



**COMMUNITY IMPROVEMENT CORPORATION OF NEW LONDON
HURON COUNTY**

BASIC AUDIT

FOR THE YEARS ENDED DECEMBER 31, 2017-2016



Dave Yost • Auditor of State



Dave Yost • Auditor of State

November 29, 2018

Community Improvement Corporation of New London
Huron County
115 East Main Street
New London, Ohio 44851

We have completed certain procedures in accordance with Ohio Rev. Code Section 117.01(G) to the accounting records and related documents of the Community Improvement Corporation of New London, Huron County, Ohio, (the Corporation) for the years ended December 31, 2017 and 2016.

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, 2017 and 2016.

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 found the following significant compliance or accounting issues to report.

Current Year Observations

1. **Ohio Rev. Code § 1724.05** provides that each community improvement corporation shall prepare an annual financial report that conforms to rules prescribed by the auditor of state, and is prepared according to generally accepted accounting principles. The financial report shall be filed with the auditor of state within one hundred twenty days follows the last day for the corporation's fiscal year, unless the auditor of state extends that deadline.

The Corporation filed the 2017 report in the Hinkle System on October 12, 2018 and the 2016 report on May 4, 2017, which did not meet the 120 day deadline, and an extension was not filed.

The Corporation should file its annual reports with the auditor of state by the required due date.

2. **Ohio Rev. Code § 1702.57** in part states, "No person shall exercise or attempt to exercise any rights, privileges, immunities, powers, franchises, or authority under the articles of a domestic corporation after such articles have been canceled or after such corporation has been dissolved or after the period of existence of the corporation specified in its articles has expired."

According to the Ohio Secretary of State's website, the Corporation's articles of incorporation were cancelled effective September 24, 2018 for failure to file required annual financial reports in

a timely manner with the Auditor of State. The Corporation has continued to operate without legal authority since the date of cancellation.

If the Corporation intends to continue operating, the Corporation should contact the Secretary of State to have its articles of incorporation reinstated. If the Corporation intends to dissolve, the Corporation should take appropriate action with the Secretary of State and notify the Auditor of State.

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

November 29, 2018



Dave Yost • Auditor of State

**COMMUNITY IMPROVEMENT CORPORATION OF NEW LONDON
HURON 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
DECEMBER 13, 2018**