

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

Financial Statements
(Audited)

For The Years Ended
December 31, 2009 and 2008

LAURA BROWNING, FISCAL OFFICER



Mary Taylor, CPA
Auditor of State

Village Council
Village of Green Camp
P.O. Box 43
200 Main Street
Green Camp, Ohio 43322

We have reviewed the *Independent Auditor's Report* of the Village of Green Camp, Marion County, prepared by Julian & Grube, Inc., for the audit period January 1, 2008 through December 31, 2009. 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 Village of Green Camp is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 4, 2010

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**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

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Julian & Grube, Inc.
Serving Ohio Local Governments

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Independent Auditor's Report

Village of Green Camp
Marion County
P.O. Box 43
Green Camp, Ohio 43332

To the Members of Council and Mayor:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Green Camp, Marion County, Ohio, as of and for the years ended December 31, 2009 and 2008, which collectively comprise the Village of Green Camp's financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Green Camp's management. Our responsibility is to express opinions 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 2, the Village of Green Camp prepares its financial statements and notes on the cash basis of accounting. This is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Green Camp, Marion County, Ohio, as of December 31, 2009 and 2008, and the respective changes in cash basis financial position and the respective budgetary comparisons for the General Fund and Special Revenue Fund: Street Construction, Maintenance and Repair, thereof and for the years then ended in conformity with the basis of accounting as described in Note 2.

Independent Auditor's Report
Village of Green Camp
Page Two

As described in Note 11, the Village of Green Camp has restated its General, Street Construction, Maintenance and Repair fund, other governmental funds (Permissive Tax) and total governmental net assets at January 1, 2008.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2010, on our consideration of the Village of Green Camp's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. While we did not opine on the internal control over financial reporting or 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* and should be considered in assessing the results of our audit.

The management's discussion and analysis is not a required part of the financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.



Julian & Grube, Inc.
June 2, 2010

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)**

This management's discussion and analysis of the Village of Green Camp's (the "Village") financial performance provides an overall review of the Village's financial activities for the years ended December 31, 2009 and 2008, within the limitations of the Village's cash basis accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Village's financial performance.

HIGHLIGHTS

Key highlights for 2009 are as follows:

Net assets of governmental activities increased \$8,940 or 16 percent, a significant change from the prior year. The fund most affected by the increase in cash and cash equivalents was the Street Construction, Maintenance and Repair Fund, due to decreases in costs.

The Village's general receipts are primarily property taxes. These receipts represent \$36,416 and 42 percent of the total cash received for governmental activities during the year. Grants and entitlements not restricted to specific programs increased 22% in 2009. Property taxes decreased 17% in 2009.

Net assets of the sewer operation, the Village's business-type activity, decreased \$8,508 for the year.

Key highlights for 2008 are as follows:

Net assets of governmental activities increased 19% over the net activities of the previous year. General cash receipts were increased by 11 percent.

The Village's general receipts are primarily property taxes. These receipts represent \$43,683 and 46 percent of the total cash received for governmental activities during the year. Property taxes increased 44% in 2008.

Net assets of the sewer operation, one of the Village's business-type activities, decreased \$21,377 for the year.

USING THE BASIC FINANCIAL STATEMENTS

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Village's cash basis of accounting.

Report Components

The statement of net assets and the statement of activities provide information about the cash activities of the Village as a whole.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)

Fund financial statements provide a greater level of detail. Funds are created and maintained on the financial records of the Village as a way to segregate money whose use is restricted to a particular specified purpose. These statements present financial information by fund, presenting funds with the largest balances or most activity in separate columns.

The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. The Village has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Village's cash basis of accounting, receipts and disbursements are recorded when cash is received or paid.

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

REPORTING THE VILLAGE AS A WHOLE

The statement of net assets and the statement of activities reflect how the Village did financially during 2009 and 2008, within the limitations of cash basis accounting. The statement of net assets presents the cash balances of the governmental and business-type activities of the Village at year end. The statement of activities compares cash disbursements with program receipts for each governmental program and business-type activity. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts. The comparison of cash disbursements with program receipts identifies how each governmental function or business-type activity draws from the Village's general receipts.

These statements report the Village's cash position and the changes in cash position. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Village's financial health. Over time, increases or decreases in the Village's cash position is one indicator of whether the Village's financial health is improving or deteriorating. When evaluating the Village's financial condition, you should also consider other non-financial factors as well such as the Village's property tax base, the condition of the Village's capital assets and infrastructure, the extent of the Village's debt obligations, the reliance on non-local financial resources for operations and the need for continued growth in the major local revenue sources such as property taxes. In the statement of net assets and the statement of activities, we divide the Village into two types of activities:

Governmental Activities: Most of the Village's basic services are reported here. State grants and property taxes finance most of these activities. Benefits provided through governmental activities are not necessarily paid for by the people receiving them.

Business-Type Activities: The Village has one business-type activity, the provision of sewer. Business-type activities are financed by a fee charged to the customers receiving the service.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)

REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS

Fund financial statements provide detailed information about the Village's major funds - not the Village as a whole. The Village establishes separate funds to better manage its many activities and to help demonstrate that money that is restricted as to how it may be used is being spent for the intended purpose. The funds of the Village are split into two categories: governmental and proprietary.

Governmental Funds - Most of the Village's activities are reported in governmental funds. The governmental fund financial statements provide a detailed view of the Village's governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent to finance the Village's programs. The Village's significant governmental funds are presented on the financial statements in separate columns. The information for nonmajor funds (funds whose activity or balances are not large enough to warrant separate reporting) is combined and presented in total in a single column. For 2009 and 2008, the Village's major governmental funds are the General Fund and Street Construction, Maintenance and Repair Fund. In addition, in 2009 and 2008 the Village's Sewer Fund is also a major fund. The programs reported in governmental funds are closely related to those reported in the governmental activities section of the entity-wide statements. We describe this relationship in reconciliations presented with the governmental fund financial statements.

Proprietary Funds - When the Village charges customers for the services it provides, these services are generally reported in proprietary funds. When the services are provided to the general public, the activity is reported as an enterprise fund. The Village has one enterprise fund, the Sewer Fund.

THE VILLAGE AS A WHOLE

Table 1 provides a summary of the Village's net assets for 2009 compared to 2008 and 2008 compared to 2007 on a cash basis:

(Table 1)
Net Assets

Assets	Governmental Activities			Business-Type Activities			Total		
	2009	2008	2007 (Restated)	2009	2008	2007	2009	2008	2007 (Restated)
Cash and Cash Equivalents	\$ 65,250	\$ 56,310	\$ 47,221	\$ 189,105	\$ 197,613	\$ 218,990	\$ 254,355	\$ 253,923	\$ 266,211
Total Assets	\$ 65,250	\$ 56,310	\$ 47,221	\$ 189,105	\$ 197,613	\$ 218,990	\$ 254,355	\$ 253,923	\$ 266,211
Net Assets									
Restricted for:									
Other Purposes	\$ 44,418	\$ 32,545	\$ 26,093	\$ -	\$ -	\$ -	\$ 44,418	\$ 32,545	\$ 26,093
Unrestricted	20,832	23,765	21,128	189,105	197,613	218,990	209,937	221,378	240,118
Total Net Assets	\$ 65,250	\$ 56,310	\$ 47,221	\$ 189,105	\$ 197,613	\$ 218,990	\$ 254,355	\$ 253,923	\$ 266,211

As mentioned previously, net assets of governmental activities increased \$8,940 or 16 percent during 2009 and \$9,089 or 19 percent during 2008. The primary reasons contributing to the increases in cash balances are as follows:

- During 2009, the Village's streets were in generally good condition, resulting in fewer maintenance and repair expenses.
- During 2008, the Village saw a significant increased in revenues in the General Fund.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)**

Table 2 reflects the changes in net assets on cash basis in 2009, 2008 and 2007 for governmental activities, business-type activities and total primary government.

Table (2)
Changes in Net Assets

	Governmental Activities			Business-Type Activities			Total		
	2009	2008	2007	2009	2008	2007	2009	2008	2007
Receipts									
Program Receipts:									
Charges for Services and Sales	\$ 4,059	\$ 3,038	\$ 7,316	\$ 97,306	\$ 95,262	\$ 79,058	\$ 101,365	\$ 98,300	\$ 86,374
Operating Grants and Contributions	16,336	17,030	14,162	-	-	-	16,336	17,030	14,162
Total Program Receipts	20,395	20,068	21,478	97,306	95,262	79,058	117,701	115,330	100,536
General Receipts:									
Property and Other Local Taxes	36,416	43,683	32,120	-	-	-	36,416	43,683	32,120
Grants and Entitlements Not Restricted to Specific Programs	25,599	21,008	18,440	-	-	-	25,599	21,008	18,440
Interest	2,905	6,161	15,928	-	-	1,757	2,905	6,161	17,685
Miscellaneous	1,750	3,503	400	-	-	-	1,750	3,503	400
Total General Receipts	66,670	74,355	66,888	-	-	1,757	66,670	74,355	68,645
Total Receipts	87,065	94,423	88,366	97,306	95,262	80,815	184,371	189,685	169,181
Disbursements									
General Government	36,131	33,924	32,995	-	-	-	36,131	33,924	32,995
Security of Persons and Property	14,493	13,844	13,005	-	-	-	14,493	13,844	13,005
Public Health Services	9,347	11,196	11,105	-	-	-	9,347	11,196	11,105
Community Environment	399	514	328	-	-	-	399	514	328
Basic Utility Services	298	-	-	-	-	-	298	-	-
Leisure Time Activities	3,784	4,719	6,145	-	-	-	3,784	4,719	6,145
Transportation	8,019	15,483	19,042	-	-	-	8,019	15,483	19,042
Debt Service: Principal	4,800	4,750	4,648	-	-	-	4,800	4,750	4,648
Debt Service: Interest	854	904	1,006	-	-	-	854	904	1,006
Sewer	-	-	-	105,814	116,639	236,397	105,814	116,639	236,397
Total Disbursements	78,125	85,334	88,274	105,814	116,639	236,397	183,939	201,973	324,671
Transfers	-	-	-	-	-	-	-	-	-
Increase/(Decrease) in Net Assets	8,940	9,089	92	(8,508)	(21,377)	(155,582)	432	(12,288)	(155,490)
Net Assets, January 1 - (restated)	56,310	47,221	47,129	197,613	218,990	374,572	253,923	266,211	421,701
Net Assets, December 31	\$ 65,250	\$ 56,310	\$ 47,221	\$ 189,105	\$ 197,613	\$ 218,990	\$ 254,355	\$ 253,923	\$ 266,211

Total program receipts represent 23 percent and 21 percent, for 2009 and 2008, respectively, of total receipts and are primarily comprised of restricted intergovernmental receipts such as motor vehicle license and gas tax money.

Total general receipts represent 77 percent of the Village's total receipts in 2009 and 79 percent in 2008, and of these amounts, 55 percent and 59 percent, respectively are property and other local taxes. State grants and entitlements make up 38 percent and 28 percent of the Village's general receipts in 2009 and 2008, respectively. Other receipts are very insignificant and somewhat unpredictable revenue sources.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)

Disbursements for General Government represent the overhead costs of running the Village and the support services provided for the other Village activities.

Security of Persons and Property are the costs of fire protection and Transportation is the cost of maintaining the roads.

Governmental Activities

If you look at the Statement of Activities on page 10 for 2009 and page 18 for 2008, you will see that the first column lists the major services provided by the Village. The next column identifies the costs of providing these services. The major program disbursements for governmental activities are for general government, which accounts for 46 percent of all governmental disbursements for 2009 and 40 percent of all governmental disbursements for 2008. The next two columns of the Statement of Activities entitled Program Cash Receipts identify amounts paid by people who are directly charged for the service and grants received by the Village that must be used to provide a specific service. The net Receipt (Disbursement) column compares the program receipts to the cost of the service. This "net cost" amount represents the cost of the service which ends up being paid from money provided by local taxpayers. These net costs are paid from the general receipts which are presented at the bottom of the Statement. A comparison between the total cost of services and the net cost is presented in Table 3.

Table (3)
Governmental Activities

	<u>Total Cost of Services</u>			<u>Net Cost of Services</u>		
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Government	\$ 36,131	\$ 33,924	\$ 32,995	\$ (32,072)	\$ (30,886)	\$ (29,232)
Security of Persons and Property	14,493	13,844	13,005	(14,493)	(13,844)	(13,005)
Public Health Services	9,347	11,196	11,105	(9,347)	(11,196)	(11,105)
Community Environment	399	514	328	(399)	(514)	(328)
Basic Utility Services	298	-	-	(298)	-	-
Leisure Time Activities	3,784	4,719	6,145	(3,784)	(4,719)	(6,145)
Transportation	8,019	15,483	19,042	8,317	1,547	(1,327)
Debt Service: Principal	4,800	4,750	4,648	(4,800)	(4,750)	(4,648)
Debt Service: Interest	854	904	1,006	(854)	(904)	(1,006)
Total Expenses	<u>\$ 78,125</u>	<u>\$ 85,334</u>	<u>\$ 88,274</u>	<u>\$ (57,730)</u>	<u>\$ (65,266)</u>	<u>\$ (66,796)</u>

The dependence upon property and other general receipts is apparent as 74 percent in 2009 and 76 percent in 2008 of governmental activities are supported through these general receipts.

Business-Type Activities

The sewer operation of the Village is relatively small and routine.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
(UNAUDITED)**

THE VILLAGE'S FUNDS

In 2009, total governmental funds had receipts of \$87,065 and disbursements of \$78,125. Receipts were less than 2008. Disbursements were decreased from 2008. The Village has been attempting to reduce expenditures to prepare for future needs.

In 2008, total governmental funds had receipts of \$94,423 and disbursements of \$85,334. Governmental fund receipts were more than disbursements by \$9,089. The Village has been attempting to reduce expenditures to prepare for future needs.

BUDGETING HIGHLIGHTS

The Village's budget is prepared according to Ohio law and is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted funds are the General Fund and Street Construction, Maintenance and Repair Fund. The Village did not adopt appropriations as required for the years ended December 31, 2009 and 2008.

DEBT ADMINISTRATION

At December 31, 2009, the Village's outstanding debt included \$1,021,217 in OWDA loans and \$344,245 in OPWC loans issued for the sewer plant. For further information regarding the Village's debt, refer to Note 4 to the basic financial statements.

CURRENT ISSUES

The challenge for all governments is to provide quality services to the public while staying within the restrictions imposed by limited, and in some cases shrinking, funding. We rely heavily on property taxes and have very little industry to support the tax base. Our staff is limited and expenditures are also limited. Our goal is to be prepared for general public needs including parks, transportation, and sewer plant upkeep and maintenance.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Village's finances and to reflect the Village's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to Laura Browning, Fiscal Officer, Village of Green Camp, Marion County, P.O. Box 43, Green Camp, Ohio, 43332.

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF NET ASSETS - CASH BASIS
DECEMBER 31, 2009

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 65,250	\$ 189,105	\$ 254,355
Total assets.	65,250	189,105	254,355
Net assets:			
Restricted for:			
Other purposes	44,418	-	44,418
Unrestricted	20,832	189,105	209,937
Total net assets	\$ 65,250	\$ 189,105	\$ 254,355

VILLAGE OF GREEN CAMP, OHIO
STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Program Cash Receipts			Net (Cash Disbursements) Cash Receipts and Changes in Net Cash Assets		
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Current:						
General government	\$ 36,131	\$ 4,059	-	(32,072)	-	\$ (32,072)
Security of persons and property	14,493	-	-	(14,493)	-	(14,493)
Public health services	9,347	-	-	(9,347)	-	(9,347)
Community environment	399	-	-	(399)	-	(399)
Basic utility services	298	-	-	(298)	-	(298)
Transportation	8,019	-	16,336	8,317	-	8,317
Leisure time activities	3,784	-	-	(3,784)	-	(3,784)
Debt service:						
Principal retirement	4,800	-	-	(4,800)	-	(4,800)
Interest and fiscal charges	854	-	-	(854)	-	(854)
Total governmental activities	78,125	4,059	16,336	(57,730)	-	(57,730)
Business-type activities:						
Sewer	105,814	97,306	-	-	(8,508)	(8,508)
Total business-type activities	105,814	97,306	-	-	(8,508)	(8,508)
Totals	\$ 183,939	\$ 101,365	\$ 16,336	(57,730)	(8,508)	(66,238)
General Cash Receipts:						
Property taxes levied for:						
General operating				36,416	-	36,416
Grants and entitlements not restricted to specific programs				25,599	-	25,599
Interest receipts				2,905	-	2,905
Miscellaneous				1,750	-	1,750
Total general cash receipts				66,670	-	66,670
Change in net cash assets				8,940	(8,508)	432
Net cash assets at beginning of year				56,310	197,613	253,923
Net cash assets at end of year				\$ 65,250	\$ 189,105	\$ 254,355

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH BASIS ASSETS AND FUND CASH BALANCES
 GOVERNMENTAL FUNDS
 DECEMBER 31, 2009

	<u>General</u>	<u>Street Construction, Maintenance and Repair</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Cash assets:				
Equity in pooled cash and cash equivalents	\$ 20,832	\$ 38,986	\$ 5,432	\$ 65,250
Total assets	<u>\$ 20,832</u>	<u>\$ 38,986</u>	<u>\$ 5,432</u>	<u>\$ 65,250</u>
Fund cash balances:				
Reserved for encumbrances.	\$ 3,528	\$ 105	\$ -	\$ 3,633
Unreserved, undesignated (deficit), reported in:				
General fund.	17,304	-	-	17,304
Special revenue funds	-	38,881	5,432	44,313
Total fund cash balances	<u>\$ 20,832</u>	<u>\$ 38,986</u>	<u>\$ 5,432</u>	<u>\$ 65,250</u>

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009

	General	Street Construction, Maintenance and Repair	Other Governmental Funds	Total Governmental Funds
Cash receipts:				
Taxes	\$ 36,416	\$ -	\$ -	\$ 36,416
Intergovernmental.	25,599	14,839	1,203	41,641
Charges for services.	1,524	-	-	1,524
Fines, licenses and permits	2,535	-	-	2,535
Interest.	2,905	294	-	3,199
Miscellaneous.	1,750	-	-	1,750
Total cash receipts	<u>70,729</u>	<u>15,133</u>	<u>1,203</u>	<u>87,065</u>
Cash disbursements:				
Current:				
Security of persons and property	14,493	-	-	14,493
Public health services.	9,347	-	-	9,347
Leisure time activities	3,784	-	-	3,784
Community environment	399	-	-	399
Basic utility services	298	-	-	298
Transportation	3,556	3,682	781	8,019
General government.	36,131	-	-	36,131
Debt service:				
Principal retirement	4,800	-	-	4,800
Interest and fiscal charges	854	-	-	854
Total cash disbursements	<u>73,662</u>	<u>3,682</u>	<u>781</u>	<u>78,125</u>
Net change in fund cash balances	(2,933)	11,451	422	8,940
Cash basis fund balances at beginning of year	<u>23,765</u>	<u>27,535</u>	<u>5,010</u>	<u>56,310</u>
Cash basis fund balances at end of year	<u>\$ 20,832</u>	<u>\$ 38,986</u>	<u>\$ 5,432</u>	<u>\$ 65,250</u>

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND
 BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary basis receipts:				
Taxes	\$ -	\$ -	\$ 36,416	\$ 36,416
Intergovernmental	-	-	25,599	25,599
Charges for services.	-	-	1,524	1,524
Fines, licenses and permits.	-	-	2,535	2,535
Interest.	-	-	2,905	2,905
Miscellaneous	-	-	1,750	1,750
Total budgetary basis receipts	-	-	70,729	70,729
Budgetary basis disbursements:				
Current:				
Security of persons and property	1,162	1,162	15,655	(14,493)
Public health services.	91	91	9,438	(9,347)
Leisure time activities	43	43	3,827	(3,784)
Community environment.	-	-	399	(399)
Basic utility services	-	-	298	(298)
Transportation.	4	4	4,207	(4,203)
General government	2,153	2,153	37,712	(35,559)
Debt service:				
Principal retirement	-	-	4,800	(4,800)
Interest and fiscal charges	-	-	854	(854)
Total budgetary basis disbursements	3,453	3,453	77,190	(73,737)
Net change in fund cash balance	(3,453)	(3,453)	(6,461)	(3,008)
Fund balance at beginning of year	20,312	20,312	20,312	-
Prior year encumbrances appropriated	3,453	3,453	3,453	-
Fund balance at end of year	<u>\$ 20,312</u>	<u>\$ 20,312</u>	<u>\$ 17,304</u>	<u>\$ (3,008)</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND
 BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
 STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary basis receipts:				
Intergovernmental	\$ -	\$ -	\$ 14,839	\$ 14,839
Interest	-	-	294	294
Total budgetary basis receipts	<u>-</u>	<u>-</u>	<u>15,133</u>	<u>15,133</u>
Budgetary basis disbursements:				
Current:				
Transportation.	105	105	3,787	(3,682)
Total budgetary basis disbursements	<u>105</u>	<u>105</u>	<u>3,787</u>	<u>(3,682)</u>
Net change in fund cash balance	(105)	(105)	11,346	11,451
Fund balance at beginning of year	27,430	27,430	27,430	-
Prior year encumbrances appropriated	<u>105</u>	<u>105</u>	<u>105</u>	<u>-</u>
Fund balance at end of year	<u>\$ 27,430</u>	<u>\$ 27,430</u>	<u>\$ 38,881</u>	<u>\$ 11,451</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH BASIS ASSETS AND NET CASH ASSETS
ENTERPRISE FUND
DECEMBER 31, 2009

	<u>Business-type</u>
	<u>Sewer</u>
Cash assets:	
Current assets:	
Equity in pooled cash and cash equivalents.	\$ 189,105
Total assets	<u>189,105</u>
Net cash assets:	
Unrestricted.	<u>189,105</u>
Total net cash assets.	<u>\$ 189,105</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS.

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN NET CASH ASSETS
ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2009

	Business-Type Activities Enterprise Fund
	Sewer
Operating cash receipts:	
Charges for services	\$ 97,306
Total operating cash receipts	97,306
Operating cash disbursements:	
Contractual services	33,797
Total operating cash disbursements	33,797
Operating cash receipts over operating cash disbursements	63,509
Nonoperating (disbursements):	
Debt Service:	
Principal	(72,017)
Total nonoperating (disbursements).	(72,017)
Changes in net cash assets.	(8,508)
Net cash assets at beginning of year	197,613
Net cash assets at end of year	\$ 189,105

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF NET ASSETS - CASH BASIS
DECEMBER 31, 2008

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 56,310	\$ 197,613	\$ 253,923
 Total assets.	56,310	197,613	253,923
 Net assets:			
Restricted for:			
Other purposes	32,545	-	32,545
Unrestricted	23,765	197,613	221,378
 Total net assets	\$ 56,310	\$ 197,613	\$ 253,923

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Program Cash Receipts		Net (Cash Disbursements) Cash Receipts and Changes in Net Cash Assets			
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Current:						
General government.	\$ 33,924	\$ 3,038	\$ -	(30,886)	\$ -	\$ (30,886)
Security of persons and property	13,844	-	-	(13,844)	-	(13,844)
Public health services.	11,196	-	-	(11,196)	-	(11,196)
Transportation.	15,483	-	17,030	1,547	-	1,547
Leisure time activities	4,719	-	-	(4,719)	-	(4,719)
Community environment.	514	-	-	(514)	-	(514)
Debt service:						
Principal retirement.	4,750	-	-	(4,750)	-	(4,750)
Interest and fiscal charges	904	-	-	(904)	-	(904)
Total governmental activities	85,334	3,038	17,030	(65,266)	-	(65,266)
Business-type activities:						
Sewer.	116,639	95,262	-	-	(21,377)	(21,377)
Total business-type activities	116,639	95,262	-	-	(21,377)	(21,377)
Totals.	\$ 201,973	\$ 98,300	\$ 17,030	(65,266)	(21,377)	(86,643)
General Cash Receipts:						
Property taxes levied for:						
General operating.				43,683	-	43,683
Grants and entitlements not restricted to specific programs.				21,008	-	21,008
Interest receipts				6,161	-	6,161
Miscellaneous				3,503	-	3,503
Total general cash receipts.				74,355	-	74,355
Change in net cash assets				9,089	(21,377)	(12,288)
Net cash assets at beginning of year (restated)				47,221	218,990	266,211
Net cash assets at end of year.				\$ 56,310	\$ 197,613	\$ 253,923

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH BASIS ASSETS AND FUND CASH BALANCES
 GOVERNMENTAL FUNDS
 DECEMBER 31, 2008

	<u>General</u>	<u>Street Construction, Maintenance and Repair</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Cash assets:				
Equity in pooled cash and cash equivalents	\$ 23,765	\$ 27,535	\$ 5,010	\$ 56,310
Total assets	<u>\$ 23,765</u>	<u>\$ 27,535</u>	<u>\$ 5,010</u>	<u>\$ 56,310</u>
Fund cash balances:				
Reserved for encumbrances.	\$ 3,453	\$ 105	\$ -	\$ 3,558
Unreserved, undesignated (deficit), reported in:				
General fund.	20,312	-	-	20,312
Special revenue funds	-	27,430	5,010	32,440
Total fund cash balances	<u>\$ 23,765</u>	<u>\$ 27,535</u>	<u>\$ 5,010</u>	<u>\$ 56,310</u>

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>General</u>	<u>Street Construction, Maintenance and Repair</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Cash receipts:				
Taxes	\$ 43,683	\$ -	\$ -	\$ 43,683
Intergovernmental	21,008	15,416	1,250	37,674
Fines, licenses and permits	3,038	-	-	3,038
Interest	6,161	363	1	6,525
Miscellaneous	3,503	-	-	3,503
Total cash receipts	<u>77,393</u>	<u>15,779</u>	<u>1,251</u>	<u>94,423</u>
Cash disbursements:				
Current:				
Security of persons and property	13,844	-	-	13,844
Public health services	11,196	-	-	11,196
Leisure time activities	4,719	-	-	4,719
Community environment	514	-	-	514
Transportation	4,905	8,651	1,927	15,483
General government	33,924	-	-	33,924
Debt service:				
Principal retirement	4,750	-	-	4,750
Interest and fiscal charges	904	-	-	904
Total cash disbursements	<u>74,756</u>	<u>8,651</u>	<u>1,927</u>	<u>85,334</u>
Net change in fund cash balances	2,637	7,128	(676)	9,089
Cash basis fund balances at beginning of year (restated).	<u>21,128</u>	<u>20,407</u>	<u>5,686</u>	<u>47,221</u>
Cash basis fund balances at end of year	<u>\$ 23,765</u>	<u>\$ 27,535</u>	<u>\$ 5,010</u>	<u>\$ 56,310</u>

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND
 BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary basis receipts:				
Taxes	\$ 27,970	\$ 43,079	\$ 43,683	\$ 604
Intergovernmental	20,440	20,440	21,008	568
Fines, licenses and permits.	2,956	2,956	3,038	82
Interest.	5,995	5,995	6,161	166
Miscellaneous	3,408	3,408	3,503	95
Total budgetary basis receipts	<u>60,769</u>	<u>75,878</u>	<u>77,393</u>	<u>1,515</u>
Budgetary basis disbursements:				
Current:				
Security of persons and property	1,134	1,134	15,006	(13,872)
Public health services.	91	91	11,287	(11,196)
Leisure time activities	43	43	4,762	(4,719)
Community environment.	-	-	514	(514)
Transportation.	-	-	4,909	(4,909)
General government	2,128	2,128	36,077	(33,949)
Debt service:				
Principal retirement	-	-	4,750	(4,750)
Interest and fiscal charges	-	-	904	(904)
Total budgetary basis disbursements	<u>3,396</u>	<u>3,396</u>	<u>78,209</u>	<u>(74,813)</u>
Net change in fund cash balance	57,373	72,482	(816)	(73,298)
Fund balance at beginning of year (restated)	17,732	17,732	17,732	-
Prior year encumbrances appropriated	3,396	3,396	3,396	-
Fund balance at end of year.	<u>\$ 78,501</u>	<u>\$ 93,610</u>	<u>\$ 20,312</u>	<u>\$ (73,298)</u>

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN CASH BASIS FUND
 BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
 STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary basis receipts:				
Intergovernmental	\$ 13,000	\$ 13,000	\$ 15,416	\$ 2,416
Interest	-	-	363	363
Total budgetary basis receipts	<u>13,000</u>	<u>13,000</u>	<u>15,779</u>	<u>2,779</u>
Budgetary basis disbursements:				
Current:				
Transportation.	<u>105</u>	<u>105</u>	<u>8,756</u>	<u>(8,651)</u>
Total budgetary basis disbursements.	<u>105</u>	<u>105</u>	<u>8,756</u>	<u>(8,651)</u>
Net change in fund cash balance	12,895	12,895	7,023	(5,872)
Fund balance at beginning of year (restated)	20,302	20,302	20,302	-
Prior year encumbrances appropriated	<u>105</u>	<u>105</u>	<u>105</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 33,302</u>	<u>\$ 33,302</u>	<u>\$ 27,430</u>	<u>\$ (5,872)</u>

VILLAGE OF GREEN CAMP, OHIO

**STATEMENT OF CASH BASIS ASSETS AND NET CASH ASSETS
ENTERPRISE FUND
DECEMBER 31, 2008**

	<u>Business-type Activities</u>
	<u>Sewer</u>
Cash assets:	
Current assets:	
Equity in pooled cash and cash equivalents.	\$ 197,613
Total assets	<u>197,613</u>
Net cash assets:	
Unrestricted.	<u>197,613</u>
Total net cash assets.	<u><u>\$ 197,613</u></u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF GREEN CAMP, OHIO

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN NET CASH ASSETS
ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2008

	Business-Type Activities - Enterprise Fund
	Sewer
Operating cash receipts:	
Charges for services	\$ 95,262
Total operating cash receipts	95,262
Operating cash disbursements:	
Contractual services	39,553
Total operating cash disbursements	39,553
Operating cash receipts over operating cash disbursements	55,709
Nonoperating cash (disbursements):	
Debt Service:	
Principal	(77,086)
Total nonoperating (disbursements).	(77,086)
Changes in net cash assets.	(21,377)
Net cash assets at beginning of year	218,990
Net cash assets at end of year	\$ 197,613

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - DESCRIPTION OF THE ENTITY

The Village of Green Camp (the "Village") is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Village is directed by a six-member Council elected at large for four year terms. The Mayor is elected to a four year term and votes only to break a tie. The Village provides general government services, sewer utility and maintenance of Village roads and bridges. The Green Camp Volunteer Fire Department provides fire protection services to the Village.

Management believes the financial statements included in this report represent all of the funds of the Village over which the Village officials are financially accountable.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 2.C., these financial statements are presented on the cash basis of accounting. This cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. In the government-wide financial statements and the fund financial statements for proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, to the extent they are applicable to the cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The Village does not apply FASB statements issued after November 30, 1989, to its business-type activities and to its enterprise funds. Following are the more significant of the Village's accounting policies:

A. Basis of Presentation and Measurement Focus

The Village's financial statements consist of government-wide financial statements, including a statement of net assets - cash basis and a statement of activities - cash basis, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the Village as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the Village that are governmental and those that are considered business-type. Governmental activities generally are financed through taxes, intergovernmental receipts or other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of net assets presents the cash balances of the governmental and business-type activities of the Village at year end. The statement of activities compares disbursements with program receipts for each of the Village's governmental and business-type activities. Disbursements are reported by function. A function is a group of related activities designed to accomplish a major service or regulatory program for which the Village is responsible. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts, with certain limited exceptions. The comparison of direct disbursements with program receipts identifies the extent to which each governmental function or business-type activity is self-financing on a cash basis or draws from the Village's general receipts.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Fund Financial Statements

During the year, the Village segregates transactions related to certain Village functions or activities in separate funds to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Village at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

Proprietary fund statements distinguish operating transactions from nonoperating transactions. Operating receipts generally result from exchange transactions such as charges for services directly relating to the funds' principal services. Operating disbursements include costs of sales and services and administrative costs. The proprietary fund statements report all other receipts and disbursements as nonoperating.

B. Fund Accounting

The Village uses fund accounting to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Funds are used to segregate resources that are restricted as to use. The funds of the Village are divided into two categories, governmental and proprietary.

Governmental Funds - The Village classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants) and other nonexchange transactions as governmental funds. The following are the Village's major governmental funds:

General Fund - This fund is used to account for all financial resources of the Village except those required to be accounted for in another fund. The general fund balance is available to the Village for any purpose provided it is expended or transferred according to the general laws of Ohio.

Street Construction, Maintenance, and Repair Fund - This fund receives gasoline tax and motor vehicle tax money for constructing, maintaining, and repairing Village streets.

Other governmental funds of the Village are used to account for grants and other resources, and capital projects whose use is restricted to a particular purpose.

Proprietary Funds - These funds are used to account for activities that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. Proprietary funds are classified as either enterprise or internal service. The Village has no internal service funds.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The Village's major enterprise fund is the Sewer Fund.

Sewer Fund - This fund receives charges for services from residents to cover the cost of providing this utility.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

C. Basis of Accounting

The Village's financial statements are prepared using the cash basis of accounting. Receipts are recorded in the Village's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred.

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

D. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimate resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, except agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each department within each fund. Any budgetary modifications at this level may only be made by resolution of the Village's Council.

Tax Budget:

A budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year. The expressed purpose of the tax budget is to reflect the need for existing (or increased) tax rates.

Estimated Resources:

The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews receipt estimates. The County Budget Commission certifies its actions to the Village by September 1. As part of this certification, the Village receives the official certificate of estimated resources, which states the projected receipts of each fund. On or about January 1, the certificate is amended to include unencumbered fund balances at December 31 of the preceding year. Further amendments may be made during the year if the Village determined that receipts collected will be greater than or less than the prior estimate, and the Budget Commission finds the revised estimate to be reasonable. Prior to December 31, the Village must revise its budget so that the total contemplated expenditures from a fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation measure. The amounts reported within the budgetary statements reflect the final estimated resources as certified by the County Budget Commission.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Appropriations:

A temporary appropriation measure to control cash disbursements may be passed on or about January 1 of each year for the period January to March 31. An annual appropriation measure must be passed by April 1 of each year for the period January 1 to December 31. The appropriations measure may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. The budgetary statement reflects the final appropriations as approved by Council.

Encumbrances:

As part of the formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve the portion of the applicable appropriation.

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year and need not be reappropriated.

E. Cash and Cash Equivalents

To improve cash management, cash received by the Village is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the Village's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements. During 2009 and 2008, the Village invested in nonnegotiable certificates of deposit. The nonnegotiable certificates of deposit are reported at cost.

Interest income is distributed to the funds according to statutory requirements. Interest revenue earned and credited to the General Fund during 2009 and 2008 amounted to \$2,905 and \$6,161, which included \$2,629 and \$5,598, respectively assigned from other funds of the Village.

F. Capital Assets

Acquisition of property, plant, and equipment purchased are recorded as disbursements when paid. These items are not reflected as assets on the accompanying financial statements. The costs of normal maintenance and repairs are also expended, along with improvements. Depreciation is not recorded.

G. Long-term Obligations

Bonds and other long-term obligations are not recognized as a liability in the financial statements under the cash basis of accounting. These statements report proceeds of debt when cash is received, and debt service disbursements for debt principal payments.

H. Inventory and Prepaid Items

The Village reports disbursements for inventories and prepaid items when paid. These items are not reflected as assets in the accompanying financial statements.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

I. Intergovernmental Revenues

Intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursable basis are recorded when received in accordance with the Village's cash basis method of accounting.

J. Net Assets

Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes include resources restricted for constructing, maintaining, and repairing Village roads.

The Village's policy is to first apply restricted resources when an obligation is incurred for purposes for which both restricted and unrestricted net assets are available.

NOTE 3 - DEPOSITS AND INVESTMENTS

Monies held by the Village are classified by State statute into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the Village treasury. Active monies must be maintained either as cash in the Village treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts. Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the Village can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily and the term of the agreement must not exceed thirty days;

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 3 - DEPOSITS AND INVESTMENTS - (Continued)

4. Bonds and other obligations of the State of Ohio or Ohio Local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and,
7. The State Treasurer's investment pool (STAR Ohio).

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the Village, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the Village will not be able to recover deposits or collateral securities that are in the possession of an outside party. At December 31, 2009 and 2008, the Village's bank balances consisted of \$254,355 and \$253,923, respectively, which was all covered by the Federal Deposit Insurance Corporation (FDIC).

NOTE 4 - DEBT OBLIGATIONS

At December 31, 2009 and 2008, debt obligations consisted of the following issuances:

<u>Description</u>	<u>Balance 12/31/08</u>	<u>Balance 12/31/09</u>
1998 Ohio Water Development Authority (OWDA) Sewer Plant Construction Loan, due in semiannual installments of \$30,946 through 2026 at a rate of 0%.	\$ 1,083,109	\$ 1,021,217
1998 Ohio Public Works Commission (OPWC), due in semiannual installments of \$10,125 through 2026 at a rate of 0%.	<u>354,370</u>	<u>344,245</u>
Total debt obligations	<u>\$ 1,437,479</u>	<u>\$ 1,365,462</u>

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 4 - DEBT OBLIGATIONS - (Continued)

Transactions for the year ended December 31, 2009 and 2008 are summarized as follows:

<u>Description</u>	<u>Balance</u> <u>12/31/08</u>	<u>Proceeds</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/09</u>	<u>Due Within</u> <u>One Year</u>
2009:					
Loan - OWDA	\$ 1,083,109	\$ -	\$ (61,892)	\$ 1,021,217	\$ 30,946
Loan - OPWC	354,370	-	(10,125)	344,245	20,250
Totals	<u>\$ 1,437,479</u>	<u>\$ -</u>	<u>\$ (72,017)</u>	<u>\$ 1,365,462</u>	<u>\$ 51,196</u>
<u>Description</u>	<u>Balance</u> <u>12/31/07</u>	<u>Proceeds</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/08</u>	
2008:					
Loan - OWDA	\$ 1,139,945	\$ -	\$ (56,836)	\$ 1,083,109	
Loan - OPWC	374,620	-	(20,250)	354,370	
Totals	<u>\$ 1,514,565</u>	<u>\$ -</u>	<u>\$ (77,086)</u>	<u>\$ 1,437,479</u>	

The principal and interest requirements to retire the debt obligations outstanding at December 31, 2009 are as follows:

<u>Year Ending</u> <u>December 31</u>	<u>Loan - OWDA</u> <u>Principal</u>	<u>Loan - OPWC</u> <u>Principal</u>	<u>Total</u> <u>Principal</u>
2010	\$ 30,946	\$ 20,250	\$ 51,196
2011	61,892	20,250	82,142
2012	61,892	20,250	82,142
2013	61,892	20,250	82,142
2014	61,892	20,250	82,142
2015 - 2019	309,460	101,250	410,710
2020 - 2024	309,460	101,250	410,710
2025 - 2026	123,783	40,495	164,278
Total	<u>\$ 1,021,217</u>	<u>\$ 344,245</u>	<u>\$ 1,365,462</u>

NOTE 5 - PROPERTY TAX

Property taxes include amounts levied against all property, public utility property and tangible personal property located in the Village. Property tax receipts received in 2009 (2008) for real and public utility property taxes represents collections of the 2008 (2007) taxes. Property tax payments received during 2009 (2008) for tangible personal property (other than public utility property) is for 2008 (2007) taxes.

2008 (2007) real property taxes are levied after October 1, 2008 (2007) on the assessed values as of January 1, 2008 (2007), the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. 2008 (2007) real property taxes are collected in and intended to finance 2009 (2008).

Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 5 - PROPERTY TAX - (Continued)

Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 (2007) public utility property taxes which became a lien on December 31, 2008 (2007), are levied after October 1, 2008 (2007) and are collected in 2009 (2008) with real property taxes.

2008 (2007) tangible property taxes are levied after October 1, 2007 (2006), on the value as of December 31, 2007 (2006). Collections are made in 2009 (2008). Tangible personal property assessments are being phased out.

The full tax rate for all Village operations for the year ended December 31, 2008 (2007) was \$4.00 per \$1,000 of assessed value. The assessed values of real personal property upon which 2009 (2008) property tax receipts were based are as follows:

	2009	2008
Residential/Agriculture	\$ 3,567,770	\$ 3,627,960
Other Real Property	289,290	324,870
Tangible Personal Property/Public Utility	717,270	777,650
Total Assessed Values	\$ 4,574,330	\$ 4,730,480

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the Village. The County Auditor periodically remits to the Village its portion of the taxes collected.

NOTE 6 - DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

The Village participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings.

The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 6 - DEFINED BENEFIT PENSION PLANS - (Continued)

For the years ended December 31, 2009 and 2008, the members were required to contribute 10% of their annual covered salaries. The Village's contribution rate for pension benefits for 2009 and 2008 was 14% respectively. The Ohio Revised Code provides statutory authority for member and employer contributions.

The Village's contributions to OPERS for the years ended December 31, 2009, 2008, and 2007 were \$2,388, \$2,398, and \$2,548, respectively; these contributions were sufficient to fulfill the requirements.

NOTE 7 - POSTRETIREMENT BENEFIT PLANS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits other than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2009 local government employer contribution rates were 14.00% and for 2008, 14.00% of covered payroll; 7.00% from January 1 through March 31, 2009 and 5.50% from April 1 through December 31, 2009 and for 2008, 7.00% of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPER's latest actuarial review performed as of December 31, 2009, include a rate of return on investments of 6.50%, an annual increase in active employee total payroll of 4.00% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.50% and 6.30% based on additional annual pay increases. Health care premiums were assumed to increase from 0.50% to 3.00% annually.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12 percent corridor.

The number of active contributing participants in the traditional and combined plans was 357,584. Actual employer contributions for 2009, 2008 and 2007 which were used to fund postemployment benefits were \$1,002, \$1,199 and \$1,012, respectively. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2008 (the latest information available) were \$10.7 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$29.6 billion and \$18.9 billion, respectively.

In December 2001, the Board adopted the Health Care "Choices" Plan. The Choices Plan will be offered to all persons newly hired in an OPERS covered position after January 1, 2003, with no prior service credit accumulated toward health care coverage. Choices will incorporate a cafeteria approach, offering a broader range of health care options. The Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten-year "cliff" eligibility standard for the present Plan.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 7 - POSTRETIREMENT BENEFIT PLANS - (Continued)

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature, enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

On September 9, 2004 the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to skyrocketing health care costs.

Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The Plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs. If the monthly allocation exceeds the cost of the options selected, the excess is deposited into a Retiree Medical Account that can be used to fund future health care expenses.

NOTE 8 - RISK MANAGEMENT

The Village belongs to the Ohio Government Risk Management Plan (the "Plan"), a nonassessable, unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management program and other administrative services to Ohio governments ("Members"). The Plan is legally separate from its member governments.

Pursuant to Section 2744.081 of the Ohio Revised Code, the plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages to its members sold through fourteen appointed independent agents in the State of Ohio. These coverage programs, referred to as Ohio Plan Risk management ("OPRM"), are developed specific to each member's risk management needs and the related premiums for coverage are determined through the application of uniform underwriting criteria addressing the member's exposure to loss, except OPRM retain 15% of the premium and losses on the first \$250,000 casualty treaty and 10% of the first \$1,000,000 property treaty. Members are only responsible for their self-retention (deductible) amounts, which vary from member to member. OPRM had over 650 members as of December 31, 2008. The Village participates in this coverage.

In August 2007, OGRMP formed the Ohio Plan Healthcare Consortium ("OPHC"), as authorized by Section 9.833 of the Ohio Revised Code. The OPHC was established to provide cost effective employee benefit programs for Ohio political sub-divisions and is a self-funded, group purchasing consortium that offers medical, dental, vision and prescription drug coverage as well as life insurance for its members. The OPHC is sold through seventeen appointed independent agents in the State of Ohio. Coverage programs are developed specific to each member's healthcare needs and the related premiums for coverage are determined through the application of uniform underwriting criteria. Variable plan options are available to members. These plans vary primarily by deductibles, coinsurance levels, office visit co-pays and out-of-pocket maximums. OPHC had 40 members as of December 31, 2008. The Village does not participate in this coverage.

Plan members are responsible to notify the Plan of their intent to renew coverage by their renewal date. If a member chooses not to renew with the Plan, they have no other financial obligation to the Plan, but still need to promptly notify the Plan of any potential claims occurring during their membership period. The former member's covered claims, which occurred during their membership period, remain the responsibility of the Plan.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 8 - RISK MANAGEMENT - (Continued)

Settlement amounts did not exceed insurance coverage for the past three fiscal years.

The Pool's audited financial statements conform with generally accepted accounting principles, and reported the following assets, liabilities and retained earnings at December 31: 2008 and 2007 (the latest information available), and include amounts for both OPRRM and OPHC:

	<u>2008</u>	<u>2007</u>
Assets	\$ 10,471,114	\$ 11,136,455
Liabilities	<u>(5,286,781)</u>	<u>(4,273,553)</u>
Members' Equity	<u>\$ 5,184,333</u>	<u>\$ 6,862,902</u>

You can read the complete audited financial statements for The Ohio Government Risk Management Plan at the Plan's website, www.ohioplan.org.

NOTE 9 - CONTINGENT LIABILITY

LITIGATION

The Village is currently not involved in litigation.

NOTE 10 - BUDGETARY BASIS OF ACCOUNTING

The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The Statement of Cash Receipts, Cash Disbursements and Changes in Fund Cash Balance - Budget and Actual (Budgetary Basis) presented for the general fund, and Special Revenue Fund: Street Construction, Maintenance and Repair fund is prepared on the budgetary basis to provide a meaningful comparison of actual results with the budget. The difference between the budgetary basis and the cash basis are outstanding year end encumbrances are treated as disbursements (budgetary basis) rather than as a reservation of fund balance (cash basis). At December 31, 2009 the Village had outstanding encumbrances in the General Fund in the amount of \$3,528 and in the Street Construction, Maintenance and Repair Fund in the amount of \$105. At December 31, 2008, the Village had outstanding encumbrances in the General Fund in the amount of \$3,453 and in the Street Construction, Maintenance and Repair Fund in the amount of \$105.

NOTE 11 - PRIOR PERIOD ADJUSTMENT

The Village had prior period adjustments in the following amounts:

	<u>General</u>	<u>Street Construction, Maintenance and Repair Fund</u>	<u>(Other Governmental Funds)</u>	<u>Total Net Assets (Governmental Activities)</u>
Balance 12/31/07	\$ 15,680	\$ 12,661	\$ 13,432	\$ 41,773
Restatement	<u>5,448</u>	<u>7,746</u>	<u>(7,746)</u>	<u>5,448</u>
Restated Balance 01/01/08	<u>\$ 21,128</u>	<u>\$ 20,407</u>	<u>\$ 5,686</u>	<u>\$ 47,221</u>

The restatement of \$5,448 was recorded to properly reflect interest earned in prior years. The restatement of \$7,746 was recorded to properly reflect expenditures related to permissive tax monies made in prior years into the correct fund. Budgetary statements have also been restated to reflect the prior period adjustments.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

**NOTES TO THE CASH BASIS FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

NOTE 12 - COMPLIANCE

- A. The Village did not properly complete clerk certificates for purchase orders for the years ended December 31, 2009 and 2008 in noncompliance with Ohio Revised Code Section 5705.41(D).
- B. The Village did not approve permanent appropriations for the years ended December 31, 2009 and December 31, 2008, in noncompliance with Ohio Revised Code Section 5705.38.
- C. The Village had expenditures in excess of appropriations for the years ended December 31, 2009 and December 31, 2008 in noncompliance with Ohio Revised Code Sections 5705.41(B) and 5705.40.
- D. The Village did not certify its available funds to the County in noncompliance with Ohio Revised Code Section 5705.36 at January 1, 2009 for the fund balances at the year ended December 31, 2008. In addition, the Village did not certify correct amounts of available funds to the County at January 1, 2008 for the fund balances at the year ended December 31, 2007.

NOTE 13 - CAPITAL LEASE

In a prior year, the Village entered into a capital lease agreement for a police cruiser. The Village disbursed \$5,654 from the general fund to pay lease costs for the years ended December 31, 2009 and December 31, 2008. The amount of principal for 2009 and 2008 was \$4,800 and \$4,750, respectively and the amount of interest was \$854 and \$904, respectively. The lease expired in the year December 31, 2009.



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**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Members of Council and Mayor
Village of Green Camp
Marion County
P.O. Box 43
Green Camp, Ohio 43332

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Green Camp, Marion County, Ohio, as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated June 2, 2010 wherein we noted the Village of Green Camp prepared its financial statements on the cash basis, a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. In addition, as described in Note 11 of the financial statements, the Village of Green Camp has restated its General Fund, Street Construction, Maintenance and Repair fund, other governmental funds (Permissive Tax) and total governmental net assets at January 1, 2008. 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 Village of Green Camp's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the Village of Green Camp's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Village of Green Camp'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 and responses, we identified three deficiencies in internal control over financial reporting that we consider to be 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 combination of internal control, in internal control such that there is a reasonable possibility that a material misstatement of the Village of Green Camp's financial statements will not be prevented, or detected and timely corrected. We consider findings 2009-VOGC-001, 2009-VOGC-002 and 2009-VOGC-003 described in the accompanying schedule of findings and responses to be material weaknesses.

Members of Council and Mayor
Village of Green Camp

Compliance and Other Matters

As part of reasonably assuring whether the Village of Green Camp'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 such an opinion. The results of our tests disclosed six instances of noncompliance or other matters we must report under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as items 2009-VOGC-001 and 2009-VOGC-003 through 2009-VOGC-007.

We also noted a certain matter that we reported to the Village of Green Camp's management in a separate letter dated June 2, 2010.

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

This report is intended solely for the information and use of management, the Village Council and others within the Village of Green Camp and is not intended to be and should not be used by anyone other than these specified parties.



Julian & Grube, Inc.
June 2, 2010

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

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

1. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS	
Finding Number	2009-VOGC-001

Noncompliance/Material Weakness - Financial Reporting/Receipt Posting

Ohio Revised Code Section 5705.10 states, in part, all revenue derived for a source other than the general property tax and which the law prescribes shall be used for a particular purpose is to be paid into a special fund for such purpose.

In addition, the Village is required to provide financial statements free from material misstatements.

The Village financial statements required the following audit adjustments:

Prior Period Adjustment: At January 1, 2008, financial statements did not agree to reconciled cash balances in the amount of \$5,448 due to unposted interest.

Prior Period Adjustment: At January 1, 2008, the Street Construction, Maintenance and Repair Fund were understated and the other governmental funds (permissive tax) was overstated in the amount of \$7,746 due to expenditures not being properly recorded in the correct fund.

In addition, the Village financial statements required the following adjustments:

2009:

- i.* The General Fund was understated by \$1,421 for unposted interest.
- ii.* The General Fund was overstated by \$9,637 due to the misposting of a matured certificate of deposit as a receipt.
- iii.* The General Fund was overstated and the Sewer Fund was understated by \$20,593 for a misposting of a receipt.
- iv.* The General Fund was overstated and the Street Construction, Maintenance and Repair and State Highway Funds were understated by \$2,825, \$2,613 and \$212, respectively for the misposting of license tax.

2008:

- i.* The General Fund was understated by \$6,097 for unposted interest.
- ii.* The General Fund was overstated and the Street Construction, Maintenance and Repair and State Highway Funds were understated by \$1,534, \$1,406 and \$128, respectively for the misposting of a license tax receipt.

All adjustments have been recorded to the Village's books.

We recommend the Village consult local government services, the Village handbook and the Ohio Municipal League and consider obtaining an overall review of the financial statements and notes prior to submitting to the auditor as an additional internal control to help ensure accurate financial statements throughout the year and at year end. This will help ensure accurate financial reporting for the Village Council to aid in planning.

Client Response: The Village hired a new Fiscal Officer who is making great strides in creating a sound fiscal environment for the Village.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

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

1. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS - (Continued)	
Finding Number	2009-VOGC-002

Material Weakness - Bank Reconciliation

The Village is required to have monthly bank reconciliations that reconcile all Village bank accounts to a combined total of the Village's fund balances.

While the Village did maintain bank reconciliations of its checking accounts, the Village did not maintain bank account reconciliations that agreed all bank accounts, certificates of deposit, etc. to the Village's total fund balances.

Without comprehensive reconciliations, the Village might mispost transactions and/or misrepresent actual cash balances to the Village Council for use with their budgeting decisions.

All adjusting entries have been recorded by the Village.

We recommend the Village Fiscal Officer prepare a comprehensive reconciliation on a monthly basis that accounts for all Village deposits.

Client Response: The current Fiscal Officer now has a better understanding of the UAN system and the full reconciliation process. Full reconciliations will be performed for 2010 and the future.

Finding Number	2009-VOGC-003
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Noncompliance - Material Weakness - Budgetary Controls

Ohio Revised Code Section 5705.38 requires the annual appropriation measure to be passed on or about the first day of each fiscal year. Temporary appropriations may be adopted until April 1 if the taxing authority wishes to postpone the passage of the annual appropriation measure until the county budget commission sends out the amended certificate based on year end balances. In addition, the Village appropriation measure is the foundation of the Village's anticipated activities for any given year.

The Village could not provide evidence of any Council approved or certified permanent appropriations for 2009 and 2008.

While the Village did not spend more monies that actually available, the lack of evidence of appropriations may hinder its ability to effectively budget and monitor disbursements related to the budget.

We recommend that Council adopt procedures for approving the appropriation measures and include these procedures in an accounting policies and procedures manual. We recommend that the Fiscal Officer develop a tickler file including all significant due dates of the budgeting process. The temporary or permanent appropriation measures should be passed prior to incurring expenditures.

Client Response: The Village has had turnover in the Fiscal Officer and Council positions. We are actively seeking to resolve this.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

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

1. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS - (Continued)	
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Finding Number	2009-VOGC-004
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Ohio Revised Code Section 5705.40 outlines the requirements for amending and supplementing appropriations. This section requires that any amendments to an appropriation measure be made by Council resolution and comply with the same provisions of the law as used in making the original appropriations.

Expenditures exceeded appropriations in all funds during 2009 and 2008 due to the Village not timely or properly approving permanent appropriations.

By not timely and properly modifying the Village’s appropriations, the Village is not adequately monitoring appropriations versus expenditures. With expenditures exceeding appropriations, overspending may occur which may result in a negative fund balance.

We recommend that the Village comply with Ohio Revised Code and Auditor of State Bulletin 97-010 by monitoring expenditures so they do not exceed lawful appropriations. This may be achieved by monitoring the budget more closely on a continual basis and making appropriation amendments as necessary.

Client Response: The Village has had turnover in the Fiscal Officer and Council positions. We are actively seeking to resolve this.

Finding Number	2009-VOGC-005
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Ohio Revised Code Section 5705.41(B) requires that no subdivision is to expend money unless it has been appropriated.

The Village had expenditures exceeding appropriations in all funds during the years ended December 31, 2009 and 2008 due to not passing an appropriation measures.

With expenditures exceeding appropriations, the Village is expending monies that have not been appropriated and approved by the Village Council. This may result in unnecessary purchases or overspending which may lead to a fund deficit.

We recommend that the Village comply with the Ohio Revised Code and the Auditor of State Bulletin 97-010 by monitoring expenditures so they do not exceed lawful appropriations and amending the budget prior to year end. This may be achieved by monitoring the budget more closely on a continual basis.

Client Response: The Village has had turnover in the Fiscal Officer and Council positions. We are actively seeking to resolve this.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

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

1. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS - (Continued)	
Finding Number	2009-VOGC-006

Ohio Revised Code Section 5705.41(D) requires that no orders or contracts involving the expenditure of money are to be made unless there is a certificate of the fiscal officer that the amount required for the order or contract has been lawfully appropriated and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances.

The Village did not certify expenditures for the years ended December 31, 2009 and 2008.

Without certification, the Village may expend more funds than available in the Treasury, in the process of collection or the funds appropriated. It may also result in unnecessary purchases.

We recommend that all orders or contracts involving the expenditure of money be timely certified to ensure all monies expended are lawfully appropriated and available in the treasury or in the process of collection. A policy and procedure statement adopted by the Council and distributed at least annually may be beneficial. The Village should consider using “Then” and “Now” certificates where applicable.

Client Response: The Village has had turnover in the Fiscal Officer and Council positions. We are actively seeking to resolve this. In addition, the Mayor is taking a more active role in the financials of the Village.

Finding Number	2009-VOCG-007
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Ohio Revised Code Section 5705.36, in part, requires Fiscal Officers to certify to the county auditor the total amount from all sources which is available for expenditures from each fund in the tax budget along with any unencumbered balances that existed at the end of the preceding year.

The Village did not certify its available funds to the County at January 1, 2009 for the year ended December 31, 2008.

The Village did not properly certify unencumbered fund balances at January 1, 2008 for the year ended December 31, 2007.

The Village is not properly certifying its audited balances to the appropriate authorities as required by law.

We recommend that the Village consult the Ohio Compliance Supplement, the Village Officer’s manual and its auditors to ensure that Village fund balances agree to audited reports. This will enable the county auditor to perform the proper certification with accurate information. This will in turn allow the Village to properly appropriate funds within its available resources.

Client Response: The Village has had turnover in the Fiscal Officer and Council positions. We are actively seeking to resolve this.

**VILLAGE OF GREEN CAMP
MARION COUNTY, OHIO**

**STATUS OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2009 AND 2008**

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	<u>Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:</u>
2007-001	<u>Significant Deficiency/Material Weakness - Financial Reporting:</u> Sound financial reporting is the responsibility of the Fiscal Officer, Mayor and Village Council and is essential to ensure the information provided to the readers of the financial statements is complete and accurate.	No	Finding repeated at 2009-VOGC-001
2007-002	<u>Significant Deficiency/Material Weakness - Monthly Bank Reconciliations:</u> Monthly cash reconciliations should be performed by the Village Fiscal Officer to determine if all receipts and disbursements have been properly posted.	No	Finding repeated as 2009-VOGC-002
2007-003	<u>Significant Deficiency/Material Weakness/Noncompliance Citation -</u> Ohio Revised Code Section 5705.10 states, in part, all revenue derived from a source other than the general property tax and which the law prescribes shall be used for a particular purpose is to be paid into a special fund for such purpose.	No	Finding repeated as 2009-VOGC-001
2007-004	Ohio Revised Code Section 5705.41(D)(1) prohibits a subdivision or taxing entity from making any contract or ordering any expenditure of money unless a certificate signed by the Fiscal Officer is attached thereto.	No	Finding repeated as 2009-VOGC-006
2007-005	26 C.F.R Section 1.6041-1 requires governments to report on Form 1099 all payments to independent contractors aggregating \$600 or more.	Yes	N/A



Mary Taylor, CPA
Auditor of State

**VILLAGE OF GREEN CAMP
MARION 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 17, 2010**