

Combined Statement of Receipts, Disbursements and Changes in Fund Balances (Cash Basis)

All Governmental Fund Types

For the Year Ended December 31, 2023

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Permanent</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts						
Property and Other Local Taxes	\$91,128	\$837,700	\$0	\$0	\$0	\$928,828
Charges for Services	18	43,471	0	0	0	43,489
Licenses, Permits and Fees	27,662	1,041	0	0	0	28,703
Fines and Forfeitures	0	171,934	0	0	0	171,934
Intergovernmental	58,773	321,404	0	0	0	380,177
Special Assessments	1,989	18,727	0	0	0	20,716
Earnings on Investments	48,912	9,155	0	0	0	58,067
Miscellaneous	116,852	197,852	0	0	0	314,704
<i>Total Cash Receipts</i>	<u>345,334</u>	<u>1,601,284</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,946,618</u>
Cash Disbursements						
Current:						
General Government	162,565	32,765	0	0	0	195,330
Public Safety	788	1,166,559	0	0	0	1,167,347
Public Works	0	154,114	0	0	0	154,114
Health	0	0	0	0	0	0
Human Services	0	0	0	0	0	0
Conservation-Recreation	0	101,459	0	0	0	101,459
Other	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0
Capital Outlay	0	199,823	0	0	0	199,823
Debt Service:						
Principal Retirement	0	21,767	0	0	0	21,767
Payment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Interest and Fiscal Charges	0	365	0	0	0	365
<i>Total Cash Disbursements</i>	<u>163,353</u>	<u>1,676,852</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,840,205</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>181,981</u>	<u>(75,568)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>106,413</u>
Other Financing Receipts (Disbursements)						
Sale of Bonds	0	0	0	0	0	0
Sale of Refunding Bonds	0	0	0	0	0	0
Sale of Notes	0	0	0	0	0	0
Loans Issued	0	0	0	0	0	0
Other Debt Proceeds	0	0	0	0	0	0
Premium and Accrued Interest on Debt	0	0	0	0	0	0
Discount on Debt	0	0	0	0	0	0

These financial statements have not been subjected to an audit or review or compilation engagement, and no assurance is provided on them.

Combined Statement of Receipts, Disbursements and Changes in Fund Balances (Cash Basis)
All Governmental Fund Types

For the Year Ended December 31, 2023

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Permanent</u>	<u>Totals (Memorandum Only)</u>
Payment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Sale of Capital Assets	0	0	0	25,079	0	25,079
Transfers In	0	1,989	0	0	0	1,989
Transfers Out	(1,989)	0	0	0	0	(1,989)
Advances In	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0
Other Financing Sources	200	525	0	0	0	725
Other Financing Uses	0	0	0	0	0	0
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(1,789)</u>	<u>2,514</u>	<u>0</u>	<u>25,079</u>	<u>0</u>	<u>25,804</u>
Special Item	0	0	0	0	0	0
Extraordinary Item	0	0	0	0	0	0
<i>Net Change in Fund Cash Balances</i>	<u>180,192</u>	<u>(73,054)</u>	<u>0</u>	<u>25,079</u>	<u>0</u>	<u>132,217</u>
<i>Fund Cash Balances, January 1</i>	<u>243,396</u>	<u>1,118,677</u>	<u>0</u>	<u>20,527</u>	<u>0</u>	<u>1,382,600</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$423,588</u></u>	<u><u>\$1,045,623</u></u>	<u><u>\$0</u></u>	<u><u>\$45,606</u></u>	<u><u>\$0</u></u>	<u><u>\$1,514,817</u></u>

**Combined Statement of Receipts, Disbursements and Changes in Fund Balances (Cash Basis)
All Fiduciary Fund Types**

For the Year Ended December 31, 2023

	<u>Private Purpose Trust</u>	<u>Investment Trust</u>	<u>External Investment Pool</u>	<u>Other Custodial</u>	<u>Totals (Memorandum Only)</u>
Additions					
Property and Other Local Taxes Collected for Distribution	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Fines, Licenses and Permits for Distribution	0	0	0	0	0
Earnings on Investments (trust funds only)	0	0	0	0	0
Gifts and Donations (trust funds only)	0	0	0	0	0
Intergovernmental	0	0	0	0	0
Special Assessment Collections for Distribution	0	0	0	0	0
Deposits Received	0	0	0	0	0
Amounts Held for Employees	0	0	0	0	0
Amounts Received as Fiscal Agent	0	0	0	0	0
Other Amounts Collected for Distribution	0	0	0	1,686	1,686
<i>Total Additions</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,686</u>	<u>1,686</u>
Deductions					
Distributions as Fiscal Agent	0	0	0	0	0
Distributions to Other Governments	0	0	0	1,686	1,686
Distributions to Other Funds (Primary Gov't)	0	0	0	0	0
Distributions of Deposits	0	0	0	0	0
Distributions on Behalf of Employees	0	0	0	0	0
Other Distributions	0	0	0	0	0
<i>Total Deductions</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,686</u>	<u>1,686</u>
<i>Net Change in Fund Balances</i>	0	0	0	0	0
<i>Fund Cash Balances, January 1</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Cash Balances, December 31</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Washington Township
Lucas County
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 Washington Township, Lucas County, (the Township) as a body corporate and politic. A publicly elected three-member Board of Trustees directs the Township. The Township provides road and bridge maintenance, parks, police and fire protection, and emergency medical services.

Joint Ventures, Jointly Governed Organizations, Public Entity Risk Pools and Related Organizations

The Township participates in a PACE Special Energy Project. This Fund has been created to receipt in assessments from a home owner of this project and to pay for the cost of the project in cooperation of the NWO Advanced Energy Special Improvement District. Note 15 to the financial statements provides additional information for this Project.

The Township participates in a public entity risk pool, the Ohio Township Association Risk Management Authority (OTARMA). Note 8, to the financial statements provides additional information for this entity.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

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

Fund Accounting

The Township 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 Township 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 Township 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 Township had the following significant Special Revenue Funds:

Special Levy Police Fund: The Special Levy Police Fund accounts for property tax money restricted to police protection.

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Special Levy Fire Fund: The Special Levy Fire Fund accounts for property tax money restricted to fire & EMS protection. This fund also receives fees associated with medical transport used to equip and operate the Fire Department.

Special Levy Park Fund: The Special Levy Park Fund accounts for property tax money restricted to maintenance and upkeep of the parks. This fund also receives shelter park rental money used to equip and operate the Park.

The Road & Bridge Fund: The Road & Bridge Fund accounts for property tax money restricted to maintenance of the roads & bridges.

Permissive Motor Vehicle License Tax Fund: The Permissive Fund receives motor vehicle license registration fees restricted for maintenance and repair of roads within the Township.

Gas Tax Fund: The Gas Tax Fund accounts for and reports that portion of the State gasoline tax restricted for maintenance and repair of roads within the Township.

Motor Vehicle License Tax Fund: The Motor Vehicle License Tax Fund accounts for and reports that portion of motor vehicle license registration fees restricted for maintenance and repair of roads within the Township.

Capital Project Funds These funds account for and report financial resources that are restricted committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The Township had the following significant Capital Project Fund:

Permanent Improvement Fund: The Permanent Improvement Fund accounts for proceeds from the sale of the township's capital assets.

Fiduciary Funds Fiduciary funds include private purpose trust funds, investment trust funds, and custodial funds. Trust funds account for assets held under a trust agreement meeting certain criteria.

Custodial funds are purely custodial in nature and are used to report fiduciary activity that is not required to be reported in a trust fund. The Township's custodial funds account for:

An Unclaimed Monies Fund – This fund has been established in 2023 for placing all unclaimed monies paid by Washington Township, Lucas County, Ohio. A resolution was passed to create this fund and all vendors and customers have been notified or attempted to be notified of these unclaimed funds. If claimed within 5 years, a check is to be written in the amount directly from the Unclaimed Monies Fund. After 5 years, the unclaimed money is to be transferred to the General Fund. If the rightful owner claims the money after 5 years, the amount is to be paid from the General Fund. This fund has been mapped to the General Fund.

A PACE Special Energy Project Fund – See Note 15 in the financial statements for more details.

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

For regulatory purposes, certain own source revenues are permitted to flow through clearing funds presented as custodial funds. The amounts distributed to the other funds of the entity are identified on the combined statement of additions, deductions and changes in fund balances (regulatory cash basis) all fiduciary fund types. Also, for regulatory purposes, certain deposits and clearing funds are permitted to be presented as custodial funds.

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 Township 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.

Budgetary Process

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

Appropriations Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or fund level of control, and appropriations may not exceed estimated resources. The Board of Trustees 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 Township to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over or are canceled, and re-appropriated in the subsequent year.

A summary of 2023 budgetary activity appears in Note 4.

Deposits and Investments

The Township'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.

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

Capital Assets

The Township 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, with Board approval, such as upon leaving employment, employees are entitled to cash payments for unused leave. Policy for leave is “use it or lose it before termination”. The financial statements do not include a liability for unpaid leave.

Leases

Turnout Gear Loan/Lease Agreement – See Note 11 in the financial statements for detailed information about this lease purchase agreement. In December, 2023 this lease agreement has been fulfilled.

Settlement Monies

Ohio has reached settlement agreements with various distributors of opioids which are subject to the One Ohio memorandum of understanding. The original settlement was reached in 2021 with annual payments anticipated through 2038.

In 2023, for the Ohio Electricity Litigation, Washington Township, Lucas County, Ohio received a distribution amount of \$105.86 (the court approved plan of allocation), which is reflected as miscellaneous revenue in the General Fund in the accompanying financial statements.

No other settlement agreement distributions were received.

Fund Balance

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

Non-spendable The Township classifies assets as *non-spendable* when legally or contractually required to maintain the amounts intact. For regulatory purposes, non-spendable fund balance includes unclaimed monies that are required to be held for five years before they may be utilized by the Township and the non-spendable 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.

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Committed Trustees can *commit* amounts via formal action (resolution). The Township must adhere to these commitments unless the Trustees amend 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.

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 Township 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 19.

Note 3 – Compliance

Washington Township, Lucas County, Ohio had no deficit fund balances in 2023.

Note 4 – Budgetary Activity

Budgetary activity for the year ending 2023 follows:

2023 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$177,300	\$345,534	\$168,234
Special Revenue	1,391,810	1,603,797	211,987
Debt Service			0
Capital Projects	0	25,079	25,079
Internal Service			0
Permanent			0
Fiduciary (PACE)	1,686	1,686	0
Total	\$1,570,796	\$1,976,095	\$405,300

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

2023 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$182,986	\$166,435	\$16,552
Special Revenue	1,803,099	1,692,440	110,659
Debt Service			0
Capital Projects	0	0	0
Internal Service			0
Permanent			0
Fiduciary (PACE)	1,686	1,686	0
Total	\$1,987,771	\$1,860,561	\$127,211

Note 5 – Deposits and Investments

To improve cash management, cash received by the Township is pooled. Monies for all funds are maintained in this pool. The Ohio Revised Code prescribes allowable deposits and investments. A summary of the Township’s deposit and investment accounts are as follows:

	2023
<i>Cash Management Pool:</i>	
Demand deposits	\$107,457
Certificates of deposit	
Total deposits	107,457
STAR Ohio	238,073
GIDP Government Insured Deposit Program (Meeder Investments)	1,222,268
Total investments	1,460,341
<i>Total carrying amount of deposits and investments held in the Pool (ties to FS)</i>	<i>\$1,567,798</i>
<i>Segregated Accounts - Not held in the Pool:</i>	
Payroll Clearing Account (Not held in the Pool) **	
Retainage Accounts (Not held in the Pool) **	
Debt Accounts (Related to Bond Indenture and Note held in the Pool) **	
Other Paying Agent Outside Account (Not held in the Pool) **	
<i>Total Outside Accounts ** (ties to worksheet tab outside accounts receivable)</i>	<i>\$0</i>

The Township does not use a separate payroll clearing account. The expenditures included in the accompanying financial statements reflect net payroll plus all remitted payroll withholdings. At December 31, 2023, the Township owed a total of \$5,238.60 in payroll withholdings (Federal/IRS: \$4,008.46, OP&F: \$1,230.14) which were due to be paid in January 2024. Carryover employee share was \$3,195.17 for Federal/IRS, \$415.70 for OP&F.

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

Deposits

Deposits are insured by the Federal Deposit Insurance Corporation; or collateralized through the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Investments

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

GIDP Overview:

The Government Insured Deposit Program (GIDP) is a cash management account offered through an agreement with Stone Castle Cash Management, LLC which manages the Federally Insured Cash Account (FICA) Program. Meeder provides administrative services. GIDP is not a mutual fund or pooled account; instead each account is a separately managed account in which the participant directly owns the bank deposits made on its behalf.

GIDP is FDIC insured. GIDP enables participants to fully insure cash balances up to \$25 million per tax ID through a network of carefully selected FDIC-insured banks via a single, convenient account. GIDP offers attractive yields with no market or credit risk, and penalty-free withdrawals every business day.

On 12/19/2023, our Board passed a resolution to open a Huntington Investment account (a deposit account) and to close our STAR and GIDP account. The Huntington Investment Program is FDIC insured whereas Bank of NY Mellon holds the funds and Huntington is the custodian of our account. The program works similar to the GIDP account by leveraging a network of participating banks. Deposits are distributed in increments less than the \$250,000 FDIC limit across various financial institutions. We will receive consolidated monthly statements and interest payments without having to open accounts at multiple financial institutions. No fees are associated with this Program.

The interest in Huntington's Program is higher than GIDP's and unlike STAR, is FDIC protected.

As of 12/31/2023, an agreement was not yet received to sign from Huntington for this new account. At the end of 2023, our GIDP and STAR account remained open.

Note 6 – Property Taxes

Real property taxes become a lien on January 1 preceding the October 1 date for which the Trustees adopted tax rates. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable non-business, owner occupancy, and homestead exemption credits and/or homestead and rollback deductions. The financial statements include these credits and/or deduction amounts the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due December 31. The second half payment is due the following June 20.

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

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

The County is responsible for assessing property and for billing, collecting, and distributing all property taxes on behalf of the Township. This also includes assessing when applicable, for the PACE Special Energy Project. See Note 15 in the financial statements for more details on the PACE Special Energy Project.

Note 7 – Interfund Balances

No advances were given in year, 2023.

Note 8 – Risk Management

Risk Pool Membership

Washington Township, Lucas County, Ohio is a member of the Ohio Township Association Risk Management Authority (The Pool). The Pool assumes the risk of loss up to the limits of the (local entity'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 actuarially-measured liabilities available to pay those liabilities as of December 31:

	<u>2022</u>
Cash and investments	\$32,288,098
Actuarial liabilities	\$9,146,434

Please Note: This is the most recent information available at the time the footnotes were prepared. OTARMA states that 2023 information will not be available until Spring 2024.

In year 2023, insurance claims were placed for property damage and for the damaging hail storm our township encountered on 06-15-2023. It heavily damaged many of our vehicles and buildings. Insurance money has been received and many repairs have been fully covered and completed. Other repairs are waiting to be scheduled. Please see attached for the complete list of claims given to us from OTARMA. [Was-Luc loss runs\[22119\].pdf](#)

Washington Township
Lucas County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Workers' Compensation

Washington Township is included in a Group-retrospective rating for BWC. No claims were placed in 2023.

Note 9 – Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Some Township 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 health care and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OPERS GOV members contributed 10 percent of their gross salaries, and the Township contributed an amount equaling 14 percent of participants' gross salaries. OPERS LAW members contributed 13 percent of their gross salaries, and the Township contributed an amount equaling 18.10 percent of participants' gross salaries. The Township has paid all contributions required through December 31, 2023.

Ohio Police and Fire (OP&F) Retirement System

In year, 2023, our Township had one Fire employee participate in OP&F. OP&F is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. Our OP&F participant contributed 12.25 percent of his wages. The Township contributed to OP&F an amount equal to 24 percent of his full-time fire fighters' wages, respectively. The Township has paid all contributions required through December 31, 2023.

At December 31, 2023, the Township owed a total of \$1,230.14 to OP&F for December that was due to be paid in January 2024. The total owed included the carryover employee share of \$415.70.

Social Security

Some Township employees (not eligible to receive OPERS or OP&F, or those who were able to choose plans) contributed to Social Security. This plan provides retirement benefits, including survivor and disability benefits to participants.

Employees contributed 6.2 percent of their gross salaries. The Township contributed an amount equal to 6.2 percent of participants' gross salaries. The Township has paid all contributions required through December 31, 2023.

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At December 31st, 2023, the Township owed IRS: \$4,008.46 for the last payroll in December. These were due to be paid in January 2024. \$750.74 of the \$4,008.46 was for Social Security. \$375.37 of the \$750.74 was the employee share carryover for Social Security.

Note 10 – Postemployment Benefits

Both OPERS and OP&F offer cost-sharing, multiple-employer defined benefit postemployment plans. 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. OP&F uses a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees use to be reimbursed for health care expenses. 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. OP&F contributes 0.5 percent to fund these benefits.

Note 11 – Debt

Debt outstanding at December 31, 2023, was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
2005 Point Pleasant Cove OPWC L	<u>\$3,409</u>	0%
Total	<u><u>\$3,409</u></u>	

Financed Purchases

The Township has entered into a financed purchases agreement for Fire Department turnout gear on November 5th 2020 where ownership of the underlying asset transfers to the Township by the end of the contract. The total cost of the turnout gear was \$72,437. The Township made a down payment of \$15,000. Principle and interest payments were agreed to be made in monthly installments for three years. In 2023, total principle paid: \$18,357.50, total interest paid: \$364.95. At December 31st, 2023, the entire amortization payment schedule has all been paid and this agreement has been completed.

Amortization

Amortization of the above debt, including interest, is scheduled as follows:

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Year Ending December 31:	Finance Purchases (Turnout Gear)	Pt. Pleasant Cove OPWC Loan (0% Interest)
2023	\$0	\$3,409
2024		0
20XX		
20XX		
20XX		
20XX-20XX		
Total	<u>\$0</u>	<u>\$3,409</u>

Note 12 – Construction and Contractual Commitments

In year, 2022 the Township agreed by resolution to enter into a commitment with Lucas County Engineer’s Office for road construction for Fuller Creekside Glens Plat 1 Resurfacing Project to begin in year 2024 and projected to end in year 2025. Lucas County Engineer’s office applied for financial assistance with OPWC on our behalf. Our township’s local share for this road project is: \$304,668 and has been certified to come out of the following funds:

- 2011 MVLТ
- 2021 GAS TAX
- 2031 ROADS
- 2231 PERMISSIVE MVLТ
- 2273 LOCAL FISCAL RECOVERY

and that this amount will be used to pay the local share for the Fuller Creekside Glens Plat 1 Resurfacing Project when it is required. Please note: our commitment includes \$21,672 that we will receive from the County. This commitment was not appropriated or encumbered in 2023. However, this local share commitment has been appropriated in the resolution for the 2024 Appropriation Budget.

Note 13 – Contingent Liabilities

There have been no lawsuits against our Township in 2023. Hail Storm damage took place in 2023. However, our OTARMA coverage paid us for the claims submitted to repair these damages. Therefore, no material losses occurred in 2023.

Amounts grantor agencies pay to the township are subject to audit and adjustment by the grantor, 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 14 – Joint Ventures

Our township has no joint ventures.

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Note 15 – Jointly Governed Organizations

In 2022 a PACE Special Energy Project Fund was initiated by a petition and passed by resolution to assess one particular parcel owner for Special Energy Improvement Projects under Ohio Revised Code Chapter 1710; [and] approve the necessity of acquiring, constructing, and improving certain public improvements in the township of Washington, Toledo, OH in cooperation with the Northwest Ohio Advanced Energy Special Improvement District and declaring an emergency. This is to aid a homeowner in our township for special energy improvements. Lucas County will assess the homeowner semiannually with the first-half and second-half real property taxes in calendar years 2023 through 2031 in an amount sufficient to pay the costs of the project which is estimated to be \$15,171.30. This project is to be undertaken cooperatively by the Township, the District, and such other parties as the Township may deem necessary or appropriate. The Township will receive these levied assessments and in turn pay the invoices received to NWO Advanced Energy Special Improvement District. One Washington Township Trustee is a voting Board Member of this District.

Guidance has been given from Local Government Services for setting up this custodial fund. Approval has been given. No public funds (township money) is used to pay for the invoices received for this project. No money remains in this fund.

Note 16 – Public Entity Risk Pool

Washington Township is included in a Group-retrospective rating for BWC.

Washington Township participates as a member in the Oho Township Association Risk Management Authority (OTARMA). Note 8 to the financial statements provides additional information for this entity.

Note 17 – Related Organizations

The Township has no related organizations.

Note 18 – Related Party Transactions

The Township has no related party transactions.

Note 19 – Fund Balances

Included in fund balance are amounts the Township cannot spend, including the balance of unclaimed monies, which cannot be spent for five years and the unexpendable corpus of the permanent funds. 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:

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Fund Balances	General	Revenue	Service	Projects	Permanent	Total
Nonspendable:						
Unclaimed Monies						\$0
Corpus						0
Outstanding Encumbrances	1,093	15,591				16,684
Total	\$1,093	\$15,591	\$0	\$0	\$0	\$16,684

The fund balance of special revenue funds is either restricted or committed. The fund balance of debt service funds and capital projects funds are restricted, committed, or assigned. The fund balance of permanent funds that is not part of the non-spendable corpus is either restricted or committed. These restricted, committed, and assigned amounts in the special revenue, debt service, capital projects, and permanent funds would include the outstanding encumbrances. In the general fund, outstanding encumbrances are considered assigned.

The Unclaimed Monies Fund has a balance of \$515.85 and has been mapped to the General Fund. There are no outstanding encumbrances to the Unclaimed Monies Fund.

Note 20 – Subsequent Events

In year 2022, a commitment was made for a resurfacing road project starting in year 2024. A certification was made in the amount of \$304,668. See Note 12 in the financial statements for details.

The Auditor of State is conducting an investigation, which is on-going as of the date of this report. Dependent on the outcome of the investigation, results may be reported on at a later date.

The Township’s 2023 year expiring tax levies were placed on the ballot in the General Election to renew. They are as follows:

The Proposed Tax Levy (Renewal) for Roads for the purpose of construction, reconstruction, resurfacing, and repair of streets, roads and bridges, that the County Auditor estimates will collect \$68,000 annually at a rate not exceeding 2.5 mills for each \$1 of taxable value, which amounts to \$46 for each \$100,000 of the County Auditor’s appraised value, for 5 years. Commencing in 2024, first due in calendar year 2025.

The Proposed Tax Levy (Renewal) for Fire for the purpose of providing and maintaining fire apparatus, mechanical resuscitators, underwater rescue and recovery equipment or other fire equipment and appliances, buildings and sites therefor, or sources water supply and materials therefor, for the establishment and maintenance of lines of fire-alarm communications, for the payment of firefighting companies or permanent, part-time, or volunteer firefighting, emergency medical service, administrative, or communications personnel to operate the same, including the payment of any employer contributions required for such personnel under section 145.48 or 742.34 of the Revised Code, for the purchase of ambulance equipment, for the provision of ambulance, paramedic, or other emergency medical services operated by a fire department or firefighting company, or for the payment of other related costs in Washington Township as provided and authorized in Ohio Revised Code 5705.19(1), that the County Auditor estimates will collect \$224,000 annually, at a rate not exceeding 5.75 mills for each \$1 of taxable value, which amounts to \$156 for each \$100,000 of the County Auditor’s appraised value, for a continuing period of time, commencing in 2024, first due in calendar year 2025.

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The Proposed Tax Levy (Renewal) for the purpose of parks, that the County Auditor estimates will collect \$38,000 annually, at a rate not exceeding 1 mill of each \$1 of taxable value, which amounts to \$26 for each \$100,000 of the County Auditor's appraised value, for 5 years, commencing in 2024, first due in calendar year 2025.

All proposed levies passed in the election on November 7th, 2023.

Note 21 – 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. Ohio's state of emergency ended in June 2021 while the national state of emergency ended in April 2023. During 2023, the Township did not receive any additional COVID-19 funding. The Township will continue to spend available COVID-19 funding consistent with the applicable program guidelines. Our Board has passed resolution to adopt standard allowance.

This fund's 2023 activity did not include any money that was sub-granted to other governments and organizations, no money was returned to the granting agency, and no money was spent on-behalf of other governments.

Total amount expended in this restricted fund in year 2023 was: \$1,631.80. This amount went toward the purchase of Motorola radios for the Police.

Our Local Fiscal Recovery Fund is actively open. The Board plans to use the remaining \$20,530.98 in the fund to go towards the Fuller Creekside Glens Resurfacing Project that starts in 2024. Reports of expenditures are continually being submitted.