommend the District adopt policies and procedures, including a final review of the statements and notes by the District Director and District Board of Commissioners, to identify and correct errors and omissions.

Officials' Response: The District will review all line items and consult with the County Auditor for proper posting.



Mary Taylor, CPA
Auditor of State

O.O. MCINTYRE PARK DISTRICT

GALLIA 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
AUGUST 26, 2010**