

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO**

*Financial Statements
(Audited)*

For The Years Ended
December 31, 1999 and 1998

TRIMBLE, JULIAN & GRUBE, INC.

TJG

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO**

*Financial Statements
(Audited)*

For The Years Ended
December 31, 1999 and 1998

EARL E. BRIDENSTINE, CLERK/TREASURER

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	1
Combined Statement of Cash Fund Balances - All Fund Types	2
Combined Statement of Cash Receipts, Cash Disbursements, and Changes in Cash Fund Balances - All Governmental Fund Types and Similar Fiduciary Fund Type - 1999	3
Combined Statement of Cash Receipts, Cash Disbursements, and Changes in Cash Fund Balances - Proprietary Fund Type and Similar Fiduciary Fund Type - 1999	4
Combined Statement of Cash Receipts, Cash Disbursements, and Encumbrances Compared with Expenditure Authority - Budget and Actual - 1999	5
Combined Statement of Cash Receipts, Cash Disbursements, and Changes in Cash Fund Balances - All Governmental Fund Types and Similar Fiduciary Fund Type - 1998	6
Combined Statement of Cash Receipts, Cash Disbursements and Changes in Cash Fund Balances - Proprietary Fund Type and Similar Fiduciary Fund Type - 1998	7
Combined Statement of Cash Receipts, Cash Disbursements, and Encumbrances Compared with Expenditure Authority - Budget and Actual - 1998	8
Notes to the Financial Statements	9 - 23
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	24 - 25
Schedule of Findings	26 - 27



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

35 North Fourth Street, 1st Floor
Columbus, Ohio 43215

Telephone 614-466-4514
800-282-0370

Facsimile 614-728-7398

Members of Council and Mayor
Village of Smithville
207 W. Main St., Box 517
Smithville, Ohio 44677

We have reviewed the Independent Auditor's Report of the Village of Smithville, Wayne County, prepared by Trimble, Julian & Grube, Inc., for the audit period January 1, 1998 to December 31, 1999. 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 Smithville is responsible for compliance with these laws and regulations.



JIM PETRO
Auditor of State

June 20, 2000

TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

1445 WORTHINGTON WOODS BOULEVARD
SUITE B
WORTHINGTON, OHIO 43085

TELEPHONE 614.846.1899
FACSIMILE 614.846.2799

Independent Auditor's Report

Members of Council and Mayor
Village of Smithville
207 W. Main Street, Box 517
Smithville, Ohio 44677

We have audited the accompanying financial statements of the Village of Smithville, Wayne County, Ohio as of and for the years ended December 31, 1999 and 1998. These financial statements are the responsibility of the Village of Smithville's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 2, the Village of Smithville prepares its financial statements on the basis of accounting prescribed or permitted by Auditor of State, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash balances and fund balances of the Village of Smithville, as of December 31, 1999 and 1998, and its combined cash receipts and disbursements, combined budgeted and actual receipts and budgeted and actual disbursements and encumbrances for the years then ended on the basis of accounting described in Note 2.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 25, 2000 on our consideration of the Village of Smithville's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

This report is intended solely for the information and use of the Village of Smithville's management and other officials authorized to receive this report under Section 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.

Trimble, Julian & Grube, Inc.

Trimble, Julian & Grube, Inc.
May 25, 2000

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO**

**COMBINED STATEMENT OF CASH FUND BALANCES
ALL FUND TYPES
DECEMBER 31, 1999 and 1998**

	<u>1999</u>	<u>1998</u>
<u>Cash and Cash Equivalents</u>		
Cash & Cash Equivalents	\$ 1,130,633	\$ 952,674
Total Cash and Cash Equivalents	<u>\$ 1,130,633</u>	<u>\$ 952,674</u>
 <u>Fund Balances</u>		
<u>Governmental Funds:</u>		
General Fund	\$ 204,987	\$ 177,035
Special Revenue Funds	98,411	96,199
Debt Service Funds	<u>-</u>	<u>8,468</u>
Total Governmental Funds	<u>303,398</u>	<u>281,702</u>
 <u>Proprietary Fund:</u>		
Enterprise Funds	<u>688,893</u>	<u>566,546</u>
 <u>Fiduciary Funds:</u>		
Expendable Trust Fund	138,307	104,421
Agency Fund	<u>35</u>	<u>5</u>
Total Fiduciary Funds	<u>138,342</u>	<u>104,426</u>
Total Fund Balances	<u>\$ 1,130,633</u>	<u>\$ 952,674</u>

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

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH FUND BALANCES - ALL GOVERNMENTAL FUND TYPES AND
SIMILAR FIDUCIARY FUND TYPE
FOR THE YEAR ENDED DECEMBER 31, 1999**

	Governmental Fund Types			Fiduciary Fund Type	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Expendable Trust	
Cash receipts:					
Property and other local taxes	\$ 57,552			\$ 247,467	\$ 305,019
Intergovernmental	52,518	\$ 97,260			149,778
Charges for services	74,331	12,140			86,471
Fines, licenses and permits	18,830	2,054			20,884
Interest	9,839	602			10,441
Miscellaneous	8,682	2,606			11,288
Total cash receipts	<u>221,752</u>	<u>114,662</u>		<u>247,467</u>	<u>583,881</u>
Cash disbursements:					
Current:					
Security of persons and property	278,727	49,925			328,652
Public health services	5,321				5,321
Leisure time activities	19,791				19,791
Community environment	963	1,095			2,058
Basic utility services	2,322				2,322
Transportation		43,470			43,470
General government	86,102	1,008		23,581	110,691
Capital outlay	20,310	29,047			49,357
Debt service:					
Principal retirement			\$ 61,507		61,507
Interest charges			29,733		29,733
Total cash disbursements	<u>413,536</u>	<u>124,545</u>	<u>91,240</u>	<u>23,581</u>	<u>652,902</u>
Total cash receipts over/(under) cash disbursements	<u>(191,784)</u>	<u>(9,883)</u>	<u>(91,240)</u>	<u>223,886</u>	<u>(69,021)</u>
Other financing receipts/(disbursements):					
Sale of fixed assets	60,000				60,000
Transfers-in	190,000	12,095	82,772		284,867
Transfers-out	(30,264)			(190,000)	(220,264)
Total other financing receipts/(disbursements)	<u>219,736</u>	<u>12,095</u>	<u>82,772</u>	<u>(190,000)</u>	<u>124,603</u>
Excess of cash receipts and other financing receipts over/(under) cash disbursements and other financing disbursements	27,952	2,212	(8,468)	33,886	55,582
Cash fund balances, January 1, 1999	<u>177,035</u>	<u>96,199</u>	<u>8,468</u>	<u>104,421</u>	<u>386,123</u>
Cash fund balances, December 31, 1999	<u>\$ 204,987</u>	<u>\$ 98,411</u>	<u>\$ -</u>	<u>\$ 138,307</u>	<u>\$ 441,705</u>

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

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN CASH
FUND BALANCES - PROPRIETARY FUND TYPE AND SIMILAR FIDUCIARY FUND TYPE
FOR THE YEAR ENDED DECEMBER 31, 1999**

	Proprietary Fund Type	Fiduciary Fund Type	Total (Memorandum Only)
	Enterprise	Agency	
Operating cash receipts:			
Charges for services	\$ 368,425		\$ 368,425
Miscellaneous	12,181		12,181
Total operating cash receipts	380,606		380,606
Operating cash disbursements:			
Personal services	95,286		95,286
Contractual services	88,831		88,831
Supplies and materials	36,118		36,118
Total operating cash disbursements	220,235		220,235
Operating income	160,371		160,371
Nonoperating cash receipts:			
Other receipts		\$ 27,093	27,093
Interest receipts	26,579		26,579
Total nonoperating cash receipts	26,579	27,093	53,672
Nonoperating cash disbursements:			
Other disbursements		27,063	27,063
Total nonoperating cash disbursements	-	27,063	27,063
Net of cash receipts over cash disbursements before interfund transfers	186,950	30	186,980
Transfers-out	(64,603)		(64,603)
Total transfers	(64,603)	-	(64,603)
Net cash receipts over cash disbursements after interfund transfers	122,347	30	122,377
Cash fund balances, January 1, 1999	566,546	5	566,551
Cash fund balances, December 31, 1999	\$ 688,893	\$ 35	\$ 688,928

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND ENCUMBRANCES COMPARED WITH EXPENDITURE
AUTHORITY - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 1999

Fund Types	Receipts			Disbursements					Variance Favorable (Unfavorable)	
	Budget	Actual 1999 Receipts	Variance Favorable (Unfavorable)	Prior Year Carryover Appropriations	1999 Appropriations	Total	Actual 1999 Disbursements	Encumbrances Outstanding at 12/31/99		Total
Governmental:										
General	\$ 471,060	\$ 471,752	\$ 692	\$ 25,078	\$ 539,490	\$ 564,568	\$ 443,800	\$ 4,973	\$ 448,773	\$ 115,795
Special Revenue	119,757	126,757	7,000	1,479	189,646	191,125	124,545	2,518	127,063	64,062
Debt Service	82,772	82,772	-	-	91,240	91,240	91,240	-	91,240	-
Capital Projects					1,007,305	1,007,305				1,007,305
Proprietary:										
Enterprise	407,185	407,185	-	-	581,135	581,135	284,838		284,838	296,297
Fiduciary:										
Expendable Trust	247,467	247,467	-	-	223,110	223,110	213,581	85	213,666	9,444
Total (Memorandum Only)	\$ 1,328,241	\$ 1,335,933	\$ 7,692	\$ 26,557	\$ 2,631,926	\$ 2,658,483	\$ 1,158,004	\$ 7,576	\$ 1,165,580	\$ 1,492,903

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH FUND BALANCES - ALL GOVERNMENTAL FUND TYPES AND
SIMILAR FIDUCIARY FUND TYPE
FOR THE YEAR ENDED DECEMBER 31, 1998

	Governmental Fund Types				Fiduciary Fund Type	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Cash receipts:						
Property and other local taxes	\$ 57,216				\$ 240,249	\$ 297,465
Intergovernmental	77,640	\$ 73,720		\$ 44,132		195,492
Special assessments	405					405
Charges for services	68,717	14,687				83,404
Fines, licenses and permits	22,467	2,176				24,643
Interest	9,888	1,464			2,503	13,855
Refunds	12,477					12,477
Miscellaneous	6,986	1,973				8,959
Total cash receipts	<u>255,796</u>	<u>94,020</u>		<u>44,132</u>	<u>242,752</u>	<u>636,700</u>
Cash disbursements:						
Current:						
Security of persons and property	208,158	28,016				236,174
Public health services	4,916					4,916
Leisure time activities	16,689					16,689
Community environment	2,998	1,364				4,362
Basic utility services	1,855					1,855
Transportation		31,766				31,766
General government	88,748				22,552	111,300
Capital outlay	44,237	5,957		62,951		113,145
Debt service:						
Principal retirement			\$ 58,643			58,643
Interest charges			29,718	2,811		32,529
Total cash disbursements	<u>367,601</u>	<u>67,103</u>	<u>88,361</u>	<u>65,762</u>	<u>22,552</u>	<u>611,379</u>
Total cash receipts over/(under) cash disbursements	<u>(111,805)</u>	<u>26,917</u>	<u>(88,361)</u>	<u>(21,630)</u>	<u>220,200</u>	<u>25,321</u>
Other financing receipts/(disbursements):						
Proceeds of notes				33,761		33,761
Transfers-in	179,000	7,560	94,076			280,636
Transfers-out	(2,560)			(34,263)	(200,000)	(236,823)
Total other financing receipts/(disbursements)	<u>176,440</u>	<u>7,560</u>	<u>94,076</u>	<u>(502)</u>	<u>(200,000)</u>	<u>77,574</u>
Excess of cash receipts and other financing receipts over/(under) cash disbursements and other financing receipts/(disbursements)	64,635	34,477	5,715	(22,132)	20,200	102,895
Cash fund balances, January 1, 1998	<u>112,400</u>	<u>61,722</u>	<u>2,753</u>	<u>22,132</u>	<u>84,221</u>	<u>283,228</u>
Cash fund balances, December 31, 1998	<u>\$ 177,035</u>	<u>\$ 96,199</u>	<u>\$ 8,468</u>	<u>\$ -</u>	<u>\$ 104,421</u>	<u>\$ 386,123</u>

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN CASH
FUND BALANCES - PROPRIETARY FUND TYPE AND SIMILAR FIDUCIARY FUND TYPE
FOR THE YEAR ENDED DECEMBER 31, 1998

	Proprietary Fund Type	Fiduciary Fund Type	Total
	Enterprise	Agency	(Memorandum Only)
Operating cash receipts:			
Charges for services	\$ 306,182		\$ 306,182
Miscellaneous	7,092		7,092
Total operating cash receipts	313,274		313,274
Operating cash disbursements:			
Personal services	95,041		95,041
Contractual services	54,430		54,430
Supplies and materials	21,262		21,262
Capital outlay	46,569		46,569
Total operating cash disbursements	217,302		217,302
Operating income	95,972		95,972
Nonoperating cash receipts:			
Other receipts		\$ 31,633	31,633
Interest receipts	22,895		22,895
Total nonoperating cash receipts	22,895	31,633	54,528
Nonoperating cash disbursements:			
Other disbursements		31,628	31,628
Total nonoperating cash disbursements	-	31,628	31,628
Net of cash receipts over cash disbursements before interfund transfers	118,867	5	118,872
Transfers-out	(43,813)		(43,813)
Total transfers	(43,813)		(43,813)
Net cash receipts over cash disbursements after interfund transfers	75,054	5	75,059
Cash fund balances, January 1, 1998	491,492		491,492
Cash fund balances, December 31, 1998	\$ 566,546	\$ 5	\$ 566,551

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND ENCUMBRANCES COMPARED WITH EXPENDITURE
AUTHORITY - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 1998

Fund Types	Receipts				Disbursements				Encumbrances Outstanding at 12/31/98	Total	Variance Favorable (Unfavorable)
	Budget	Actual 1998 Receipts	Variance Favorable (Unfavorable)	Prior Year Carryover Appropriations	1998 Appropriations	Total	Actual 1998 Disbursements	Total			
Governmental:											
General	\$ 434,796	\$ 434,796	\$ -	\$ 1,913	\$ 480,099	\$ 482,012	\$ 370,161	\$ 395,239	\$ 25,078	\$ 86,773	
Special Revenue	101,581	101,580	(1)	73	132,646	132,719	67,103	68,582	1,479	64,137	
Debt Service	121,836	94,076	(27,760)		97,820	97,820	88,361	88,361		9,459	
Capital Projects		77,893	77,893	176,925		176,925	100,025	100,025		76,900	
Proprietary:											
Enterprise	351,048	336,169	(14,879)	17,707	585,786	603,493	261,115	261,115		342,378	
Fiduciary:											
Expendable Trust	242,752	242,752	-	1,462	232,674	234,136	222,552	222,552		11,584	
Total (Memorandum Only)	\$ 1,252,013	\$ 1,287,266	\$ 35,253	\$ 198,080	\$ 1,529,025	\$ 1,727,105	\$ 1,109,317	\$ 1,135,874	\$ 26,557	\$ 591,231	

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 1 - DESCRIPTION OF THE ENTITY

The Village of Smithville ("the Village") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Village operates under a council-mayor form of government and provides the following services: emergency medical, fire and police protection, water and sewer utility services, street maintenance and repair, planning and zoning, parks and recreation, mayor's court, as well as other services.

Management believes the financial statements included in this report represent all of the funds over which the Village officials have direct operating control.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The most significant of the Village's accounting policies are described below.

A. BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the Village are maintained on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts. The following fund types are used by the Village.

GOVERNMENTAL FUNDS

General Fund

The general fund is used to account for all activities of the Village not required to be included 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.

Special Revenue Funds

These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

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

The Village had the following significant special revenue funds:

Street Construction, Maintenance and Repair Fund - This fund receives property tax revenue used to maintain streets within the Village.

State Highway Fund - This fund receives property tax revenue used to maintain streets within the Village.

Debt Service Funds

The debt service fund is used to accumulate resources for the payment of bonds and note indebtedness.

The Village had the following significant debt service funds:

Ohio Public Works Commission (OPWC) - Issue 2 Fund - This fund is used to retire OPWC loan debt requirements.

Ohio Water Development Authority (OWDA) - EPA Fund - This fund is used to retire OWDA loan debt requirements.

Capital Projects Funds

This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The Village had the following significant capital projects funds:

OPWC - Issue 2 Fund - This fund receives grant proceeds from OPWC for various Village projects.

OWDA - EPA Fund - This fund receives grant proceeds from OWDA for various Village projects.

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

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

PROPRIETARY FUND:

Enterprise Funds

These funds account for operations that are similar to private business enterprises where management intends that the significant costs of providing certain goods or services will be recovered through user charges. The Village had the following significant enterprise funds:

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

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

Fiduciary Funds (Trust and Agency Funds)

Trust funds are used to account for resources restricted by legally binding trust agreements. If the agreement requires the Village to maintain the corpus of the trust, the fund is classified as a nonexpendable trust fund. Other trust funds are classified as expendable. Funds for which the Village is acting in an agency capacity are classified as agency funds. The Village had the following significant fiduciary funds:

Income Tax Fund - (Expendable Trust Fund) - This fund receives monies from the Village income tax to be used for operations at the discretion of the Village council.

Mayors' Court - (Agency Fund) - This fund receives monies from collections or fines imposed from tickets issued by the Village's police protection force. Funds are collected in part on behalf of the State of Ohio. In addition, funds are used for safety programs, computerization and general Village operations.

B. BASIS OF ACCOUNTING

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

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

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. 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 estimated 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 are legally required to be budgeted and appropriated. The primary level of budgetary control is at the item level 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. All funds are legally required to be budgeted. 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 determines that receipts collected will be greater than or less than the prior estimates, and the Budget Commission finds the revised estimates 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.

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

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 Village legally adopted several supplemental appropriations during 1999 and 1998.

Encumbrances:

As part of 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.

D. CASH AND CASH EQUIVALENTS

For reporting purposes, the Village considers "Cash and Cash Equivalents" to be cash on hand, demand deposits, and all investments held by the Village with a maturity date less than or equal to three months from the date of purchase. Interest earned on investments held by the treasurer is credited to the General Fund and allocated amongst funds as required. Interest income earned and received by the Village totaled \$37,020 and \$36,750, for the years ended December 31, 1999 and 1998, respectively.

E. PROPERTY, PLANT AND EQUIPMENT

Fixed assets are not capitalized in any of the Village's funds. Instead, capital acquisition and construction costs are reflected as expenditures in the fund in the year expended. The costs of normal maintenance and repairs are also expended, along with improvements. Depreciation is not recorded.

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

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

F. 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.

G. UNPAID VACATION AND SICK LEAVE

Employees are entitled to cash payments for unused vacation and sick leave in certain circumstances such as upon leaving employment. Unpaid vacation and sick leave are not reflected as liabilities under the basis of accounting used by the Village.

H. INTERFUND TRANSACTIONS

During the course of normal operations, the Village had transactions between funds. The most significant include:

Transfers of resources from one fund to another fund. The resources transferred are to be expended for operations by the receiving fund and are recorded as operating transfers.

I. TOTAL COLUMNS ON FINANCIAL STATEMENTS

Total columns on the financial statements are captioned "Total (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Interfund-type eliminations have not been made in the aggregation of this data.

NOTE 3 - COMPLIANCE

The following funds had appropriations in excess of estimated revenues and unencumbered cash for the years ended December 31, 1999 and 1998 in noncompliance with Ohio Revised Code Section 5705.39.

<u>1999:</u>	<u>Unencumbered Cash</u>		
<u>Fund Type/Fund</u>	<u>Plus Estimated Revenues</u>	<u>Appropriations</u>	<u>Excess</u>
<u>CAPITAL PROJECTS FUNDS:</u>			
OPWC - Summit Street	\$ 0	\$404,505	\$404,505
OPWC - Main Street	0	602,800	602,800

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

NOTE 3 - COMPLIANCE - (Continued)

<u>1998:</u>	<u>Unencumbered Cash Plus Estimated Revenues</u>	<u>Appropriations</u>	<u>Excess</u>
<u>Fund Type/Fund</u>			
<u>CAPITAL PROJECTS FUNDS:</u>			
OPWC - Issue II	\$ 0	\$ 66,205	\$ 66,205
OWDA - EPA	22,132	110,720	88,588

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS

Moneys held by the Village are classified by State statute into two categories. Active moneys are public moneys determined to be necessary to meet current demand upon the Village treasury. Active moneys 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.

Protection of the Village's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public moneys deposited with the institution.

Moneys held by the Village which are not considered active are classified as inactive. Inactive moneys may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities 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 that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS - (Continued)

4. Bonds and other obligations of the State of Ohio;
5. 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;
6. The State Treasurer's investment pool (STAR Ohio).

The Village may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest or coupons;
3. Obligations to the Village.

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. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

DEPOSITS

For the year ended December 31, 1999 and 1998, the carrying amount of the Village's deposit, was \$1,130,633 and \$952,674, respectively, and the bank balances were \$1,137,095 and \$970,705, respectively. Of the bank balances:

1. \$230,000 was covered by federal depository insurance for 1999 and 1998.
2. \$907,095 and \$740,705 was covered by collateral held by third party trustees pursuant to Section 135.181, Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions.

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS - (Continued)

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of pledging specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure the repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 110% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

NOTE 5 - INTERFUND TRANSACTIONS

A. The following is a summarized breakdown of the Village's operating transfers for 1999:

	<u>Transfers In</u>	<u>Transfers Out</u>
<u>GENERAL FUND</u>	\$190,000	\$ 30,264
<u>SPECIAL REVENUE FUNDS:</u>		
COPS Fast	10,595	
Street Construction Maintenance & Repair	<u>1,500</u>	
Total Special Revenue Funds	12,095	
<u>DEBT SERVICE FUNDS:</u>		
Building Mortgage	18,170	
OPWC-Issue II Loan	19,465	
OWDA-EPA Loan	<u>45,137</u>	
Total Debt Service Funds	82,772	
<u>EXPENDABLE TRUST FUND:</u>		
Income Tax		190,000
<u>ENTERPRISE FUND:</u>		
Sewer	<u> </u>	<u>64,603</u>
Totals	<u>\$284,867</u>	<u>\$284,867</u>

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

NOTE 5 - INTERFUND TRANSACTIONS- (Continued)

B. The following is a summarized breakdown of the Village's operating transfers for 1998:

	<u>Transfers In</u>	<u>Transfers Out</u>
<u>GENERAL FUND</u>	\$179,000	\$ 2,560
<u>SPECIAL REVENUE FUNDS:</u>		
COPS Fast	7,000	
Street Construction Maintenance & Repair	<u>560</u>	
Total Special Revenue Funds	7,560	
<u>DEBT SERVICE FUNDS:</u>		
Building Mortgage	16,000	
OPWC-Issue II Loan	35,822	
OWDA-EPA Loan	<u>42,254</u>	
Total Debt Service Funds	94,076	
<u>CAPITAL PROJECTS FUND:</u>		
Sewer Capital Improvement		34,263
<u>EXPENDABLE TRUST FUND:</u>		
Income Tax Fund		200,000
<u>ENTERPRISE FUND:</u>		
Sewer	<u> </u>	<u>43,813</u>
Totals	<u>\$280,636</u>	<u>\$280,636</u>

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 6 - DEBT OBLIGATIONS

At December 31, 1999, debt obligations consisted of the following issuances:

<u>Description</u>	<u>Balance at December 31, 1999</u>
1998 loan with Ohio Public Works Commission (OPWC) for wastewater treatment plant improvements with various dates, due in semi-annual installments of \$13,822 through January 1, 2017, bearing interest at 0%.	\$221,147
1998 loan with Ohio Water Development Authority (OWDA), with various dates, due in semi-annual installments of \$22,568 through 2017, bearing interest at 3.16%.	590,152
1996 note with First National Bank, for land and building renovations dated December 5, 1996, due in monthly installments of \$1,538 through 2011, bearing interest at 6.7%.	<u>151,888</u>
Total debt obligations at December 31, 1999	<u>\$963,187</u>

Transactions for the year ended December 31, 1999 are summarized as follows:

<u>Description</u>	<u>Balance at December 31, 1998</u>	<u>Proceeds</u>	<u>Payments</u>	<u>Balance at December 31, 1999</u>
OPWC	\$ 248,791	\$ 0	\$27,644	\$221,147
OWDA	616,025	0	25,873	590,152
Note	<u>159,878</u>	<u>0</u>	<u>7,990</u>	<u>151,888</u>
Total	<u>\$1,024,694</u>	<u>\$ 0</u>	<u>\$61,507</u>	<u>\$963,187</u>

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 6 - DEBT OBLIGATIONS - (Continued)

The principal and interest requirements to retire the debt obligations outstanding at December 31, 1999, are as follows:

Year Ending December 31	<u>OPWC</u>	<u>OWDA</u>		<u>Note</u>	
	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2000	\$ 13,821	\$ 13,244	\$ 9,324	\$ 8,513	\$ 9,946
2001	27,642	27,119	18,018	9,130	9,328
2002	27,642	27,983	17,154	9,761	8,697
2003	27,642	28,874	16,263	10,436	8,023
2004	27,642	29,794	15,343	11,135	7,324
2005 - 2009	96,758	163,823	61,865	68,447	23,847
2010 - 2014		191,625	35,761	34,466	2,455
2015 - 2017		<u>107,690</u>	<u>3,448</u>		
Totals	<u>\$221,147</u>	<u>\$590,152</u>	<u>\$177,176</u>	<u>\$151,888</u>	<u>\$69,620</u>

At December 31, 1998, debt obligations consisted of the following issuances:

<u>Description</u>	<u>Balance at December 31, 1998</u>
1998 loan with Ohio Public Works Commission (OPWC) for wastewater treatment plant improvements with various dates, due in semi-annual installments of \$13,822 through January 1, 2008, bearing interest at 0%.	\$ 248,791
1998 loan with Ohio Water Development Authority (OWDA), with various dates, due in semi-annual installments of \$22,568 through 2017, bearing interest at 3.16%.	616,025
1996 note with First National Bank, for land and building renovations dated December 5, 1996, due in monthly installments of \$1,538 through 2011, bearing interest at 6.7%.	<u>159,878</u>
Total debt obligations at December 31, 1998	<u>\$1,024,694</u>

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 6 - DEBT OBLIGATIONS - (Continued)

Transactions for the year ended December 31, 1998 are summarized as follows:

<u>Description</u>	<u>Balance at December 31, 1997</u>	<u>Proceeds</u>	<u>Payments</u>	<u>Balance at December 31, 1998</u>
OPWC	\$ 255,794	\$20,641	\$27,644	\$ 248,791
OWDA	626,430	13,120	23,525	616,025
Note	<u>167,352</u>	<u>0</u>	<u>7,474</u>	<u>159,878</u>
Total	<u>\$1,049,576</u>	<u>\$33,761</u>	<u>\$58,643</u>	<u>\$1,024,694</u>

The principal and interest requirements to retire the debt obligations outstanding at December 31, 1998, are as follows:

<u>Year Ending December 31</u>	<u>OPWC</u>	<u>OWDA</u>		<u>Note</u>	
	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1999	\$ 13,822	\$ 12,835	\$ 9,733	\$ 7,990	\$10,469
2000	27,642	26,282	18,018	8,513	9,946
2001	27,642	27,119	17,154	9,130	9,328
2002	27,642	27,983	16,263	9,761	8,697
2003	27,642	28,874	66,921	10,436	8,023
2004 - 2008	124,401	158,768	36,925	64,003	28,291
2009 - 2013		185,710	9,522	50,045	5,335
2014 - 2017		<u>148,454</u>			
Totals	<u>\$248,791</u>	<u>\$616,025</u>	<u>\$174,536</u>	<u>\$159,878</u>	<u>\$80,089</u>

NOTE 7 - PROPERTY TAX

Real property taxes become a lien on January 1 preceding the October 1 date for which rates are adopted by the Village. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. Homestead and rollback amounts are then paid by the State, and are reflected in the accompanying financial statements as Intergovernmental Receipts. Payments are due to the County annually. However, if the property owner elects, they may make semiannual payments.

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

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 7 - PROPERTY TAX - (Continued)

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

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

NOTE 8 - LOCAL INCOME TAX

This locally levied tax of 1% applies to gross salaries, wages and other personal service compensation earned by residents both in and out of the Village and to earnings of nonresidents (except certain transients) earned in the Village. It also applies to the net income of business organizations located within the Village. Tax receipts are credited to the Village and amounted to \$247,467 and \$240,249 in 1999 and 1998, respectively.

NOTE 9 - RETIREMENT SYSTEMS

The Village's full-time law enforcement officers belong to the Police & Firemen's Disability & Pension Funds (PFDPF). Other employees belong to the Public Employees Retirement System (PERS) of Ohio. PFDPF and PERS are cost-sharing, multiple-employer plans. These plans provide retirement benefits, including post-retirement healthcare, and survivor and disability benefits to participants as prescribed by the Ohio Revised Code.

Contribution rates are also prescribed by the Ohio Revised Code. For 1999, members of PFDPF contributed 10% of their wages to the PFDPF. The Village contributed an amount equal to 19.5% of their wages. PERS members contributed 8.5% of their gross salaries. The Village contributed an amount equal to 13.55% of participants' gross salaries. As of December 31, 1999, the Village's unpaid portion for PFDPF was \$3,524 for the year ended.

NOTE 10 - RISK MANAGEMENT

In 1999, the Village has obtained commercial insurance for the following risks:

- Buildings and contents
- Vehicles
- Inland marine
- Public official's liability

The Village also provides health insurance to full-time employees through a private carrier.

VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998

NOTE 11 - CONTINGENT LIABILITY

LITIGATION

The Village is currently not involved in any litigation.

TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

1445 WORTHINGTON WOODS BOULEVARD
SUITE B
WORTHINGTON, OHIO 43085

TELEPHONE 614.846.1899
FACSIMILE 614.846.2799

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Members of Council
Village of Smithville
207 W. Main St., Box 517
Smithville, Ohio 44677

We have audited the financial statements of the Village of Smithville as of and for the years ended December 31, 1999 and December 31, 1998, and have issued our report thereon dated May 25, 2000. We conducted our audit in accordance with generally accepted auditing standards and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Village of Smithville's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings as items 1998-85411005-001 and 1999-85411005-001. We also noted certain immaterial instances of noncompliance that we have reported to the management of the Village in a separate letter dated May 25, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village of Smithville's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of the Village in a separate letter dated May 25, 2000.

This report is intended for the information of the Council, management and the Village of Smithville. However, this report is a matter of public record and its distribution is not limited.

Trimble, Julian & Grube, Inc.

Trimble, Julian & Grube, Inc.
May 25, 2000

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
DECEMBER 31, 1999 AND 1998**

SCHEDULE OF FINDINGS

**1. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

Finding Number	1999-85411005-001
----------------	-------------------

Ohio Revised Code Section 5705.39 in part requires that the total appropriation from each fund should not exceed total estimated revenues plus available balances.

It was noted during the audit that during the year ended December 31, 1999, the total appropriations exceeded the total estimated revenues plus available balances in the following fund:

<u>1999:</u>	<u>Unencumbered Cash Plus Estimated Revenues</u>	<u>Appropriations</u>	<u>Excess</u>
<u>Fund Type/Fund</u>			
<u>CAPITAL PROJECTS FUND:</u>			
OPWC - Summit Street	\$ 0	\$404,505	\$404,505
OPWC - Main Street	0	602,800	602,800

With appropriations exceeding revenues plus available balances, the Village is spending monies that are not lawfully appropriated for those purposes and thus cause a fund deficit.

We recommend that the Village comply with the Ohio Revised Code by keeping more accurate appropriations versus estimated revenue plus available balances records. If it is determined that estimated revenues plus available balances will be greater than initially anticipated, the Village should amend its official estimate in order to provide for any additional appropriations; however, appropriations should not exceed estimated revenues plus available balances.

**VILLAGE OF SMITHVILLE
WAYNE COUNTY, OHIO
DECEMBER 31, 1999 AND 1998**

SCHEDULE OF FINDINGS

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

Finding Number	1998-85411005-001
----------------	-------------------

Ohio Revised Code Section 5705.39 in part requires that the total appropriation from each fund should not exceed total estimated revenues plus available balances.

It was noted during the audit that during the year ended December 31, 1998, the total appropriations exceeded the total estimated revenues plus available balances in the following fund:

<u>1998:</u>	<u>Unencumbered Cash Plus Estimated Revenues</u>	<u>Appropriations</u>	<u>Excess</u>
<u>Fund Type/Fund</u>			
<u>CAPITAL PROJECTS FUND:</u>			
OPWC - Issue II	\$ 0	\$ 66,205	\$ 66,205
OWDA - EPA	22,132	110,720	88,588

With appropriations exceeding revenues plus available balances, the Village is spending monies that are not lawfully appropriated for those purposes and thus cause a fund deficit.

We recommend that the Village comply with the Ohio Revised Code by keeping more accurate appropriations versus estimated revenue plus available balances records. If it is determined that estimated revenues plus available balances will be greater than initially anticipated, the Village should amend its official estimate in order to provide for any additional appropriations; however, appropriations should not exceed estimated revenues plus available balances.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

VILLAGE OF SMITHVILLE

WAYNE 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.

By: Susan Babbitt

Date: JULY 13, 2000