



OHIO AUDITOR OF STATE
KEITH FABER



**TWINSBURG TOWNSHIP
SUMMIT COUNTY
DECEMBER 31, 2024 AND 2023**

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65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

INDEPENDENT AUDITOR'S REPORT

Twinsburg Township
Summit County
1790 Enterprise Parkway
Twinsburg, Ohio 44087

To the Board of Trustees:

Report on the Audit of the Financial Statements

Unmodified and Adverse Opinions

We have audited the financial statements of the Twinsburg Township, Summit County, Ohio (the Township), which comprises the cash balances, receipts and disbursements for each governmental fund type 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 fund type 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 Township, as of December 31, 2024 and 2023, or the changes in financial position 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 Township, 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 Township 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 Township'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 Township'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 Township'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 December 8, 2025, on our consideration of the Township'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 Township'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 Township's internal control over financial reporting and compliance.

KEITH FABER
Ohio Auditor of State

A handwritten signature in black ink, reading "Tiffany L. Ridenbaugh". The signature is written in a cursive, flowing style.

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

December 8, 2025

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Twinsburg Township
Summit County, Ohio
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	Capital Projects	Totals (Memorandum Only)
Cash Receipts				
Property and Other Local Taxes	\$ 440,579	\$ 2,345,291	\$ -	\$ 2,785,870
Licenses, Permits and Fees	159,604	-	-	159,604
Fines, Forfeitures and Settlements	5,618	600	-	6,218
Intergovernmental	3,053,523	471,541	466,774	3,991,838
Special Assessments	6,988	-	-	6,988
Earnings on Investments	266,987	40,955	-	307,942
Miscellaneous	224,017	-	-	224,017
<i>Total Cash Receipts</i>	<u>4,157,316</u>	<u>2,858,387</u>	<u>466,774</u>	<u>7,482,477</u>
Cash Disbursements				
Current:				
General Government	1,735,205	-	-	1,735,205
Public Safety	-	1,881,321	-	1,881,321
Public Works	296,924	477,503	1,148,914	1,923,341
Conservation-Recreation	160,600	-	-	160,600
Other	500	-	-	500
Capital Outlay	1,007,345	618,273	-	1,625,618
Debt Service:				
Principal Retirement	511,041	-	-	511,041
Interest and Fiscal Charges	104,355	-	-	104,355
<i>Total Cash Disbursements</i>	<u>3,815,970</u>	<u>2,977,097</u>	<u>1,148,914</u>	<u>7,941,981</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>341,346</u>	<u>(118,710)</u>	<u>(682,140)</u>	<u>(459,504)</u>
Other Financing Receipts (Disbursements)				
Other Debt Proceeds	-	-	190,224	190,224
Sale of Capital Assets	57,242	-	-	57,242
Transfers In	-	25,000	491,916	516,916
Transfers Out	(516,916)	-	-	(516,916)
Other Financing Uses	(755)	-	-	(755)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(460,429)</u>	<u>25,000</u>	<u>682,140</u>	<u>246,711</u>
<i>Net Change in Fund Cash Balances</i>	<u>(119,083)</u>	<u>(93,710)</u>	<u>-</u>	<u>(212,793)</u>
<i>Fund Cash Balances, January 1</i>	<u>3,157,526</u>	<u>5,665,758</u>	<u>-</u>	<u>8,823,284</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 3,038,443</u>	<u>\$ 5,572,048</u>	<u>\$ -</u>	<u>\$ 8,610,491</u>

See accompanying notes to the basic financial statements

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 1 – REPORTING ENTITY

The constitution and laws of the State of Ohio establish the rights and privileges of Twinsburg Township, Summit County, (the Township) as a body corporate and politic. A publicly elected three-member Board of Trustees directs the Township. The Township maintains various public properties (including parks), roads, and bridges and provides residential solid waste and recycling collection, police protection, and fire protection and emergency medical services, along with planning and zoning administration and enforcement. The Township contracts with Kimble Companies to provide residential solid waste disposal and recycling, contracts with the County of Summit and the Summit County Sheriff to provide police protection, contracts with the City of Twinsburg to provide fire protection and emergency medical services, and provides all other services with a combination of in-house staff and outside vendors as needed.

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

The Township participates in a public entity risk pool and a joint venture and is associated with a related organization. Notes 6, 11, and 12 to the financial statements provide additional information for these entities. The Township's management believes these financial statements present all activities for which the Township is financially accountable.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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

Fund Accounting

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

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

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

2031 Road and Bridge Fund - This fund receives money from two special tax levies and is used for constructing, maintaining, and repairing Township roads and bridges.

2081 Police District Fund - This fund receives money from five special tax levies and is used to pay for the cost of police protection services provided by the Summit County Sheriff via contract.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

4404 Kensington/Ridgetop #3 Fund - This fund receives money from grants and General Fund transfers and is used to pay for services provided by outside contractors on the Kensington/Ridgetop Road Improvement Project Phase 3.

Basis of Accounting

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

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

Budgetary Process

The Ohio Revised Code requires that each fund be budgeted annually.

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

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

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

A summary of 2024 budgetary activity appears in Note 3.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deposits and Investments

The Township's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively. The Township uses only interest bearing checking and traditional certificates of deposit as deposit instruments. Certificates of deposit are valued at cost.

Capital Assets

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

Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

Fund Balance

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

Nonspendable The Township 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 Township and the nonspendable portion of the corpus in permanent funds.

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

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

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

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (continued)

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

For regulatory purposes, limited disclosure related to fund balance is included in Note 13.

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	\$4,082,906	\$4,214,558	\$131,652
Special Revenue	2,818,116	2,883,387	65,271
Capital Projects	3,355,451	1,148,914	(2,206,537)
Total	<u>\$10,256,473</u>	<u>\$8,246,859</u>	<u>(\$2,009,614)</u>

2024 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation	Budgetary	Variance
	Authority	Expenditures	
General	\$5,917,483	\$5,075,716	\$841,767
Special Revenue	3,325,307	3,105,230	\$220,077
Capital Projects	1,456,721	1,148,915	307,806
Total	<u>\$10,699,511</u>	<u>\$9,329,861</u>	<u>\$1,369,650</u>

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 4 – DEPOSITS AND INVESTMENTS

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

	2024
Demand deposits	\$1,511,157
Certificates of deposit	6,105,082
Total deposits	<u>\$7,616,239</u>
Manuscript Bonds	<u>\$994,252</u>
Total investments	<u>\$994,252</u>
Total deposits and investments	<u><u>\$8,610,491</u></u>

The Township does not use a separate payroll clearing account. The expenditures included in the accompanying financial statements reflect net payroll plus all remitted payroll withholdings.

Deposits

Deposits are insured by the Federal Depository Insurance Corporation and 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.

NOTE 5 – PROPERTY TAXES

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

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

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 6 – RISK MANAGEMENT

The Township is exposed to various risks of property and casualty losses, and injuries to employees.

Workers' Compensation

Workers' Compensation coverage is provided by the State of Ohio. The Township pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Risk Pool Membership

The Township is a member of the Ohio Township Association Risk Management Authority (the Pool). The Pool assumes the risk of loss up to the limits of the Township's policy. The Pool covers the following risks:

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

The Pool reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2024:

	<u>2024</u>
Cash and Investments	\$33,822,076
Actuarial Liabilities	\$12,568,762

NOTE 7 – DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

Township employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits. The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10 percent of their gross salaries, and the Township contributed an amount equaling 14 percent of participants' gross salaries. The Township has paid all contributions required through December 31, 2024.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 8 – POSTEMPLOYMENT BENEFITS

OPERS offers 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. 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.

NOTE 9 – DEBT

Manuscript Debt

In 2022 the Township issued manuscript debt in accordance with ORC Section 505.262. These bond issues were authorized on October 12, 2022, with 10-year terms and interest rates of 3.50 percent, with initial balances outstanding of \$834,109 and \$278,989, respectively, with first annual payments due on December 1, 2023, and with last annual payments due on December 1, 2033 and December 1, 2032, respectively.

SIB Loans

In 2017, 2018, 2021, and 2023 the Township entered into agreements with Ohio Department of Transportation (ODOT) for a State Infrastructure Bank (SIB) Loans in accordance with ORC Section 5531.09. The loan agreements were executed January 25, 2017, April 26, 2018, March 24, 2021, and January 27, 2023, respectively, with 10-, 15-, 10-, and 10-year terms, respectively, and 3 percent interest rates each, with interest accrual to begin in the 13th month and semi-annual payments to begin in the 31st month each, with final balances outstanding of \$1,839,282, \$1,052,674, \$758,748, and \$1,213,594.69, respectively, with first semi-annual payments due on July 25, 2019, October 26, 2020, September 24, 2023, and July 26, 2025, respectively, and with last semiannual payments due on January 25, 2027, April 26, 2033, March 24, 2031, and January 26, 2033, respectively.

Financed Purchases

In July 2019, the Township entered into a five-year agreement with KS State Bank, a financing lender for Utility Truck Equipment, an equipment dealer, to lease a bucket truck to increase overall Service Department efficiency. In accordance with the agreement, the Township was to make an \$11,908 payment in 2019 (upon delivery) and \$23,682 annual payments beginning in 2020 and ending in 2024. Delivery did not occur, however, until 2020, so the Township made the initial payment to KS State Bank in 2020 and makes annual payments to KS State Bank beginning in 2021 and ending in 2025.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 9 – DEBT (CONTINUED)

Debt outstanding (manuscript bonds and SIB loans) at December 31, 2024, was as follows:

	Principal	Interest Rate
Man. Bond, Series 2022 RI	\$763,008	3.50%
Man. Bond, Series 2022 EA	\$231,244	3.50%
SIB Loan, Series 2017	\$531,303	3.00%
SIB Loan, Series 2018	\$733,360	3.00%
SIB Loan, Series 2021	\$618,850	3.00%
SIB Loan, Series 2023	1,177,788	3.00%
Total	<u>\$4,055,553</u>	

Amortization

Amortization of the above debt (manuscript debt, SIB loans, and financed purchases), including interest, is scheduled as follows:

Year Ending December 31:	Manuscript Debt	SIB Loans	Financed Loans	Total
2025	133,935	429,497	23,682	587,114
2026	133,935	653,221	0	787,156
2027	133,935	515,377	0	649,312
2028	133,934	377,533	0	511,467
2029	133,935	377,533	0	511,468
2030-2033	502,100	1,106,594	0	1,608,694
Total	<u>\$1,171,774</u>	<u>\$3,459,755</u>	<u>\$23,682</u>	<u>\$4,655,211</u>

NOTE 10 – CONTINGENT LIABILITIES

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

NOTE 11 – JOINT VENTURE

Per a contract executed in July 2002 and approved by Township voters in November 2002, the Township participates in the Twinsburg Township-City of Reminderville Joint Economic Development District (the JEDD), which is a statutorily created subdivision of the state. The purpose of the JEDD is to facilitate economic development, to create or preserve jobs and employment opportunities, and to improve the economic welfare of the people of the State, the County, the City, the Township, and the JEDD. This joint venture is considered a separate reporting entity by the Township's management. Accordingly, the joint venture has not been included in these financial statements.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

NOTE 12 – RELATED ORGANIZATION

Per Summit County Common Pleas Case No. MS-2012-00-0042 Court Order dated July 26, 2012, a transitional period began on January 1, 2014 and ended on December 31, 2016, during which the Township gradually became the appointing authority for the Twinsburg Township Water District (the Water District), which is a statutorily created subdivision of the state. The purpose of the Water District is to provide a public water supply to the Water District, which includes all land in the Township. This related organization is considered a separate reporting entity by the Township's management. Accordingly, the related organization has not been included in these financial statements.

NOTE 13 – FUND BALANCES

Included in fund balance are amounts the Township cannot spend, including the balance of unclaimed monies, which cannot be spent for five years and the unexpendable corpus of the permanent funds. Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilities effective cash planning and control. At year end the balances of these amounts were as follows:

<u>Fund Balances</u>	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Outstanding Encumbrances	741,815	128,135	0	869,950
Total	<u>\$741,815</u>	<u>\$128,135</u>	<u>\$0</u>	<u>\$869,950</u>

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

NOTE 14 – TRANSFERS

During 2024, the following transfers were made:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 516,916
Special Revenue – Road and Bridge	25,000	-
Capital Projects – Kens./Ridge. #3	491,916	-
Total	<u>\$ 516,916</u>	<u>\$ 516,916</u>

The Township transferred funds out of the General Fund and into various Special Revenue and Capital Project Funds in order to pay for contracted services. These transfers were properly approved and determined to be in compliance with the Ohio Revised Code.

Twinsburg Township
Summit County, Ohio
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	Capital Projects	Totals (Memorandum Only)
Cash Receipts				
Property and Other Local Taxes	\$ 343,522	\$ 2,285,806	\$ -	\$ 2,629,328
Licenses, Permits and Fees	115,244	-	-	115,244
Fines and Forfeitures	7,380	-	-	7,380
Intergovernmental	2,935,193	466,654	645,349	4,047,196
Special Assessments	5,481	-	-	5,481
Earnings on Investments	137,831	43,395	-	181,226
Miscellaneous	52,348	-	-	52,348
<i>Total Cash Receipts</i>	<u>3,596,999</u>	<u>2,795,855</u>	<u>645,349</u>	<u>7,038,203</u>
Cash Disbursements				
Current:				
General Government	1,713,837	-	-	1,713,837
Public Safety	-	1,733,375	-	1,733,375
Public Works	249,293	455,107	1,760,303	2,464,703
Conservation-Recreation	188,917	-	-	188,917
Other	500	-	-	500
Capital Outlay	1,375,627	245,405	-	1,621,032
Debt Service:				
Principal Retirement	522,564	-	-	522,564
Interest and Fiscal Charges	110,634	-	-	110,634
<i>Total Cash Disbursements</i>	<u>4,161,372</u>	<u>2,433,887</u>	<u>1,760,303</u>	<u>8,355,562</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(564,373)</u>	<u>361,968</u>	<u>(1,114,954)</u>	<u>(1,317,359)</u>
Other Financing Receipts (Disbursements)				
Other Debt Proceeds	-	-	987,564	987,564
Sale of Capital Assets	33,359	-	-	33,359
Transfers In	-	100,000	127,390	227,390
Transfers Out	(227,390)	-	-	(227,390)
Other Financing Uses	(3,060)	-	-	(3,060)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(197,091)</u>	<u>100,000</u>	<u>1,114,954</u>	<u>1,017,863</u>
<i>Net Change in Fund Cash Balances</i>	<u>(761,464)</u>	<u>461,968</u>	<u>-</u>	<u>(299,496)</u>
<i>Fund Cash Balances, January 1</i>	<u>3,918,990</u>	<u>5,203,790</u>	<u>-</u>	<u>9,122,780</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 3,157,526</u>	<u>\$ 5,665,758</u>	<u>\$ -</u>	<u>\$ 8,823,284</u>

See accompanying notes to the basic financial statements

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 1 – REPORTING ENTITY

The constitution and laws of the State of Ohio establish the rights and privileges of Twinsburg Township, Summit County, (the Township) as a body corporate and politic. A publicly elected three-member Board of Trustees directs the Township. The Township maintains various public properties (including parks), roads, and bridges and provides residential solid waste and recycling collection, police protection, and fire protection and emergency medical services, along with planning and zoning administration and enforcement. The Township contracts with Kimble Companies to provide residential solid waste disposal and recycling, contracts with the County of Summit and the Summit County Sheriff to provide police protection, contracts with the City of Twinsburg to provide fire protection and emergency medical services, and provides all other services with a combination of in-house staff and outside vendors as needed.

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

The Township participates in a public entity risk pool and a joint venture and is associated with a related organization. Notes 6, 11, and 12 to the financial statements provide additional information for these entities. The Township's management believes these financial statements present all activities for which the Township is financially accountable.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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

Fund Accounting

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

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

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

2031 Road and Bridge Fund - This fund receives money from two special tax levies and is used for constructing, maintaining, and repairing Township roads and bridges.

2081 Police District Fund - This fund receives money from five special tax levies and is used to pay for the cost of police protection services provided by the Summit County Sheriff via contract.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

4401 Heights #19 Fund - This fund receives money from grants and General Fund transfers and is used to pay for services provided by outside contractors on the Heights Allotment Road Reconstruction Project Phase 19.

4402 Heights #20 Fund - This fund receives money from grants and General Fund transfers and is used to pay for services provided by outside contractors on the Heights Allotment Road Reconstruction Project Phase 20.

Basis of Accounting

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

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

Budgetary Process

The Ohio Revised Code requires that each fund be budgeted annually.

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

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

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

A summary of 2023 budgetary activity appears in Note 3.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deposits and Investments

The Township's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively. The Township uses only interest bearing checking and traditional certificates of deposit as deposit instruments. Certificates of deposit are valued at cost.

Capital Assets

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

Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

Fund Balance

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

Nonspendable The Township 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 Township and the nonspendable portion of the corpus in permanent funds.

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

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

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

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (continued)

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

For regulatory purposes, limited disclosure related to fund balance is included in Note 13.

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	\$2,986,260	\$3,630,358	\$644,098
Special Revenue	2,826,571	2,895,855	69,284
Capital Projects	4,427,740	1,760,303	(2,667,437)
Total	<u>\$10,240,571</u>	<u>\$8,286,516</u>	<u>(\$1,954,055)</u>

2023 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$5,974,172	\$5,580,204	\$393,968
Special Revenue	2,778,657	2,684,035	94,622
Capital Projects	2,595,386	2,320,655	274,731
Total	<u>\$11,348,215</u>	<u>\$10,584,894</u>	<u>\$763,321</u>

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 4 – DEPOSITS AND INVESTMENTS

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

	2023
Demand deposits	\$2,243,759
Certificates of deposit	5,489,489
Total deposits	<u>\$7,733,248</u>
Manuscript Bonds	<u>\$1,090,036</u>
Total investments	<u>\$1,090,036</u>
Total deposits and investments	<u><u>\$8,823,284</u></u>

The Township does not use a separate payroll clearing account. The expenditures included in the accompanying financial statements reflect net payroll plus all remitted payroll withholdings.

Deposits

Deposits are insured by the Federal Depository Insurance Corporation and 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.

NOTE 5 – PROPERTY TAXES

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

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

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 6 – RISK MANAGEMENT

The Township is exposed to various risks of property and casualty losses, and injuries to employees.

Workers' Compensation

Workers' Compensation coverage is provided by the State of Ohio. The Township pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Risk Pool Membership

The Township is a member of the Ohio Township Association Risk Management Authority (the Pool). The Pool assumes the risk of loss up to the limits of the Township's policy. The Pool covers the following risks:

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

The Pool reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2023 (the latest information available):

	<u>2023</u>
Cash and Investments	\$33,494,457
Actuarial Liabilities	\$10,885,549

NOTE 7 – DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

Township employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits. The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10 percent of their gross salaries, and the Township contributed an amount equaling 14 percent of participants' gross salaries. The Township has paid all contributions required through December 31, 2023.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 8 – POSTEMPLOYMENT BENEFITS

OPERS offers 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. For calendar year 2023, the portion of OPERS employer contributions allocated to health care was 0 percent for members in the traditional pension plan and 2 percent for members in the combined plan. For 2023, the portion of employer contributions OPERS allocated to health care for members in the member-directed plan was 4.0 percent; however, a portion of the health care rate was funded with reserves.

NOTE 9 – DEBT

Manuscript Debt

In 2022 the Township issued manuscript debt in accordance with ORC Section 505.262. These bond issues were authorized on October 12, 2022, with 10-year terms and interest rates of 3.50 percent, with initial balances outstanding of \$834,109 and \$278,989, respectively, with first annual payments due on December 1, 2023, and with last annual payments due on December 1, 2033 and December 1, 2032, respectively.

SIB Loans

In 2013, 2017, 2018, 2021, and 2023 the Township entered into agreements with Ohio Department of Transportation (ODOT) for a State Infrastructure Bank (SIB) Loans in accordance with ORC Section 5531.09. The loan agreements were executed April 24, 2013, January 25, 2017, April 26, 2018, March 24, 2021, and January 27, 2023, respectively, with 10-, 10-, 15-, 10-, and 10-year terms, respectively, and 3 percent interest rates each, with interest accrual to begin in the 13th month and semi-annual payments to begin in the 31st month each, with final balances outstanding of \$1,980,988, \$1,839,282, \$1,052,674, \$758,748, and \$993,563 (partial only with disbursements still in progress), respectively, with first semi-annual payments due on October 24, 2015, July 25, 2019, October 26, 2020, September 24, 2023, and August 8, 2025, respectively, and with last semiannual payments due on April 24, 2023, January 25, 2027, April 26, 2033, March 24, 2031, and February 8, 2033, respectively.

Financed Purchases

In July 2019, the Township entered into a five-year agreement with KS State Bank, a financing lender for Utility Truck Equipment, an equipment dealer, to lease a bucket truck to increase overall Service Department efficiency. In accordance with the agreement, the Township was to make an \$11,908 payment in 2019 (upon delivery) and \$23,682 annual payments beginning in 2020 and ending in 2024. Delivery did not occur, however, until 2020, so the Township made the initial payment to KS State Bank in 2020 and makes annual payments to KS State Bank beginning in 2021 and ending in 2025.

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 9 – DEBT (CONTINUED)

Debt outstanding (manuscript bonds and SIB loans) at December 31, 2023, was as follows:

	Principal	Interest Rate
Man. Bond, Series 2022 RI	\$834,109	3.50%
Man. Bond, Series 2022 EA	\$255,927	3.50%
SIB Loan, Series 2017	\$785,322	3.00%
SIB Loan, Series 2018	\$808,061	3.00%
SIB Loan, Series 2021	\$705,386	3.00%
SIB Loan, Series 2023	987,563	3.00%
Total	<u>\$4,376,368</u>	

Amortization

Amortization of the above debt (manuscript debt, SIB loans, and financed purchases), including interest, is scheduled as follows:

Year Ending December 31:	Manuscript Debt	SIB Loans	Financed Loans	Total
2024	133,935	343,617	23,682	501,234
2025	133,935	584,394	23,682	742,011
2026	133,935	687,329	0	821,264
2027	133,935	549,485	0	683,420
2028	133,934	411,641	0	545,575
2029-2033	636,036	1,637,613	0	2,273,649
Total	<u>\$1,305,710</u>	<u>\$4,214,079</u>	<u>\$47,364</u>	<u>\$5,567,153</u>

NOTE 10 – CONTINGENT LIABILITIES

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 11 – JOINT VENTURE

Per a contract executed in July 2002 and approved by Township voters in November 2002, the Township participates in the Twinsburg Township-City of Reminderville Joint Economic Development District (the JEDD), which is a statutorily created subdivision of the state. The purpose of the JEDD is to facilitate economic development, to create or preserve jobs and employment opportunities, and to improve the economic welfare of the people of the State, the County, the City, the Township, and the JEDD. This joint venture is considered a separate reporting entity by the Township's management. Accordingly, the joint venture has not been included in these financial statements.

NOTE 12 – RELATED ORGANIZATION

Per Summit County Common Pleas Case No. MS-2012-00-0042 Court Order dated July 26, 2012, a transitional period began on January 1, 2014 and ended on December 31, 2016, during which the Township gradually became the appointing authority for the Twinsburg Township Water District (the Water District), which is a statutorily created subdivision of the state. The purpose of the Water District is to provide a public water supply to the Water District, which includes all land in the Township. This related organization is considered a separate reporting entity by the Township's management. Accordingly, the related organization has not been included in these financial statements.

NOTE 13 – FUND BALANCES

Included in fund balance are amounts the Township cannot spend, including the balance of unclaimed monies, which cannot be spent for five years and the unexpendable corpus of the permanent funds. Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilities effective cash planning and control. At year end the balances of these amounts were as follows:

<u>Fund Balances</u>	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Outstanding Encumbrances	1,188,174	250,148	560,353	1,998,675
Total	<u>\$1,188,174</u>	<u>\$250,148</u>	<u>\$560,353</u>	<u>\$1,998,675</u>

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

Twinsburg Township
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

NOTE 14 – TRANSFERS

During 2023, the following transfers were made:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 227,390
Special Revenue – Road and Bridge	100,000	-
Capital Projects – Heights #18	<u>127,390</u>	<u>-</u>
Total	<u>\$ 227,390</u>	<u>\$ 227,390</u>

The Township transferred funds out of the General Fund and into various Special Revenue and Capital Project Funds in order to pay for contracted services. These transfers were properly approved and determined to be in compliance with the Ohio Revised Code.

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OHIO AUDITOR OF STATE KEITH FABER



65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

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

Twinsburg Township
Summit County
1790 Enterprise Parkway
Twinsburg, Ohio 44087

To the Board of Trustees:

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 fund type as of and for the years ended December 31, 2024 and 2023 and the related notes to the financial statements of the Twinsburg Township, Summit County, Ohio (the Township) and have issued our report thereon dated December 8, 2025, wherein we noted the Township 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 Township'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 Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township'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 Township's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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


Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township'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 Township'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

December 8, 2025

OHIO AUDITOR OF STATE KEITH FABER



TWINSBURG TOWNSHIP

SUMMIT COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 1/20/2026

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