



Dave Yost • Auditor of State





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Tallmadge Grow, Inc.  
Summit County  
Tallmadge Ohio

We have completed certain procedures in accordance with Ohio Rev. Code Section 117.01(G) to the accounting records and related documents of the Tallmadge Grow, Inc. Summit County, (the Corporation) for the years ended December 31, 2014 and 2013.

Our procedures were designed solely to satisfy the audit requirements of Ohio Rev. Code Section 117.11(A). Because our procedures were not designed to opine on the Corporation's financial statements, we did not follow *generally accepted auditing standards*. We do not provide any assurance on the Corporation's financial statements, transactions or balances for the years ended December 31, 2014 and 2013.

The Corporation's management is responsible for preparing and maintaining its accounting records and related documents. Our responsibility under Ohio Rev. Code Section 117.11(A) is to examine, analyze and inspect these records and documents.

Based on the results of our procedures, we noted the following matters we wish to bring to your attention. We believe these matters require your attention to ensure the good standing of your Corporation.

- Chapter 1724.05, Ohio Rev. Code, requires the Corporation to submit a financial statement report in conformance with generally accepted accounting principles within 120 days of fiscal year end to the Auditor of State. This report does not require an audit. Although the Corporation filed a timely report for 2014 and 2013, upon review of both the 2014 and 2013 reports, we noted the reports were not filed in accordance with generally accepted accounting principles (did not include footnote disclosure). The Corporation should ensure subsequent reports contain all the required information to be considered a complete filing.
- During fiscal year 2014, the Corporation reported, on the annual financial statement, appraisal fees of \$1,273. Per review of supporting documentation noted, the expense was incurred to pay the Corporation's Commercial General Liability and Director and Officer's Liability Insurance coverage. The Corporation should ensure subsequent reports record expenses in properly classifications.
- The *AICPA Not-For-Profit Organizations Audit and Accounting Guide* (see Auditor of State Audit Bulletin 2001-003) provide criteria for classifying a not-for-profit entity as either governmental or nongovernmental. Corporations deemed governmental should follow the reporting guidance of Governmental Accounting Statement No. 34. Corporations not meeting the governmental criteria must follow Statement 116, 117, 124,136, and other standards applicable to not-for-profit organizations (see Chapter 1 of the *AICPA Not-For-Profit Organizations Audit and Accounting Guide*). The Corporation has not documented its determination as a governmental not-for-profit entity or a nongovernmental not-for-profit. The Corporation's determination should be supported and documented for subsequent review/audit. The Auditor of State will respect determinations that are not clearly improper.

These comments are intended for the information and use of the members of the Corporation's Officers and Trustees, the management of the City of Tallmadge, and are not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

**Dave Yost**  
Auditor of State  
Columbus, Ohio

August 4, 2015



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**TALLMADGE GROW, INC.**

**SUMMIT 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 20, 2015**