



PERRY

& Associates CPAs

PASSION *Beyond the Numbers*

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
SUMMIT COUNTY
REGULAR AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2022**

OHIO AUDITOR OF STATE
KEITH FABER



88 East Broad Street
Columbus, Ohio 43215
IPAReport@ohioauditor.gov
(800) 282-0370

Members of Council
Twinsburg Community Improvement Corporation
10075 Ravenna Road
Twinsburg, Ohio 44087

We have reviewed the *Independent Auditor's Report* of the Twinsburg Community Improvement Corporation, Summit County, prepared by Perry & Associates, Certified Public Accountants, A.C., for the audit period January 1, 2022 through December 31, 2022. 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 Twinsburg Community Improvement Corporation is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

September 28, 2023

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TWINSBURG COMMUNITY IMPROVEMENT CORPORATION

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INDEPENDENT AUDITOR'S REPORT

Twinsburg Community Improvement Corporation
Summit County
10075 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Trustees:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the Twinsburg Community Improvement Corporation, Summit County, Ohio (TCIC), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the TCIC's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Twinsburg Community Improvement Corporation, Summit County, Ohio as of December 31, 2022, and the changes in financial position and its cash flows for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the TCIC, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the TCIC's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the TCIC's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the TCIC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis* be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 2023, on our consideration of the TCIC'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. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the TCIC's 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 TCIC's internal control over financial reporting and compliance.



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

July 31, 2023

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022
(Unaudited)**

This discussion and analysis, along with the accompanying financial report of the Twinsburg Community Improvement Corporation, Inc., (the "TCIC") is designed to provide our creditors and other interested parties with a general overview of the TCIC and its financial activities.

Financial Highlights

- Total net position of the TCIC on December 31, 2022 and 2021 was \$1,216,573 and \$1,121,073, respectively.
- Change of net position of the TCIC for 2022 and 2021 was \$95,500 and \$65,874, respectively.
- The TCIC had \$1,045,078 of property held for investment on December 31, 2022 and 2021.

Overview of Basic Financial Statements

The TCIC is a single enterprise fund using proprietary fund accounting, similar to private sector business. The Financial Statements are presented using the accrual basis of accounting.

The Statement of Net Position includes all of the TCIC's Assets and Liabilities. This statement provides information about the nature and amounts of investments in resources (assets) owned by the TCIC, and obligations owed by the TCIC (liabilities). The TCIC's net position (equity) is the difference between assets and liabilities.

The Statement of Activities provides information on the TCIC's operations over the past year. Revenues are reported when earned and expenses are reported when incurred.

The Statements of Cash Flows provides information about the TCIC's cash receipts and cash disbursements. It summarizes the financial changes in cash resulting from operating, investing, and financing activities.

Net Position

Table 1 summarizes the Net Position of the TCIC.

ASSETS	2022	2021
Cash and Cash Equivalents	\$ 76,318	\$ 54,906
Contribution Receivable	94,084	70,436
Prepaid Insurance	1,093	1,070
Land for Investment/Sale	1,045,078	1,045,078
TOTAL ASSETS	\$ 1,216,573	\$ 1,171,490
LIABILITIES		
Current Portion of Note Payable	\$ -	\$ 50,417
TOTAL LIABILITIES	-	50,417
NET POSITION		
Unrestricted	1,216,573	1,121,073
TOTAL NET POSITION	1,216,573	1,121,073
TOTAL LIABILITIES AND NET POSITION	\$ 1,216,573	\$ 1,171,490

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022
(Unaudited)**

Statement of Activities

Table 2 below summarizes the changes in revenues and expenses and the resulting change in net position.

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Contributions from Local Government	\$ 94,084	\$ 70,436
Program Fees	12,991	13,097
Miscellaneous	466	3,154
TOTAL REVENUES	<u>107,541</u>	<u>86,687</u>
OPERATING EXPENSES		
Bank Fees	219	-
Software	448	-
Insurance	1,505	1,545
Website Costs	19	18
Professional Fees	6,060	5,766
Contracted Services	1,694	7,445
Utilities	1,071	1,836
Property Taxes	-	179
OPERATING TOTAL EXPENSES	<u>11,016</u>	<u>16,789</u>
Operating (Loss)	96,525	69,898
NON-OPERATING REVENUES (EXPENSES)		
Loan Interest	(1,025)	(4,024)
NON-OPERATING TOTAL REVENUES (EXPENSES)	<u>(1,025)</u>	<u>(4,024)</u>
CHANGE IN NET POSITION	95,500	65,874
NET POSITION, BEGINNING OF YEAR	<u>1,121,073</u>	<u>1,055,199</u>
NET POSITION, END OF YEAR	<u>\$ 1,216,573</u>	<u>\$ 1,121,073</u>

Property Held for Investment

Summarized below is the Property Held for Investment of the TCIC.

Property Held for Investment:	
Aurora Road	\$ 1,045,078

Property held for investment had no change from 2021 to 2022. For additional information regarding the Property held for investment, see Note 4.

Long-Term Debt

The Aurora Road Property Note was used to purchase property at 2573 and 2593 East Aurora Road, Twinsburg, OH 44087. The note was paid in full in June 2022.

Contacting the TCIC

If you have any questions about this report or need additional financial information, contact Assistant Director of Finance, Jennifer Simon, City of Twinsburg, 10075 Ravenna Road, Twinsburg, Ohio 44087, telephone (330) 425-7161.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2022**

ASSETS	2022
Current:	
Cash and Cash Equivalents	\$ 76,318
Contribution Receivable	94,084
Prepaid Insurance	1,093
Total Current Assets	<u>171,495</u>
Noncurrent:	
Land for Investment/Sale	1,045,078
Total Noncurrent Assets	<u>1,045,078</u>
TOTAL ASSETS	<u>\$ 1,216,573</u>
NET POSITION	
Unrestricted	<u>\$ 1,216,573</u>
TOTAL NET POSITION	<u>1,216,573</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 1,216,573</u>

See Accompanying Notes to the Financial Statements.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

REVENUES	
Contributions from Local Government	\$ 94,084
Program Fees	12,991
Miscellaneous	466
	107,541
 TOTAL REVENUES	
	107,541
 EXPENSES	
Bank Fees	219
Software	448
Insurance	1,505
Website Costs	19
Professional Fees	6,060
Contracted Services	1,694
Utilities	1,071
	11,016
 TOTAL EXPENSES	
	11,016
Operating Income	96,525
 NON-OPERATING REVENUES (EXPENSES)	
Loan Interest	(1,025)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(1,025)
 CHANGE IN NET POSITION	
	95,500
 NET POSITION, BEGINNING OF YEAR	
	1,121,073
 NET POSITION, END OF YEAR	
	\$ 1,216,573

See Accompanying Notes to the Financial Statements.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES

Cash from Contributions from Local Government	\$	70,436
Cash from Program Fees		12,991
Cash from Miscellaneous Revenue		466
Cash Paid in Website Cost		(19)
Cash Paid in Fees and Services		(7,754)
Bank Fees Paid		(219)
Insurance Paid		(1,528)
Utilities Paid		(1,071)
Software Paid		(448)
		72,854
Net Cash Provided by Operating Activities		72,854

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Payments of Long-Term Debt		(50,417)
Interest Paid on Long-Term Debt		(1,025)
		(51,442)
Net Cash (Used) by Capital and Related Financing Activities		(51,442)
Net Change in Cash and Cash Equivalents		21,412
Cash and Cash Equivalents, Beginning of Year		54,906
Cash and Cash Equivalents, End of Year	\$	76,318

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES

Operating Income	\$	96,525
(Increase) Decrease in Assets:		
Contribution Receivable		(23,648)
Prepaid Insurance		(23)
		(23,671)
Net Cash Provided by Operating Activities	\$	72,854

See Accompanying Notes to the Financial Statements.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

1. NATURE OF OPERATIONS

The Twinsburg Community Improvement Corporation (the TCIC) was incorporated as a non-profit organization in the state of Ohio, on July 1, 2013. The mission of the TCIC is to advance, encourage, and promote the industrial, economic, commercial, distribution, research and civic development of the City of Twinsburg. The TCIC's basic programs include economic development and community development activities and the City of Twinsburg has designated the TCIC to as its agent for the Community Reinvestment Area and Twinsburg Occupancy Programs.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The TCIC accounts for its revenues and related expenses on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America as applied to special purpose governments. Revenues are reported in the year earned. Costs and expenses are charged against revenues in the year to which the cost is applicable.

Measurement Focus and Basis of Accounting

The TCIC's operations are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation are included on the statement of financial position. The operating statements present increases (i.e. revenues) and decreases (i.e. expenses) in financial position. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made. The TCIC uses the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred.

Basis of Presentation

TCIC's basic financial statements consist of a statement of net position, a statement of activities, and a statement of cash flows. The financial statements of the TCIC have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). TCIC uses enterprise fund accounting to maintain its financial records during the fiscal year.

Net Position is comprised of unrestricted and restricted components. Operating statements present increases (e.g. revenues) and decreases (e.g. expenses) in net position.

Net position is the difference between the TCIC's assets, its liabilities, and deferred outflows/inflows of resources. GASB establishes standards for external financial reporting which require that resources be classified for accounting and reporting purposes into the following net position categories:

Net investment in capital assets: Capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.

Restricted: Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the TCIC or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

TCIC first applies restricted resources when an expense is incurred for which both restricted and unrestricted net position are available. Unrestricted: Net position whose use by TCIC is not subject to externally imposed stipulations. Unrestricted net position may be designated for specific purposes by action of management or the Board of Trustees or may otherwise be limited by contractual agreements with outside parties.

Accounting Pronouncements

The following are pronouncements that either became effective during fiscal year 2022 or will become effective in future fiscal years and could impact TCIC's financial reports:

GASB 87 – “Leases.” Effective for reporting periods beginning after December 15, 2019. The standard was implemented for the year ended December 31, 2022 and had no effect on the TCIC.

GASB 91 – “Conduit Debt Obligations” Effective for reporting periods beginning after December 15, 2020. The standard was implemented for the year ended December 31, 2022 and had no effect on the TCIC.

GASB 92 – “Omnibus 2020” Various effective dates depending on applicable section. Per GASB 95 the effective date has been postponed one year from the original effective dates.

GASB 93 – “Replacement of Interbank Offered Rate” Various effective dates depending on applicable section. Per GASB 95 the effective date has been postponed one year from the original effective dates.

GASB 94 – “Public-Private and Public-Public Partnerships and Availability Payment Arrangements” Effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

GASB 95 – “Postponement of the Effective Dates of Certain Authoritative Guidance” Effective immediately.

GASB 96 – “Subscription-Based Information Technology Arrangements” Effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

GASB 97 – “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans” The standard was implemented for the year ended December 31, 2022 and had no effect on the TCIC.

GASB 98 – “The Annual Comprehensive Financial Report” The standard was implemented for the year ended December 31, 2022 and had no effect on the TCIC.

GASB 99 – “Omnibus 2022” Effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

GASB 100 – “Accounting Changes and Error Corrections – and amendment of GASB Statement No. 62.” Effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB 101 – “Compensated Absences” Effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting Pronouncements (Continued)

TCIC determined those standards adopted had no material impact on its financial statements as of December 31, 2022.

TCIC has not fully determined the effect statements with effective dates subsequent to current reporting period will have on its financial reporting in subsequent fiscal years.

Income Tax Status

The TCIC has filed for exemption from Federal income taxes as described under Internal Revenue Code (IRC) 501(c) (3). Therefore, no provision for income tax has been recorded in the accompanying financial statements.

Accounting principles generally accepted in the United States require management to evaluate tax positions taken by the TCIC and recognize a tax liability (or asset) if the TCIC has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service (IRS). Management has analyzed the tax positions taken by the TCIC, and has concluded that as of December 31, 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The TCIC is subject to routine audits by taxing jurisdictions, however, there are currently no audits for any tax periods in progress. The TCIC's Federal Return of Organization Exempt from Income Tax (federal Form 990) for 2021, 2020, and 2019 are subject to examination exempt the IRS, generally for three years after filing.

Estimates

In preparing financial statements in conformity with GAAP, management must make estimates based on future events that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities as of the date of the financial statements, and the revenues and expenses during the reporting period. Actual results could differ from these estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the TCIC considers all highly liquid instruments purchased with maturity of three months or less to be cash equivalents.

Receivables

Receivables are stated at the amount management expects to collect from outstanding balances. It is the TCIC's policy to charge off uncollectible receivables when management determines the receivable will not be collected.

Prepaid Insurance

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

Capital Assets

It is the policy of the TCIC to capitalize capital assets if the cost exceeds \$5,000, has a useful life of 3 years and is not considered to be a normal repair or maintenance item.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

3. CASH AND CASH EQUIVALENTS

The TCIC maintains its cash balance in banking accounts. At December 31, 2022, the TCIC's carrying value of cash was \$76,318. At December 31, 2022, the TCIC's bank balance was \$76,318. Of the bank balances, as of December 31, 2022, \$76,318 was covered by FDIC insurance.

Custodial Credit Risk is the risk that in the event of bank failure, the TCIC's deposits may not be returned. The TCIC has no policy regarding custodial credit risk. TCIC's practice is to maintain all deposits within FDIC.

4. LAND FOR INVESTMENT/SALE

The Corporation owns the land at the following addresses:

- 8949 Darrow Road, Twinsburg, Ohio 44087
- 2573 East Aurora Road, Twinsburg, Ohio 44087
- 2593 East Aurora Road, Twinsburg, Ohio 44087
- Corner of Aurora and Hadden Road, Twinsburg, Ohio 44087

The land is valued at its purchase price in the financial statements. The Corporation promotes the sale of this land in Summit County to prospective industrial clients.

5. CONCENTRATION OF RISK

The TCIC maintains its cash at a local financial institution. The account is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2022, the TCIC's entire cash balance is insured.

For the year ended December 31, 2022, the TCIC received 87% of its revenue from the City of Twinsburg.

6. DEBT

The Aurora Road Property Note was used to purchase property at 2573 and 2593 East Aurora Road, Twinsburg, OH 44087. The note was paid in full in June 2022.

7. RISK MANAGEMENT

The TCIC maintains property insurance through a private insurance carrier. The insurance was purchased in 2022. There have been no claims that exceeded coverage.

8. 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 continues. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the TCIC. The impact on the TCIC's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

**TWINSBURG COMMUNITY IMPROVEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

9. SUBSEQUENT EVENTS

The TCIC evaluated subsequent events and transactions that occurred after the date of the statement of net position up to July 31, 2023, the date that the financial statements. Management is currently evaluating the impact of the COVID-19 pandemic on the industry and has concluded that while it is reasonably possible that the virus could have a negative effect on the TCIC's net position and/or the results of its operations, the specific impact is not readily determinable as of the date of these financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.



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

Twinsburg Community Improvement Corporation
Summit County
10075 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Trustees:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Twinsburg Community Improvement Corporation, Summit County, (the TCIC) as of and for the year ended December 31, 2022, and the related notes to the financial statements and have issued our report thereon dated July 31, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the TCIC's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purposes of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the TCIC's internal control. Accordingly, we do not express an opinion on the effectiveness of the TCIC's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the TCIC's financial statements will not be prevented, or detected and corrected, on a timely basis. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the TCIC's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the TCIC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



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

July 31, 2023

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OHIO AUDITOR OF STATE KEITH FABER



TWINSBURG COMMUNITY IMPROVEMENT CORPORATION

SUMMIT COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 10/10/2023

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov