

Stark County Agricultural Society
Stark County
Statement of Receipts, Disbursements and
Change in Fund Balance (Regulatory Cash Basis)
For the Year Ended November 30, 2020

Operating Receipts	
Taxes	\$1,745
Admissions	331
Privilege Fees	46,307
Rentals	162,246
Sustaining and Entry Fees	26,793
Pari-mutuel Wagering Commission	0
Other Operating Receipts	<u>10,103</u>
<i>Total Operating Receipts</i>	<u>247,525</u>
Operating Disbursements	
Wages and Benefits	82,121
Utilities	83,724
Professional Services	42,110
Equipment and Grounds Maintenance	16,093
Property and Rent Services	65,931
Race Purse	91,933
Senior Fair	1,963
Junior Fair	12,335
Capital Outlay	71,681
Other Operating Disbursements	<u>64,609</u>
<i>Total Operating Disbursements</i>	<u>532,500</u>
<i>Excess (Deficiency) of Operating Receipts</i>	
<i>Over (Under) Operating Disbursements</i>	<u>(284,975)</u>
Non-Operating Receipts (Disbursements)	
State Support	179,907
Local Support	135,300
Debt Proceeds	0
Donations/Contributions	106,252
Investment Income	79
Mortgage Income	0
Sale of Assets	0
Debt Service	<u>(54,569)</u>
<i>Net Non-Operating Receipts (Disbursements)</i>	<u>366,969</u>
<i>Excess (Deficiency) of Receipts Over (Under) Disbursements</i>	81,994
Cash Balance, Beginning of Year	<u>117,750</u>
<i>Cash Balance, End of Year</i>	<u><u>\$199,744</u></u>

**Comparative Statement of Cash Receipts and Disbursements
For the Years Ending November 30, 2020 and 2019**

		Operating Fund (1-1-__)	State & Local (2-1-__)	Totals 2020	Totals 2019
CASH RECEIPTS					
1110	Pari-Mutual Tax	0	0	0	0
1190	Other Taxes	1,745	0	1,745	1,910
1100	Total Taxes	1,745	0	1,745	1,910
1210	Exhibitors Tickets	25	0	25	2,984
1220	Season Tickets	0	0	0	7,275
1230	Admission Tickets	0	0	0	292,089
1240	Grandstand Tickets	0	0	0	173,365
1250	Student Tickets	0	0	0	0
1260	Privilege Tickets	0	0	0	7,590
1290	Other Tickets	306	0	306	10,200
1200	Total Admissions	331	0	331	493,503
1310	Concessions	36,547	0	36,547	97,860
1320	Building Space	9,760	0	9,760	34,639
1330	Buildings	0	0	0	0
1340	Ground Space	0	0	0	0
1350	Games & Novelties	0	0	0	0
1360	Rides	0	0	0	46,041
1390	Other Activities	0	0	0	541
1300	Privilege Fees	46,307	0	46,307	179,081
1410	Programs	0	0	0	0
1420	Clothing	0	0	0	0
1430	Glasses/Mugs	0	0	0	0
1440	Baked Goods	0	0	0	0
1490	Other Sales	760	0	760	45,292
1400	Sales By Fair Board	760	0	760	45,292
1510	Entry Fees	10,775	0	10,775	9,529
1520	Pari-mutuels	0	0	0	362
1530	Racing Program Ads	0	0	0	0
1540	Speed Fees	16,018	0	16,018	14,133
1550	Race Tax	0	0	0	200
1590	Other Race Receipts	0	0	0	0
1500	Total Racing	26,793	0	26,793	24,224
1610	Sale of Supplies	0	0	0	0
1690	Other Sales	0	0	0	0
1600	Sales Activity	0	0	0	0
1710	Electricity	484	0	484	5,778
1720	Propane	0	0	0	0
1730	Water & Sewer	228	0	228	316
1740	Gas	1,222	0	1,222	10,538
1790	Other Utilities	2,060	0	2,060	4,646
1700	Total Utilities	3,993	0	3,993	21,278

1810	Class Entry Fees	0	0	0	615
1820	Membership Fees	5,350	0	5,350	16,702
1830	Contest Fees	0	0	0	0
1890	Other Fees	0	0	0	0
1800	Total Fees	5,350	0	5,350	17,317
1910	Ground Rentals	10,944	0	10,944	39,114
1920	Building Rentals	40,717	0	40,717	36,747
1930	Camp Sites	32,379	0	32,379	42,283
1940	Rental Supplies	290	0	290	2,150
1950	Stalls, Pens & Barns	37,151	0	37,151	32,318
1960	Storage	40,440	0	40,440	33,830
1990	Other Rental	325	0	325	0
1900	Total Rentals	162,246	0	162,246	186,442
2110	General Operation	0	1,302	1,302	2,426
2130	Track Maintenance	0	9,740	9,740	3,772
2140	Stake Racing		64,800	64,800	70,972
2150	Jr. Fair Reimburse		4,066	4,066	4,132
2190	Other State Grants	100,000	0	100,000	0
2100	State Support	100,000	79,907	179,907	81,301
2210	County Sr. Fair	0	800	800	800
2220	Ind. Jr Fair Funds	0	500	500	0
2230	County Jr Fair Funds	0	0	0	500
2240	Capital Improvement	0	134,000	134,000	134,000
2250	County Bond Money	0	0	0	0
2260	Taxation Money	0	0	0	0
2270	General Operations	0	0	0	0
2290	Other Govt. Support	0	0	0	0
2200	Total Local Govt.	0	135,300	135,300	135,300
3110	Gifts & Donations	288	0	288	1,271
3120	Grants	21,200	0	21,200	0
3130	Sponsorships	81,243	0	81,243	80,189
3140	Promotions	0	0	0	0
3190	Other Support	595	0	595	13,195
3100	Total Restricted	103,325	0	103,325	94,655
3210	Gifts & Donations	7	0	7	0
3220	Grants	0	0	0	0
3230	Sponsorships	0	0	0	0
3240	Promotions	0	0	0	0
3290	Other Support	2,919	0	2,919	0
3200	Total Unrestricted	2,926	0	2,926	0
3300	Sale of Notes	0	0	0	56,133
3600	Interest Received	79	0	79	15
3700	Dividends	0	0	0	0
3800	Mortgage	0	0	0	0
3910	Sale of Real Property	0	0	0	0
3920	Personal Property	0	0	0	0

3930	Other Assets Sold	0	0	0	0
3900	Total Asset Sales	0	0	0	0
TOTAL CASH RECEIPTS		453,856	215,207	669,064	1,336,451

CASH DISBURSEMENTS

4010	Secretary's Salary	26,436		26,436	28,481
4020	Director's Wages	0		0	0
4030	Ground Maintenance	25,785		25,785	49,917
4040	Racing Salaries	0		0	0
4090	Other Wages	60	19,416	19,476	40,954
4000	Total Wages	52,281	19,416	71,697	119,353
5010	Retirement	4,539		4,539	7,507
5020	Unemployment	3,618		3,618	6,673
5030	Worker's Comp.	1,210		1,210	1,812
5040	Health Insurance	1,057		1,057	1,756
5050	Life Insurance	0		0	0
5060	Reimbursements	0		0	0
5070	Tuition	0		0	0
5080	Uniform	0		0	0
5090	Other Benefits	0		0	894
5000	Total Benefits	10,424	0	10,424	18,642
6110	Directors' Expenses	4,304		4,304	9,278
6120	Sec/Treas. Expenses	0		0	0
6130	Ground Maintenance	3,554		3,554	7,224
6140	Memberships	310		310	301
6190	Other Expenses	737		737	12,590
6100	Total Adm. Expense	8,905	0	8,905	29,394
6210	Trophies & Blankets	1,401		1,401	869
6220	Track Supplies	0		0	0
6290	Other Race Expenses	0		0	0
6200	Total Race Expenses	1,401	0	1,401	869
6300	Supplies (Resale)	0		0	14,519
6410	Office Supplies	5,348		5,348	7,366
6470	Ground Maintenance	3,620		3,620	25,606
6490	Other Supplies	0		0	0
6400	Total Supplies	8,968	0	8,968	32,972
7110	Electricity	42,902		42,902	67,497
7120	Gas	17,948		17,948	22,399
7130	Propane	0		0	0
7140	Water	15,682		15,682	24,511
7150	Telephone	7,192		7,192	4,799
7160	Sewer	0		0	0
7190	Other Utilities	0		0	0
7100	Total Utilities	83,724	0	83,724	119,206
7210	Race Tax	0		0	201
7220	Race Purses	91,933		91,933	89,279

7230	Starting Gate	1,400		1,400	1,400
7240	Photo Finish	900		900	900
7250	Track Maintenance	0	4,061	4,061	3,196
7260	Announcer & Judges	2,799		2,799	2,839
7290	Other Race Expenses	1,906		1,906	2,025
7200	Total Race Expenses	98,937	4,061	102,998	99,840
7310	Legal Services	0		0	0
7320	Accounting Services	4,480		4,480	8,134
7330	Veterinary Services	0		0	1,800
7340	Entertainment	0		0	238,204
7350	Ride Co. Expense	0		0	0
7390	Other Services	3,375		3,375	14,631
7300	Total Services Exp.	7,855	0	7,855	262,770
7410	Security Services	14,021		14,021	63,320
7420	Cable TV Services	0		0	0
7430	Computer Services	7,272		7,272	6,256
7440	Cleaning Services	2,724		2,724	14,790
7450	Grounds keeping	15,043		15,043	20,213
7460	Trash Hauling	6,703		6,703	9,427
7470	Sound System	7,975		7,975	27,450
7480	Taxes to Govt.	0		0	2,774
7490	Other Services	10,228		10,228	38,977
7400	Total Property Exp.	63,967	0	63,967	183,206
7510	Legal Ads	252		252	461
7520	Newspaper Ads	64		64	2,144
7530	Radio & TV Ads	0		0	29,939
7540	Printing Fees	204		204	19,628
7550	Microfilming Fees	0		0	0
7590	Communication	8,058		8,058	20,500
7500	Total Advertising	8,578	0	8,578	72,672
7610	Equipment Repair	674		674	898
7620	Motor Vehicle	1,025		1,025	0
7630	Building Repair	5,425		5,425	14,279
7690	Other Repairs	0		0	346
7600	Total Repairs	7,125	0	7,125	15,523
7710	Property			0	0
7720	Liability	23,181		23,181	33,709
7730	Motor Vehicle	0		0	0
7740	Fidelity Bonds	0		0	0
7790	Other Insurance	2,496		2,496	9,048
7700	Total Insurance	25,677	0	25,677	42,757
7810	Software	0		0	0
7820	Land & Buildings	0		0	0
7830	Meeting Rooms	0		0	0
7840	Storage Rooms	0		0	0
7850	Motor Vehicles	0		0	9,739
7860	Exhibits & Displays	0		0	0
7870	Equipment, Supplies	1,964		1,964	12,154
7890	Other Rent/Lease	0		0	0
7800	Total Rent/Lease	1,964	0	1,964	21,894

7910	Land	0		0	0
7920	Buildings	0	71,681	71,681	102,958
7930	Motor Vehicles	0		0	0
7940	Equipment	0		0	0
7990	Other Capital Exp.	0		0	15,506
7900	Total Capital Outlay	0	71,681	71,681	118,464
8010	Principal/Notes	0		0	0
8020	Principal/Loans	50,000		50,000	0
8030	Mortgage Payments	0		0	0
8040	Interest Payments	0		0	0
8050	Trustee/Fiscal Agent	0		0	0
8090	Other Financing Fees	4,569		4,569	7,977
8000	Total Debt Service	54,569	0	54,569	7,977
9110	Sr Judges Expenses	0		0	4,604
9120	Prem,Ribbon,Trophy	0		0	27,878
9190	Other Sr Expenses	1,963		1,963	73
9100	Senior Fair Expenses	1,963	0	1,963	32,555

9210	Contest Judges	0		0	0
9220	Prem,Ribbon,Trophy	0		0	0
9290	Other Contest Exp.	0		0	10,000
9200	Contest Expenses	0	0	0	10,000
9310	Jr Judges Expenses	7,266		7,266	8,574
9320	Prem,Ribbon,Trophy	1,614		1,614	8,214
9390	Other Jr Expenses	3,456		3,456	1,051
9300	Junior Fair Expenses	12,335	0	12,335	17,839
9410	Other Judges	0		0	0
9420	Prem,Ribbon,Trophy	0		0	7,240
9490	Other Fair Expenses	7,720		7,720	73,076
9400	Other Fair Expenses	7,720	0	7,720	80,316
9710	Check Write-offs	0		0	0
9720	Reimbursements	2,920		2,920	3,785
9730	Refunds	0		0	0
9790	Other Misc. Expenses	32,597		32,597	21,620
9700	Miscellaneous Exp.	35,517	0	35,517	25,405
TOTAL CASH DISBURSEMENTS		491,912	95,157	587,069	1,326,171
Excess Cash Receipts over Cash Disbursements		(38,055)	120,050	81,995	10,279
BEGINNING CASH BALANCE (12/1/19)				117,750	107,471
ENDING CASH BALANCE (11/30/20)		(38,055)	120,050	199,745	117,750

CASH RECONCILIATION

Depository Balances		
Checking Acct #1		\$51,250.65
Checking Acct #2		\$9,422.74
Checking Acct #3		\$137,181.61
Checking Acct #4		\$3,510.04
Total Checking		\$201,365.04
Other Depository Accounts		
Master Card		\$0.00
Total Other Depository Accounts		\$0.00
Total Depository Balances		\$201,365.04
Investments		
Total Investments		\$0.00
Cash on Hand		\$0.00
Deposits in Transit Acct #1		\$0.00
Plus Other Reconciliation Factors		-\$1,620.00
Less Outstanding Checks Acct #1		\$0.00
Acct #3		\$0.00
Less Other Factors		
TOTAL FUND BALANCE		\$199,745.04

Charles E. Harris & Associates, Inc.
Certified Public Accountants

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INDEPENDENT ACCOUNTANT'S REPORT

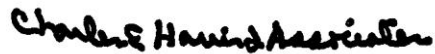
Stark County Agricultural Society
Stark County
PO Box 80279
Canton, Ohio 44708-0279

To the Board of Directors:

We have prepared the accompanying Notes to the Financial Statements of the Stark County Agricultural Society, Stark County, for the year ended November 30, 2020 in accordance with Statements and Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A preparation is limited to presenting in the form of notes, information that is the representation of management. We have not audited or reviewed the accompanying notes and, accordingly, do not express an opinion or any other form of assurance on them.

Sincerely,



Charles E. Harris & Associates, Inc.
January 27, 2021

Stark County Agricultural Society
Stark County
Notes to the Financial Statements
For the Year Ended November 30, 2020

Note 1 – Reporting Entity

The Stark County Agricultural Society (the Society), Stark County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Society is a county agricultural society corporation formed under Chapter 1711 of the Ohio Revised Code. The Society was founded in 1849 to operate an annual agricultural fair. The Society sponsors the week-long Stark County Fair during August/September. Stark County is not financially accountable for the Society. The Board of Directors manages the Society. The Board is made up of 22 directors serving staggered three-year terms. Society members elect Board members from its membership. Members of the Society must be residents of Stark County and pay an annual membership fee to the Society.

The reporting entity includes all activity occurring on the fairgrounds. Other year-round activities at the fairgrounds include facility rentals, track and stall rentals, and community events including Community COVID-19 Testing and Pro Football Hall of Fame Parking. The reporting entity does not include any other activities or entities of Stark County, Ohio.

Notes 8 and 9, respectively, summarize the Junior Fair Board's and Junior Livestock Sale Committee's financial activity.

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

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The Society's financial statements consist of a statement of receipts, disbursements and changes in fund balance (regulatory cash basis).

Basis of Accounting

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D). This basis is similar to the cash receipts and disbursements accounting basis. The Society 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 disbursements when a commitment is made (i.e., when an encumbrance is approved).

These statements include adequate disclosure of material matters, as the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

Deposits and Investments

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

Stark County Agricultural Society
Stark County
Notes to the Financial Statements
For the Year Ended November 30, 2020

Note 2 – Summary of Significant Accounting Policies (continued)

Capital Assets

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

Income Tax Status

The Society is a not-for-profit organization, exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Society is not a private foundation within the meaning of Section 509(a). Contributions to the Society are deductible per Section 170(b)(1)(A)(v1). Management is unaware of any actions or events that would jeopardize the Society's tax status.

Race Purse

Home Talent Colt stake races are held during the Stark County Fair. The Society pays all Sustaining and Entry fees and the required portion of the cash received from the Ohio Fairs Fund, as well as additional amounts contributed by the Society as Race Purse to winning horses.

Sustaining and Entry Fees Horse owners and Home Talent Colt Association pay fees to the Society to qualify horses for entry into stake races. They must make payment before a horse can participate in a stake race. The accompanying financial statement report these fees as Sustaining and Entry Fees.

Ohio Fairs Fund The State of Ohio contributes money to the Society from the Ohio Fairs Fund to supplement the race purse. See Note 4 for additional information.

Pari-mutuel Wagering

A wagering system totals the amounts wagered and adjusts the payoff to reflect the relative amount bet on different horses and various odds. The total amount bet (also known as the "handle"), less commission, is paid to bettors in accordance with the payoffs, as the pari-mutuel wagering system determines. The Society contracts with a totalizer service to collect bets and provide the pari-mutuel wagering system.

Pari-mutuel wagering commission (the commission) is the Society's share of total pari-mutuel wagers after payment of amounts to winning bettors. The commission is determined by applying a statutory percentage to the total amount bet and is reflected in the accompanying financial statement as Pari-mutuel Wagering Commission. See Note 4 for additional information.

Note 3 – Deposits

The Society maintains a deposit and investment pool all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits at November 30 was as follows:

	<u>2020</u>
Demand deposits	\$ 199,744

Stark County Agricultural Society
Stark County
Notes to the Financial Statements
For the Year Ended November 30, 2020

Note 3 – Deposits (continued)

Deposits

Deposits are insured by the Federal Depository Insurance Corporation.

Note 4 – Horse Racing

State Support Portion of Purse

The financial statements report Ohio Fairs Fund money, received to supplement purse for the year ended November 30, 2020 was \$64,800 as State Support.

Pari-mutuel Wagering

The Society does not record the Total Amount Bet or the Payoff to Bettors in the accompany financial statement, rather, it records the Pari-mutuel Wagering Commission (commission) which is the Society's share of total pari-mutuel wagers after paying winning bettors. The expenses of providing the pari-mutuel wagering system are called Tote Services, and these expenses are included in Professional Service Disbursements, State taxes, which are also paid from Pari-mutuel Wagering Commission, are reflected in Other Operating Disbursements, and the amount remaining is the Society's net portion. In 2020 there was no pari-mutuel wagering.

Note 5 – Risk Management

The Society pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The rate is based on accident history and administrative costs.

The Stark County Commissioners provide general insurance coverage for all the buildings on the Stark County Fairgrounds pursuant to Ohio Revised Code § 1711.24. A private company provides general liability and vehicle insurance, with limits of \$5,000,000 in the aggregate and \$1,000,000 per occurrence. This policy includes crime coverage for employee dishonesty with limits of liability of \$2,000,000. The Society also carries a blanket bond for all employees with coverage of \$10,000.

There have been no settlements paid in excess of insurance coverage during the past three years. Coverage limits have not been significantly reduced from prior periods.

Note 6 – Social Security

Society employees contributed to Social Security. This plan provides retirement benefits, including survivor and disability benefits to participants.

Employees contributed 6.2% of their gross salaries. The Society contributed an amount equal to 6.2% of participants' gross salaries. The Society has paid all contributions required through November 30, 2020.

Stark County Agricultural Society
Stark County
Notes to the Financial Statements
For the Year Ended November 30, 2020

Note 7 – Contingent Liabilities

The Society may be a defendant in lawsuits. Although management cannot presently determine the outcome of any suit, management believes that the resolution of any matter will not materially adversely affect the Society’s financial condition.

Note 8 – Junior Fair Board

The Junior Fair Board, which is comprised of 4-H, FFA, Boy Scout, Girl Scout, and Farm Bureau Youth organization representatives, is responsible for the Junior Fair Division activities of the Stark County Fair. During 2020, the Society disbursed \$12,335 directly to vendors to support Junior Fair activities. These expenses are reflected as a disbursement in the accompanying financial statement as Junior Fair Disbursement. Stark County paid the Society \$500 to support Junior Club work in 2020. The Junior Fair Board accounts for its activities separately. These accompanying financial statements do not include this activity. The Junior Fair Board’s financial activity for the year ended November 30, 2020 follows:

	2020
Beginning Cash Balance	\$ 20,626
Receipts	28,099
Disbursements	(26,879)
Ending Cash Balance	\$ 21,846

Note 9 – Junior Livestock Sale Committee

The Junior Livestock Committee is a separate committee charged with running the Junior Livestock Auction. This auction is held during fair week. Children may sell their animals directly to market or through the Stark County’s auction. The Junior Livestock Committee retains this money. The accompanying financial statement does not include the Junior Livestock Committee’s activities. The Junior Livestock Committee’s financial activity for the year ended November 30, 2020 follows:

	2020
Beginning Cash Balance	\$ 57,098
Receipts	665,640
Disbursements	(675,863)
Ending Cash Balance	\$ 46,875

Note 10 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the Society. In addition, the impact on the Society’s future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.