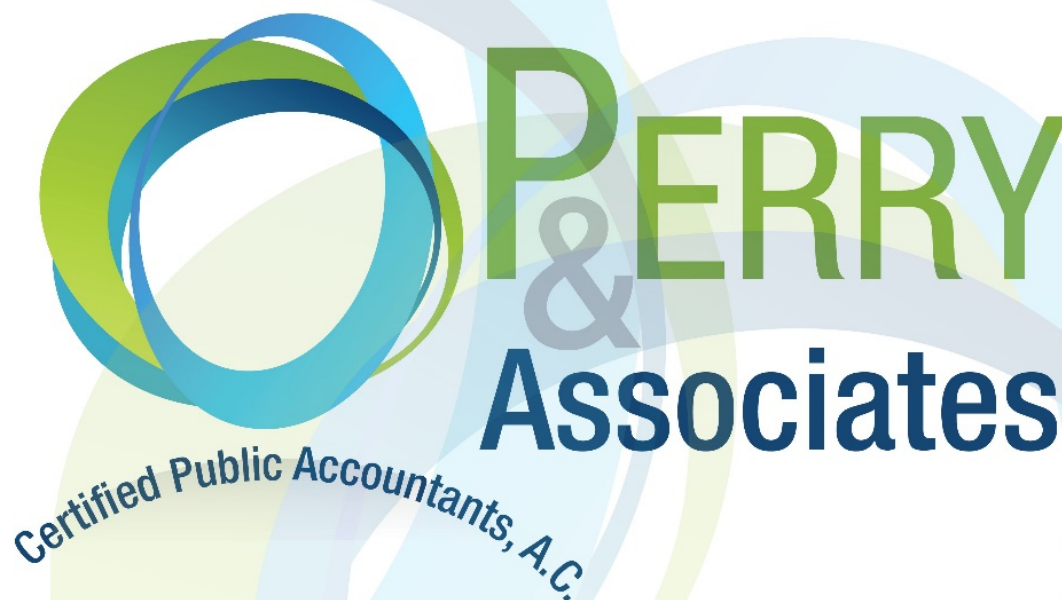


428 Second St.
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121 E Main St
St. Clairsville, OH 43950
740.695.1569



**VILLAGE OF BRADNER
WOOD COUNTY
Regular Audit
For the Years Ended December 31, 2014 and 2013**

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- Association of Certified Anti - Money Laundering Specialists •



Dave Yost • Auditor of State

Village Council
Village of Bradner
PO Box 599
Bradner, OH 43406

We have reviewed the *Independent Auditor's Report* of the Village of Bradner, Wood County, prepared by Perry & Associates, Certified Public Accountants, A.C., for the audit period January 1, 2013 through December 31, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Village of Bradner is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

November 24, 2015

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VILLAGE OF BRADNER
WOOD COUNTY

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INDEPENDENT AUDITOR'S REPORT

August 31, 2015

Village of Bradner
Wood County
130 North Main Street
P.O. Box 599
Bradner, Ohio 43406

To the Village Council:

Report on the Financial Statements

We have audited the accompanying financial statements and related notes of the **Village of Bradner**, Wood County, (the Village) as of and for the years ended December 31, 2014 and 2013.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit; this responsibility includes designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Village's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinion.



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Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1B of the financial statements, the Village prepared these financial statements using 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), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements.

Although the effects on the financial statements of the variances between the regulatory accounting basis and GAAP are not reasonably determinable, we presume they are material.

Though the Village does not intend these statements to conform to GAAP, auditing standards generally accepted in the United States of America require us to include an adverse opinion on GAAP. However, the adverse opinion does not imply the amounts reported are materially misstated under the accounting basis Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit. Our opinion on this accounting basis is in the *Opinion on Regulatory Basis of Accounting* paragraph below.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Village as of December 31, 2014 and 2013, or changes in financial position or cash flows thereof for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash balances of the Village of Bradner, Wood County, as of December 31, 2014 and 2013, and its combined cash receipts and disbursements for the years then ended in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit, described in Note 1B.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2015, 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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.



Perry and Associates
Certified Public Accountants, A.C.
Marietta, Ohio

**VILLAGE OF BRADNER
WOOD COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
Cash Receipts					
Property and Other Local Taxes	\$ 47,618	\$ 22,462	\$ 10,247	\$ -	\$ 80,327
Municipal Income Tax	63,527	17,275	-	34,550	115,352
Intergovernmental	41,911	54,407	1,797	-	98,115
Special Assessments	2,994	29,698	-	-	32,692
Charges for Services	-	55,436	-	-	55,436
Fines, Licenses and Permits	20,735	1,911	-	-	22,646
Earnings on Investments	7,608	-	-	-	7,608
Miscellaneous	3,526	2,658	-	610	6,794
<i>Total Cash Receipts</i>	<u>187,919</u>	<u>183,847</u>	<u>12,044</u>	<u>35,160</u>	<u>418,970</u>
Cash Disbursements					
Current:					
Security of Persons and Property	85,278	48,172	-	24	133,474
Leisure Time Activities	2,259	16,174	-	-	18,433
Community Environment	5,585	-	-	-	5,585
Basic Utility Services	7,528	-	-	-	7,528
Transportation	15,758	47,578	-	-	63,336
General Government	113,000	-	171	-	113,171
Capital Outlay	3,258	3,981	-	313	7,552
Debt Service:					
Principal Retirement	-	-	54,303	-	54,303
Interest and Fiscal Charges	-	-	36,400	-	36,400
<i>Total Cash Disbursements</i>	<u>232,666</u>	<u>115,905</u>	<u>90,874</u>	<u>337</u>	<u>439,782</u>
<i>Excess of Receipts Over Disbursements</i>	<u>(44,747)</u>	<u>67,942</u>	<u>(78,830)</u>	<u>34,823</u>	<u>(20,812)</u>
Other Financing Receipts (Disbursements)					
Sale of Capital Assets	1,029	-	-	-	1,029
Transfers In	-	600	93,176	-	93,776
Transfers Out	(600)	-	-	-	(600)
Advances In	-	6,000	-	14,000	20,000
Advances Out	-	-	-	(20,000)	(20,000)
Other Financing Sources	-	765	-	1,785	2,550
Other Financing Uses	-	-	-	(2,550)	(2,550)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>429</u>	<u>7,365</u>	<u>93,176</u>	<u>(6,765)</u>	<u>94,205</u>
<i>Net Change in Fund Cash Balances</i>	<u>(44,318)</u>	<u>75,307</u>	<u>14,346</u>	<u>28,058</u>	<u>73,393</u>
<i>Fund Cash Balances, January 1</i>	<u>82,657</u>	<u>302,510</u>	<u>91,902</u>	<u>207,379</u>	<u>684,448</u>
Fund Cash Balances, December 31					
Restricted	-	377,817	2,742	-	380,559
Committed	-	-	103,506	227,089	330,595
Assigned	-	-	-	10,437	10,437
Unassigned (Deficit)	38,339	-	-	(2,089)	36,250
<i>Fund Cash Balances, December 31</i>	<u>\$ 38,339</u>	<u>\$ 377,817</u>	<u>\$ 106,248</u>	<u>\$ 235,437</u>	<u>\$ 757,841</u>

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

**VILLAGE OF BRADNER
WOOD COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL PROPRIETARY AND FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise	Agency	(Memorandum Only)
Operating Cash Receipts			
Charges for Services	\$ 1,306,123	\$ -	\$ 1,306,123
Fines, Licenses and Permits	1,075	-	1,075
Miscellaneous	24,206	-	24,206
<i>Total Operating Cash Receipts</i>	<u>1,331,404</u>	<u>-</u>	<u>1,331,404</u>
Operating Cash Disbursements			
Personal Services	157,232	-	157,232
Travel Transportation	101	-	101
Contractual Services	614,432	-	614,432
Supplies and Materials	66,578	-	66,578
<i>Total Operating Cash Disbursements</i>	<u>838,343</u>	<u>-</u>	<u>838,343</u>
<i>Operating Income</i>	<u>493,061</u>	<u>-</u>	<u>493,061</u>
Non-Operating Receipts (Disbursements)			
Property and Other Local Taxes	18,531	-	18,531
Intergovernmental	29,261	-	29,261
Capital Outlay	(139,259)	-	(139,259)
Principal Retirement	(44,394)	-	(44,394)
Interest and Other Fiscal Charges	(4,245)	-	(4,245)
Other Non-Operating Cash Receipts	-	16,755	16,755
Other Non-Operating Cash Disbursements	-	(17,160)	(17,160)
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(140,106)</u>	<u>(405)</u>	<u>(140,511)</u>
<i>Income before Transfers</i>	352,955	(405)	352,550
Transfers Out	(93,176)	-	(93,176)
<i>Net Change in Fund Cash Balances</i>	259,779	(405)	259,374
<i>Fund Cash Balances, January 1</i>	<u>1,602,659</u>	<u>1,435</u>	<u>1,604,094</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 1,862,438</u>	<u>\$ 1,030</u>	<u>\$ 1,863,468</u>

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

**VILLAGE OF BRADNER
WOOD COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2013**

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
Cash Receipts					
Property and Other Local Taxes	\$ 47,699	\$ 17,065	\$ 9,021	\$ -	\$ 73,785
Municipal Income Tax	65,484	18,233	-	36,466	120,183
Intergovernmental	47,314	53,185	1,547	-	102,046
Special Assessments	1,291	30,045	-	-	31,336
Charges for Services	-	101,501	-	-	101,501
Fines, Licenses and Permits	22,850	453	-	-	23,303
Earnings on Investments	1,859	-	-	-	1,859
Miscellaneous	2,285	15,345	-	714	18,344
<i>Total Cash Receipts</i>	<u>188,782</u>	<u>235,827</u>	<u>10,568</u>	<u>37,180</u>	<u>472,357</u>
Cash Disbursements					
Current:					
Security of Persons and Property	87,212	58,225	-	-	145,437
Public Health Services	-	-	344	-	344
Leisure Time Activities	-	30,713	-	-	30,713
Community Environment	5,988	6,323	-	1,385	13,696
Basic Utility Services	24,166	-	-	-	24,166
Transportation	17,156	45,912	-	-	63,068
General Government	120,004	-	-	-	120,004
Capital Outlay	-	58,715	-	1,269	59,984
Debt Service:					
Principal Retirement	1,359	5,436	51,632	-	58,427
Interest and Fiscal Charges	22	88	38,161	-	38,271
<i>Total Cash Disbursements</i>	<u>255,907</u>	<u>205,412</u>	<u>90,137</u>	<u>2,654</u>	<u>554,110</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(67,125)</u>	<u>30,415</u>	<u>(79,569)</u>	<u>34,526</u>	<u>(81,753)</u>
Other Financing Receipts					
Transfers In	-	12,456	94,067	-	106,523
Transfers Out	(4,355)	(12,301)	-	-	(16,656)
Advances In	-	6,000	-	14,000	20,000
Advances Out	-	-	-	(20,000)	(20,000)
Other Financing Sources	-	1,020	-	2,380	3,400
Other Financing Uses	-	-	-	(3,400)	(3,400)
<i>Total Other Financing Receipts</i>	<u>(4,355)</u>	<u>7,175</u>	<u>94,067</u>	<u>(7,020)</u>	<u>89,867</u>
<i>Net Change in Fund Cash Balances</i>	<u>(71,480)</u>	<u>37,590</u>	<u>14,498</u>	<u>27,506</u>	<u>8,114</u>
<i>Fund Cash Balances, January 1</i>	<u>154,137</u>	<u>264,920</u>	<u>77,404</u>	<u>179,873</u>	<u>676,334</u>
Fund Cash Balances, December 31					
Restricted	-	302,510	4,469	-	306,979
Committed	-	-	87,433	196,717	284,150
Assigned	-	-	-	10,662	10,662
Unassigned	82,657	-	-	-	82,657
<i>Fund Cash Balances, December 31</i>	<u>\$ 82,657</u>	<u>\$ 302,510</u>	<u>\$ 91,902</u>	<u>\$ 207,379</u>	<u>\$ 684,448</u>

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

**VILLAGE OF BRADNER
WOOD COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (CASH BASIS)
ALL PROPRIETARY AND FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise	Agency	(Memorandum Only)
Operating Cash Receipts			
Charges for Services	\$ 1,197,818	\$ -	\$ 1,197,818
Miscellaneous	10,368	-	10,368
<i>Total Operating Cash Receipts</i>	<u>1,208,186</u>	<u>-</u>	<u>1,208,186</u>
Operating Cash Disbursements			
Personal Services	194,887	-	194,887
Travel Transportation	4,372	-	4,372
Contractual Services	591,690	-	591,690
Supplies and Materials	117,092	-	117,092
<i>Total Operating Cash Disbursements</i>	<u>908,041</u>	<u>-</u>	<u>908,041</u>
<i>Operating Income</i>	<u>300,145</u>	<u>-</u>	<u>300,145</u>
Non-Operating Receipts (Disbursements)			
Property and Other Local Taxes	5,004	-	5,004
Intergovernmental	15,859	-	15,859
Capital Outlay	(292,727)	-	(292,727)
Principal Retirement	(38,366)	-	(38,366)
Interest and Other Fiscal Charges	(14,388)	-	(14,388)
Other Non-Operating Cash Receipts	-	14,252	14,252
Other Non-Operating Cash Disbursements	-	(13,651)	(13,651)
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(324,618)</u>	<u>601</u>	<u>(324,017)</u>
<i>Income before Transfers</i>	<u>(24,473)</u>	<u>601</u>	<u>(23,872)</u>
Transfers In	4,200	-	4,200
Transfers Out	(94,067)	-	(94,067)
<i>Net Change in Fund Cash Balances</i>	<u>(114,340)</u>	<u>601</u>	<u>(113,739)</u>
<i>Fund Cash Balances, January 1</i>	<u>1,716,999</u>	<u>834</u>	<u>1,717,833</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 1,602,659</u>	<u>\$ 1,435</u>	<u>\$ 1,604,094</u>

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

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

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 Bradner, Wood County, (the Village) as a body corporate and politic. A publicly-elected six-member Council directs the Village. The Village provides general governmental services, street maintenance and repair, water, sewer and electric utilities, park operations, and police services.

The Village participates in two joint venture organizations and one long term purchase commitment. Notes 9 and 11 to the financial statements provide additional information for these organizations. The organizations are:

Joint Venture Organizations:

Ohio Municipal Electric Generation Agency Joint Venture 2 (OMEGA JV2)
Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA JV5)

Long Term Purchase Commitments:

American Municipal Power Generating Station (AMPGS)
AMP Fremont Energy Center (AFEC)
Prairie State Energy Campus
Combined Hydroelectric Projects

The Village participates in Ohio Plan Risk Management, Inc. (OPRM), a public entity risk pool. Note 8 to the financial statements provides additional information for this entity.

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

B. Accounting Basis

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 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(D) permit.

C. Deposits and Investments

The Village'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.

The Village values certificates of deposit at cost. Money market mutual funds (including STAR Ohio) are recorded at share values the mutual funds report.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting

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

1. General Fund

The General Fund accounts for and reports all financial resources not accounted for and recorded in another fund.

2. 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 Village had the following significant Special Revenue Funds:

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

Fire Fund – This fund receives real estate tax and monies charged for fire protection to surrounding entities. These monies are used to provide fire protection to Village residents and to those entities that contract with the Village to provide such services.

3. Debt Service Funds

These funds account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Village had the following significant Debt Service Funds:

Sanitary Sewer Debt Service Fund – This fund receives transfers – in from the Sewer Operating Fund for payment of bonds issued to improve the Village's sanitary sewer system.

General Obligation Bond Retirement Fund – This fund receives real estate money for payment of bonds issued to improve the Village's sanitary sewer system.

4. 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 Village had the following significant Capital Project Fund:

Street Capital Improvement Fund – This fund receives municipal income tax money for the repair and improvement of the Village's streets.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting (Continued)

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.

Electric Fund – This fund receives charges for services from residents to cover the cost of providing electric service.

6. Fiduciary Funds

Fiduciary funds include private purpose trust funds and agency funds. Trust funds account for assets held under a trust agreement for individuals, private organizations, or other governments which are not available to support the Village's own programs.

Agency funds are purely custodial in nature and are used to hold resources for individuals, organizations or other governments. The Village disburses these funds as directed by the individual, organization or other government. The Village's agency fund accounts for mayor's court fines and forfeitures.

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, and object level of control and appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. Appropriations lapse at year-end.

2. Estimated Resources

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

VILLAGE OF BRADNER
WOOD COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Encumbrances

The Ohio Revised Code requires the Village to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are canceled, and reappropriated in the subsequent year. The Village did not encumber all commitments required by Ohio law.

A summary of 2014 and 2013 budgetary activity appears in Note 3.

F. Fund Balance

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

1. Nonspendable

The Village classifies assets as *nonspendable* when legally or contractually required to maintain the amounts intact.

2. 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.

3. Committed

Council can *commit* amounts via formal action (resolution). The Village must adhere to these commitments unless the Council 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.

4. Assigned

Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Village Council or a Village official delegated that authority by resolution, or by State Statute.

5. 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.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Fund Balance (Continued)

The Village 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.

G. 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.

H. 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 DEPOSITS AND INVESTMENTS

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

	2014	2013
Demand Deposits	\$ 1,165,872	\$ 840,723
Certificates of Deposit	539,355	1,139,279
Money Market	607,440	-
Total Deposits	2,312,667	1,980,002
STAR Ohio	308,642	308,540
Total Investments	308,642	308,540
Total Deposits and Investments	\$ 2,621,309	\$ 2,288,542

Deposits: Deposits are insured by the Federal Depository Insurance Corporation or collateralized by the financial institution's public entity deposit pool.

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

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

3. BUDGETARY ACTIVITY

Budgetary activity for the years ended December 31, 2014 and 2013 follows:

2014 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 174,375	\$ 188,948	\$ 14,573
Special Revenue	261,927	185,212	(76,715)
Debt Service	100,367	105,220	4,853
Capital Projects	52,000	36,945	(15,055)
Enterprise	1,169,926	1,379,196	209,270
Total	<u>\$ 1,758,595</u>	<u>\$ 1,895,521</u>	<u>\$ 136,926</u>

2014 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 250,467	\$ 233,266	\$ 17,201
Special Revenue	249,150	115,905	133,245
Debt Service	95,861	90,874	4,987
Capital Projects	148,856	2,887	145,969
Enterprise	1,474,332	1,119,417	354,915
Total	<u>\$ 2,218,666</u>	<u>\$ 1,562,349</u>	<u>\$ 656,317</u>

2013 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 182,951	\$ 188,782	\$ 5,831
Special Revenue	210,212	249,795	39,583
Debt Service	108,200	104,635	(3,565)
Capital Projects	35,000	39,560	4,560
Enterprise	1,150,929	1,233,249	82,320
Total	<u>\$ 1,687,292</u>	<u>\$ 1,816,021</u>	<u>\$ 128,729</u>

2013 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 295,291	\$ 260,262	\$ 35,029
Special Revenue	267,300	217,713	49,587
Debt Service	110,138	90,137	20,001
Capital Projects	127,313	6,054	121,259
Enterprise	1,438,745	1,347,589	91,156
Total	<u>\$ 2,238,787</u>	<u>\$ 1,921,755</u>	<u>\$ 317,032</u>

Contrary to Ohio law, appropriations exceeded estimated resources in the Street Capital Improvement fund by \$20,297 in 2013. Contrary to Ohio law, the Village did not always certify the availability of resources prior to purchase commitments.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

4. PROPERTY TAX

Real property taxes become a lien on January 1 preceding the October 1 date for which the Council adopted 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 financial statements include homestead and rollback 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.

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

5. LOCAL INCOME TAX

The Village levies a municipal income tax of one percent on substantially all earned income arising from employment, residency, or business activities within the Village as well as certain income of residents earned outside of the Village.

Employers within the Village withhold income tax on employee compensation and remit the tax to the Village either monthly or quarterly, as required. Corporations and other individual taxpayers pay estimated taxes quarterly and file a declaration annually.

6. DEBT

Debt outstanding at December 31, 2014 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Farmers Home Admn (Sanitary Sewer Bond)	\$ 590,000	5.00%
Farmers Home Admn (Sanitary Sewer Bond)	104,000	5.00%
OPWC Loan #CE21F (Water System Improvement)	22,792	0.00%
OPWC Loan #CE34K (Road Project)	47,125	0.00%
OWDA Loan #5556	149,536	0.00%
OPWC Loan #CE19N (Maple Street Water Main Replacement)	51,621	0.00%
OPWC Loan #CE45O (Waterline and Fire Line Loop)	48,605	0.00%
AMP - JV5	226,112	Variable
Total	<u>\$ 1,239,791</u>	

The Village entered into an agreement on May 1, 1989 to issue \$975,000 in sanitary sewer bonds at a rate of 5% for sanitary sewer improvements including construction of sanitary sewer and sewage treatment plant. These bonds mature on May 1, 2029.

The Village entered into an agreement on May 1, 1989 to issue \$300,000 in sanitary sewer bonds at a rate of 5% for sanitary sewer improvements including construction of sanitary sewer and sewage treatment plant. These bonds mature on May 1, 2027.

The Village entered into an agreement on November 3, 2003 with OPWC to loan \$50,649 for Water System Improvements. This is a zero interest loan that will be paid off on July 1, 2023.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

6. DEBT (Continued)

The Village entered into a project agreement with OPWC on July 1, 2007 not to exceed \$73,000. Upon completion of project a loan amount of \$65,000 was issued to the Village at zero interest that will be paid over the term of 20 years with payments starting July 1, 2009, this loan is set to mature on January 1, 2029.

The Village entered into an agreement on January 14, 2010 with OWDA to loan \$181,255 for Pump Station Rehabilitation. The loan is scheduled to mature on January 1, 2031.

The Village entered into an agreement in July 2011 with OPWC to loan \$60,731 for the Maple Street Water Main Replacement. This is a zero interest loan that will pay off in 20 years.

The Village entered into an agreement in July 2012 with OPWC to loan \$54,006 for the Waterline Replacement and Fire Line Loop. This is a zero interest loan that will pay off in 20 years.

During 2004, the Village entered into a loan agreement with AMP for \$403,618 in order to finance the cost of making improvements to its electric system, including the construction and installation of a new substation. Principal and interest payments will be retired from net revenues of its electric system, together with interest thereon equal to the rate of interest on the AMP-Ohio Member Electric System Improvement Bond Anticipation Notes ("Notes"), or ("Bonds") in anticipation of which Bonds the Notes are issued. An amortization schedule is not available for this loan.

Amortization of the Village's debt principal and interest is scheduled as follows:

Year ending December 31:	Sanitary Bond	Sanitary Sewer Bond	OPWC #CE21F	OPWC #CE34K	OWDA Loan 5556
2015	\$ 57,500	13,200	\$ 2,532	\$ 3,250	\$ 11,468
2016	56,100	12,800	2,532	3,250	11,468
2017	57,700	12,400	2,532	3,250	11,468
2018	56,150	12,000	2,532	3,250	11,468
2019	56,600	11,600	2,532	3,250	11,468
2020-2024	284,350	52,000	10,132	16,250	57,338
2025-2029	284,050	26,400	-	14,625	34,858
Total	<u>\$ 852,450</u>	<u>\$ 140,400</u>	<u>\$ 22,792</u>	<u>\$ 47,125</u>	<u>\$ 149,536</u>

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

6. DEBT (Continued)

Year ending December 31:	OPWC	OPWC
	#CE19N	#CE450
2015	\$ 3,037	\$ 2,700
2016	3,037	2,700
2017	3,037	2,700
2018	3,037	2,700
2019	3,037	2,700
2020-2024	15,185	13,500
2025-2029	15,185	13,500
2030-2034	6,066	8,105
Total	<u>\$ 51,621</u>	<u>\$ 48,605</u>

7. RETIREMENT SYSTEMS

The Village's employees belong to the Ohio Public Employees Retirement System (OPERS), except for several Council members who have elected instead to pay into Social Security. 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. For 2014 and 2013, OPERS members contributed 10.0% of their gross salaries, and the Village contributed an amount equaling 14.0% of participants' gross salaries. The Village has paid all contributions required through December 31, 2014.

8. RISK MANAGEMENT

The Village belongs to the Ohio Plan Risk Management, Inc. (OPRM) - formerly known as the Ohio Government Risk Management Plan, (the "Plan"), a non-assessable, unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management program and other administrative services to Ohio governments ("Members"). The Plan is legally separate from its member governments.

Pursuant to Section 2744.081 of the Ohio Revised Code, the plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages to its members sold through fourteen appointed independent agents in the State of Ohio.

OPRM coverage programs are developed specific to each member's risk management needs and the related premiums for coverage are determined through the application of uniform underwriting criteria addressing the member's exposure to loss, except OPRM retains 41.5% (effective November 1, 2011) of the premium and losses on the first \$250,000 casualty treaty and 10% of the first \$1,000,000 property treaty. Effective November 1, 2012 (and through October 2014) the plan increased its retention to 50% of the first \$250,000 casualty treaty. The Plan's property retention remained unchanged from prior years. This change was made to balance the reinsurance market conditions.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

8. RISK MANAGEMENT (Continued)

Members are only responsible for their self-retention (deductible) amounts, which vary from member to member. OPRM had 774 and 783 members as of December 31, 2013 and 2014 respectively.

Plan members are responsible to notify the Plan of their intent to renew coverage by their renewal date. If a member chooses not to renew with the Plan, they have no other financial obligation to the Plan, but still need to promptly notify the Plan of any potential claims occurring during their membership period. The former member's covered claims, which occurred during their membership period, remain the responsibility of the Plan.

Settlement amounts did not exceed insurance coverage for the past three fiscal years.

The Pool's audited financial statements conform with generally accepted accounting principles, and reported the following assets, liabilities and equity at December 31, 2013 and 2014:

	2013	2014
Assets	\$13,774,304	\$14,830,185
Liabilities	(7,968,395)	(8,942,504)
Members' Equity	<u>\$5,805,909</u>	<u>\$5,887,681</u>

You can read the complete audited financial statements for OPRM at the Plan's website, www.ohioplan.org.

9. JOINT VENTURES

Ohio Municipal Electric Generation Agency Joint Venture 2 (JV2)

The Village of Bradner is a Non-Financing Participant and an Owner Participant with an ownership percentage of .09% and shares participation with thirty-five other subdivisions within the State of Ohio in the Ohio Municipal Electric Generation Agency (OMEGA JV2). Owner Participants own undivided interests, as tenants in common, in the OMEGA JV2 Project in the amount of their respective Project Shares. Purchaser Participants agree to purchase the output associated with their respective Project shares, ownership of which is held in trust for such Purchaser Participants.

Pursuant to the OMEGA JV2 Agreement, the participants jointly undertook as either Financing Participants or Non-Financing Participants and as either Owner Participants or Purchaser Participants, the acquisition, construction, and equipping of OMEGA JV2, including such portions of OMEGA JV2 as have been acquired, constructed or equipped by AMP and to pay or incur the costs of the same in accordance with the JV2 Agreement.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

9. JOINT VENTURES (Continued)

Ohio Municipal Electric Generation Agency Joint Venture 2 (JV2) (Continued)

OMEGA JV2 was created to provide additional sources of reliable, reasonably priced electric power and energy when prices are high or during times of generation shortages or transmission constraints, and to improve the reliability and economic status of the participants' respective municipal electric utility system. The Project consists of 138.65 MW of distributed generation of which 134.081MW is the participants' entitlement and 4.569MW are held in reserve. On dissolution of OMEGA JV2, the net assets will be shared by the participants on a percentage of ownership basis. OMEGA JV2 is managed by AMP, which acts as the joint venture's agent. During 2001, AMP issued \$50,260,000 of 20 year fixed rate bonds on behalf of the Financing Participants of OMEGA JV2. The net proceeds of the bond issue of \$45,904,712 were contributed to OMEGA JV2. On January 3, 2011, AMP redeemed all of the \$31,110,000 OMEGA JV2 Project Distributive Generation Bonds then outstanding by borrowing on AMP's revolving credit facility. As such, the remaining outstanding bond principal of the OMEGA JV2 indebtedness was reduced to zero, with the remaining principal balance now residing on the AMP credit facility. As of December 31, 2014, the outstanding debt was \$11,938,283. The Village's net investment in OMEGA JV2 was \$17,535 at December 31, 2014. Complete financial statements for OMEGA JV2 may be obtained from AMP or from the State Auditor's website at www.auditor.state.oh.us.

The thirty-six participating subdivisions and their respective ownership shares at December 31, 2014 are:

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

9. JOINT VENTURES (Continued)

Ohio Municipal Electric Generation Agency Joint Venture 2 (JV2)

Municipality	Percent Ownership	Kw Entitlement	Municipality	Percent Ownership	Kw Entitlement
Hamilton	23.87%	32,000	Grafton	0.79%	1,056
Bowling Green	14.32%	19,198	Brewster	0.75%	1,000
Niles	11.49%	15,400	Monroeville	0.57%	764
Cuyahoga Falls	7.46%	10,000	Milan	0.55%	737
Wadsworth	5.81%	7,784	Oak Harbor	0.55%	737
Painesville	5.22%	7,000	Elmore	0.27%	364
Dover	5.22%	7,000	Jackson Center	0.22%	300
Galion	4.29%	5,753	Napoleon	0.20%	264
Amherst	3.73%	5,000	Lodi	0.16%	218
St. Mary's	2.98%	4,000	Genoa	0.15%	199
Montpelier	2.98%	4,000	Pemberville	0.15%	197
Shelby	1.89%	2,536	Lucas	0.12%	161
Versailles	1.24%	1,660	South Vienna	0.09%	123
Edgerton	1.09%	1,460	Bradner	0.09%	119
Yellow Springs	1.05%	1,408	Woodville	0.06%	81
Oberlin	0.91%	1,217	Haskins	0.05%	73
Pioneer	0.86%	1,158	Arcanum	0.03%	44
Seville	0.79%	1,066	Custar	0.00%	4
	<u>95.20%</u>	<u>127,640</u>		<u>4.80%</u>	<u>6,441</u>
			Grand Total	100.00%	134,081

Ohio Municipal Electric Generation Agency Joint Venture 2 (JV5)

The Village of Bradner is a Financing Participant with an ownership percentage of .35 %, and shares participation with forty-one other subdivisions within the State of Ohio in the Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA JV5). Financing Participants own undivided interests, as tenants in common, without right of partition in the OMEGA JV5 Project.

Pursuant to the OMEGA Joint Venture JV5 Agreement (Agreement), the participants jointly undertook as Financing Participants, the acquisition, construction, and equipping of OMEGA JV5, including such portions of OMEGA JV5 as have been acquired, constructed or equipped by AMP.

OMEGA JV5 was created to construct a 42 Megawatt (MW) run-of-the-river hydroelectric plant (including 40MW of backup generation) and associated transmission facilities (on the Ohio River near the Bellville, West Virginia Locks and Dam) and sells electricity from its operations to OMEGA JV5 Participants.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

9. JOINT VENTURES (Continued)

Ohio Municipal Electric Generation Agency Joint Venture 2 (JV5) (Continued)

Also pursuant to the Agreement, each participant has an obligation to pay its share of debt service on the Beneficial Interest Certificates (Certificates) from the revenues of its electric system, subject only to the prior payment of Operating & Maintenance Expenses (O&M) of each participant's System, and shall be on a parity with any outstanding and future senior electric system revenue bonds, notes or other indebtedness payable from any revenues of the System. On dissolution of OMEGA JV5, the net assets will be shared by the financing participants on a percentage of ownership basis. Under the terms of the Agreement each participant is to fix, charge and collect rates, fees and charges at least sufficient in order to maintain a debt coverage ratio equal to 110% of the sum of OMEGA JV5 debt service and any other outstanding senior lien electric system revenue obligations. As of December 31, 2014 Bradner has met their debt coverage obligation.

The Agreement provides that the failure of any JV5 participant to make any payment due by the due date thereof constitutes a default. In the event of a default, OMEGA JV5 may take certain actions including the termination of a defaulting JV5 Participant's entitlement to Project Power. Each Participant may purchase a pro rata share of the defaulting JV5 Participant's entitlement to Project Power, which together with the share of the other non-defaulting JV5 Participants, is equal to the defaulting JV5 Participant's ownership share of the Project, in kilowatts ("Step Up Power") provided that the sum of any such increases shall not exceed, without consent of the non-defaulting JV5 Participant, an accumulated maximum kilowatts equal to 25% of such non-defaulting JV5 Participant's ownership share of the project prior to any such increases.

OMEGA JV5 is managed by AMP, which acts as the joint venture's agent. During 1993 and 2001 AMP issued \$153,415,000 and \$13,899,981 respectively of 30 year fixed rate Beneficial Interest Certificates (Certificates) on behalf of the Financing Participants of OMEGA JV5. The 2001 Certificates accrete to a value of \$56,125,000 on February 15, 2030. The net proceeds of the bond issues were used to construct the OMEGA JV5 Project. On February 17, 2004 the 1993 Certificates were refunded by issuing 2004 Beneficial Interest Refunding Certificates in the amount of \$116,910,000, which resulted in a savings to the membership of \$34,951,833 from the periods 2005 through 2024. On February 15, 2014, all of the 2004 BIRCs were redeemed from funds held under the trust agreement securing the 2004 BIRCs and the proceeds of a promissory note issued to AMP by OMEGA JV5. This was accomplished with a draw on AMP's revolving credit facility.

The resulting balance was \$65,891,509 at February 28, 2014. Due to scheduled principal repayments, the resulting note receivable has been reduced at December 31, 2014 to \$57,679,473. AMP will continue to collect debt service from the OMEGA JV5 participants until the note is paid in full.

The Village's net investment to date in OMEGA JV5 was \$10,458 at December 31, 2014. Complete financial statements for OMEGA JV5 may be obtained from AMP or from the State Auditor's website at www.auditor.state.oh.us.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

10. SEGMENT INFORMATION

To provide electric service to the citizens, the Village is a member of Ohio Municipal Electric Generation Agency (OMEGA) Joint Ventures as described in Note 9. The Village is liable for debt related to the financing of the OMEGA joint ventures. The activity is accounted for in the Village's Electric Fund, which is reported as part of the combined Enterprise Fund Type in the financial statements. Summary financial information for the Electric Fund is presented below:

	2014	2013
Total Assets	\$ 1,074,212	\$ 897,463
Total Liabilities	226,112	258,804
 Condensed Operating Information:		
Operating Receipts		
Charges for Services	784,508	676,353
Other Operating Receipts	5,764	8,806
Total Operating Receipts	790,272	685,159
 Operating Expenses	 575,572	 630,407
Operating Income (Loss)	214,700	54,752
 Non-Operating Receipts (Disbursements)		
Principal Payments	(32,691)	(24,510)
Interest Payments	(3,656)	(13,197)
Other Nonoperating Receipts (Disbursements)	(1,604)	-
Change in Fund Cash Balance	176,749	17,045
Beginning Fund Cash Balance	897,463	880,418
Ending Fund Cash Balance	\$ 1,074,212	\$ 897,463
 Condensed Cash Flows Information:		
	2014	2013
Net Cash Provided (Used) by:		
Operating Activities	\$ 214,700	\$ 54,752
 Capital and Related Financing Activities		
Proceeds of Capital and Related Debt		
Principal Payments on Capital and Related Debt	(32,691)	(24,510)
Interest Payments on Capital and Related Debt	(3,656)	(13,197)
Other Capital and Related Financing Activities	(1,604)	-
Net Cash Provided (Used) by		
Capital and Related Financing Activities	(37,951)	(37,707)
Net Increase (Decrease)	176,749	17,045
Beginning Fund Cash Balance	897,463	880,418
Ending Fund Cash Balance	\$ 1,074,212	\$ 897,463

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
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(Continued)**

11. LONG-TERM PURCHASE COMMITMENTS

A. American Municipal Power Generating Station Project

The Village is a member of American Municipal Power (AMP) and has participated in the AMP Generating Station (AMPGS) Project. This project intended to develop a pulverized coal power plant in Meigs County, Ohio. The Village's share was 724 kilowatts of a total 771,281 kilowatts, giving the Village a 0.09 percent share. The AMPGS Project required participants to sign "take or pay" contracts with AMP. As such, the participants are obligated to pay any costs incurred for the project. In November 2009, the participants voted to terminate the AMPGS Project due to projected escalating costs. These costs were therefore deemed *impaired* and participants were obligated to pay costs already incurred.

In prior years, payment of these costs was not made due to AMP's pursuit of legal action to void them. As a result of a March 2014 legal ruling, the AMP Board of Trustees on April 15, 2014 and the AMPGS participants on April 16, 2014 approved the collection of the impaired costs and provided the participants with an estimate of their liability. The Village's estimated share at March 31, 2014, of the impaired costs is \$126,113. The Village received a credit of \$13,971 related to their participation in the AMP Fremont Energy Center (AFEC) Project, and another credit of \$32,743 related to the AMPGS costs deemed to have future benefit for the project participants, and payments made of \$4,038 leaving a net impaired cost estimate of \$75,361. AMP financed these costs on its revolving line of credit. Any additional costs (including line-of-credit interest and legal fees) or amounts received related to the project will impact the Village's payments. The Village made payments in 2014 totaling \$14,052 leaving a net impaired cost estimate of \$62,170 at December 31, 2014.

The Village intends to recover these costs and repay AMP over the next 5 years through a power cost adjustment.

B. AMP Fremont Energy Center (AFEC)

On February 3, 2011 American Municipal Power, Inc. (AMP) entered into a non-binding memorandum of understanding (MOU) with FirstEnergy Corp. regarding the Fremont Energy Center ("AFEC"). AFEC is a 707 MW natural gas fired combined cycle generation plant with a Base Capacity of 512 MW, located near the city of Fremont, Ohio. The closing date to purchase was July 28, 2011. AMP's acquisition of the plant was financed with draws on an additional line of credit for \$600,000,000 secured solely for the purpose of purchasing the plant.

To provide permanent financing for the AFEC Project on June 29, 2012 AMP issued in two series \$546,085,000 of its AMP Fremont Center Project Revenue Bonds consisting of taxable and tax-exempt obligations to (i) with other available funds, to repay the \$600,000,000 principal amount of an interim loan that financed the acquisition of the AMP Fremont Energy Center ("AFEC") and development costs and completion of construction and commissioning of AFEC; (ii) to make deposits to the Construction Accounts under the Indenture to finance additional capital expenditures allocable to AMP's 90.69% undivided ownership interest in AFEC; (iii) to fund deposits to certain reserve accounts; and (iv) to pay the costs of issuance of the Series 2012 Bonds.

**VILLAGE OF BRADNER
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

11. LONG-TERM PURCHASE COMMITMENTS (Continued)

B. AMP Fremont Energy Center (AFEC) (Continued)

On January 21, 2012 the AMP Fremont Energy Center ("AFEC") began commercial operation. The total cost of construction of the AFEC at the date it was placed in service was \$582,200,642. This amount included a development fee of \$35,535,448 paid by AFEC participants for the account of AMP Generating Station participants who are also AFEC participants. The amount was previously recorded as a noncurrent regulatory asset at December 31, 2011. In June 2012, AMP sold 26.419 MW or 5.16% undivided ownership interest in AFEC to Michigan Public Power Agency ("MPPA") and entered into a power sales contract with Central Virginia Electric Cooperative ("CVEC") for the output of a 21.248 MW or 4.15% interest in AFEC. AMP has sold the output of the remaining 464.355 MW or 90.69% interest to the AFEC participants, which consist of 87 of its members, pursuant to a take-or-pay power sales contract.

The Village of Bradner has executed a take-or-pay power sales contract with AMP for a Project Share of 130 kW or 0.03% of capacity and associated energy from the AFEC facility. As of December 31, 2014, the Village's Project Share was associated with approximately \$150,534 of the outstanding Project debt.

C. Prairie State Energy Campus (68 Members)

On December 20, 2007, AMP acquired 368,000kW or an effective 23.26% undivided ownership interest (the "*PSEC Ownership Interest*") in the Prairie State Energy Campus ("PSEC"), a planned 1,600 MW coal-fired power plant and associated facilities in southwest Illinois. The PSEC Ownership Interest is held by AMP 368 LLC, a single-member Delaware limited liability company ("*AMP 368 LLC*"). AMP is the owner of the sole membership interest in AMP 368 LLC. Construction of the PSEC commenced in October 2007.

On June 12, 2012, Unit 1 of the PSEC began commercial operation and on November 2, 2012 Unit 2 of the PSEC began commercial operation.

AMP sells the power and energy from the PSEC Ownership Interest pursuant to a take-or-pay power sales contract (the "*Prairie State Power Sales Contract*") with 68 Members (the "*Prairie State Participants*"). The Prairie State Power Sales Contract is, in all material respects, comparable to the Power Sales Contract for the Project. The Prairie State Bonds are net revenue obligations of AMP, secured by a master trust indenture, payable primarily from the payments to be made by the Prairie State Participants under the terms of the Prairie State Power Sales Contract.

The Village of Bradner has executed a take-or-pay power sales contract with AMP for a Project Share of 199 kW or 0.05% kW of capacity and associated energy from the Prairie State facility.

**VILLAGE OF BRADNER
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

11. LONG-TERM PURCHASE COMMITMENTS (Continued)

C. Prairie State Energy Campus (68 Members) (Continued)

AMP's share of the total Project costs, including AMP's share of PSEC capital improvements through 2016, resulted in the issuance by AMP of approximately \$1.697 billion of debt. As of December 31, 2014 the Village's Project Share was associated with approximately \$869,671 of the outstanding Project debt. These costs include (i) AMP's costs of acquisition of its Ownership Interest and its share of the cost of construction of the PSEC, including an allowance for contingencies, (ii) capitalized interest during and after the scheduled in service dates of the two PSEC Units, (iii) costs of issuance associated with both the interim and long-term financing for the Project and (iv) deposits to the Parity Common Reserve Account for the Bonds issued to permanently finance the Project.

D. Combined Hydroelectric Projects (79 Members)

AMP is currently developing three hydroelectric projects, the Cannelton, the Smithland and the Willow Island hydroelectric generating facilities (the "*Combined Hydroelectric Projects*"), all on the Ohio River, with an aggregate generating capacity of approximately 208 MW. Each of the Combined Hydroelectric Projects entails the installation of run-of-the-river hydroelectric generating facilities on existing United States Army Corps of Engineers' dams and includes associated transmission facilities. The Combined Hydroelectric Projects, including associated transmission facilities, will be constructed and operated by AMP. AMP holds the licenses from FERC for the Combined Hydroelectric Projects. AMP received the last of the material permits needed to begin construction on the Cannelton hydroelectric facility and Smithland hydroelectric facility, respectively in 2009. Ground breaking ceremonies were held for Cannelton on August 25, 2009 and for Smithland on September 1, 2010. AMP received the last of the material permits for the Willow Island hydroelectric facility in the last quarter of 2010 and ground breaking ceremonies took place on July 21, 2011.

All major contracts for the projects which include the turbines, the powerhouse construction, the powerhouse gates, the powerhouse cranes, and the transformers have been awarded for the Cannelton, Smithland, and Willow Island facilities. And property right-of-way acquisitions for the transmission lines have been completed for all three projects.

On February 12, 2015, AMP reached agreement with Barnard Construction Company, Inc. ("Barnard") to serve as the replacement powerhouse contractor on AMP's Smithland Hydroelectric Project ("Smithland Project"), which is one of the three projects constituting the Combined Hydroelectric Projects replacing C.J. Mahan whose contract was terminated by mutual agreement between AMP and C.J. Mahan. Barnard is a highly experienced hydropower construction contractor. AMP and Barnard are working together to achieve an orderly transition of the Smithland Project from the prior powerhouse contractor. Nearly all of the subcontractors currently working on the Smithland Project have been retained. The Project Engineer, MWH Americas, Inc., all owner furnished equipment suppliers and all other prime contractors remain in place.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

11. LONG-TERM PURCHASE COMMITMENTS (Continued)

D. Combined Hydroelectric Projects (79 Members) (Continued)

The Smithland Project's first unit is expected to enter into commercial operation in the second quarter of 2016 and the second and third units are expected to enter into commercial operation in the third quarter of 2016, could be affected by this transition, but at this point, AMP management believes that there will be no negative effect. AMP will supplement this notice when and if AMP expects a materially different commercial operation date for the Smithland Project.

AMP is projecting that the two remaining Combined Hydroelectric Projects are expected to enter into commercial operation as follows: Cannelton Project's first and second units in the third quarter of 2015 and third and fourth units in the fourth quarter of 2015; Willow Island Project's first unit in the third quarter of 2015 and the second unit in the fourth quarter of 2015.

Please note that these projected commercial operation dates set forth above are, and the other information herein is, subject to change and are dependent on a number of factors affecting each Project's overall remaining construction schedule, including weather. As a result, the commercial operation dates may occur earlier or later than the time frames set forth above.

The Village of Bradner has executed a take-or-pay power sales contract with AMP for a Project Share of 200 kW or 0.10% of capacity and associated energy from the hydro facilities.

To provide financing for the Combined Hydroelectric Projects, in 2009 and 2010 AMP has issued in seven series \$2,045,425,000 of its Combined Hydroelectric Projects Revenue Bonds (the "*Combined Hydroelectric Bonds*"), consisting of taxable, tax-exempt and tax advantaged obligations (Build America Bonds, Clean Renewable Energy Bonds and New Clean Renewable Energy Bonds). As of December 31, 2014 the Village's Project Share was associated with approximately \$1,966,755 of the outstanding Project debt. The Combined Hydroelectric Bonds are net revenue obligations of AMP, secured by a master trust indenture and payable from amounts received by AMP under a take-or-pay power sales contract with 79 of its Members.

12. TRANSFERS AND ADVANCES

During 2014, the following transfers were made:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ (600)
Police Drug Law Enforcement	600	-
Water Capital	-	(11,520)
Water Distribution Debt Service	5,233	-
Blackman Road Debt Service	3,250	-
OWDA	3,037	-
Sewer	-	(81,656)
Sewer Debt Service	81,656	-
Total	<u>\$ 93,776</u>	<u>\$ (93,776)</u>

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

12. TRANSFERS AND ADVANCES (Continued)

During 2014, the Village transfer money from the General Fund to the Police Drug Law Enforcement Fund for operating expenses, from the Water Capital Fund to the Water Distribution Debt Service, Blackman Road Waterline Debt Service and OWDA Funds, and from the Sewer Fund to the Sewer Debt Service Fund in order to pay debt payments from the appropriate funds. These transfers were determined to be appropriate and in compliance with the Ohio Revised Code.

During 2014, the following advances were made to repay a portion of the outstanding principal on the manuscript debt issued during 2011. These advances were determined to be appropriate and in compliance with the Ohio Revised Code:

	<u>Advances In</u>	<u>Advances Out</u>
Street Capital Improvement	\$ -	\$ (20,000)
Storm Sewer Capital	14,000	-
Parks and Recreation	6,000	-
Total	<u>\$ 20,000</u>	<u>\$ (20,000)</u>

During 2013, the following transfers were made:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ (4,355)
Drug Law Enforcement	155	(301)
Police Law Enforcement Trust	301	
Pool	4,200	-
Permissive Tax	-	(12,000)
SCMR	12,000	-
Water Capital		(14,052)
Water Distribution Debt Service	7,765	
Blackman Road Debt Service	3,250	
OWDA	3,037	
Sewer		(80,015)
Sewer Debt Service	80,015	
Total	<u>\$ 110,723</u>	<u>\$ (110,723)</u>

During 2013, the Village transferred money from the General Fund to the Pool and Drug Law Enforcement Funds to cover operating expenses, from the Water Capital Fund to the Water Distribution Debt Service, Blackman Road Waterline Debt Service and OWDA Debt Service Funds, and from the Sewer Fund to the Sewer Debt Service Fund in order to pay debt payments from the appropriate funds. These transfers were determined to be appropriate and in compliance with the Ohio Revised Code.

**VILLAGE OF BRADNER
WOOD COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(Continued)**

12. TRANSFERS AND ADVANCES (Continued)

During 2013, the following advances were made:

	<u>Advances In</u>	<u>Advances Out</u>
Storm Sewer Capital	\$ 14,000	\$ -
Parks and Recreation	6,000	-
Street Capital Improvement	-	(20,000)
Total	<u>\$ 20,000</u>	<u>\$ (20,000)</u>

In December 2011, Village Council approved an ordinance to issue manuscript debt for the Street Capital Improvement Fund to borrow \$100,000 for street improvements. \$70,000 was borrowed from the Storm Sewer Capital Fund and \$30,000 was borrowed from the Parks and Recreation Fund. The manuscript debt is to be paid back over 5 years in equal installments at an interest rate of 4.25%. These advances were determined to be appropriate and in compliance with the Ohio Revised Code.

13. CONTINGENT LIABILITIES

The Village participates in several state assisted grants that are subject to financial and compliance audits by grantor agencies or their representatives. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. The Village believes that disallowed claims, if any, will not have a material adverse effect on the Village's financial condition.



428 Second St.
Marietta, OH 45750
740.373.0056

1035 Murdoch Ave
Parkersburg, WV 26101
304.422.2203

121 E Main St
St. Clairsville, OH 43950
740.695.1569

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

August 31, 2015

Village of Bradner
Wood County
130 North Main Street
P.O. Box 599
Bradner, Ohio 43406

To the Village Council:

We have audited in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the **Village of Bradner**, Wood County, (the Village) as of and for the years ended December 31, 2014 and 2013, and the related notes to the financial statements and have issued our report thereon dated August 31, 2015, wherein we noted the Village followed financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the Village's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the Village's internal control. Accordingly, we have not opined on it.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. However, as described in the accompanying schedule of audit findings we identified certain deficiencies in internal control over financial reporting, that we consider a material weakness and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Village's financial statements. We consider finding 2014-001 described in the accompanying schedule of audit findings to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider findings 2014-004 and 2014-005 described in the accompanying schedule of audit findings to be significant deficiencies.

...“bringing more to the table”

Tax—Accounting—Audit—Review—Compilation—Agreed Upon Procedure—Consultation—Bookkeeping—Payroll
Litigation Support—Financial Investigations

Members: American Institute of Certified Public Accountants

- Ohio Society of CPAs • West Virginia Society of CPAs • Association of Certified Fraud Examiners •
- Association of Certified Anti - Money Laundering Specialists •

Compliance and Other Matters

As part of reasonably assuring whether the Village's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters that we must report under *Government Auditing Standards* as findings 2014-002 and 2014-003.

We also noted certain matters not requiring inclusion in this report that we reported to the Village's management in a separate letter dated August 31, 2015.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Village's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Perry & Associates
Certified Public Accountants, A.C.
Marietta, Ohio

**VILLAGE OF BRADNER
WOOD COUNTY**

**SCHEDULE OF AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS
--

FINDING NUMBER 2014-001

Material Weakness

Posting Receipts, Disbursements and Fund Balance Classification

Receipts and disbursements should be posted to the fund and line item accounts as established by Ohio Administrative Code. Fund balances should be properly classified based on Governmental Accounting Standards Statement No. 54.

During 2014 and 2013, receipts, disbursements and fund balances were not always posted or classified correctly. The following errors were noted:

- kWh tax receipts were recorded as Charges for Services instead of Property and Other Local Taxes in the General Fund in 2014 and 2013;
- Mayor's Court receipts and disbursement were recorded to Fines, Licenses, and Permits and Contractual Services instead of Other Non-Operating Receipts and Other Non-Operating Disbursements;
- Debt payments were not always recorded as principal and interest in 2014 and 2013;
- Cable franchise fees were recorded as Property and Other Local Taxes receipts instead of Fines, Licenses, Permits in 2014 and 2013;
- Rollback receipts were recorded as Property and Other Local Taxes instead of Intergovernmental in the Debt Service Fund in 2013;
- Adjustments were made to properly record payroll expenses;
- Fund balance classifications were not presented for all funds on the annual financial report for 2013;
- Fund balance classifications were not presented for the Capital Projects and Debt Service Funds on the annual financial report for 2014.

Not posting receipts and disbursements or classifying fund balances accurately resulted in the financial statements requiring adjustments and reclassifications. The Village has made all adjustments to its accounting system. The financial statements reflect all adjustments and reclassifications.

To help ensure accuracy and reliability in the financial reporting process, we recommend that management perform a detailed review of its draft financial statements. Such review should include procedures to ensure that all sources of revenues are properly identified and classified on the financial statements.

We also recommend the Fiscal Officer refer to Ohio Administrative Code and/or the Ohio Village Handbook for guidance to determine the proper establishment of receipt and disbursement accounts and posting of receipts and disbursements. The Fiscal Officer should refer to Auditor of State Technical Bulletin 2011-004 for assistance in properly classifying fund balances.

Management's Response – Officials did not provide a response to this finding.

**VILLAGE OF BRADNER
WOOD COUNTY**

**SCHEDULE OF AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)
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FINDING NUMBER 2014-002

Noncompliance

Ohio Revised Code 733.40 requires, except as otherwise provided in Ohio Revised Code Section 4511.193, all fines, forfeitures, and cost in ordinance cases and all fees collected by the mayor, or which in any manner come into his or her hands, or which are due to such mayor or a marshal, chief of police, or other officer of the municipal corporation, any other fees and expenses which have been advanced out of the treasury of the municipal corporation, and all money received by such mayor for the use of such municipal corporation, shall be paid by clerk into the Village's treasury on the first Monday of each month.

Our review of the Village's Mayor's Court disclosed the following:

- Mayor's Court remittances were not made timely to the Village's General Fund.

This weakness could allow recording errors and irregularities to occur and remain undetected.

We recommend the Village distribute the correct fines collected by the Village's Mayor's Court to the Village's General Fund and other applicable agencies by the required dates.

Management's Response – Officials did not provide a response to this finding.

FINDING NUMBER 2014-003

Noncompliance

Budgetary Controls

The budget is an instrument of public policy: A governing board expresses its desires for using a government's limited resources through its appropriations. Ohio Rev. Code Section 5705 deals with a variety of budgetary requirements that all subdivisions must comply with in order to ensure fiscal responsibility.

In performing the audit we noted several violations of budgetary law which, although they do not in and of themselves, result in errors in financial reporting, may lead to the Village making financial decisions based on incorrect or incomplete information. We noted the following:

- Violations of 5705.39 indicating appropriations cannot exceed estimated resources;
- Violations of 5705.41(B) stating no subdivision is to expend money unless it has been appropriated (expenditures exceeded appropriations);
- Violations of 5705.41(D) relating to expenditures having prior certification of availability of funds;
- Violations of 5705.10(I) requiring that monies paid into any fund is used only for purposes for which such fund is established, resulting in a negative fund balance of \$2,089 in the Street Capital Improvement Fund as of December 31, 2014.

VILLAGE OF BRADNER
WOOD COUNTY

SCHEDULE OF AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

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

FINDING NUMBER 2014-003 (Continued)

Noncompliance (Continued)

Budgetary Controls (Continued)

Although Council approves budgets for revenue and expenses and receives monthly reports of budget and actual information, it does not ensure budgetary forms are properly completed, submitted to the County Budget Commission timely or that transfers are done in compliance with laws and regulations.

Council should review the requirements of ORC section 5705 to be familiar with these laws and to make sure the Village is complying with applicable sections. If the Council does not consider this necessary steps should be taken to make sure amounts are encumbered (purchase orders are used and assigned to each purchase prior to ordering), certifications of available funds are done by the Fiscal Officer prior to purchasing and unencumbered balances are tracked for each line item.

Management's Response – We did not receive a response from officials to this finding.

FINDING NUMBER 2014-004

Significant Deficiency

Cash Reconciliations – Payroll Clearing Account

A necessary step in the internal control over financial reporting is to reconcile the bank balance to the accounting record's cash balance. Bank reconciliation means accounting for the differences between the bank statement's balances and the cash balances according to the entity's records at a specific point in time.

During 2014 and 2013, our testing revealed the payroll clearing account had outstanding balances each month and was not being properly reconciled on a monthly basis. The payroll clearing bank account should have a \$0 book balance.

The Village should perform and complete monthly bank reconciliations in a timely manner. All unreconciled differences should be resolved as quickly as possible so they are not carried forward month-to-month and all reconciling matters should be appropriately documented.

Management's Response – We did not receive a response from officials to this finding.

FINDING NUMBER 2014-005

Significant Deficiency

Day in the Park Revenues

The Day in the Park festival conducted by the Village each year in July supports the operations of the "Day in the Park" fund. The Village does not maintain adequate supporting documentation for these revenues or expenditures which represent less than 1 percent and 5 percent, respectively, of the 2014 and 2013 Special Revenue Fund Type revenues and represent 5.5 and 5.7 percent, respectively, of the 2014 and 2013 Special Revenue Fund Type expenditures.

VILLAGE OF BRADNER
WOOD COUNTY

SCHEDULE OF AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

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

FINDING NUMBER 2014-005 (Continued)

Significant Deficiency (Continued)

Day in the Park Revenues (Continued)

Lack of supporting documentation could result in errors or irregularities occurring and not being detected during the normal course of doing business. We recommend the Village maintain support for the money making activities of the Day in the Park (festival food and beverages, tickets, bands, etc.). The support should include documentation for the revenues received such as ticket stubs, ticket reconciliations, items ordered, items sold, etc. In addition, these records should be reconciled to the revenues reported on the Village's financial statements. The Village closed out this fund after the 2014 event.

Management's Response – Officials did not provide a response to this finding.

**VILLAGE OF BRADNER
WOOD COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2012-01	ORC Section 5705.10 – Negative Fund Balance	No	Repeated with Finding 2014-003
2012-02	ORC Section 117.38 – Annual Financial Report	Yes	N/A
2012-03	ORC Section 2743.70 and 2949.091 – Mayor’s Court remittances	No	Repeated as Finding 2014-002
2012-04	ORC 733.40 – Errors with Mayors Court	No	Partially Corrected, Repeated as Finding 2014-002
2012-05	Budgetary Controls	No	Repeated as Finding 2014-003
2012-06	Day in the Park Revenues	No	Repeated as Finding 2014-005
2012-07	Fund Balance Classification	No	Repeated as Finding 2014-001
2012-08	Posting Receipts and Disbursements	No	Repeated as Finding 2014-001
2012-09	Cash Reconciliations – Payroll Clearing Account	No	Repeated as Finding 2014-004



Dave Yost • Auditor of State

VILLAGE OF BRADNER

WOOD 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 8, 2015**