

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU**

**REPORT ON AUDITS OF
FINANCIAL STATEMENTS**

DECEMBER 31, 2020 AND 2019

OHIO AUDITOR OF STATE
KEITH FABER



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Board of Directors
Tuscarawas County Convention and Visitors Bureau
124 East High Ave
New Philadelphia, Ohio 44663

We have reviewed the *Independent Auditor's Report* of the Tuscarawas County Convention and Visitors Bureau, Tuscarawas County, prepared by Willoughby & Company, Inc., for the audit period January 1, 2020 through December 31, 2020. 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 Tuscarawas County Convention and Visitors Bureau is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

July 09, 2021

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**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
NEW PHILADELPHIA, OHIO**

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WILLOUGHBY & COMPANY, INC.

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Tuscarawas County Convention and Visitors Bureau
New Philadelphia, Ohio

We have audited the accompanying financial statements of Tuscarawas County Convention and Visitors Bureau (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

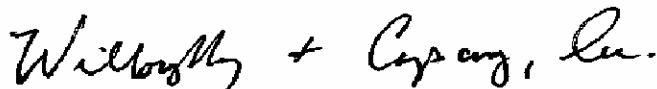
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tuscarawas County Convention and Visitors Bureau as of December 31, 2020 and 2019, and the changes in its net assets, functional expenses, and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 11 to the financial statements, during 2021, the financial impact of COVID-19 and the ensuing emergency measures will impact the subsequent periods of the Tuscarawas County Convention and visitors Bureau. We did not modify our opinion regarding this matter.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated April 21, 2021, on our consideration of Tuscarawas County Convention and Visitors Bureau's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Tuscarawas County Convention and Visitors Bureau's 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 Tuscarawas County Convention and Visitors Bureau's internal control over financial reporting and compliance.



WILLOUGHBY & COMPANY, INC. - Certified Public Accountants
New Philadelphia, Ohio

April 21, 2021

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2020 AND 2019**

ASSETS

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS:		
Cash	\$ 341,300	\$ 87,010
Cash - reserve	26,179	26,159
Certificate of deposits	0	266,525
Accounts receivable	20,211	28,789
Prepaid expenses	<u>8,355</u>	<u>5,400</u>
Total current assets	396,045	413,883
 PROPERTY AND EQUIPMENT:		
Building and improvements	666,487	668,803
Construction loan interest	7,026	7,026
Video and display equipment	6,770	6,770
Office equipment	<u>53,095</u>	<u>55,718</u>
	733,378	738,317
Less: accumulated depreciation	<u>348,886</u>	<u>329,077</u>
Net property and equipment	<u>384,492</u>	<u>409,240</u>
 Total assets	 <u>\$ 780,537</u>	 <u>\$ 823,123</u>

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2020 AND 2019

LIABILITIES AND NET ASSETS

	<u>2020</u>	<u>2019</u>
CURRENT LIABILITIES:		
Notes payable, current portion	\$ 15,189	\$ 14,558
Deferred revenue	600	18,818
Accrued payroll taxes	2,637	2,742
Accrued interest	1,686	0
Total current liabilities	20,112	36,118
LONG-TERM LIABILITIES:		
Notes payable, net of current portion	333,770	249,239
Total long-term liabilities	333,770	249,239
Total liabilities	353,882	285,357
NET ASSETS:		
Without donor restrictions	400,476	511,607
With donor restrictions	26,179	26,159
Total net assets	426,655	537,766
Total liabilities and net assets	\$ 780,537	\$ 823,123

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE AND SUPPORT:			
Hotel and motel excise tax	\$ 313,072	\$ 0	\$ 313,072
Grants and donations	10,000	0	10,000
Reimbursements	2,416	0	2,416
Publication/Visitors' guide income	26,550	0	26,550
FAM Tour Income	0	0	0
Group tour planner	0	0	0
Interest income	3,077	20	3,097
Rental income	7,225	0	7,225
Co-op advertising income	0	0	0
Gain on disposal of asset	350	0	350
Miscellaneous	1,560	0	1,560
	<u>364,250</u>	<u>20</u>	<u>364,270</u>
Total support and revenue			
EXPENSES:			
Program expenses	376,079	0	376,079
Administrative expenses	99,302	0	99,302
	<u>475,381</u>	<u>0</u>	<u>475,381</u>
Total expenses			
Changes in net assets	(111,131)	20	(111,111)
NET ASSETS, beginning of year	<u>511,607</u>	<u>26,159</u>	<u>537,766</u>
	400,476	26,179	426,655
Transfers	<u>0</u>	<u>0</u>	<u>0</u>
NET ASSETS, end of year	<u>\$ 400,476</u>	<u>\$ 26,179</u>	<u>\$ 426,655</u>

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE AND SUPPORT:			
Hotel and motel excise tax	\$ 476,194	\$ 0	\$ 476,194
Grants and donations	0	0	0
Reimbursements	5,866	0	5,866
Publications/Visitors' guide income	23,155	0	23,155
FAM Tour Income	400	0	400
Group tour planner	2,500	0	2,500
Interest income	6,032	94	6,126
Rental income	6,795	0	6,795
Co-op advertising income	3,806	0	3,806
Gain on disposal of asset	0	0	0
Miscellaneous	770	0	770
	<hr/>	<hr/>	<hr/>
Total support and revenue	525,518	94	525,612
EXPENSES:			
Program expenses	423,386	0	423,386
Administrative expenses	113,111	0	113,111
	<hr/>	<hr/>	<hr/>
Total expenses	536,497	0	536,497
	<hr/>	<hr/>	<hr/>
Changes in net assets	(10,979)	94	(10,885)
NET ASSETS, beginning of year	522,586	26,065	548,651
	<hr/>	<hr/>	<hr/>
	511,607	26,159	537,766
	<hr/>	<hr/>	<hr/>
Transfers	0	0	0
	<hr/>	<hr/>	<hr/>
NET ASSETS, end of year	\$ 511,607	\$ 26,159	\$ 537,766
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The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>Program Expenses</u>	<u>Administrative Expenses</u>	<u>Total</u>
Salaries	\$ 159,689	\$ 39,922	\$ 199,611
Payroll taxes	11,921	2,980	14,901
Employee benefits	18,388	4,597	22,985
Pension expense	4,436	1,109	5,545
Advertising	35,993	15,425	51,418
Travel show and tours	21,887	0	21,887
Visitors' guide expense	19,764	0	19,764
Group Tour planner	0	0	0
Conferences and meetings	3,729	0	3,729
Dues and memberships	13,196	0	13,196
Public relations	2,190	1,460	3,650
Postage	1,021	113	1,134
Copying and printing	3,390	847	4,237
Office supplies	2,519	5,877	8,396
Vehicle expenses	2,282	254	2,536
Co-op advertising	250	0	250
Continuing education	2,735	801	3,536
Telephone	5,599	1,400	6,999
Legal and accounting	2,160	8,638	10,798
Insurance	4,175	1,789	5,964
Repairs & maintenance	1,249	535	1,784
Interest	8,896	3,812	12,708
Taxes - real estate	29	12	41
Grants and aid	29,181	0	29,181
TVH - Tusc. Valley Heritage	0	0	0
Rent - Parking Lot	0	550	550
Utilities	3,701	1,586	5,287
Computer expenses	377	162	539
Miscellaneous	0	9	9
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Total expenses before depreciation	358,757	91,878	450,635
Depreciation	17,322	7,424	24,746
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Total expenses	\$ 376,079	\$ 99,302	\$ 475,381

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>Program Expenses</u>	<u>Administrative Expenses</u>	<u>Total</u>
Salaries	\$ 171,202	\$ 42,800	\$ 214,002
Payroll taxes	13,229	3,307	16,536
Employee benefits	19,155	4,789	23,944
Pension expense	4,142	1,036	5,178
Advertising	55,278	23,691	78,969
Travel show and tours	48,528	0	48,528
Visitors' guide expense	15,002	0	15,002
Group Tour planner	27	0	27
Conferences and meetings	8,755	0	8,755
Dues and memberships	10,010	0	10,010
Public relations	2,100	1,400	3,500
Postage	2,264	252	2,516
Copying and printing	4,204	1,051	5,255
Office supplies	1,196	2,790	3,986
Vehicle expenses	3,996	444	4,440
Co-op advertising	303	0	303
Continuing education	3,693	1,081	4,774
Telephone	7,422	1,856	9,278
Legal and accounting	2,148	8,594	10,742
Insurance	3,207	1,374	4,581
Repairs & maintenance	8,380	3,592	11,972
Interest	8,198	3,513	11,711
Taxes - real estate	8	4	12
Grants and aid	6	0	6
TVH - Tusc. Valley Heritage	5,451	0	5,451
Rent - Parking Lot	0	450	450
Utilities	5,545	2,376	7,921
Computer expenses	2,111	904	3,015
Miscellaneous	0	167	167
	<u>405,560</u>	<u>105,471</u>	<u>511,031</u>
Total expenses before depreciation			
Depreciation	<u>17,826</u>	<u>7,640</u>	<u>25,466</u>
Total expenses	<u>\$ 423,386</u>	<u>\$ 113,111</u>	<u>\$ 536,497</u>

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU**

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from service recipients	\$ 360,616	\$ 510,087
Other operating cash receipts	8,785	7,565
Cash paid to employees and suppliers	(459,193)	(502,584)
Interest paid	<u>(11,022)</u>	<u>(11,711)</u>
Net cash provided (used) by operating activities	<u>(100,814)</u>	<u>3,357</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from the sale of asset	350	0
Cash amounts deposited and reserved for loan requirements	(20)	(94)
Reinvested earnings from certificate of deposits	(2,890)	(5,894)
Redemption of certificates of deposit	269,405	0
Interest income on accounts	<u>3,097</u>	<u>6,126</u>
Net cash provided by investing activities	<u>269,942</u>	<u>138</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from note payable	100,100	0
Principal payments on note payable	<u>(14,938)</u>	<u>(14,317)</u>
Net cash provided (used) by financing activities	<u>85,162</u>	<u>(14,317)</u>
Increase (Decrease) in cash	254,290	(10,822)
CASH, beginning of year	<u>87,010</u>	<u>97,832</u>
CASH, end of year	<u>\$ 341,300</u>	<u>\$ 87,010</u>
RECONCILIATION OF CHANGES IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Changes in net assets	\$ (111,111)	\$ (10,885)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	24,746	25,466
Gain on sale/disposal of asset	(350)	0
Interest income on accounts	(3,097)	(6,126)
(Increase) decrease in operating assets:		
Accounts receivable	8,578	(1,834)
Prepaid expenses	(2,955)	11,680
Increase (decrease) in operating liabilities:		
Accounts payable	0	(23,077)
Accrued expenses	1,593	215
Deferred revenue	<u>(18,218)</u>	<u>7,918</u>
Net cash provided (used) by operating activities	<u>\$ (100,814)</u>	<u>\$ 3,357</u>

The accompanying notes are an integral part of these financial statements.

WILLOUGHBY & COMPANY, INC. - Certified Public Accountants

**TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

Tuscarawas County Convention and Visitors Bureau (the Organization) is a non-profit entity organized under the laws of the State of Ohio for the purpose of the promotion of Tuscarawas County, Ohio as a convention and tourist location.

METHOD OF ACCOUNTING

The Organization prepares its financial statements on the accrual basis of accounting.

FINANCIAL STATEMENT PRESENTATION

The financial statements are presented in accordance with FASB ASC 958-210, Financial Statements for Not-for-Profit Organizations. Under this standard, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. As of December 31, 2020 and 2019, the Organization had net assets with and without donor restrictions. In addition, the Organization is required to present a statement of cash flows when a statement of financial position and a statement of activities and changes in net assets are reported upon.

ACCOUNTS RECEIVABLE

The Organization uses the allowance method of accounting for doubtful accounts. All accounts were considered to be fully collectible at December 31, 2020 and 2019. Therefore, no allowance for doubtful accounts has been recorded in these financial statements.

PROPERTY AND EQUIPMENT

Property and equipment are carried at cost. Depreciation is provided over the estimated useful lives of the related assets. Maintenance and repairs are charged to operations when incurred. Renewals and betterments of a nature considered to materially extend the useful lives of the assets are capitalized. When assets are retired or otherwise disposed of, the assets and related allowances for depreciation are eliminated from the accounts, and any resulting gain or loss is reflected in income. Depreciation for financial reporting purposes is based on the following policies:

<u>DESCRIPTION</u>	<u>USEFUL LIVES</u>	<u>METHOD</u>
Building and improvements	15 - 39 years	Straight line
Construction loan interest	30 years	Straight line
Video and display equipment	5 years	Straight line
Office equipment	5 - 10 years	Straight line
Computer equipment	5 years	Straight line

CONTRIBUTIONS

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions.

ADVERTISING COSTS

The Organization expenses the production costs of advertising the first time the advertising takes place.

TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

TAX STATUS

As a non-profit organization under Section 501(c)(6) of the Internal Revenue Code, the Organization is exempt from Federal and Ohio income taxes. Therefore, no provision has been made for Federal or Ohio income taxes in the accompanying financial statements.

The Organization adopted the provision of FASB ASC-740-10 which relates to accounting for uncertainty in income taxes on July 1, 2009. Application of the new standard did not have any material effect on the Organization's financial statements. The Organization continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law, and new authoritative rulings in determining any uncertain tax positions.

The Organization's activity is included its Return of Organization Exempt from Income Tax annually. The returns for 2019, 2018 and 2017 are subject to examination by the IRS, generally for three years after they were filed.

STATEMENTS OF CASH FLOWS

For the purposes of the statements of cash flows, the Organization considers all highly liquid debt instruments purchased with a maturity date of three months or less to be cash equivalents. The Organization paid interest of \$11,022 and \$11,711 for the years ended December 31, 2020 and 2019, respectively.

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

DATE OF MANAGEMENT'S REVIEW

Subsequent events have been evaluated through April 21, 2021, which is the date the financial statements were available to be issued.

NOTE 2: DEPOSITS WITH BALANCE SHEET RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of temporary cash investments. The Organization places its temporary cash instruments with various local financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2020 and 2019, the Organization had uninsured cash balances not covered by the FDIC of \$19,528 and \$16,525, respectively.

NOTE 3: COMPENSATED ABSENCES

Employees of the Organization are entitled to vacation and sick days, depending on job classification, length of service, and other factors. No amounts have been recorded on the statements of financial position as a liability for December 31, 2020 and 2019.

TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: CONCENTRATION OF CREDIT RISK

The accounts receivable balance of the Organization consists of balances due from clients operating primarily in East Central Ohio. The Organization receives a majority of its funding from a hotel and motel excise tax in Tuscarawas County located in East Central Ohio.

NOTE 5: PENSION PLAN

The Organization sponsors a Simple Retirement program for all eligible employees. The Organization matches employee deferrals up to 3% of employee earnings. The Organization incurred matching contributions of \$5,545 and \$5,178 for the years ended December 31, 2020 and 2019, respectively.

NOTE 6: CASH - RESERVE

Per requirements of the USDA loan previously taken out (see Note 9), the Organization must set aside monies, over time, that will equal one year's mortgage payment (\$218 per month over 10 years). The Organization contributed \$20 and \$94 towards the required amount during 2020 and 2019.

NOTE 7: BOARD DESIGNATED BUILDING FUND

It is the policy of the Board of Directors of the organization to review its plans for future property improvements and acquisitions from time to time and to designate appropriate sums to assure adequate financing of such improvements and acquisitions. As of December 31, 2020 and 2019, there were no amounts set aside for this purpose.

NOTE 8: LINE OF CREDIT

The Organization entered a line of credit agreement during 2016 with a local banking institution with maximum borrowings available of \$25,000 at the prime interest rate which was 3.25% and 4.75% for 2020 and 2019, respectively. No amounts were borrowed during either 2020 or 2019.

NOTE 9: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization has \$396,045 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of cash of \$367,479, accounts receivable of \$20,211, short-term investments of \$0 and prepaid expenses of \$8,355. \$26,179 of the financial assets are subject to a contractual restriction which makes it unavailable for general expenditure within one year of the balance sheet date. See Note 6 for more details regarding the cash reserve amount. The accounts receivable are subject to implied time restrictions but are expected to be collected within one year.

The Organization has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$79,230. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

In addition, as part of its liquidity management, The Organization invests cash in excess of daily requirements in certificates of deposit. As more fully described in Note 8, the Organization also has a committed line of credit in the amount of \$25,000, which it could draw upon in the event of an unanticipated liquidity level.

TUSCARAWAS COUNTY CONVENTION
AND VISITORS BUREAU
NOTES TO THE FINANCIAL STATEMENTS

NOTE 10: NOTE PAYABLE

The Organization had the following note payable at December 31:

	<u>2020</u>	<u>2019</u>
Note payable - United States Small Business Administration (SBA), secured by tangible and intangible personal property with monthly payments of \$428 which includes interest at 2.75%. First payment due July 2022; Final payment due December 2050.	\$ 100,100	\$ 0
 Note payable - United States Department of Agriculture Rural Development (USDA), secured by real estate with monthly payments of \$2,155 which includes interest at 4.25%. Final payment is due December 2033.	<u>248,859</u>	<u>263,796</u>
	<u>348,959</u>	<u>263,796</u>
Less: current portion	<u>15,189</u>	<u>14,558</u>
	<u>\$ 333,770</u>	<u>\$ 249,239</u>

Principal payments on the note payable are scheduled to be made as follows for the years ending December 31:

2021	\$	15,189
2022		18,233
2023		18,986
2024		19,771
2025		20,589
Thereafter		<u>256,191</u>
	<u>\$</u>	<u>348,959</u>

NOTE 11: SUBSEQUENT EVENT

The United States of America and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the Tuscarawas County Convention and Visitors Bureau. The impact on Tuscarawas County Convention and Visitors Bureau's future revenues, operating expenses, and any recovery from emergency funding, either federal or state, cannot be estimated.



WILLOUGHBY & COMPANY, INC.

Certified Public Accountants

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AUDITS OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors of
Tuscarawas County Convention and Visitors Bureau
New Philadelphia, Ohio

We have audited, in accordance with the 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, the financial statements of Tuscarawas County Convention and Visitors Bureau (a nonprofit organization) which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated April 21, 2021.

Internal Control Over Financial Reporting

In planning and performing our audits of the financial statements, we considered Tuscarawas County Convention and Visitors Bureau's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Tuscarawas County Convention and Visitors Bureau's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. 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.

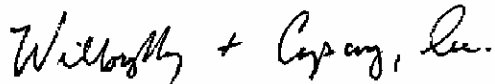
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Tuscarawas County Convention and Visitors Bureau's financial statements are free from 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 and 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 such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



WILLOUGHBY & COMPANY, INC. - Certified Public Accountants
New Philadelphia, Ohio

April 21, 2021

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OHIO AUDITOR OF STATE KEITH FABER



TUSCARAWAS COUNTY CONVENTION AND VISITORS BUREAU

TUSCARAWAS COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 7/22/2021

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov