

Logan County Health District
Logan County, Ohio

Financial Statements

For the Fiscal Year Ended December 31, 2023



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**LOGAN COUNTY HEALTH DISTRICT
LOGAN COUNTY**

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**LOGAN COUNTY HEALTH DISTRICT
LOGAN COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (REGULATORY CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	General	Special Revenue	Totals (Memorandum Only)
Cash Receipts			
Charges for Services	\$ 61,715	\$ -	\$ 61,715
Fines, Licenses and Permits	185,079	357,022	542,101
Intergovernmental:			
Apportionments	680,000	-	680,000
Grants	134,326	665,547	799,873
Other	2,230	2,365	4,595
Total Cash Receipts	1,063,350	1,024,934	2,088,284
Cash Disbursements			
Current:			
Health:			
Salaries	442,281	466,175	908,456
Medicare	5,434	6,596	12,030
Supplies	35,427	22,781	58,208
Remittances to State	47,412	98,191	145,603
Equipment	11,519	7,685	19,204
Contracts - Service	87,792	161,507	249,299
Contracts - Repair	5,317	-	5,317
Property Insurance	6,378	6,358	12,736
Education	1,370	1,898	3,268
Travel	13,236	13,627	26,863
Utilities and Rental	14,371	22,991	37,362
Advertising and Printing	4,729	4,000	8,729
Public Employee's Retirement	56,634	72,098	128,732
Worker's Compensation	8,438	5,189	13,627
Hospital/Life Insurance	81,503	52,983	134,486
Other	1,943	118,270	120,213
Debt Service:			
Principal Retirement	166,250	-	166,250
Total Cash Disbursements	990,034	1,060,349	2,050,383
Excess of Receipts Over (Under) Disbursements	73,316	(35,415)	37,901
Other Financing Receipts (Disbursements)			
Reimbursements	6,967	-	6,967
Refunds	(110)	(350)	(460)
Total Other Financing Receipts (Disbursements)	6,857	(350)	6,507
Net Change in Fund Cash Balances	80,173	(35,765)	44,408
Fund Cash Balances, January 1	1,642,766	598,485	2,241,251
Fund Cash Balances, December 31	\$ 1,722,939	\$ 562,720	\$ 2,285,659

No assurance is provided on these financial statements
See accompanying notes to the financial statements.

Logan County Health District
Logan County, Ohio
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 1 – Reporting Entity

The constitution and laws of the State of Ohio establish the rights and privileges of the Logan County Health District, Logan County, (the District) as a body corporate and politic. A five-member Board and a Health Commissioner govern the District. The District’s services include communicable disease surveillance and investigations, immunization clinics, inspections, and public health nursing services, and the issuance of health-related licenses and permits, and maintenance of county birth and death records.

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

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The District’s financial statements consist of a combined statement of receipts, disbursements and changes in fund balances (regulatory cash basis) for all governmental fund types organized on a fund type basis.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the District are presented below:

General Fund The general fund accounts for and reports all financial resources not accounted for and reported in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Special Revenue Funds These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District had the following significant Special Revenue Funds:

Sewage Treatment Fund This fund accounts for recording and permitting regulation oversight on septic systems in Logan County.

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 (C). This basis is similar to the cash receipts and disbursements accounting basis. The Board 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 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 (C) permit.

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Budgetary Process

The Ohio Revised Code requires the District to budget each fund annually.

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. The District Board must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

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 approve estimated resources.

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

A summary of 2023 budgetary activity appears in Note 3.

Capital Assets

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

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.

Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the District must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

Nonspendable The District classifies assets as *nonspendable* when legally or contractually required to maintain the amounts intact. For regulatory purposes, nonspendable fund balance includes unclaimed monies that are required to be held for five years before they may be utilized by the District and the nonspendable portion of the corpus in permanent funds.

Restricted Fund balance is *restricted* when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or is imposed by law through constitutional provisions.

Committed The Board can *commit* amounts via formal action (resolution). The District must adhere to these commitments unless the Board amends the resolution. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

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For the Year Ended December 31, 2023

Assigned Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. For regulatory purposes, assigned fund balance in the general fund is limited to encumbrances outstanding at year end.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes amounts not included in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

For regulatory purposes, limited disclosure related to fund balance is included in Note 11.

Note 3 – Budgetary Activity

Budgetary activity for the year ending December 31, 2023, follows:

2023 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 1,337,375	\$ 1,070,317	\$ (267,058)
Special Revenue	1,397,781	1,024,934	(372,847)
Total	\$ 2,735,156	\$ 2,095,251	\$ (639,905)

2023 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 1,729,165	\$ 1,063,298	\$ 665,867
Special Revenue	1,587,619	1,103,599	484,020
Total	\$ 3,316,784	\$ 2,166,897	\$ 1,149,887

Note 4 – Deposits and Investments

As required by the Ohio Revised Code, the Logan County Treasurer is custodian for the District’s deposits. The County’s deposit and investment pool holds the District’s assets, valued at the Treasurer’s reported carrying amount.

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Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 5 – Intergovernmental Funding and Property Taxes

Intergovernmental Funding

The County apportions the excess of the District’s appropriations over other estimated receipts among the townships and municipalities composing the District, based on their taxable property valuations. The County withholds the apportioned excess from property tax settlements and distributes it to the District. The financial statements present these amounts as intergovernmental receipts.

Note 6 – Risk Management

The District is a member of the Public Entities Pool of Ohio (The Pool). The Pool assumes the risk of loss up to the limits of the District’s policy. The Pool covers the following risks:

- General liability and casualty
- Public official’s liability
- Cyber
- Law enforcement liability
- Automobile liability
- Vehicles
- Property
- Equipment breakdown

The Pool reported the following summary of assets and liabilities as of December 31, 2022 (most recent available):

	<u>2022</u>
Assets	\$ 61,537,313
Liabilities	<u>(18,643,081)</u>
Net Position	<u>\$ 42,894,232</u>

Note 7 – Defined Benefit Pension Plans

Ohio Public Employees Retirement System

The District employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan’s benefits, which include postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 14 percent of their gross salaries, and the District contributed an amount equaling 10 percent of participants’ gross salaries. The District has paid all contributions required through December 31, 2023.

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Note 8 – Postemployment Benefits

OPERS offers a cost-sharing, multiple-employer defined benefit postemployment plan. OPERS offers a health reimbursement arrangement (HRA) allowance to benefit recipients meeting certain age and service credit requirements. The HRA is an account funded by OPERS that provides tax-free reimbursement for qualified medical expenses such as monthly post-tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents. For calendar year 2023, the portion of OPERS employer contributions allocated to health care was 0 percent for members in the traditional pension plan and 2 percent for members in the combined plan. For 2023, the portion of employer contributions OPERS allocated to health care for members in the member-directed plan was 4.0 percent; however, a portion of the health care rate was funded with reserves.

Note 9 – Contingent Liabilities

Amounts grantor agencies pay to the District are subject to audit and adjustment by the grantor, principally the federal government. The grantor may require refunding any disallowed costs. Management cannot presently determine amounts grantors may disallow. However, based on prior experience, management believes any refunds would be immaterial.

Note 10 – Identification of Grants Received Through Ohio Department of Health

Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Public Health Emergency Preparedness Program
Federal CFDA#:	93.069
Project Number :	04610012PH1323/14610012PH1424
2023 Receipt Amount:	\$ 78,235

Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Integrated Naloxone Access and Infrastructure
Federal CFDA#:	93.788
Project Number :	04610014IN0423/IN23GAP1
2023 Receipt Amount:	\$ 83,250

Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Covid-19 Enhanced Operations
Federal CFDA#:	93.323
Project Number :	04610012EO0122/04610012EO0223
2023 Receipt Amount:	\$ 163,749

Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	COVID-19 Vaccination
Federal CFDA#:	93.268
Project Number :	04610012CN0122
2023 Receipt Amount:	\$ 22,744

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Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Public Health Workforce
Federal CFDA#:	93.354/93.391/93.967
Project Number :	04610012WF0122/04610012WF0123
2023 Receipt Amount:	\$ 92,503
Federal Entity:	Not applicable
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Tobacco Use and Prevention and Cessation
Federal CFDA#:	Am. Sub H.B. 110/5BXO and Am. Sub H.B. 33/5XBO
Project Number :	04610014TU0123/04610014TU0124
2023 Receipt Amount:	\$ 22,000
Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	COVID-19 Detection and Mitigation in Congregate Living Settings
Federal CFDA#:	93.323
Project Number :	04610012LV0123
2023 Receipt Amount:	\$ 110,000
Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Healthy Eating and Active Lifestyle
Federal CFDA#:	93.439
Project Number :	none
2023 Receipt Amount:	\$ 6,000
Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Integrated Harm Reduction
Federal CFDA#:	93.788
Project Number :	04610014IH0123
2023 Receipt Amount:	\$ 39,302
Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Innovative Approaches to STI Prevention
Federal CFDA#:	93.977
Project Number :	04610012II0124
2023 Receipt Amount:	\$ 20,000
Federal Entity:	Department of Health and Human Services
Pass-Through Entity:	Ohio Department of Health
Federal Grant:	Get Vaccinated Ohio – Public Health Initiative
Federal CFDA#:	93.268
Project Number :	07510012GV0220
2023 Receipt Amount:	\$ 16,484

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Note 11 – Fund Balances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the balances of these amounts were as follows:

	General Fund	Special Revenue Funds	Total
Outstanding Encumbrances	\$ 73,154	\$ 42,900	\$ 116,054

The fund balance of special revenue funds is either restricted or committed. These restricted, committed, and assigned amounts in the special revenue funds would including the outstanding encumbrances. In the general fund, outstanding encumbrances are considered assigned.

Note 12 – Long-Term Obligation

The change in the District’s long-term obligations during 2023 were as follows:

	Balance at 1/1/2023	Additions	Deductions	Balance at 12/31/2023
Building Purchase Loan with Logan County Commissioners	\$ 166,250	\$ -	\$ (166,250)	\$ -

On January 9, 2001, the Logan County Commissioners agreed to loan the funds necessary for the purchase of the District Board of Health office facility by the District. During 2023, the Commissioners agreed to forgiveness of the loan interest if the loan was paid in full by December 31, 2023, which the District did.