



**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**REGULAR AUDIT  
FOR THE YEARS ENDED  
DECEMBER 31, 2007 & 2006**





Mary Taylor, CPA  
Auditor of State

Village Council  
Village of Roaming Shores  
P. O. Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

We have reviewed the *Independent Accountants' Report* of the Village of Roaming Shores, Ashtabula County, prepared by Canter and Company, for the audit period January 1, 2006 through December 31, 2007. 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.

The financial statements in the attached report are presented in accordance with a regulatory basis of accounting prescribed or permitted by the Auditor of State. Due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA), modifications were required to the *Independent Accountants' Report* on your financial statements. While the Auditor of State does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. The attached report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the statements are misstated under the non-GAAP regulatory basis. The *Independent Accountants' Report* also includes an opinion on the financial statements using the regulatory format the Auditor of State permits.

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 Roaming Shores is responsible for compliance with these laws and regulations.

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

December 18, 2008

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**VILLAGE OF ROAMING SHORES**

*Ashtabula County*

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## INDEPENDENT ACCOUNTANTS' REPORT

Village of Roaming Shores  
Ashtabula County  
P.O. Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

To the Village Council:

We have audited the accompanying financial statements of the Village of Roaming Shores, Ashtabula County, (the Village) as of and for the years ended December 31, 2007 and 2006. These financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the Village has prepared these financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Revisions to GAAP would require the Village to reformat its financial statement presentation and make other changes effective for the year ended December 31, 2007 and 2006. Instead of the combined funds the accompanying financial statements present for 2007 and 2006, the revisions require presenting entity wide statements and also to present its larger (i.e. major) funds separately for 2007 and 2006. While the Village does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to the new GAAP presentation requirements. The Auditor of State permits, but does not require governments to reformat their statements. The Village has elected not to reformat its statements. Since this Village does not use GAAP to measure financial statement amounts, the following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the year ended December 31, 2007 and 2006 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Village as of December 31, 2007 and 2006, or its changes in financial position for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances and reserve for encumbrances of the Village of Roaming Shores, Ashtabula County, as of December 31, 2007 and 2006, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

The aforementioned revision to generally accepted accounting principles also requires the Village to include Management's Discussion and Analysis for the years ended December 31, 2007 and 2006. The Village has not presented Management's Discussion and Analysis, which accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2008, on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on 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*. You should read it in conjunction with this report in assessing the results of our audit.



**Canter & Company**

December 12, 2008

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>Governmental Fund Types</u>			<b>Totals (Memorandum Only)</b>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	
<b>Cash Receipts:</b>				
Property Tax and Other Local Taxes	\$113,298	\$124,892	\$31,724	\$269,914
Intergovernmental Receipts	61,527	101,449	3,896	166,872
Fines, Licenses, and Permits	11,822	12,155		23,977
Earnings on Investments	66,710	7,732		74,442
Miscellaneous	21,345	479		21,824
	<u>274,702</u>	<u>246,707</u>	<u>35,620</u>	<u>557,029</u>
<b>Cash Disbursements:</b>				
Current:				
Security of Persons and Property	27,765	135,599		163,364
Public Health Services	25,291			25,291
Community Environment	55,562			55,562
Transportation		42,048		42,048
General Government	93,906			93,906
Debt Service:				
Principal Payments			46,366	46,366
Interest Payments			34,836	34,836
Capital Outlay		1,000		1,000
	<u>202,524</u>	<u>178,647</u>	<u>81,202</u>	<u>462,373</u>
Total Cash Disbursements	<u>202,524</u>	<u>178,647</u>	<u>81,202</u>	<u>462,373</u>
Total Receipts Over/(Under) Disbursements	<u>72,178</u>	<u>68,060</u>	<u>(45,582)</u>	<u>94,656</u>
<b>Other Financing Receipts and (Disbursements):</b>				
Sale of Fixed Assets	1,000			1,000
Transfers-In			29,830	29,830
	<u>1,000</u>	<u>0</u>	<u>29,830</u>	<u>30,830</u>
Total Other Financing Receipts/(Disbursements)	<u>1,000</u>	<u>0</u>	<u>29,830</u>	<u>30,830</u>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	73,178	68,060	(15,752)	125,486
Fund Cash Balances, January 1	<u>197,817</u>	<u>200,084</u>	<u>214,483</u>	<u>612,384</u>
<b>Fund Cash Balances, December 31</b>	<u><b>\$270,995</b></u>	<u><b>\$268,144</b></u>	<u><b>\$198,731</b></u>	<u><b>\$737,870</b></u>
Reserves for Encumbrances, December 31	<u>\$15,099</u>	<u>\$727</u>	<u>\$0</u>	<u>\$15,826</u>

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



**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL PROPRIETARY AND SIMILAR  
FIDUCIARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>Proprietary Fund Types</u>	<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Agency</u>	
<b>Operating Cash Receipts:</b>			
Charges for Services	\$788,600	\$0	\$788,600
Fees, Licenses, and Permits	14,410		14,410
Miscellaneous	1,820		1,820
	<u>804,830</u>	<u>0</u>	<u>804,830</u>
<b>Operating Cash Disbursements:</b>			
Personal Services	261,671		261,671
Contractual Services	113,075		113,075
Supplies and Materials	225,803		225,803
Capital Outlay	19,444		19,444
	<u>619,993</u>	<u>0</u>	<u>619,993</u>
Operating Income/(Loss)	<u>184,837</u>	<u>0</u>	<u>184,837</u>
<b>Non-Operating Cash Receipts:</b>			
Property Tax and Other Local Taxes	173,855		173,855
Intergovernmental Receipts	7,743		7,743
	<u>181,598</u>	<u>0</u>	<u>181,598</u>
<b>Non-Operating Cash Disbursements:</b>			
Debt Service			
Principal Payments	94,175		94,175
Interest Payments	127,804		127,804
	<u>221,979</u>	<u>0</u>	<u>221,979</u>
Excess of Receipts Over/(Under) Disbursements Before Interfund Transfers and Advances	144,456	0	144,456
Transfers-In	261,349		261,349
Transfers-Out	(291,179)		(291,179)
Net Receipts Over/(Under) Disbursements	114,626	0	114,626
Fund Cash Balances, January 1	<u>863,739</u>	<u>1,165</u>	<u>864,904</u>
<b>Fund Cash Balances, December 31</b>	<b><u>\$978,365</u></b>	<b><u>\$1,165</u></b>	<b><u>\$979,530</u></b>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Governmental Fund Types</u>			<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	
<b>Cash Receipts:</b>				
Property Tax and Other Local Taxes	\$106,289	\$115,733	\$31,495	\$253,517
Intergovernmental Receipts	24,649	95,350	3,566	123,565
Fines, Licenses, and Permits	12,794	13,797		26,591
Earnings on Investments	55,475	5,174		60,649
Miscellaneous	16,941	765		17,706
<b>Total Cash Receipts</b>	<u>216,148</u>	<u>230,819</u>	<u>35,061</u>	<u>482,028</u>
<b>Cash Disbursements:</b>				
Current:				
Security of Persons and Property	31,598	132,062		163,660
Public Health Services	24,036			24,036
Community Environment	44,651			44,651
Transportation		33,219		33,219
General Government	84,312			84,312
Capital Outlay		1,000		1,000
Debt Service:				
Principal Payments			44,681	44,681
Interest Payments			37,874	37,874
<b>Total Cash Disbursements</b>	<u>184,597</u>	<u>166,281</u>	<u>82,555</u>	<u>433,433</u>
<b>Total Receipts Over/(Under) Disbursements</b>	<u>31,551</u>	<u>64,538</u>	<u>(47,494)</u>	<u>48,595</u>
<b>Other Financing Receipts and (Disbursements):</b>				
Sale of Fixed Assets	4,000			4,000
Transfers-In			31,184	31,184
<b>Total Other Financing Receipts/(Disbursements)</b>	<u>4,000</u>	<u>0</u>	<u>31,184</u>	<u>35,184</u>
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	35,551	64,538	(16,310)	83,779
Fund Cash Balances, January 1	<u>162,266</u>	<u>135,546</u>	<u>230,793</u>	<u>528,605</u>
<b>Fund Cash Balances, December 31</b>	<u><b>\$197,817</b></u>	<u><b>\$200,084</b></u>	<u><b>\$214,483</b></u>	<u><b>\$612,384</b></u>
Reserves for Encumbrances, December 31	<u>\$16,401</u>	<u>\$0</u>	<u>\$0</u>	<u>\$16,401</u>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND  
CHANGES IN FUND CASH BALANCES - ALL PROPRIETARY AND SIMILAR  
FIDUCIARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2006**

	<u>Proprietary Fund Types</u>	<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Agency</u>	
<b>Operating Cash Receipts:</b>			
Charges for Services	\$806,231	\$0	\$806,231
Fees, Licenses, and Permits	78,660		78,660
Miscellaneous	5,000		5,000
<b>Total Operating Cash Receipts</b>	<b>889,891</b>	<b>0</b>	<b>889,891</b>
<b>Operating Cash Disbursements:</b>			
Personal Services	302,726		302,726
Contractual Services	103,320		103,320
Supplies and Materials	227,615		227,615
Capital Outlay	14,645		14,645
<b>Total Operating Cash Disbursements</b>	<b>648,306</b>	<b>0</b>	<b>648,306</b>
Operating Income/(Loss)	241,585	0	241,585
<b>Non-Operating Cash Receipts:</b>			
Property Tax and Other Local Taxes	80,973		80,973
Intergovernmental Receipts	6,548		6,548
<b>Total Non-Operating Cash Receipts</b>	<b>87,521</b>	<b>0</b>	<b>87,521</b>
<b>Non-Operating Cash Disbursements:</b>			
Debt Service			
Principal Payments	89,434		89,434
Interest Payments	132,328		132,328
<b>Total Non-Operating Cash Disbursements</b>	<b>221,762</b>	<b>0</b>	<b>221,762</b>
Excess of Receipts Over/(Under) Disbursements Before Interfund Transfers and Advances	107,344	0	107,344
Transfers-In	261,245		261,245
Transfers-Out	(292,429)		(292,429)
Net Receipts Over/(Under) Disbursements	76,160	0	76,160
Fund Cash Balances, January 1	787,579	1,165	788,744
<b>Fund Cash Balances, December 31</b>	<b>\$863,739</b>	<b>\$1,165</b>	<b>\$864,904</b>

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

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Description of the Entity**

The constitution and laws of the State of Ohio establish the rights and privileges of the Village of Roaming Shores, Ashtabula County, (the Village) as a body corporate and politic. A publicly-elected six-member Council governs the Village. The Village provides water and sewer utilities, park operations, and police services. The Village contracts with the Rome and Morgan Townships to receive fire protection services.

The Village's management believes these financial statements present all activities for which the Village is financially accountable

**B. Basis of Accounting**

These financial statements follow the accounting basis the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. This basis recognizes receipts when received in cash rather than when earned, and recognizes disbursements 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).

These statements adequately disclose material matters the Auditor of State prescribes.

**C. Cash and Investments**

The Village's accounting basis includes investments as assets. This basis does not report disbursements for investment purchases or receipts for investment sales. The Village reports gains or losses at the time of sale as receipts or disbursements, respectively.

STAR Ohio funds are recorded at share values the mutual fund reports.

**D. Fund Accounting**

The Village uses fund accounting to segregate cash and investments that are restricted as to use. The Village classifies its funds into the following types:

1. General Fund

The General Fund reports all financial resources except those required to be accounted for in another fund.

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

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2. Special Revenue Funds

These funds account for proceeds from specific sources (other than from trusts or for capital projects) that are restricted to expenditure for specific purposes. The Village had the following significant Special Revenue Fund:

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

3. Debt Service Fund

These funds account for resources the Village accumulates to pay bond and note debt. The Village had the following significant debt service funds:

General Obligation Fund - This fund is used to pay the note for improving the Village's streets.

General Obligation Fund #2 – This fund receives property taxes to improve the Village's waterworks system.

4. Capital Project Funds

These funds account for receipts restricted to acquiring or constructing major capital projects (except those financed through enterprise or trust funds). The Village had the following significant capital project fund:

OPWC Fund - This fund receives money from the State to improve the Village's infrastructure.

5. Enterprise Funds

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

Water Fund - This fund receives charges for services from residents to cover water service costs.

Sewer Fund - This fund receives charges for services from residents to cover sewer service costs.

6. Fiduciary Funds (Agency Fund)

Funds for which the Village is acting in an agency capacity are classified as agency funds. The Village has established an Unclaimed Moneys Fund that accounts for stale-dated warrants that were removed from the reconciliation by the Fiscal Officer.

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

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**E. Budgetary Process**

The Ohio Revised Code requires that each fund (except certain agency funds) be budgeted annually.

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. Village Council must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Unencumbered appropriations lapse at year end.

2. Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.

3. Encumbrances

The Ohio Revised Code requires the Village to reserve (encumber) appropriations when commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2007 and 2006 budgetary activity appears in Note 3.

**F. Property, Plant, and Equipment**

The Village records disbursements for acquisitions of property, plant, and equipment when paid. The accompanying financial statements do not report these items as assets.

**G. Accumulated Leave**

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

**2. EQUITY IN POOLED CASH AND INVESTMENTS**

The Village maintains a cash and investments pool all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash and investments at December 31 was as follows:

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

	2007	2006
Demand deposits	\$137,910	\$164,880
Investments - STAR Ohio	1,579,490	1,312,408
Total deposits and investments	\$1,717,400	\$1,477,288

Deposits: Deposits are either (1) insured by the Federal Depository Insurance Corporation, or (2) collateralized by the financial institution's public entity deposit pool.

Investments: Investments in STAR Ohio are not evidenced by securities that exist in physical or book-entry form.

**3. BUDGETARY ACTIVITY**

Budgetary activity for the years ending 2007 and 2006 follows:

2007 Budgeted vs. Actual Receipts

	Budgeted Receipts	Actual Receipts	Variance
General	\$275,507	\$275,702	\$195
Special Revenue	238,000	246,707	8,707
Debt Service	64,930	65,450	520
Enterprise	1,242,107	1,247,777	5,670
Total	\$1,820,544	\$1,835,636	\$15,092

2007 Budgeted vs. Actual Budgetary Basis Expenditures

	Appropriation Authority	Budgetary Expenditures	Variance
General	\$281,026	\$217,623	\$63,403
Special Revenue	227,000	179,374	47,626
Debt Service	81,204	81,202	2
Enterprise	1,271,666	1,133,151	138,515
Total	\$1,860,896	\$1,611,350	\$249,546

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

2006 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$212,507	\$220,148	\$7,641
Special Revenue	226,500	230,819	4,319
Debt Service	66,235	66,245	10
Enterprise	1,232,537	1,238,657	6,120
Total	<u>\$1,737,779</u>	<u>\$1,755,869</u>	<u>\$18,090</u>

2006 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$256,308	\$200,998	\$55,310
Special Revenue	219,000	166,281	52,719
Debt Service	82,555	82,555	0
Enterprise	1,296,516	1,162,497	134,019
Total	<u>\$1,854,379</u>	<u>\$1,612,331</u>	<u>\$242,048</u>

**4. PROPERTY TAX**

Real property taxes become a lien on January 1 preceding the October 1 date for which the Village Council adopts tax rates. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. The State pays the Village amounts equaling these deductions. The Village includes these with Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half payment is due December 31. The second half payment is due the following June 20.

Property owners assess tangible personal property tax. They must file a list of tangible 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 the Village's behalf.



**VILLAGE OF ROAMING SHORES  
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**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

**5. DEBT**

Debt outstanding at December 31, 2007 was as follows:

	Principal	Interest Rate
Ohio Water Development Authority Loan	\$1,723,879	4.16-6.56%
General Obligation Bonds	152,000	7.13%
Mortgage Revenue Bonds	904,000	7.13%
Total	\$2,779,879	

The Village has three Ohio Water Development Authority (OWDA) loans, two of which relate to water and sewer plant expansion projects the Ohio Environmental Protection Agency mandated and the third for an emergency dam waterline project. Water and sewer receipts collateralize the loans. The Village has agreed to set utility rates sufficient to cover OWDA debt service requirements.

The General Obligation and Mortgage Revenue Bonds relate to acquiring and improving existing sanitary sewer and waterworks systems. General Obligation Bonds are for 30 years and Mortgage Revenue Bonds are for 40 years.

The Village's taxing authority collateralizes General Obligation Bonds. The Mortgage Revenue Bonds relate to financing improvements made to the Village's waterworks system. The Bonds are payable from revenues and properties of the Utility, after provisions for the reasonable operating and maintenance expenses thereof. The Bonds are to be secured by mortgaging all the properties of the Village used in and directly connected with the operation of the Utility.

Amortization of the above debt, including interest, follows:

	OWDA Loans	General Obligation Bonds	Mortgage Revenue Bonds
Year ending December 31:			
2008	\$178,664	\$50,018	\$93,410
2009	178,664	50,018	93,343
2010	178,664	50,018	93,135
2011	178,664	50,018	92,784
2012	178,664	50,018	93,290
Thereafter	1,428,923	150,055	1,079,908
Total	\$2,322,243	\$400,145	\$1,545,870

**VILLAGE OF ROAMING SHORES  
ASHTABULA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2007 AND 2006**

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**6. RETIREMENT SYSTEMS**

The Village's law enforcement officers belong to the Ohio Police and Fire Pension Funds (OP&F). Other full-time employees belong to the Ohio Public Employees Retirement System (OPERS). OP&F and OPERS are cost-sharing, multiple-employer plans. The Ohio Revised Code prescribes the plans' retirement benefits, including postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2007 and 2006, OP&F participants contributed 10 percent of their wages. The Village contributed an amount equal to 19.5 percent of police participant wages. OPERS members contributed 9.0 percent and 9.5 percent of their wages for 2006 and 2007, respectively. The Village contributed an amount equal to 13.70 percent and 13.85 percent of participants' gross salaries for 2006 and 2007, respectively. The Village has paid all contributions required through December 31, 2007.

**7. RISK MANAGEMENT**

Commercial Insurance

The Village has obtained commercial insurance for the following risks:

- Comprehensive property and general liability;
- Vehicles; and
- Errors and omissions.



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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**

Village of Roaming Shores  
Ashtabula County  
P.O. Box 237  
2500 Hayford Road  
Roaming Shores, Ohio 44084

To the Village Council:

We have audited the financial statements of the Village of Roaming Shores (the Village) as of and for the years ended December 31, 2007 and December 31, 2006 and have issued our report thereon dated December 12, 2008, wherein we noted the Village followed accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Village'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 expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Village's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting practices permitted by the Auditor of State such that there is more than a remote likelihood that a misstatement of the Village's financial statements that is more than inconsequential will not be prevented or detected by the Village's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Village's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Village's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to management of the Village in a separate letter dated December 12, 2008.

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



Canter & Company

Youngstown, Ohio

December 12, 2008



Mary Taylor, CPA  
Auditor of State

VILLAGE OF ROAMING SHORES

ASHTABULA COUNTY

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
DECEMBER 31, 2008