



**VILLAGE OF BRADNER  
WOOD COUNTY**

**REGULAR AUDIT**

**FOR THE YEARS ENDED DECEMBER 31, 2024-2023**



**VILLAGE OF BRADNER  
WOOD COUNTY**

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## INDEPENDENT AUDITOR'S REPORT

Village of Bradner  
Wood County  
130 North Main Street  
P.O. Box 599  
Bradner, Ohio 43406-0599

To the Village Council:

### Report on the Audit of the Financial Statements

#### ***Unmodified and Adverse Opinions***

We have audited the financial statements of the Village of Bradner, Wood County, Ohio (the Village), which comprises the cash balances, receipts and disbursements for each governmental and proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements.

#### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the cash balances, receipts and disbursements for each governmental and proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements, in accordance with the financial reporting provisions which Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit, described in Note 2.

#### ***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* section of our report, the accompanying financial statements 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, 2024 and 2023, or the changes in financial position or, where applicable, cash flows thereof for the years then ended.

#### ***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 Village, 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 opinions.

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

As described in Note 2 of the financial statements, the financial statements are prepared by the Village on the basis of the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit. Management is also responsible 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 Village'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 Village'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 Village'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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 16, 2025, 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. 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 Village'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 Village's internal control over financial reporting and compliance.

KEITH FABER  
Ohio Auditor of State



Tiffany L. Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

October 16, 2025

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**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Receipts, Disbursements*  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Governmental Fund Types*  
*For the Year Ended December 31, 2024*

	General	Special Revenue	Debt Service	Capital Projects	Combined Total
<b>Cash Receipts</b>					
Property and Other Local Taxes	\$57,417	\$23,442	\$8,365		\$89,224
Municipal Income Tax	120,387	32,832		\$65,667	218,886
Intergovernmental	66,464	88,688	1,345		156,497
Special Assessments		29,233			29,233
Charges for Services	68	88,883	82,823		171,774
Licenses, Permits and Fees	9,265	314		63	9,642
Earnings on Investments	69,225				69,225
Miscellaneous	518	2,693		70,000	73,211
<i>Total Cash Receipts</i>	<u>323,344</u>	<u>266,085</u>	<u>92,533</u>	<u>135,730</u>	<u>817,692</u>
<b>Cash Disbursements</b>					
Current:					
Security of Persons and Property	51,061	57,277			108,338
Public Health Services	200				200
Leisure Time Activities		25,228			25,228
Community Environment	3,254	8,209			11,463
Transportation	1,007	81,935			82,942
General Government	104,790	2,024	96		106,910
Capital Outlay	5,541	40,920		323,174	369,635
Debt Service:					
Principal Retirement			69,320		69,320
Interest and Fiscal Charges			16,000		16,000
<i>Total Cash Disbursements</i>	<u>165,853</u>	<u>215,593</u>	<u>85,416</u>	<u>323,174</u>	<u>790,036</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>157,491</u>	<u>50,492</u>	<u>7,117</u>	<u>(187,444)</u>	<u>27,656</u>
<b>Other Financing Receipts (Disbursements)</b>					
Loans Issued				293,918	293,918
Transfers In			10,257	5,000	15,257
Transfers Out	(5,000)				(5,000)
Advances Out	(6,187)				(6,187)
Other Financing Uses	(8,243)	(20)			(8,263)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(19,430)</u>	<u>(20)</u>	<u>10,257</u>	<u>298,918</u>	<u>289,725</u>
<i>Net Change in Fund Cash Balances</i>	<u>138,061</u>	<u>50,472</u>	<u>17,374</u>	<u>111,474</u>	<u>317,381</u>
<i>Fund Cash Balances, January 1</i>	<u>376,403</u>	<u>919,506</u>	<u>240,395</u>	<u>327,827</u>	<u>1,864,131</u>
<i>Fund Cash Balances, December 31</i>	<u>\$514,464</u>	<u>\$969,978</u>	<u>\$257,769</u>	<u>\$439,301</u>	<u>\$2,181,512</u>

See accompanying notes to the basic financial statements

**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Receipts, Disbursements*  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Proprietary Fund Types*  
*For the Year Ended December 31, 2024*

	<u>Enterprise</u>
<b>Operating Cash Receipts</b>	
Charges for Services	\$1,221,882
Miscellaneous	<u>30,004</u>
<i>Total Operating Cash Receipts</i>	<u>1,251,886</u>
<b>Operating Cash Disbursements</b>	
Personal Services	246,113
Employee Fringe Benefits	64,007
Contractual Services	611,223
Supplies and Materials	105,587
Other	<u>22,725</u>
<i>Total Operating Cash Disbursements</i>	<u>1,049,655</u>
<i>Operating Income</i>	<u>202,231</u>
<b>Non-Operating Receipts (Disbursements)</b>	
Property and Other Local Taxes	13,819
Intergovernmental Receipts	7,539
Miscellaneous Receipts	1,246
Capital Outlay	(83,814)
Excise Tax Payment - Electric	(2,152)
Principal Retirement	(59,719)
Interest and Other Fiscal Charges	(246)
Other Financing Sources	3,104
Other Financing Uses	<u>(4,513)</u>
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(124,736)</u>
<i>Income before Transfers and Advances</i>	77,495
Transfers Out	(10,257)
Advances In	<u>6,187</u>
<i>Net Change in Fund Cash Balances</i>	73,425
<i>Fund Cash Balances, January 1</i>	<u>3,269,207</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$3,342,632</u></u>

*See accompanying notes to the basic financial statements*

**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Additions, Deductions*  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Fiduciary Fund Types*  
*For the Year Ended December 31, 2024*

	<u>Custodial</u>
<b>Additions</b>	
Licenses, Permits and Fees for Distribution	\$2,190
Fines, Forfeitures and Settlements for Distribution	75
Other Amounts Collected for Distribution	<u>20</u>
<i>Total Additions</i>	<u>2,285</u>
<b>Deductions</b>	
Distributions to Other Governments	565
Distributions to Other Funds (Primary Gov't)	<u>2,285</u>
<i>Total Deductions</i>	<u>2,850</u>
<i>Net Change in Fund Balances</i>	(565)
<i>Fund Cash Balances, January 1</i>	<u>1,129</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$564</u></u>
<i>See accompanying notes to the basic financial statements</i>	

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
*For the Year Ended December 31, 2024*

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**Note 1 – Reporting Entity**

The Village of Bradner (the Village), Wood County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. A publicly elected six-member Council directs the Village. The Village provides electric, water and sewer utilities, park operations, police services, fire protection services, and ambulance services.

***Joint Ventures, Jointly Governed Organizations, and Public Entity Risk Pool***

The Village participates in joint ventures, long term purchase commitments, and a public entity risk pool. Notes 6, 12, and 14 to the financial statements provide additional information for these entities. The Village's management believes these financial statements present all activities for which the Village is financially accountable.

**Note 2 – Summary of Significant Accounting Policies**

***Basis of Presentation***

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

***Fund Accounting***

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

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

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

**Street Construction Maintenance and Repair** The street construction maintenance and repair fund accounts for and reports that portion of the State gasoline tax and motor vehicle license registration fees restricted for construction, maintenance, and repair of streets within the Village.

**Fire Fund** The fire 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.

**Parks and Recreation Fund** The parks and recreation fund receives monies from property taxes, income taxes, and grants restricted for the operation and maintenance of the Village's parks and other recreational activities.

**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 Fund:

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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

**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** The street capital improvement fund receives municipal income tax money restricted for the repair and improvement of the Village's streets.

**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** The water fund receives charges for services from the residents and commercial users to cover water service costs.

**Sewer Fund** The sewer fund receives charges for services from the residents and commercial users to cover sanitary sewer service costs.

**Electric Fund** The electric fund receives charges for services from the residents and commercial users to cover electrical service costs.

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

Custodial funds are purely custodial in nature and are used to report fiduciary activity that is not required to be reported in a trust fund. The Village's custodial fund accounts for mayor's court fines and forfeitures.

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

### ***Basis of Accounting***

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03 (C). This basis is similar to the cash receipts and disbursements accounting basis. The Village recognizes receipts when received in cash rather than when earned and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

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

### ***Budgetary Process***

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

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**Appropriations** Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

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

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

A summary of 2024 budgetary activity appears in Note 3.

**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.

Investment in STAR Ohio is measured at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

**Capital Assets**

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

**Accumulated Leave**

Village full-time employees earn sick and vacation time that can be used for time off. In certain circumstances, such as upon leaving employment or retirement, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

**Fund Balance**

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

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

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

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**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.

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

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

The 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.

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

**Note 3 – Budgetary Activity**

Budgetary activity for the year ending December 31, 2024 follows:

2024 Budgeted vs. Actual Receipts			
Fund Type	Budgeted	Actual	Variance
	Receipts	Receipts	
General	\$295,430	\$323,344	\$27,914
Special Revenue	284,027	266,085	(17,942)
Debt Service	100,927	102,790	1,863
Capital Projects	363,007	434,648	71,641
Enterprise	1,271,598	1,283,781	12,183
Total	<u>\$2,314,989</u>	<u>\$2,410,648</u>	<u>\$95,659</u>

2024 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation	Budgetary	Variance
	Authority	Expenditures	
General	\$294,229	\$191,945	\$102,284
Special Revenue	429,559	359,710	69,849
Debt Service	85,571	85,416	155
Capital Projects	387,613	326,919	60,694
Enterprise	1,846,680	1,536,932	309,748
Total	<u>\$3,043,652</u>	<u>\$2,500,922</u>	<u>\$542,730</u>

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**Note 4 – Deposits and Investments**

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

	2024
<b>Cash Management Pool:</b>	
Demand deposits	\$4,388,441
Certificates of deposit	823,379
Total deposits	<u>5,211,820</u>
STAR Ohio	<u>312,888</u>
Total investments	<u>312,888</u>
Total carrying amount of deposits and investments held in the Pool	<u><u>\$5,524,708</u></u>

The Village does not use a separate payroll clearing account. The expenditures included in the accompanying financial statement reflect net payroll plus all remitted payroll withholdings. At December 31, 2024, the Village is holding \$14,218 in unremitted employee payroll withholdings.

**Deposits**

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

At December 31, 2024, \$622,051 of deposits were not insured or collateralized due to reduced collateral floor through OPCS.

**Investments**

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

**Note 5 – Taxes**

**Property Taxes**

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 non-business, owner occupancy, and homestead exemption credits and/or homestead and rollback deductions. The financial statements include these credits and/or deduction amounts the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due December 31. The second half payment is due the following June 20.

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

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



**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**Income Taxes**

The Village levies a municipal income tax of 1 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.

**Note 6 – Risk Management**

***Risk Pool Membership***

The Village belongs to the Ohio Plan Risk Management, Inc. (OPRM) (the Plan), a unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management programs 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.

Effective November 1, 2016, the OPRM elected to participate in a property loss corridor deductible. The property corridor includes losses paid between 70% and 75%. In 2018, the casualty loss corridor was eliminated and the property corridor was adjusted to losses paid between 65% and 70%. Effective November 1, 2019, the property loss corridor was adjusted to losses between 60% and 67.5% and has remain unchanged. OPRM had 847 members as of December 31, 2024.

The Pool's audited financial statements conform with accounting principles generally accepted in the United States of America, with the exception of a qualified opinion related to recording premiums and membership fees earned in full as of December 31, 2024. Those premiums and fees should be earned pro-rata over the individual coverage and membership periods of each policy. The financial statements reported the following assets, liabilities and equity at December 31, 2024.

Assets	\$ 24,456,615
Liabilities	( 16,692,162)
Members' Equity	<u>\$ 7,764,453</u>

You can read the complete audited financial statements for OPRM at the Plan's website, [www.ohioplan.org](http://www.ohioplan.org).

**Note 7 – Defined Benefit Pension Plans**

***Ohio Public Employees Retirement System***

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

The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10 percent of their gross salaries, and the Village contributed an amount equaling 14 percent of participants' gross salaries. The Village has paid all contributions required through December 31, 2024.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**Ohio Police and Fire Retirement System**

The Village's one full-time Police Officer belongs to the Ohio Police and Fire Pension Fund (OP&F). OP&F is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OP&F participants contributed 12.25 percent of their wages. The Village contributed to OP&F an amount equal to 19.5 percent of full-time police members' wages. The Village has paid all contributions required through December 31, 2024.

**Social Security**

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

Employees contributed 6.2 percent of their gross salaries. The Village contributed an amount equal to 6.2 percent of participants' gross salaries. The Village has paid all contributions required through December 31, 2024.

**Note 8 – Postemployment Benefits**

Both OPERS and OP&F offer cost-sharing, multiple-employer defined benefit postemployment plans. OPERS offers a health reimbursement arrangement (HRA) allowance to benefit recipients meeting certain age and service credit requirements. The HRA is an account funded by OPERS that provides tax-free reimbursement for qualified medical expenses such as monthly post-tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents. OP&F uses a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees use to be reimbursed for health care expenses. For calendar year 2024, the portion of OPERS employer contributions allocated to health care was 0 percent for members in the traditional pension plan and 2 percent for members in the combined plan. For 2024, the portion of employer contributions OPERS allocated to health care for members in the member-directed plan was 4.0 percent; however, a portion of the health care rate was funded with reserves. OP&F contributes 0.5 percent to fund these benefits.

**Note 9 – Debt**

Debt outstanding at December 31, 2024, was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Farmers Home Adm (Sanitary Sewer Bond 01)	\$246,000	5.00%
Farmers Home Adm (Sanitary Sewer Bond 04)	24,000	5.00%
OPWC Loan #CE34K (Road Project)	16,250	0.00%
OWDA Loan #5556	58,908	0.00%
OPWC Loan #CE19N (Maple Street Water Main Replacement)	22,774	0.00%
OPWC Loan #CE45O (Waterline and Fire Line Loop)	22,984	0.00%
OWDA Loan #7027 (Well Supply & Treatment)	643,172	0.00%
OWDA Loan #10669	293,446	1.92%
OWDA Loan #10995	452	0.00%
AMP-JV5	64,749	Variable
Total	<u><u>\$1,392,735</u></u>	

**Village of Bradner, Ohio**  
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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 Loan # CE21F on November 3, 2003 with the Ohio Public Works Commission (OPWC) to loan \$50,649 for Water System Improvements. This is a zero interest loan that was paid off on January 10, 2024.

The Village entered into a project agreement with OPWC on July 1, 2007 not to exceed \$73,000. Upon completion of project, Loan # CE34K in the 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 July 1, 2029.

The Village entered into Loan # 5556 on January 14, 2010 with the Ohio Water Development Authority (OWDA) to loan \$181,255 for Pump Station Rehabilitation. The zero interest loan is scheduled to mature on January 1, 2031.

The Village entered into Loan # CE19N 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 Loan # CE45O in July 2012 with OPWC to loan \$54,066 for the Waterline Replacement and Fire Line Loop. This is a zero interest loan that will pay off in 20 years.

The Village entered into Loan # 7027 on July 10, 2015 with OWDA to loan \$877,053 for the Well Supply and Treatment improvements. The zero interest loan is scheduled to mature on July 1, 2046.

The Village entered into Loan # 10669 in January 2024 with OWDA to loan up to \$354,852 for the East and Evans Streets Waterline Replacement. This is a 1.92% interest loan that will pay off in 20 years. The loan was not finalized so there is no amortization schedule as of December 31, 2024.

The Village entered into Loan # 10995 in September 2024 with OWDA to loan up to \$33,952 for the Timmons Road Waterline Replacement. This is a zero interest loan that is scheduled to start payments in 2026 and be paid off in 2031. The loan was not finalized so there is no amortization schedule as of December 31, 2024.

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***

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

**Village of Bradner, Ohio**  
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Year Ending December 31:	Sanitary Sewer Bond 01	Sanitary Sewer Bond 04	OPWC Loan #CE34K	OWDA Loan #5556
2025	\$57,300	\$9,200	\$3,250	\$9,063
2026	56,050	8,800	3,250	9,062
2027	57,750	8,400	3,250	9,063
2028	56,250		3,250	9,063
2029	56,700		3,250	9,063
2030-2034				13,594
2035-2039				
2040-2044				
2045-2046				
Total	<u>\$284,050</u>	<u>\$26,400</u>	<u>\$16,250</u>	<u>\$58,908</u>

Year Ending December 31:	OPWC Loan #CE19N	OPWC Loan #CE45O	OWDA Loan #7027
2025	\$3,037	\$2,704	\$29,235
2026	3,036	2,704	29,235
2027	3,037	2,704	29,235
2028	3,036	2,704	29,235
2029	3,037	2,704	29,235
2030-2034	7,591	9,464	146,176
2035-2039			146,175
2040-2044			146,176
2045-2046			58,470
Total	<u>\$22,774</u>	<u>\$22,984</u>	<u>\$643,172</u>

**Note 10 – Contingent Liabilities**

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

**Note 11 – Fund Balances**

Included in fund balance are amounts the Village cannot spend. Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the balances of these amounts were as follows:

Fund Balances	General	Special Revenue	Capital Projects	Total
Outstanding Encumbrances	<u>\$6,662</u>	<u>\$144,097</u>	<u>\$3,745</u>	<u>\$154,504</u>

**Village of Bradner, Ohio**  
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The fund balance of special revenue funds is either restricted or committed. The fund balance of debt service funds and capital projects fund are restricted committed or assigned. These restricted, committed and assigned amounts in the special revenue, debt service, and capital projects funds would include the outstanding encumbrances. In the general fund, outstanding encumbrances are considered assigned.

**Note 12 – Joint Ventures**

***Ohio Municipal Electric Generation Agency Joint Venture 2 (OMEGA 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.

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 31, 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. The Village's net investment in OMEGA JV2 was \$(2,263) at December 31, 2024. Complete financial statement for OMEGA JV2 may be obtained from AMP or from the State Auditor's website at [www.ohioauditor.gov](http://www.ohioauditor.gov).

The thirty-six participating subdivisions and their respective ownership shares at December 31, 2024 were as follows:

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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<b><u>Municipality</u></b>	<b><u>% Ownership</u></b>	<b><u>Kw Entitlement</u></b>
• Hamilton	23.87%	32,000
• Bowling Green	14.32%	19,198
• Niles	11.49%	15,400
• Cuyahoga Falls	7.46%	10,000
• Wadsworth	5.81%	7,784
• Painesville	5.22%	7,000
• Dover	5.22%	7,000
• Galion	4.29%	5,753
• Amherst	3.73%	5,000
• St. Mary's	2.98%	4,000
• Montpelier	2.98%	4,000
• Shelby	1.89%	2,536
• Versailles	1.24%	1,660
• Edgerton	1.09%	1,460
• Yellow Springs	1.05%	1,408
• Oberlin	0.91%	1,217
• Pioneer	0.86%	1,158
• Seville	0.79%	1,066
• Grafton	0.79%	1,056
• Brewster	0.75%	1,000
• Monroeville	0.57%	764
• Milan	0.55%	737
• Oak Harbor	0.55%	737
• Elmore	0.27%	364
• Jackson Center	0.22%	300
• Napoleon	0.20%	264
• Lodi	0.16%	218
• Genoa	0.15%	199
• Pemberville	0.15%	197
• Lucas	0.12%	161
• South Vienna	0.09%	123
• Bradner	0.09%	119
• Woodville	0.06%	81
• Haskins	0.05%	73
• Arcanum	0.03%	44
• Custar	<u>0.00%</u>	<u>4</u>
	100.0%	134,081

**Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA 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.

**Village of Bradner, Ohio**  
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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.

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, 2024, 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. On January 29, 2016, OMEGA JV5 issued the 2016 Beneficial Interest Certificates ("2016 Certificates") in the amount of \$49,745,000 for the purpose of refunding the promissory note to AMP in full. The outstanding amount on the promissory note had been reduced to \$49,243,377 at the time of refunding as compared to its value at December 31, 2015 of \$49,803,187. The promissory note represented the February 2014 redemption of the 2004 Certificates from funds held under the trust agreement securing the 2004 BIRCs.

The Village's net investment to date in OMEGA JV5 was \$10,458 at December 31, 2024. Complete financial statements for OMEGA JV5 may be obtained from AMP or from the State Auditor's website at [www.ohioauditor.gov](http://www.ohioauditor.gov).

**Note 13 – AMP Revenue Coverage**

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 12. 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:

**Village of Bradner, Ohio**  
*Wood County*  
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**For the Year Ended December 31, 2024**

	<u>2024</u>
Total Fund Cash Balance	\$1,828,698
Total Long-Term Debt	\$64,749
<b>Condensed Operating Information:</b>	
Operating Receipts	
Charges for Services	\$824,011
Other Operating Receipts	<u>5,304</u>
Total Operating Receipts	829,315
Operating Expenses	
Personal Services	113,354
Employee Fringe Benefits	38,480
Contractual Services	554,217
Supplies and Materials	18,770
Other	<u>22,949</u>
Total Operating Expenses	747,770
Operating Income (Loss)	81,545
Nonoperating Receipts (Disbursements)	
Intergovernmental Receipts	1,135
Principal Payments	(30,484)
Interest Payments	(246)
Other Nonoperating Receipts (Disbursements)	<u>(2,694)</u>
Change in Fund Cash Balance	49,256
Beginning Fund Cash Balance	<u>1,779,442</u>
Ending Fund Cash Balance	<u><u>\$1,828,698</u></u>
<b>Condensed Cash Flows Information:</b>	
	<u>2024</u>
Net Cash Provided (Used) by:	
Operating Activities	\$81,545
Noncapital Financing Activities	
Principal Payments on Noncapital Debt	(30,484)
Interest Payments on Noncapital Debt	(246)
Other Noncapital Financing Activities	<u>(1,559)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	(32,289)
Net Increase (Decrease)	49,256
Beginning Fund Cash Balance	<u>1,779,442</u>
Ending Fund Cash Balance	<u><u>\$1,828,698</u></u>



**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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**Note 14 – Long-Term Purchase Commitments**

***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, the payment of these costs was not considered probable due to AMP's pursuit of legal action to void them. As a result of a March 31, 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 was \$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. In addition, the Village made payments of \$4,038 leaving a net impaired cost estimate of \$75,360. 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. These amounts will be recorded as they become estimable.

In late 2016, AMP reached a Settlement in the Bechtel Corporation litigation. On December 8, 2016, at the AMPGS Participants meeting, options for the allocation of the Settlement funds were approved. The AMPGS Participants and the AMP Board of Trustees voted to allocate the Settlement among the participants and the AMP General Fund based on each participant's original project share in kW including AMP General Fund's project share.

Since March 31, 2014, the Village has made payments of \$57,611 to AMP toward its net impaired cost estimate. Also since March 31, 2014, the Village's allocation of additional costs incurred by the project is \$1,622 and interest expense incurred on AMP's line-of-credit of \$7,335, resulting in a net impaired cost estimate at December 31, 2024 of \$26,707. The Village does have a potential Plant Held for Future Use (PHFU) Liability of \$42,678 resulting in a net total potential liability of \$69,385, assuming the assets making up the PHFU (principally the land comprising the Meigs County site) have no value and also assuming the Village's credit balance would earn zero interest. Stranded costs as well as PHFU costs are subject to change, including future borrowing costs on the AMP line of credit. Activities include items such negative items as property taxes as well as positive items revenue from leases or sale of all or a portion of the Meigs County site property.

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

***Combined Hydroelectric Projects (79 Members)***

AMP owns and operates three hydroelectric facilities, the Cannelton, the Smithland and the Willow Island hydroelectric generating facilities (the "Combined Hydroelectric Project"), all on the Ohio River, with an aggregate generating capacity of approximately 208 MW. Each of the Combined Hydroelectric Project facilities entailed 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 Project, including associated transmission facilities, are operated by AMP. AMP holds the licenses from FERC for the Combined Hydroelectric Project.

**Village of Bradner, Ohio**  
*Wood County*  
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*For the Year Ended December 31, 2024*

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Cannelton Hydro facility, 88MW, in operation as of June 7, 2016, is located on the Kentucky shore of the Cannelton Locks and Dam on federal land. AMP has a FERC license for the project that expires May 31, 2041. The hydro project diverts water from the locks and dam through bulb turbines, which have a horizontal shaft and Kaplan-type turbines. The site includes an intake channel, a reinforced concrete powerhouse (to house turbine and 3 generator units), and a tailrace or downstream channel.

The Willow Island Hydro facility, 44MW, in operation as of February 4, 2016, diverts water from the existing Willow Island Locks and Dam through bulb turbines. The FERC license for the Willow Project expires August 31, 2030. Average gross annual output is 279 million kWh. The powerhouse houses two horizontal 29.3 MW bulb type turbines and generating units.

The Smithland Hydro facility, 76MW, in operation as of September 1, 2017, is located 62.5 miles upstream of the confluence of the Ohio and Mississippi Rivers. The Smithland project has a FERC license that expires May 31, 2038. The powerhouse houses three horizontal 29.3 MW bulb type turbines and generating units. Average gross annual output is 379 million kWh.

As previously disclosed, on August 14, 2017, AMP filed a lawsuit in the U.S. District Court for the Southern District of Ohio (the "Court") against Voith Hydro, Inc. ("Voith"), which was the supplier of major powerhouse equipment, including the turbines and generators for the Combined Hydroelectric Projects and the Meldahl Project (the "Projects"). In the lawsuit, AMP alleged, among other things, that Voith failed to deliver equipment on a timely basis and that certain of the equipment delivered was materially defective, causing significant delays. On October 16, 2017, Voith filed its answer, denying each of AMP's claims, and asserting two counterclaims seeking the payment of amounts it claimed were due under the contract, amounts held by AMP as purported liquidated damages and additional damages, plus interest and legal fees. On December 1, 2017, AMP filed its answer to the Voith counterclaims, denying all liability to Voith.

On February 1, 2023, AMP and Voith executed a Settlement Agreement and Mutual Release resolving all claims between the parties, and the Court dismissed the case with prejudice. Pursuant to the terms of the Settlement Agreement and Mutual Release: Voith will provide to AMP, at Voith's cost, certain equipment, parts, and services; AMP will make payments to Voith totaling \$25 million; and the future purchase and sale of goods and services for the Projects will be governed by agreed-upon terms and conditions.

Resolution of the claims pursuant to the Settlement Agreement and Mutual Release will not result in an impact that is material to the financial condition of AMP, the Projects, or the Participants in either of the Projects.

To provide financing for the Combined Hydroelectric Projects, AMP has issued ten/eight series of its Combined Hydroelectric Projects Revenue Bonds (the "Combined Hydroelectric Bonds"), in an original aggregate principal amount of \$2,483,845,000 and consisting of taxable, tax-exempt and tax advantaged obligations (Build America Bonds, Clean Renewable Energy Bonds and New Clean Renewable Energy Bonds). The Combined Hydroelectric Bonds are 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. As of December 31, 2024, \$1,997,499,412 aggregate principal amount of the Combined Hydroelectric Bonds were outstanding under the indenture securing the Combined Hydroelectric Bonds.

The Village of Bradner has executed a take-or-pay power sales contract with AMP as a participant of the Combined Hydroelectric Projects of 200 kW or 0.10% of capacity and associated energy from the Combined Hydroelectric Projects.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

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***Prairie State Energy Campus (68 Members)***

On December 20, 2007, AMP acquired a 23.26% undivided ownership interest (the "PSEC Ownership Interest") in the Prairie State Energy Campus ("PSEC"), a two-unit, supercritical coal-fired power plant designed to have a net rated capacity of approximately 1,582 MW 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. Unit 1 of the PSEC commenced operations in the second quarter of 2012 and Unit 2 of the PSEC commenced operations in the fourth quarter of 2012.

From July 2008 through September 2010, AMP issued five series of Prairie State Energy Campus Revenue Bonds (collectively, the "Initial Prairie State Bonds") to finance PSEC project costs and PSEC related expenses. The Initial Prairie State Bonds consist of tax-exempt, taxable and tax advantaged Build America Bonds issued in the original aggregate principal amount of \$1,696,800,000. On January 14, 2015 and November 30, 2017, AMP issued bonds to refund all of the callable tax-exempt Initial Prairie State Bonds issued in 2008 and 2009. As of December 31, 2024, AMP had \$1,278,980,000 aggregate principal amount of Prairie State Bonds.

AMP sells the power and energy from the PSEC Ownership Interest pursuant to a take-or-pay power sales contract with 68 Members (the "Prairie State Participants"). 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 as a participant of the PSEC of 199 kW or 0.05% of capacity and associated energy from the PSEC.

***AMP Fremont Energy Center (AFEC)***

On July 28, 2011, AMP acquired from FirstEnergy Generation Corporation ("FirstEnergy") the Fremont Energy Center ("AFEC"), a combined cycle, natural gas fueled electric generating plant, then nearing completion of construction and located in Fremont, Sandusky County, Ohio. Following completion of the commissioning and testing, AMP declared AFEC to be in commercial operation as of January 20, 2012. The AFEC has a capacity of 512 MW (unfired)/675MW (fired) and consists of two combustion turbines, two heat recovery steam generators and one steam turbine and condenser.

AMP subsequently sold a 5.16% undivided ownership interest in AFEC to Michigan Public Power Agency and entered into a power sales contract with the Central Virginia Electric Cooperative for the output associated with a 4.15% undivided ownership interest in AFEC. The output of AFEC associated with the remaining 90.69% undivided ownership interest (the "90.69% Interest") is sold to AMP Members pursuant to a take-or-pay power sales contract with 87 of its members (the "AFEC Power Sales Contract").

In 2012, to provide permanent financing for the 90.69% Interest, AMP issued, in two series, \$546,085,000 of its AMP Fremont Energy Center Project Revenue Bonds (the "2012 AFEC Bonds"), consisting of taxable and tax-exempt obligations. The AFEC Bonds are net revenue obligations of AMP, secured by a master trust indenture and payable from amounts received by AMP under the AFEC Power Sales Contract. In 2017, AMP issued bonds (the "AFEC Refunding Bonds" and, together with the 2012 AFEC Bonds, the "AFEC Bonds") to refund a portion of the 2012 AFEC Bonds. As of December 31, 2024, \$362,915,000 aggregate principal amount of AFEC Bonds was outstanding (latest information available).

**Village of Bradner, Ohio**  
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In April 2021, AMP executed a Gas Supply Contract (the “Gas Supply Contract”) with Tennergy Corporation (“Tennergy”) under the terms of which Tennergy will provide a portion of the natural gas made available to Tennergy under the terms of a Prepaid Natural Gas Sales Agreement (“Prepaid Natural Gas Sales Agreement”) between Tennergy and a subsidiary of Morgan Stanley. Under the Gas Supply Contract, AMP receives the benefit of a discount from market index gas priced.

The Village of Bradner has executed a take-or-pay power sales contract with AMP for 130 kW or .03% of capacity and associated energy from the AFEC facility.

**Note 15 – Miscellaneous Revenue**

Miscellaneous receipts in the Capital Projects Fund primarily consisted of a donation for the fire station building.

**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Receipts, Disbursements*  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Governmental Fund Types*  
*For the Year Ended December 31, 2023*

	General	Special Revenue	Debt Service	Capital Projects	Combined Total
<b>Cash Receipts</b>					
Property and Other Local Taxes	\$45,146	\$23,332	\$8,106		\$76,584
Municipal Income Tax	115,879	31,605		\$63,208	210,692
Intergovernmental	63,807	88,696	1,374		153,877
Special Assessments		29,341			29,341
Charges for Services	182	64,358	82,429		146,969
Licenses, Permits and Fees	13,608	429		168	14,205
Earnings on Investments	60,746				60,746
Miscellaneous	1,199	925		1,800	3,924
<i>Total Cash Receipts</i>	<u>300,567</u>	<u>238,686</u>	<u>91,909</u>	<u>65,176</u>	<u>696,338</u>
<b>Cash Disbursements</b>					
Current:					
Security of Persons and Property	103,542	104,340			207,882
Public Health Services	413				413
Leisure Time Activities		32,987			32,987
Community Environment	6,069	6,580			12,649
Transportation		70,571			70,571
General Government	109,558	2,548	112		112,218
Capital Outlay	31,495	27,018		85,416	143,929
Debt Service:					
Principal Retirement			69,586		69,586
Interest and Fiscal Charges			18,450		18,450
<i>Total Cash Disbursements</i>	<u>251,077</u>	<u>244,044</u>	<u>88,148</u>	<u>85,416</u>	<u>668,685</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>49,490</u>	<u>(5,358)</u>	<u>3,761</u>	<u>(20,240)</u>	<u>27,653</u>
<b>Other Financing Receipts (Disbursements)</b>					
Transfers In			5,765	5,000	10,765
Transfers Out	(5,000)				(5,000)
Advances Out	(6,187)				(6,187)
Other Financing Sources		4,068			4,068
Other Financing Uses	(814)	(21)			(835)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(12,001)</u>	<u>4,047</u>	<u>5,765</u>	<u>5,000</u>	<u>2,811</u>
<i>Net Change in Fund Cash Balances</i>	<u>37,489</u>	<u>(1,311)</u>	<u>9,526</u>	<u>(15,240)</u>	<u>30,464</u>
<i>Fund Cash Balances, January 1</i>	<u>338,914</u>	<u>920,817</u>	<u>230,869</u>	<u>343,067</u>	<u>1,833,667</u>
<i>Fund Cash Balances, December 31</i>	<u>\$376,403</u>	<u>\$919,506</u>	<u>\$240,395</u>	<u>\$327,827</u>	<u>\$1,864,131</u>

See accompanying notes to the basic financial statements

**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Receipts, Disbursements  
and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Proprietary Fund Types*  
*For the Year Ended December 31, 2023*

	<u>Enterprise</u>
<b>Operating Cash Receipts</b>	
Charges for Services	\$1,175,052
Miscellaneous	<u>27,475</u>
<i>Total Operating Cash Receipts</i>	<u>1,202,527</u>
<b>Operating Cash Disbursements</b>	
Personal Services	190,218
Employee Fringe Benefits	52,580
Contractual Services	638,136
Supplies and Materials	90,497
Other	<u>22,495</u>
<i>Total Operating Cash Disbursements</i>	<u>993,926</u>
<i>Operating Income</i>	<u>208,601</u>
<b>Non-Operating Receipts (Disbursements)</b>	
Property and Other Local Taxes	13,627
Intergovernmental Receipts	39,269
Sale of Capital Assets	5,000
Miscellaneous Receipts	1,968
Capital Outlay	(42,210)
Excise Tax Payment - Electric	(2,099)
Principal Retirement	(59,953)
Interest and Other Fiscal Charges	(12)
Other Financing Sources	4,062
Other Financing Uses	<u>(4,345)</u>
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(44,693)</u>
<i>Income before Transfers and Advances</i>	163,908
Transfers Out	(5,765)
Advances In	<u>6,187</u>
<i>Net Change in Fund Cash Balances</i>	164,330
<i>Fund Cash Balances, January 1</i>	<u>3,104,877</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$3,269,207</u></u>

*See accompanying notes to the basic financial statements*

**Village of Bradner, Ohio**  
**Wood County**  
*Combined Statement of Additions, Deductions  
and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Fiduciary Fund Types*  
*For the Year Ended December 31, 2023*

	<u>Custodial</u>
<b>Additions</b>	
Licenses, Permits and Fees for Distribution	<u>\$6,140</u>
<b>Deductions</b>	
Distributions to Other Governments	810
Distributions to Other Funds (Primary Gov't)	4,420
Other Distributions	<u>25</u>
<i>Total Deductions</i>	<u>5,255</u>
<i>Net Change in Fund Balances</i>	885
<i>Fund Cash Balances, January 1</i>	<u>244</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$1,129</u></u>

*See accompanying notes to the basic financial statements*

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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**Note 1 – Reporting Entity**

The Village of Bradner (the Village), Wood County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. A publicly elected six-member Council directs the Village. The Village provides electric, water and sewer utilities, park operations, police services, fire protection services, and ambulance services.

***Joint Ventures, Jointly Governed Organizations, and Public Entity Risk Pool***

The Village participates in joint ventures, long term purchase commitments, and a public entity risk pool. Notes 6, 12, and 14 to the financial statements provide additional information for these entities. The Village's management believes these financial statements present all activities for which the Village is financially accountable.

**Note 2 – Summary of Significant Accounting Policies**

***Basis of Presentation***

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

***Fund Accounting***

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

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

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

**Street Construction Maintenance and Repair** The street construction maintenance and repair fund accounts for and reports that portion of the State gasoline tax and motor vehicle license registration fees restricted for construction, maintenance, and repair of streets within the Village.

**Fire Fund** The fire 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.

**Street Lighting Assessment Fund** The street lighting assessment fund receives monies from special assessments related to the Village's street lights. Expenditures are limited to supplies and services required to operate and maintain the street lights in the Village.

**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 Fund:



**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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

**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** The street capital improvement fund receives municipal income tax money restricted for the repair and improvement of the Village's streets.

**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** The water fund receives charges for services from the residents and commercial users to cover water service costs.

**Sewer Fund** The sewer fund receives charges for services from the residents and commercial users to cover sanitary sewer service costs.

**Electric Fund** The electric fund receives charges for services from the residents and commercial users to cover electrical service costs.

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

Custodial funds are purely custodial in nature and are used to report fiduciary activity that is not required to be reported in a trust fund. The Village's custodial fund accounts for mayor's court fines and forfeitures.

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

### ***Basis of Accounting***

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03 (C). This basis is similar to the cash receipts and disbursements accounting basis. The Village recognizes receipts when received in cash rather than when earned and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

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

### ***Budgetary Process***

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

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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**Appropriations** Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

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

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

A summary of 2023 budgetary activity appears in Note 3.

**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.

Investment in STAR Ohio is measured at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

**Capital Assets**

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

**Accumulated Leave**

Village full-time employees earn sick and vacation time that can be used for time off. In certain circumstances, such as upon leaving employment or retirement, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

**Fund Balance**

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

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

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

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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**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.

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

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

The 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.

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

**Note 3 – Budgetary Activity**

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

2023 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$242,271	\$300,567	\$58,296
Special Revenue	251,658	242,754	(8,904)
Debt Service	89,090	97,674	8,584
Capital Projects	1,320,197	70,176	(1,250,021)
Enterprise	1,294,382	1,272,640	(21,742)
Total	<u>\$3,197,598</u>	<u>\$1,983,811</u>	<u>(\$1,213,787)</u>

2023 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$309,851	\$267,362	\$42,489
Special Revenue	348,160	246,527	101,633
Debt Service	88,287	88,148	139
Capital Projects	133,957	89,161	44,796
Enterprise	1,664,174	1,325,225	338,949
Total	<u>\$2,544,429</u>	<u>\$2,016,423</u>	<u>\$528,006</u>

**Note 4 – Deposits and Investments**

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

**Village of Bradner, Ohio**  
*Wood County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2023*

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	2023
<b>Cash Management Pool:</b>	
Demand deposits	\$4,050,724
Certificates of deposit	787,000
Total deposits	<u>4,837,724</u>
STAR Ohio	296,743
Total investments	<u>296,743</u>
Total carrying amount of deposits and investments held in the Pool	<u><u>\$5,134,467</u></u>

The Village does not use a separate payroll clearing account. The expenditures included in the accompanying financial statement reflect net payroll plus all remitted payroll withholdings. At December 31, 2023, the Village is holding \$11,376 in unremitted employee payroll withholdings.

**Deposits**

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

At December 31, 2023, \$1,526,188 of deposits were not insured or collateralized due to reduced collateral floor through OPCS.

**Investments**

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

**Note 5 – Taxes**

**Property Taxes**

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 non-business, owner occupancy, and homestead exemption credits and/or homestead and rollback deductions. The financial statements include these credits and/or deduction amounts the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due December 31. The second half payment is due the following June 20.

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

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

**Income Taxes**

The Village levies a municipal income tax of 1 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.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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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.

**Note 6 – Risk Management**

***Risk Pool Membership***

The Village belongs to the Ohio Plan Risk Management, Inc. (OPRM) (the Plan), a unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management programs 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.

Effective November 1, 2016, the OPRM elected to participate in a property loss corridor deductible. The property corridor includes losses paid between 70% and 75%. In 2018, the casualty loss corridor was eliminated and the property corridor was adjusted to losses paid between 65% and 70%. Effective November 1, 2019, the property loss corridor was adjusted to losses between 60% and 67.5% and has remain unchanged. OPRM had 801 members as of December 31, 2023.

The Pool's audited financial statements conform with accounting principles generally accepted in the United States of America, with the exception of a qualified opinion related to recording premiums and membership fees earned in full as of December 31, 2023. Those premiums and fees should be earned pro-rata over the individual coverage and membership periods of each policy. The financial statements reported the following assets, liabilities and equity at December 31, 2023.

Assets	\$ 23,113,696
Liabilities	( 16,078,587)
Members' Equity	<u>\$ 7,035,109</u>

You can read the complete audited financial statements for OPRM at the Plan's website, [www.ohioplan.org](http://www.ohioplan.org).

**Note 7 – Defined Benefit Pension Plans**

***Ohio Public Employees Retirement System***

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

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

***Ohio Police and Fire Retirement System***

The Village's one full-time Police Officer belongs to the Ohio Police and Fire Pension Fund (OP&F). OP&F is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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The Ohio Revised Code also prescribes contribution rates. OP&F participants contributed 12.25 percent of their wages. The Village contributed to OP&F an amount equal to 19.5 percent of full-time police members' wages. The Village has paid all contributions required through December 31, 2023.

**Social Security**

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

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

**Note 8 – Postemployment Benefits**

Both OPERS and OP&F offer cost-sharing, multiple-employer defined benefit postemployment plans. OPERS offers a health reimbursement arrangement (HRA) allowance to benefit recipients meeting certain age and service credit requirements. The HRA is an account funded by OPERS that provides tax-free reimbursement for qualified medical expenses such as monthly post-tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents. OP&F uses a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees use to be reimbursed for health care expenses. For calendar year 2023, the portion of OPERS employer contributions allocated to health care was 0 percent for members in the traditional pension plan and 2 percent for members in the combined plan. For 2023, the portion of employer contributions OPERS allocated to health care for members in the member-directed plan was 4.0 percent; however, a portion of the health care rate was funded with reserves. OP&F contributes 0.5 percent to fund these benefits.

**Note 9 – Debt**

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

	<u>Principal</u>	<u>Interest Rate</u>
Farmers Home Adm (Sanitary Sewer Bond 01)	\$288,000	5.00%
Farmers Home Adm (Sanitary Sewer Bond 04)	32,000	5.00%
OPWC Loan #CE21F (Water System Improvement)	1,266	0.00%
OPWC Loan #CE34K (Road Project)	19,500	0.00%
OWDA Loan #5556	67,971	0.00%
OPWC Loan #CE19N (Maple Street Water Main Replacement)	25,810	0.00%
OPWC Loan #CE45O (Waterline and Fire Line Loop)	25,688	0.00%
OWDA Loan #7027 (Well Supply & Treatment)	672,407	0.00%
AMP-JV5	95,232	Variable
Total	<u>\$1,227,874</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.

**Village of Bradner, Ohio**  
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The Village entered into Loan # CE21F on November 3, 2003 with the Ohio Public Works Commission (OPWC) to loan \$50,649 for Water System Improvements. This is a zero interest loan that will be paid off on January 1, 2024.

The Village entered into a project agreement with OPWC on July 1, 2007 not to exceed \$73,000. Upon completion of project, Loan # CE34K in the 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 July 1, 2029.

The Village entered into Loan # 5556 on January 14, 2010 with the Ohio Water Development Authority (OWDA) to loan \$181,255 for Pump Station Rehabilitation. The zero interest loan is scheduled to mature on January 1, 2031.

The Village entered into Loan # CE19N 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 Loan # CE45O in July 2012 with OPWC to loan \$54,066 for the Waterline Replacement and Fire Line Loop. This is a zero interest loan that will pay off in 20 years.

The Village entered into Loan # 7027 on July 10, 2015 with OWDA to loan \$877,053 for the Well Supply and Treatment improvements. The zero interest loan is scheduled to mature on July 1, 2046.

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**

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

Year Ending December 31:	Sanitary Sewer Bond 01	Sanitary Sewer Bond 04	OPWC Loan #CE21F	OPWC Loan #CE34K	OWDA Loan #5556
2024	\$56,400	\$9,600	\$1,266	\$3,250	\$9,063
2025	57,300	9,200		3,250	9,063
2026	56,050	8,800		3,250	9,062
2027	57,750	8,400		3,250	9,063
2028	56,250			3,250	9,063
2029-2033	56,700			3,250	22,657
2034-2038					
2039-2043					
2044-2046					
Total	<u>\$340,450</u>	<u>\$36,000</u>	<u>\$1,266</u>	<u>\$19,500</u>	<u>\$67,971</u>

**Village of Bradner, Ohio**  
*Wood County*  
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Year Ending December 31:	OPWC Loan #CE19N	OPWC Loan #CE45O	OWDA Loan #7027
2024	\$3,036	\$2,704	\$29,235
2025	3,037	2,704	29,235
2026	3,036	2,704	29,235
2027	3,037	2,704	29,235
2028	3,036	2,704	29,235
2029-2033	10,628	12,168	146,176
2034-2038			146,175
2039-2043			146,176
2044-2046			87,705
Total	<u>\$25,810</u>	<u>\$25,688</u>	<u>\$672,407</u>

**Note 10 – Contingent Liabilities**

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

**Note 11 – Fund Balances**

Included in fund balance are amounts the Village cannot spend. Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the balances of these amounts were as follows:

Fund Balances	General	Special Revenue	Capital Projects	Total
Outstanding Encumbrances	<u>\$4,284</u>	<u>\$2,462</u>	<u>\$3,745</u>	<u>\$10,491</u>

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

**Note 12 – Joint Ventures**

**Ohio Municipal Electric Generation Agency Joint Venture 2 (OMEGA 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.



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

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.

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 31, 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. The Village's net investment in OMEGA JV2 was \$(1,773) at December 31, 2023. Complete financial statement for OMEGA JV2 may be obtained from AMP or from the State Auditor's website at [www.ohioauditor.gov](http://www.ohioauditor.gov).

The thirty-six participating subdivisions and their respective ownership shares at December 31, 2023 were as follows:

<b><u>Municipality</u></b>	<b><u>% Ownership</u></b>	<b><u>Kw Entitlement</u></b>
• Hamilton	23.87%	32,000
• Bowling Green	14.32%	19,198
• Niles	11.49%	15,400
• Cuyahoga Falls	7.46%	10,000
• Wadsworth	5.81%	7,784
• Painesville	5.22%	7,000
• Dover	5.22%	7,000
• Galion	4.29%	5,753
• Amherst	3.73%	5,000
• St. Mary's	2.98%	4,000
• Montpelier	2.98%	4,000
• Shelby	1.89%	2,536
• Versailles	1.24%	1,660
• Edgerton	1.09%	1,460
• Yellow Springs	1.05%	1,408
• Oberlin	0.91%	1,217
• Pioneer	0.86%	1,158
• Seville	0.79%	1,066
• Grafton	0.79%	1,056
• Brewster	0.75%	1,000
• Monroeville	0.57%	764
• Milan	0.55%	737
• Oak Harbor	0.55%	737
• Elmore	0.27%	364
• Jackson Center	0.22%	300
• Napoleon	0.20%	264
• Lodi	0.16%	218

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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• Genoa	0.15%	199
• Pemberville	0.15%	197
• Lucas	0.12%	161
• South Vienna	0.09%	123
• Bradner	0.09%	119
• Woodville	0.06%	81
• Haskins	0.05%	73
• Arcanum	0.03%	44
• Custar	<u>0.00%</u>	<u>4</u>
	100.0%	134,081

**Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA 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.

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, 2023, 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.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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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. On January 29, 2016, OMEGA JV5 issued the 2016 Beneficial Interest Certificates ("2016 Certificates") in the amount of \$49,745,000 for the purpose of refunding the promissory note to AMP in full. The outstanding amount on the promissory note had been reduced to \$49,243,377 at the time of refunding as compared to its value at December 31, 2015 of \$49,803,187. The promissory note represented the February 2014 redemption of the 2004 Certificates from funds held under the trust agreement securing the 2004 BIRCs.

The Village's net investment to date in OMEGA JV5 was \$10,458 at December 31, 2023. Complete financial statements for OMEGA JV5 may be obtained from AMP or from the State Auditor's website at [www.ohioauditor.gov](http://www.ohioauditor.gov).

**Note 13 – AMP Revenue Coverage**

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 12. 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:

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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	<u>2023</u>
Total Fund Cash Balance	\$1,779,442
Total Long-Term Debt	\$95,232
<b>Condensed Operating Information:</b>	
Operating Receipts	
Charges for Services	\$786,406
Other Operating Receipts	<u>1,168</u>
Total Operating Receipts	787,574
Operating Expenses	
Personal Services	84,309
Employee Fringe Benefits	30,509
Contractual Services	551,971
Supplies and Materials	37,406
Other	<u>22,495</u>
Total Operating Expenses	726,690
Operating Income (Loss)	60,884
Nonoperating Receipts (Disbursements)	
Principal Payments	(30,718)
Interest Payments	(12)
Other Nonoperating Receipts (Disbursements)	<u>2,574</u>
Change in Fund Cash Balance	32,728
Beginning Fund Cash Balance	<u>1,746,714</u>
Ending Fund Cash Balance	<u><u>\$1,779,442</u></u>

<b>Condensed Cash Flows Information:</b>	<u>2023</u>
Net Cash Provided (Used) by:	
Operating Activities	\$60,884
Noncapital Financing Activities	
Principal Payments on Noncapital Debt	(30,718)
Interest Payments on Noncapital Debt	(12)
Other Noncapital Financing Activities	<u>2,574</u>
Net Cash Provided (Used) by Noncapital Financing Activities	(28,156)
Net Increase (Decrease)	32,728
Beginning Fund Cash Balance	<u>1,746,714</u>
Ending Fund Cash Balance	<u><u>\$1,779,442</u></u>

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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**Note 14 – Long-Term Purchase Commitments**

***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, the payment of these costs was not considered probable due to AMP's pursuit of legal action to void them. As a result of a March 31, 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 was \$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. In addition, the Village made payments of \$4,038 leaving a net impaired cost estimate of \$75,360. 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. These amounts will be recorded as they become estimable.

In late 2016, AMP reached a Settlement in the Bechtel Corporation litigation. On December 8, 2016, at the AMPGS Participants meeting, options for the allocation of the Settlement funds were approved. The AMPGS Participants and the AMP Board of Trustees voted to allocate the Settlement among the participants and the AMP General Fund based on each participant's original project share in kW including AMP General Fund's project share.

Since March 31, 2014, the Village has made payments of \$57,611 to AMP toward its net impaired cost estimate. Also since March 31, 2014, the Village's allocation of additional costs incurred by the project is \$1,567 and interest expense incurred on AMP's line-of-credit of \$5,720, resulting in a net impaired cost estimate at December 31, 2023 of \$25,037. The Village does have a potential Plant Held for Future Use (PHFU) Liability of \$40,162 resulting in a net total potential liability of \$65,199, assuming the assets making up the PHFU (principally the land comprising the Meigs County site) have no value and also assuming the Village's credit balance would earn zero interest. Stranded costs as well as PHFU costs are subject to change, including future borrowing costs on the AMP line of credit. Activities include items such negative items as property taxes as well as positive items revenue from leases or sale of all or a portion of the Meigs County site property.

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

***Combined Hydroelectric Projects (79 Members)***

AMP owns and operates three hydroelectric facilities, the Cannelton, the Smithland and the Willow Island hydroelectric generating facilities (the "Combined Hydroelectric Project"), all on the Ohio River, with an aggregate generating capacity of approximately 208 MW. Each of the Combined Hydroelectric Project facilities entailed 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 Project, including associated transmission facilities, are operated by AMP. AMP holds the licenses from FERC for the Combined Hydroelectric Project.

**Village of Bradner, Ohio**  
*Wood County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2023*

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Cannelton Hydro facility, 88MW, in operation as of June 7, 2016, is located on the Kentucky shore of the Cannelton Locks and Dam on federal land. AMP has a FERC license for the project that expires May 31, 2041. The hydro project diverts water from the locks and dam through bulb turbines, which have a horizontal shaft and Kaplan-type turbines. The site includes an intake channel, a reinforced concrete powerhouse (to house turbine and 3 generator units), and a tailrace or downstream channel.

The Willow Island Hydro facility, 44MW, in operation as of February 4, 2016, diverts water from the existing Willow Island Locks and Dam through bulb turbines. The FERC license for the Willow Project expires August 31, 2030. Average gross annual output is 279 million kWh. The powerhouse houses two horizontal 29.3 MW bulb type turbines and generating units.

The Smithland Hydro facility, 76MW, in operation as of September 1, 2017, is located 62.5 miles upstream of the confluence of the Ohio and Mississippi Rivers. The Smithland project has a FERC license that expires May 31, 2038. The powerhouse houses three horizontal 29.3 MW bulb type turbines and generating units. Average gross annual output is 379 million kWh.

As previously disclosed, on August 14, 2017, AMP filed a lawsuit in the U.S. District Court for the Southern District of Ohio (the "Court") against Voith Hydro, Inc. ("Voith"), which was the supplier of major powerhouse equipment, including the turbines and generators for the Combined Hydroelectric Projects and the Meldahl Project (the "Projects"). In the lawsuit, AMP alleged, among other things, that Voith failed to deliver equipment on a timely basis and that certain of the equipment delivered was materially defective, causing significant delays. On October 16, 2017, Voith filed its answer, denying each of AMP's claims, and asserting two counterclaims seeking the payment of amounts it claimed were due under the contract, amounts held by AMP as purported liquidated damages and additional damages, plus interest and legal fees. On December 1, 2017, AMP filed its answer to the Voith counterclaims, denying all liability to Voith.

On February 1, 2023, AMP and Voith executed a Settlement Agreement and Mutual Release resolving all claims between the parties, and the Court dismissed the case with prejudice. Pursuant to the terms of the Settlement Agreement and Mutual Release: Voith will provide to AMP, at Voith's cost, certain equipment, parts, and services; AMP will make payments to Voith totaling \$25 million; and the future purchase and sale of goods and services for the Projects will be governed by agreed-upon terms and conditions.

Resolution of the claims pursuant to the Settlement Agreement and Mutual Release will not result in an impact that is material to the financial condition of AMP, the Projects, or the Participants in either of the Projects.

To provide financing for the Combined Hydroelectric Projects, AMP has issued ten/eight series of its Combined Hydroelectric Projects Revenue Bonds (the "Combined Hydroelectric Bonds"), in an original aggregate principal amount of \$2,254,955,000 and consisting of taxable, tax-exempt and tax advantaged obligations (Build America Bonds, Clean Renewable Energy Bonds and New Clean Renewable Energy Bonds). The Combined Hydroelectric Bonds are 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. As of December 31, 2023, \$2,059,888,824 aggregate principal amount of the Combined Hydroelectric Bonds were outstanding under the indenture securing the Combined Hydroelectric Bonds.

The Village of Bradner has executed a take-or-pay power sales contract with AMP as a participant of the Combined Hydroelectric Projects of 200 kW or 0.10% of capacity and associated energy from the Combined Hydroelectric Projects.

**Village of Bradner, Ohio**  
*Wood County*  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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***Prairie State Energy Campus (68 Members)***

On December 20, 2007, AMP acquired a 23.26% undivided ownership interest (the "PSEC Ownership Interest") in the Prairie State Energy Campus ("PSEC"), a two-unit, supercritical coal-fired power plant designed to have a net rated capacity of approximately 1,582 MW 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. Unit 1 of the PSEC commenced operations in the second quarter of 2012 and Unit 2 of the PSEC commenced operations in the fourth quarter of 2012.

From July 2008 through September 2010, AMP issued five series of Prairie State Energy Campus Revenue Bonds (collectively, the "Initial Prairie State Bonds") to finance PSEC project costs and PSEC related expenses. The Initial Prairie State Bonds consist of tax-exempt, taxable and tax advantaged Build America Bonds issued in the original aggregate principal amount of \$1,696,800,000. On January 14, 2015 and November 30, 2017, AMP issued bonds to refund all of the callable tax-exempt Initial Prairie State Bonds issued in 2008 and 2009. As of December 31, 2023, AMP had \$1,315,450,000 aggregate principal amount of Prairie State Bonds.

AMP sells the power and energy from the PSEC Ownership Interest pursuant to a take-or-pay power sales contract with 68 Members (the "Prairie State Participants"). 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 as a participant of the PSEC of 199 kW or 0.05% of capacity and associated energy from the PSEC.

***AMP 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. AMP acquired AFEC on 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, repay the \$600,000,000 principal amount of an interim loan that financed the acquisition and development costs and completion of construction and commissioning of AFEC; (ii) make deposits to the Construction Accounts under the Indenture to finance additional capital expenditures; (iii) fund deposits to certain reserve accounts; and (iv) pay the costs of issuance of the Series 2012 Bonds.

On January 21, 2012 the AMP Fremont Energy Center ("AFEC") began commercial operation. The total cost of construction of 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 a 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 the 87 members, pursuant to a take-or-pay power sales contract. As of December 31, 2023, the outstanding obligation on the Fremont Energy Center ("AFEC") on AMP's books is \$378,790,000.

**Village of Bradner, Ohio**  
*Wood County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2023*

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The Village of Bradner has executed a take-or-pay power sales contract with AMP for 130 kW or .03% of capacity and associated energy from the AFEC facility.

**Note 15 – Subsequent Events**

The Village entered into a loan (#10669) in January 2024 with the Ohio Water Development Authority (OWDA). The loan is for up to \$354,852 for the East & Evans Waterline Replacement. The loan has an interest rate of 1.92% is scheduled to start payments in 2025 and is expected to be paid off after 20 years.

The Village entered into a loan (#10995) in September 2024 with OWDA. The loan is for up to \$33,592 for the Timmons Waterline Replacement. The zero interest loan is scheduled to start payments in 2026 and is expected to be paid off after 5 years.



# OHIO AUDITOR OF STATE KEITH FABER

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

Village of Bradner  
Wood County  
130 North Main Street  
P.O. Box 599  
Bradner, Ohio 43406-0599

To the Village Council:

We have audited, in accordance with the 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 (*Government Auditing Standards*), the financial statements of the cash balances, receipts, and disbursements for each governmental and proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023 and the related notes to the financial statements of the Village of Bradner, Wood County, Ohio (the Village) and have issued our report thereon dated October 16, 2025, wherein we noted the Village followed financial reporting provisions Ohio Rev. Code § 117.38 and Ohio Admin. Code 117-2-03(C) permit.

### ***Report on Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village'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 Village'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings as item 2024-001 that we consider to be a material weakness.

### ***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Village'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*.

### ***Village's Response to Finding***

*Government Auditing Standards* requires the auditor to perform limited procedures on the Village's response to the finding identified in our audit and described in the accompanying schedule of findings. The Village's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### ***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 Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEITH FABER  
Ohio Auditor of State



Tiffany L. Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

October 16, 2025

VILLAGE OF BRADNER  
WOOD COUNTY

SCHEDULE OF FINDINGS  
DECEMBER 31, 2024 AND 2023

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

FINDING NUMBER 2024-001

**Material Weakness – Financial Reporting**

In our audit engagement letter, as required by AU-C Section 210, *Terms of Engagement*, paragraph .06, management acknowledged its responsibility for the preparation and fair presentation of their financial statements; 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 as discussed in AU-C Section 210 paragraphs .A14 & .A16.

In 2024, the Village did not record loan on behalf activity for two loans through the Ohio Water Development Authority, resulting in an understatement of loans issued and capital outlay disbursements in the amounts of \$293,918 in the Capital Projects Fund. In addition, the Village failed to record the actual receipts, appropriation authority, and budgetary expenditures in the same amount in the accounting records and Budgetary Activity note to the financial statements.

These errors were the result of inadequate policies and procedures in reviewing the financial statements. Failure to complete accurate financial statements could lead to the Village Council making misinformed decisions. The accompanying financial statements and notes to the financial statements have been adjusted to correct these errors. In addition to the adjustments noted above, we also identified misstatements ranging in the amounts of \$50 to \$2,561 that we have brought to the Village's attention.

The Village should adopt policies and procedures, including a final review of the financial statements and notes to the financial statements by the Fiscal Officer and Village Council, to help identify and correct any errors and omissions.

**Officials' Response:**

The Fiscal Officer will review the errors and will monitor more closely on behalf of activity. The Village will implement a procedure of the Finance Committee and Village Council reviewing the financial statements and notes to the financial statements to help identify and correct any errors and omissions prior to submitting the annual report through the Hinkle System.

**Village of Bradner**  
**130 North Main Street - Box 599**  
**Bradner, Ohio 43406**  
**Telephone (419) 288-2890**  
**Fax (419) 288-0053**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**DECEMBER 31, 2024 AND 2023**

<b>Finding Number</b>	<b>Finding Summary</b>	<b>Status</b>	<b>Additional Information</b>
2022-001	Material Weakness due to posting errors were noted resulting in adjustments posted to the financial statements. This issue was first reported in the 2007-2008 audit.	Not corrected and repeated in this report as Finding 2024-001.	The Fiscal Officer has attempted to make corrections based on prior comments and will continue to make corrections in the future.
2022-002	Ohio Rev. Code § 5705.41(B) for expenditures in excess of appropriations. This issue was first reported in the 2017-2018 audit.	Fully corrected.	



# OHIO AUDITOR OF STATE KEITH FABER



**VILLAGE OF BRADNER**

**WOOD 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 11/6/2025**

65 East State 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](http://www.ohioauditor.gov)