

**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY, OHIO
BASIC FINANCIAL STATEMENTS
(AUDITED)
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**



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Village Council
Village of Williamsburg
107 West Main Street
Williamsburg, Ohio 45176

We have reviewed the *Independent Auditor's Report* of the Village of Williamsburg, Clermont County, prepared by Lindholm + Company, for the audit period January 1, 2017 through December 31, 2018. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Keith Faber
Auditor of State
Columbus, Ohio

September 9, 2019

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**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY
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INDEPENDENT AUDITOR'S REPORT

Village of Williamsburg
Clermont County
107 West Main Street
Williamsburg, Ohio 45176

To the Village Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the cash balances, receipts and disbursements by fund type, and related notes of the Village of Williamsburg, Clermont County, Ohio (the Village) as of and for the years ended December 31, 2018 and 2017.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

As described in Note 2 of the financial statements, the Village prepared these financial statements using the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements.

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Village as of December 31, 2018 and 2017, and the respective changes in financial position or cash flows thereof for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash balances, receipts and disbursements by fund type, and related notes of the Village of Williamsburg, Clermont County as of December 31, 2018 and 2017, for the years then ended in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit, described in Note 2.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 15, 2019, on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

LINDHOLM + COMPANY

Worthington, Ohio

May 15, 2019

**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (REGULATORY CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2018**

	General	Special Revenue	Capital Projects	Totals (Memorandum Only)
Cash Receipts				
Property and Other Local Taxes	\$ 121,130	\$ 33,445	\$ -	\$ 154,575
Municipal Income Taxes	535,056	-	-	535,056
Intergovernmental	51,188	116,204	1,153,719	1,321,111
Charges for Services	36,270	2,500	-	38,770
Fines, Licenses, and Permits	41,678	1,997	-	43,675
Earnings on Investments	12,896	518	-	13,414
Miscellaneous	12,120	1,626	30,347	44,093
<i>Total Cash Receipts</i>	<u>810,338</u>	<u>156,290</u>	<u>1,184,066</u>	<u>2,150,694</u>
Cash Disbursements				
Current:				
Security of Persons and Property	483,520	2,907	-	486,427
Public Health Services	6,808	-	-	6,808
Leisure Time Activities	-	32,101	-	32,101
Community Environment	26,461	-	-	26,461
Transportation	-	150,114	-	150,114
General Government	163,485	2,606	-	166,091
Capital Outlay	-	2,410	1,935,491	1,937,901
<i>Total Cash Disbursements</i>	<u>680,274</u>	<u>190,138</u>	<u>1,935,491</u>	<u>2,805,903</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>130,064</u>	<u>(33,848)</u>	<u>(751,425)</u>	<u>(655,209)</u>
Other Financing Receipts (Disbursements)				
Other Debt Proceeds	-	-	777,092	777,092
Transfers In	39	40,000	100,000	140,039
Transfers Out	(140,000)	-	-	(140,000)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(139,961)</u>	<u>40,000</u>	<u>877,092</u>	<u>777,131</u>
<i>Net Change in Fund Cash Balances</i>	<u>(9,897)</u>	<u>6,152</u>	<u>125,667</u>	<u>121,922</u>
<i>Fund Cash Balances, January 1</i>	<u>625,811</u>	<u>134,305</u>	<u>733,651</u>	<u>1,493,767</u>
Fund Cash Balances, December 31				
Nonspendable	-	-	-	-
Restricted	-	140,457	859,318	999,775
Committed	18,593	-	-	18,593
Assigned	-	-	-	-
Unassigned (Deficit)	597,321	-	-	597,321
<i>Fund Cash Balances, December 31</i>	<u>\$ 615,914</u>	<u>\$ 140,457</u>	<u>\$ 859,318</u>	<u>\$ 1,615,689</u>

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

**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (REGULATORY CASH BASIS)
ALL PROPRIETARY AND FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Proprietary Fund Types	Fiduciary Fund Types	Totals
	Enterprise	Agency	(Memorandum Only)
Operating Cash Receipts			
Charges for Services	\$ 1,320,155	\$ -	\$ 1,320,155
Fines, Licenses and Permits	4,672	10	4,682
<i>Total Operating Cash Receipts</i>	<u>1,324,827</u>	<u>10</u>	<u>1,324,837</u>
Operating Cash Disbursements			
Personal Services	200,836	-	200,836
Fringe Benefits	60,164	-	60,164
Contractual Services	620,089	-	620,089
Supplies and Materials	94,999	-	94,999
Other	18,232	-	18,232
<i>Total Operating Cash Disbursements</i>	<u>994,320</u>	<u>-</u>	<u>994,320</u>
<i>Operating Income (Loss)</i>	<u>330,507</u>	<u>10</u>	<u>330,517</u>
Non-Operating Receipts (Disbursements)			
Intergovernmental	3,018	-	3,018
Loans Issued	19,400	-	19,400
Miscellaneous Receipts	10,687	-	10,687
Capital Outlay	(90,926)	-	(90,926)
Principal Retirement	(73,430)	-	(73,430)
Interest and Other Fiscal Charges	(21,545)	-	(21,545)
Other Financing Sources	195,360	20,067	215,427
Other Financing Uses	(195,381)	(20,067)	(215,448)
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(152,817)</u>	<u>-</u>	<u>(152,817)</u>
<i>Income (Loss) before Capital Contributions, Special Item, Extraordinary Item, Transfers and Advances</i>	<u>177,690</u>	<u>10</u>	<u>177,700</u>
Transfers In	400,000	-	400,000
Transfers Out	(400,000)	(39)	(400,039)
Advances In	-	-	-
<i>Net Change in Fund Cash Balances</i>	<u>177,690</u>	<u>(29)</u>	<u>177,661</u>
<i>Fund Cash Balances, January 1</i>	<u>2,466,220</u>	<u>4,792</u>	<u>2,471,012</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 2,643,910</u>	<u>\$ 4,763</u>	<u>\$ 2,648,673</u>

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

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 1 - Reporting Entity

The Village of Williamsburg (the Village), Clermont 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 water and sewer utilities, park operations, and police services. The Village contracts with Williamsburg Township to provide a Fire Marshall.

The Village participates in the Ohio Plan Risk Management, Inc. (OPRM), at the Village renewal date July 2018, the Village switched to Public Entities Pool of Ohio (PEP), which both are public entity risk pools. Note 8 to the financial statements provide additional information for this entity.

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 and fiduciary fund types which are 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.

Park Fund The park fund accounts for and reports donations and general fund transfers that are committed to fund construction of the park.

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 funds:

Village Capital Projects Fund This fund accounts for major capital projects undertaken within the Village.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 2 - Summary of Significant Accounting Policies (Continued)

Enterprise Funds These funds account for operations that are similar to private business enterprises, where management intends to recover the significant costs of providing certain goods or services through user charges. The Village had the following significant Enterprise Funds:

Water Fund This fund receives charges for services from residents to cover water service costs.

Sewer Fund This fund receives charges for services from residents to cover sewer service costs.

Waste Operating Fund This fund receives charges for services to cover waste collection costs.

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

Agency funds are purely custodial in nature and are used to hold resources for individuals, organizations or other governments. The Village disburses these funds as directed by the individual, organization or other government. The Village had the following significant agency fund.

Mayor's Court Fund (agency fund) This fund accounts for monies that are received and disbursed with regard to Mayor's Court operations.

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 (D). This basis is similar to the cash receipts and disbursements accounting basis. The Board recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

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

Budgetary Process

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

Appropriations Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund 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.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 2 - Summary of Significant Accounting Policies (Continued)

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 re-appropriated.

A summary of 2018 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.

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.

Property, Plant and Equipment

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

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.

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 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*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Village Council or a Village official delegated that authority by resolution, or by State Statute.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 2 - Summary of Significant Accounting Policies (Continued)

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.

Note 3 - Budgetary Activity

Budgetary activity for the year ended December 31, 2018 follows:

2018 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 798,950	\$ 810,377	\$ 11,427
Special Revenue	150,680	196,290	45,610
Capital Projects	2,918,796	2,061,158	(857,638)
Enterprise	1,963,725	1,953,292	(10,433)
Fiduciary	-	10	10
Total	\$5,832,151	\$5,021,127	\$ (811,024)

2018 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 866,999	\$ 820,274	\$ 46,725
Special Revenue	221,624	190,138	31,486
Capital Projects	2,173,778	1,935,491	238,287
Enterprise	2,485,463	1,775,602	709,861
Internal Service	39	39	-
Total	\$5,747,903	\$4,721,544	\$ 1,026,359

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 4 – Deposits and Investments

The Village maintains a deposit and investments pool that all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits and investments at December 31, 2018 was \$4,264,362.

Deposits are insured by the Federal Deposit Insurance Corporation; or collateralized by securities specifically pledged by the financial institution to the Village; collateralized by the financial institution's public entity deposit pool.

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.

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.

The Village utilizes the Regional Income Tax Agency (RITA) for the administration and collection of all Village income tax.

Note 6 - Risk Management

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

The Village insures against injuries to employees through the Ohio Bureau of Worker's Compensation.

The Village belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Insurance Services Group, Inc. (York) functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 6 - Risk Management (Continued)

Excess Pool (APEEP), which is also administered by York. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty and Property Coverage

APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2017, PEP retained \$350,000 for casualty claims and \$100,000 for property claims.

The aforementioned casualty and property reinsurance agreement does not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Financial Position

PEP's financial statements (audited by other auditor's) conform with generally accepted accounting principles, and reported the following assets, liabilities and net position at December 31, 2017.

	<u>2017</u>
Assets	\$44,452,326
Liabilities	(13,004,011)
Net Position	\$31,448,315

At December 31, 2017 the liabilities above include approximately \$11.8 million of estimated incurred claims payable. The assets above also include approximately \$11.2 million of unpaid claims to be billed. The Pool's membership increased to 527 members in 2017. These amounts will be included in future contributions from members when the related claims are due for payment. As of December 31, 2017, the Village's share of these unpaid claims collectible in future years is approximately \$16,000.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

<u>2018 Contributions to PEP</u>
\$23,758

After one year of membership, a member may withdraw on the anniversary of the date of joining PEP, if the member notifies PEP in writing 60 days prior to the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year's contribution. Withdrawing members have no other future obligation to PEP. Also, upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 7 - Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Most 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 healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10%, of their gross salaries and the Village contributed an amount equaling 14%, of participants' gross salaries. The Village has paid all contributions required through December 31, 2018.

Ohio Police and Fire Retirement System

Village's certified full-time Police Officers belong to the 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 healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OP&F participants contributed 12.25% of their wages. The Village contributed to OP&F an amount equal to 19.5% of full-time police members' wages. The Village has paid all contributions required through December 31, 2018.

Social Security

Some of the Village's 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, 2018.

Note 8 – Debt

Debt outstanding at December 31, 2018 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Ohio Public Works Commission Loan	\$ 164,886	0%
Oho Water Development Authority Loan	123,018	0%
USDA Revenue Bonds	626,000	3%
OWDA-EPA 7547 Phase III WWTP Upgrade	1,906,197	0.26%
Total	<u>\$ 2,820,101</u>	

The Ohio Pubic Works Commission (OPWC) Loan relates to infrastructure upgrades to the Village's wastewater treatment system. The loan will be repaid in semi-annual payments of \$3,664 January 1 and July 1 of each year for 30 years. The final payment is due January 1, 2041.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 8 – Debt (Continued)

The Ohio Water Development Authority (OWDA) Loan relates to infrastructure upgrades to the Village’s wastewater treatment system. The loan will be repaid in semi-annual payments of \$4,242 January 1 and July 1 of each year for 20 years. The final payment is due by January 1, 2033.

The USDA Revenue Bonds relate to infrastructure upgrades to the Village’s wastewater treatment system. The bonds will be repaid in semi-annual payments of principal and interest on March 1 and September 1 of each year for 40 years. The final payment is due by March 1, 2052.

The Ohio Water Development Authority (OWDA-EPA) Loan relates to infrastructure upgrades to the Village’s wastewater treatment system. The loan will be repaid in semi-annual payments of \$50,158 January 1 and July 1 of each year for 20 years. The final payment is due by January 1, 2038.

Amortization

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

Year Ending December 31:	OPWC Loan	OWDA Loan	USDA Revenue Bond	OWDA/EPA	Total
2019	\$ 7,328	\$ 8,484	\$ 30,689	\$ 100,316	\$ 146,817
2020	7,328	8,484	30,330	100,316	\$ 146,458
2021	7,328	8,484	29,969	100,316	\$ 146,097
2022	7,328	8,484	29,609	100,316	\$ 145,737
2023	7,328	8,484	29,249	100,316	\$ 145,377
2024-2028	36,641	42,420	148,426	501,581	\$ 729,068
2029-2033	36,641	38,178	147,551	501,581	\$ 723,951
2034-2038	36,641	-	148,905	451,423	\$ 636,969
2039-2043	18,323	-	148,219	-	\$ 166,542
2044-2048	-	-	149,103	-	\$ 149,103
2049-2053	-	-	103,964	-	\$ 103,964
Total	<u>\$ 164,886</u>	<u>\$ 123,018</u>	<u>\$ 996,014</u>	<u>\$ 1,956,165</u>	<u>\$ 3,240,083</u>

Note 9 – 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 10 – Jointly Governed Organizations

2018 the Village of Williamsburg entered into a Joint Economic Development District agreement with Williamsburg Township.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 11 – Jointly Governed Organizations

The Village participates in the Ohio Municipal League Group Rating Plan (GRP) for worker's compensation. The pool's business and affairs are conducted by a twenty-six-member Board of Trustees consisting of fifteen mayors, two council members, three administrators, three finance directors, and three law directors which are voted on by the members for staggered two-year terms. The Executive Director of the Ohio Municipal League serves as the coordinator of the Program. Each year the participants pay an enrollment fee to the program to cover the costs of administering the program.

**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (REGULATORY CASH BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2017**

	General	Special Revenue	Capital Projects	Totals (Memorandum Only)
Cash Receipts				
Property and Other Local Taxes	\$ 127,926	\$ 38,284	\$ -	\$ 166,210
Municipal Income Tax	541,475	-	-	541,475
Intergovernmental	37,572	102,307	739,291	879,170
Special Assessments	-	-	-	-
Charges for Services	73,686	3,303	-	76,989
Fines, Licenses and Permits	36,348	1,944	-	38,292
Earnings on Investments	4,652	176	-	4,828
Miscellaneous	10,605	2,371	1,580	14,556
<i>Total Cash Receipts</i>	<u>832,264</u>	<u>148,385</u>	<u>740,871</u>	<u>1,721,520</u>
Cash Disbursements				
Current:				
Security of Persons and Property	417,746	-	-	417,746
Public Health Services	6,807	-	-	6,807
Leisure Time Activities	-	18,889	-	18,889
Community Environment	25,145	-	-	25,145
Transportation	-	127,860	-	127,860
General Government	158,047	2,249	-	160,296
Capital Outlay	-	920	2,164,519	2,165,439
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
<i>Total Cash Disbursements</i>	<u>607,745</u>	<u>149,918</u>	<u>2,164,519</u>	<u>2,922,182</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>224,519</u>	<u>(1,533)</u>	<u>(1,423,648)</u>	<u>(1,200,662)</u>
Other Financing Receipts (Disbursements)				
Other Debt Proceeds	-	-	1,176,722	1,176,722
Transfers In	3,035	40,000	300,000	343,035
Transfers Out	(340,000)	(3,035)	-	(343,035)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(336,965)</u>	<u>36,965</u>	<u>1,476,722</u>	<u>1,176,722</u>
<i>Net Change in Fund Cash Balances</i>	<u>(112,446)</u>	<u>35,432</u>	<u>53,074</u>	<u>(23,940)</u>
<i>Fund Cash Balances, January 1</i>	<u>738,257</u>	<u>98,873</u>	<u>680,577</u>	<u>1,517,707</u>
Fund Cash Balances, December 31				
Nonspendable	-	-	-	-
Restricted	-	134,305	733,651	867,956
Committed	21,022	-	-	21,022
Assigned	-	-	-	-
Unassigned (Deficit)	604,789	-	-	604,789
<i>Fund Cash Balances, December 31</i>	<u>\$ 625,811</u>	<u>\$ 134,305</u>	<u>\$ 733,651</u>	<u>\$ 1,493,767</u>

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

**VILLAGE OF WILLIAMSBURG
CLERMONT COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES (REGULATORY CASH BASIS)
ALL PROPRIETARY AND FIDUCIARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Proprietary Fund Types	Fiduciary Fund Types	Totals
	Enterprise	Agency	(Memorandum Only)
Operating Cash Receipts			
Charges for Services	\$ 1,302,093	\$ -	\$ 1,302,093
Fines, Licenses and Permits	6,839	-	6,839
<i>Total Operating Cash Receipts</i>	<u>1,308,932</u>	<u>-</u>	<u>1,308,932</u>
Operating Cash Disbursements			
Personal Services	217,202	-	217,202
Fringe Benefits	71,004	-	71,004
Contractual Services	474,823	-	474,823
Supplies and Materials	59,953	-	59,953
Other	21	-	21
<i>Total Operating Cash Disbursements</i>	<u>823,003</u>	<u>-</u>	<u>823,003</u>
<i>Operating Income (Loss)</i>	<u>485,929</u>	<u>-</u>	<u>485,929</u>
Non-Operating Receipts (Disbursements)			
Miscellaneous Receipts	15,144	-	15,144
Capital Outlay	(91,812)	-	(91,812)
Principal Retirement	(25,812)	-	(25,812)
Interest and Other Fiscal Charges	(19,305)	-	(19,305)
Other Financing Sources	93,959	23,019	116,978
Other Financing Uses	(93,960)	(23,019)	(116,979)
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(121,786)</u>	<u>-</u>	<u>(121,786)</u>
<i>Income (Loss) before Capital Contributions, Special Item, Extraordinary Item, Transfers and Advances</i>	364,143	-	364,143
Transfers In	250,000	-	250,000
Transfers Out	(250,000)	-	(250,000)
<i>Net Change in Fund Cash Balances</i>	364,143	-	364,143
<i>Fund Cash Balances, January 1</i>	<u>2,102,077</u>	<u>4,792</u>	<u>2,106,869</u>
<i>Fund Cash Balances, December 31</i>	<u>\$ 2,466,220</u>	<u>\$ 4,792</u>	<u>\$ 2,471,012</u>

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

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 1 - Reporting Entity

The Village of Williamsburg (the Village), Clermont 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 water and sewer utilities, park operations, and police services. The Village contracts with Williamsburg Township to provide a Fire Marshall.

The Village participates in the Ohio Plan Risk Management, Inc. (OPRM), at the Village renewal date July 2017, switched to Public Entities Pool of Ohio (PEP), both are a public entity risk pools. Note 8 to the financial statements provide additional information for this entity.

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 and fiduciary fund types which are 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.

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 funds:

Village Capital Projects Fund This fund accounts for major capital projects undertaken within the Village.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 2 - Summary of Significant Accounting Policies (Continued)

Enterprise Funds These funds account for operations that are similar to private business enterprises, where management intends to recover the significant costs of providing certain goods or services through user charges. The Village had the following significant Enterprise Funds:

Water Fund This fund receives charges for services from residents to cover water service costs.

Sewer Fund This fund receives charges for services from residents to cover sewer service costs.

Waste Operating Fund This fund receives charges for services to cover waste collection costs.

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

Agency funds are purely custodial in nature and are used to hold resources for individuals, organizations or other governments. The Village disburses these funds as directed by the individual, organization or other government. The Village had the following significant agency fund.

Mayor's Court Fund (agency fund) This fund accounts for monies that are received and disbursed with regard to Mayor's Court operations.

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 (D). This basis is similar to the cash receipts and disbursements accounting basis. The Board recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

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

Budgetary Process

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

Appropriations Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund 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.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 2 - Summary of Significant Accounting Policies (Continued)

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 re-appropriated.

A summary of 2017 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.

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.

Property, Plant and Equipment

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

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.

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 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*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Village Council or a Village official delegated that authority by resolution, or by State Statute.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 2 - Summary of Significant Accounting Policies (Continued)

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.

Note 3 - Budgetary Activity

Budgetary activity for the year ended December 31, 2017 follows:

2017 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$ 728,950	\$ 835,299	\$ 106,349
Special Revenue	155,780	188,385	32,605
Capital Projects	4,421,888	2,217,593	(2,204,295)
Enterprise	1,381,460	1,668,035	286,575
Total	\$6,688,078	\$4,909,312	\$(1,778,766)

2017 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$ 992,152	\$ 947,745	\$ 44,407
Special Revenue	227,507	152,953	74,554
Capital Projects	2,439,213	2,164,519	274,694
Enterprise	2,163,621	1,303,892	859,729
Internal Service	19	-	19
Total	\$5,822,512	\$4,569,109	\$1,253,403

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 4 – Deposits and Investments

The Village maintains a deposit and investments pool that all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits and investments at December 31, 2018 was \$3,964,779.

Deposits are insured by the Federal Deposit Insurance Corporation; or collateralized by securities specifically pledged by the financial institution to the Village; collateralized by the financial institution's public entity deposit pool.

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.

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.

The Village utilizes the Regional Income Tax Agency (RITA) for the administration and collection of all Village income tax.

Note 6 - Risk Management

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

The Village insures against injuries to employees through the Ohio Bureau of Worker's Compensation.

The Village belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Insurance Services Group, Inc. (York) functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 6 - Risk Management (Continued)

Excess Pool (APEEP), which is also administered by York. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty and Property Coverage

APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2016, PEP retained \$350,000 for casualty claims and \$100,000 for property claims.

The aforementioned casualty and property reinsurance agreement does not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Financial Position

PEP's financial statements (audited by other auditor's) conform with generally accepted accounting principles, and reported the following assets, liabilities and net position at December 31, 2016.

	<u>2016</u>
Assets	\$ 42,182,281
Liabilities	(13,396,700)
Net Position	<u>\$28,785,581</u>

At December 31, 2016 the liabilities above include approximately \$12 million of estimated incurred claims payable. The assets above also include approximately \$11.2 million of unpaid claims to be billed. The Pool's membership increased to 520 members in 2016. These amounts will be included in future contributions from members when the related claims are due for payment. As of December 31, 2016, the Village's share of these unpaid claims collectible in future years is approximately \$14,000.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

<u>2017 Contributions to PEP</u>
\$22,261

After one year of membership, a member may withdraw on the anniversary of the date of joining PEP, if the member notifies PEP in writing 60 days prior to the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year's contribution. Withdrawing members have no other future obligation to PEP. Also, upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 7 - Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Most 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 healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10%, of their gross salaries and the Village contributed an amount equaling 14%, of participants' gross salaries. The Village has paid all contributions required through December 31, 2017.

Ohio Police and Fire Retirement System

Village's certified full-time Police Officers belong to the 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 healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OP&F participants contributed 12.25% of their wages. The Village contributed to OP&F an amount equal to 19.5% of full-time police members' wages. The Village has paid all contributions required through December 31, 2017.

Social Security

Some of the Village's 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, 2017.

Note 8 – Debt

Debt outstanding at December 31, 2017 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
Ohio Public Works Commission Loan	\$ 172,215	0%
Oho Water Development Authority Loan	131,502	0%
USDA Revenue Bonds	636,000	3%
OWDA-EPA 7547 Phase III WWTP Upgrade	1,176,722	0.26%
Total	<u>\$ 2,116,439</u>	

The Ohio Pubic Works Commission (OPWC) Loan relates to infrastructure upgrades to the Village's wastewater treatment system. The loan will be repaid in semi-annual payments of \$3,664 January 1 and July 1 of each year for 30 years. The final payment is due January 1, 2041.

The Ohio Water Development Authority (OWDA) Loan relates to infrastructure upgrades to the Village's wastewater treatment system. The loan will be repaid in semi-annual payments of \$4,242 January 1 and July 1 of each year for 20 years. The final payment is due by January 1, 2033.

Village of Williamsburg, Ohio
Clermont County
Notes to the Financial Statements
For the Year Ended December 31, 2017

Note 8 – Debt (Continued)

The USDA Revenue Bonds relate to infrastructure upgrades to the Village’s wastewater treatment system. The bonds will be repaid in semi-annual payments of principal and interest on March 1 and September 1 of each year for 40 years. The final payment is due by March 1, 2052.

The Ohio Water Development Authority (OWDA-EPA) Loan relates to infrastructure upgrades to the Village’s wastewater treatment system. The loan will be repaid in semi-annual payments of \$50,158 January 1 and July 1 of each year for 20 years. The final payment is due by January 1, 2038.

Amortization

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

Year Ending December 31:	OPWC Loan	OWDA Loan	USDA Revenue Bond	OWDA/EPA	Total
2018	\$ 7,328	\$ 8,484	\$ 29,004	\$ 50,158	\$ 94,974
2019	7,328	8,484	30,689	100,316	\$ 146,817
2020	7,328	8,484	30,330	100,316	\$ 146,458
2021	7,328	8,484	29,969	100,316	\$ 146,097
2022	7,328	8,484	29,609	100,316	\$ 145,737
2023-2027	36,641	42,420	148,421	501,580	\$ 729,062
2028-2032	36,641	42,420	147,846	501,580	\$ 728,487
2033-2037	36,641	4,242	147,575	501,581	\$ 690,039
2038-2042	25,652	-	149,354	50,158	\$ 225,164
2043-2047	-	-	148,733	-	\$ 148,733
2048-2052	-	-	133,488	-	\$ 133,488
Total	<u>\$ 172,215</u>	<u>\$ 131,502</u>	<u>\$ 1,025,018</u>	<u>\$ 2,006,321</u>	<u>\$ 3,335,056</u>

Note 9 – 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.



**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Village of Williamsburg
Clermont County
107 West Main Street
Williamsburg, Ohio 45176

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, the financial statements of the cash balances, receipts, and disbursements by fund type of the Village of Williamsburg, Clermont County, Ohio, (the Village) as of and for the years ended December 31, 2018 and 2017, and the related notes to the financial statements and have issued our report thereon dated May 15, 2019 wherein we noted the Village followed financial reporting provisions Ohio Revised Code 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

Internal Control over Financial Reporting

As part of our financial statement audit, we considered the Village's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the Village's internal control. Accordingly, we have not opined on it. A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Government’s financial statements. 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 internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

As part of reasonably assuring whether the Village’s financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amount. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The Results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

Purpose of this Report

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

LINDHOLM + COMPANY

Worthington, Ohio
May 15, 2019

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OHIO AUDITOR OF STATE KEITH FABER



VILLAGE OF WILLIAMSBURG

CLERMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 19, 2019**