



OHIO AUDITOR OF STATE
KEITH FABER



VILLAGE OF GLENDALE
HAMILTON COUNTY

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OHIO AUDITOR OF STATE KEITH FABER



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INDEPENDENT AUDITOR'S REPORT

Village of Glendale
Hamilton County
30 Village Square
Glendale, Ohio 45246

To the Village Council:

Report on the Audit of the Financial Statements

Unmodified and Adverse Opinions

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* section of our report, the accompanying financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Village, as of December 31, 2023, or the changes in financial position for the year then ended.

Basis for Opinions

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

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

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2024, on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio
November 21, 2024

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

	General	Special Revenue	Capital Projects	Combined Total
Cash Receipts				
Property and Other Local Taxes	\$2,217,341	\$49,620	\$0	\$2,266,961
Intergovernmental	388,759	168,428	0	557,187
Charges for Services	183,761	1,431	0	185,192
Fines, Licenses and Permits	163,048	24,739	0	187,787
Earnings on Investments	269,940	15,947	0	285,887
Miscellaneous	28,471	31,062	42,600	102,133
<i>Total Cash Receipts</i>	<u>3,251,320</u>	<u>291,227</u>	<u>42,600</u>	<u>3,585,147</u>
Cash Disbursements				
Current:				
Security of Persons and Property	1,454,189	87,204	130,320	1,671,713
Public Health Services	6,556	0	0	6,556
Leisure Time Activities	57,875	45,126	36,037	139,038
Basic Utility Services	186,078	29,409	642,139	857,626
Transportation	495,204	132,697	29,086	656,987
General Government	542,870	11,721	0	554,591
<i>Total Cash Disbursements</i>	<u>2,742,772</u>	<u>306,157</u>	<u>837,582</u>	<u>3,886,511</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>508,548</u>	<u>(14,930)</u>	<u>(794,982)</u>	<u>(301,364)</u>
Other Financing Receipts (Disbursements)				
Sale of Capital Assets	9,200	0	0	9,200
Transfers In	0	0	225,000	225,000
Transfers Out	(225,000)	0	0	(225,000)
Advances In	0	46,218	0	46,218
Advances Out	(46,218)	0	0	(46,218)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(262,018)</u>	<u>46,218</u>	<u>225,000</u>	<u>9,200</u>
<i>Net Change in Fund Cash Balances</i>	246,530	31,288	(569,982)	(292,164)
<i>Fund Cash Balances, January 1 (Restated Note 13)</i>	<u>1,378,744</u>	<u>1,015,955</u>	<u>8,628,789</u>	<u>11,023,488</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$1,625,274</u></u>	<u><u>\$1,047,243</u></u>	<u><u>\$8,058,807</u></u>	<u><u>\$10,731,324</u></u>

See accompanying notes to the basic financial statements.

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

	Proprietary Fund Types
	Enterprise
Operating Cash Receipts	
Charges for Services	\$1,563,594
Fines, Licenses and Permits	9,878
Miscellaneous	3,300
<i>Total Operating Cash Receipts</i>	<u>1,576,772</u>
Operating Cash Disbursements	
Personal Services	350,228
Employee Fringe Benefits	119,295
Contractual Services	355,107
Supplies and Materials	171,473
<i>Total Operating Cash Disbursements</i>	<u>996,103</u>
<i>Operating Income (Loss)</i>	<u>580,669</u>
Non-Operating Receipts (Disbursements)	
Loans Issued	90,993
Miscellaneous Receipts	53,333
Capital Outlay	(316,554)
Principal Retirement	(565,820)
Interest and Other Fiscal Charges	(96,018)
<i>Total Non-Operating Receipts (Disbursements)</i>	<u>(834,066)</u>
<i>Net Change in Fund Cash Balances</i>	(253,397)
<i>Fund Cash Balances, January 1 (Restated Note 13)</i>	<u>1,010,278</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$756,881</u></u>

See accompanying notes to the basic financial statements.

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

	Fiduciary Fund Type
	Custodial
	Other Custodial
Additions	
Earnings on Investments (trust funds only)	\$141
Amounts Received as Fiscal Agent	132,588
<i>Total Additions</i>	<u>132,729</u>
Deductions	
Distributions as Fiscal Agent	<u>150,028</u>
<i>Total Deductions</i>	<u>150,028</u>
<i>Net Change in Fund Balances</i>	(17,299)
<i>Fund Cash Balances, January 1 (Restated Note 13)</i>	<u>30,232</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$12,933</u></u>

See accompanying notes to the basic financial statements.

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Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 1 - Reporting Entity

The Village of Glendale (the Village), Hamilton 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, general governmental services, street maintenance and repair, park operations, police services and fire protection services. The Village appropriates general fund money to support a volunteer fire department.

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

The Village participates in the Public Entities Pool of Ohio, a public entity risk pool. Note 7 to the financial statements provides additional information for this entity. The Village's management believes these financial statements present all activities for which the Village is financially accountable.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

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

Fund Accounting

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

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

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

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:

State Street - The State Street 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.

American Rescue Plan Fund - This fund, established August 30, 2021, by Ordinance 2021-34, was established with the specific purpose of allowing the receipt and disbursement of American Rescue Plan funds received by the Village.

HC Storm Water District Projects – This fund accounts for and reports receipts and disbursements from awarded grants from the Hamilton County Storm Water District for designated projects in the Village.

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

Village Plan and General Improvement Fund – This fund accounts for and reports proceeds and donations to fund what Council may determine for purchase of lands, other real estate or other property, or to make improvements contemplated by the Village Plan or to make other purchases or improvements as are determined upon by Council per Ordinance 1944-20 passed on December 26, 1944.

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 Operating Fund - The Water Operating Fund accounts for the provision of water treatment and distribution to the residents and commercial users located within the Village.

Sewer Operating Fund - The Sewer Operating Fund accounts for the provision of sanitary sewer services to the residents and commercial users within the Village.

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Fiduciary Funds Fiduciary funds include private purpose trust funds, investment trust funds, and custodial funds. Trust funds account for assets held under a trust agreement meeting certain criteria. Custodial funds are purely custodial in nature and are used to report fiduciary activity that is not required to be reported in a trust fund. The Village's custodial fund accounts for the Mayor's Court activity.

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

Basis of Accounting

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

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

Budgetary Process

The ORC requires that each fund (except certain custodial funds) be budgeted annually.

Appropriations The appropriations ordinance is the Village Council's authorization to spend resources and sets annual limits on cash disbursements plus encumbrances. The legal level of control has been established by Village Council at the fund, function, and object level for the all funds with personal services, operating, capital, and debt service identified in total by department. Appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

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

A summary of 2023 budgetary activity appears in Note 3.

Deposits and Investments

The Village's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively.

The Village values U.S. Treasury Notes, certificates of deposits, and bonds at cost. Money market mutual funds are recorded at share values the mutual fund reports.

Capital Assets

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

Accumulated Leave

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 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.

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

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*. For regulatory purposes, assigned fund balance in the General Fund is limited to encumbrances outstanding at year end.

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

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

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

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Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 3 - Budgetary Activity

Below is the budgetary activity for the year ending December 31, 2023.

2023 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$3,010,433	\$3,260,520	\$250,087
Special Revenue	306,348	337,445	31,097
Capital Projects	422,000	267,600	(154,400)
Enterprise	2,009,937	1,721,098	(288,839)
Total	\$5,748,718	\$5,586,663	(\$162,055)

2023 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$3,391,358	\$3,190,898	\$200,460
Special Revenue	970,067	640,180	329,887
Capital Projects	2,529,869	2,522,926	6,943
Enterprise	2,423,016	2,306,433	116,583
Total	\$9,314,310	\$8,660,437	\$653,873

Note 4 – Deposits and Investments

To improve cash management, cash received by the Village is pooled. Monies for all funds are maintained in this pool. The ORC prescribes allowable deposits and investments. The Village also has a segregated account for the Mayor’s Court that is not part of this pool. Below is a summary of the Village’s deposit and investment accounts.

	2023
Depository Balances	\$593,423
Dreyfus Money Market	64,673
Certificates of Deposit	8,458,000
U.S. Treasury Notes	2,385,042
Total Investments	10,907,715
Total Deposits and Investments	\$11,501,138

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Deposits

Deposits are insured by the Federal Deposit Insurance Corporation; collateralized through the Ohio Pooled Collateral System, 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.

Investments

The Federal Reserve holds the Village's U.S. Treasury Notes in book-entry form by, in the name of the Village's financial institution. The financial institution maintains records identifying the Village as owner of these securities.

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.

Note 6 – Interfund Balances

During 2023, the Village advanced \$46,218 from the General Fund to the FEMA Grant Special Revenue Fund to provide working capital for the project. The advance will be repaid in 2024.

Note 7 - Risk Management

The Village is a member of the Public Entities Pool of Ohio (PEP). PEP assumes the risk of loss up to the limits of Glendale's policy. PEP covers the following risks: general liability and casualty, public official's liability, cyber, law enforcement liability, automobile liability, vehicles, property, and equipment breakdown. PEP reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2023:

	2023
Cash and investments	\$43,996,442
Actuarial liabilities	15,743,401

Note 8 - Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Some employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

sharing, multiple-employer plan. The ORC prescribes this plan's benefits, which include postretirement healthcare and survivor and disability benefits.

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

Ohio Police and Fire Retirement System

The Village's full-time police officers belong to the Police and Fire Pension Fund (OP&F). OP&F is a cost-sharing, multiple-employer plan. The ORC prescribes this plan's benefits, which include postretirement healthcare and survivor and disability benefits.

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

Social Security

The Glendale Volunteer Fire Department employees contributed to Social Security. This plan provides retirement benefits, including survivor and disability benefits to participants.

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

Note 9 - Postemployment Benefits

Both OPERS and OP&F offer cost-sharing, multiple-employer defined benefit postemployment plans. OPERS offers a health reimbursement arrangement allowance to benefit recipients meeting certain age and service credit requirements. The health reimbursement arrangement is an account funded by OPERS that provides tax free reimbursement for qualified medical expenses such as monthly post tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents.

OP&F uses a stipend-based health care model. A stipend funded by OP&F is placed in individual health reimbursement accounts that retirees use to be reimbursed for health care expenses.

For calendar year 2023, the portion of OPERS employer contribution allocated to health care was 0 percent for members in the traditional pension plan and 2 percent for members in the combined plan. The portion of employer contributions OPERS allocated to health care for members in the member directed plan was 4 percent; however, a portion of the health care rate was funded with reserves. OP&F contributed 0.5 percent to fund these benefits.

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 10 – Debt

Below the Village has the following outstanding balances from Ohio Water Development Authority (OWDA) and Ohio Public Works Commission (OPWC). All payments are semi-annual.

	<u>Outstanding Principal</u>	<u>Interest Rate</u>
OWDA Loan #4644	\$1,844,436	2.75%
OWDA Loan #6546	181,202	3.74%
OWDA Loan #8381	122,700	3.09%
OWDA Loan #8896	1,922,518	1.37%
OWDA Loan #9222	46,040	0.00%
OWDA Loan #10397	90,993	0.00%
OPWC Loan CB08L	36,374	0.00%
OPWC Loan CB28R	374,865	0.00%
Total	<u>\$4,619,128</u>	

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

The Village was awarded OWDA Loan #4644 in 2009 in the amount of \$6,081,480 for a term of 20 years for wastewater treatment plant improvements. The final payment is due July 2028.

The Village was awarded OWDA Loan #6546 in 2013 in the amount of \$283,320 for a term of 20 years for wastewater treatment plant improvements. The final payment due July 2034.

The Village was awarded OWDA Loan #8381 in 2019 in the amount of \$150,843 for a term of 30 years for water distribution system improvements. The Village financed \$125,576 with the final payment due July 2050.

The Village was awarded OWDA Loan #8896 in 2020 in the amount of \$2,085,283 for a term of 20 years for the replacement of the Sharon Road water main and other water distribution system improvements. Included in this loan is the design of the project. The Village financed \$2,058,145 with final payment due January 2042.

The Village was awarded OWDA Loan #9222 in 2021 in the amount of \$89,600 for a term of 5 years for the design of a collection system improvement. This project is still in process. As of December 31, 2023, \$72,920 has been distributed for the Village.

The Village was awarded OWDA Loan #10397 in 2023 in the amount of \$322,293 for a term of 5 years for the engineering design for the replacement of four water mains. This project is still in process. As of December 31, 2023, \$90,993 had been distributed for the Village.

The Village was awarded OPWC Loan #CB08L in 2014 in the amount of \$727,496 for a term of 10 years for water treatment plant improvements. The final payment is due January 2024.

The Village was awarded OPWC Loan #CB28R in 2016 in the amount of \$576,717 for a term of 20 years for wastewater treatment plant improvements. The final payment is due July 2036.

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Amortization

Principal and interest requirements to retire the OWDA Loans as well as the principal requirements to retire the OPWC Loans outstanding as of December 31, 2023 were as follows:

Year	OWDA Loans		OPWC
	Principal	Interest	Principal
2024	\$475,469	\$84,784	\$65,210
2025	519,232	73,249	28,836
2026	549,888	61,407	28,835
2027	493,081	49,252	28,836
2028	505,562	36,771	28,836
2029-2033	612,690	112,193	144,179
2034-2038	582,969	60,936	86,507
2039-2043	426,900	19,764	0
2044-2048	29,134	4,535	0
2049-2050	12,964	505	0
Total	\$4,207,889	\$503,396	\$411,239

Note 11 – Fund Balances

Fund balance include amounts a village 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 facilitate effective cash planning and control. The Village's outstanding encumbrances as of December 31, 2023, were as follows:

General Fund	\$176,905
Special Revenue Funds	334,024
Capital Projects Fund	1,685,344
Enterprise Funds	331,941
Total	\$2,528,214

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

Note 12 – Construction and Contractual Commitments

As of December 31, 2023, the Village had the following capital commitments: Sharon Road Signal Project for \$382,100, Hedgerow and Albion Drainage Project for \$433,010, Fire Truck Pumper for \$830,079, and engineering design for four water mains for \$231,300.

Note 13 – Prior Period Adjustment

During 2023, the Village converted financial software to the Uniform Accounting Network Software from the State of Ohio. Immaterial adjustments were made that did not get carried over into the new software. The adjustments are shown below:

Village of Glendale, Ohio
Hamilton County
Notes to the Financial Statements
For the Year Ended December 31, 2023

	Special Revenue Funds	Enterprise Funds	Custodial Funds
Audit Report:			
Fund Cash			
Balance 12/31/2022	\$1,016,336	\$1,010,005	\$29,254
Adjustment	(381)	273	978
Financial Statements:			
Restated Fund Cash			
Balance 12/31/2022	\$1,015,955	\$1,010,278	\$30,232

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

Village of Glendale
Hamilton County
30 Village Square
Glendale, Ohio 45246

To the Village Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the cash balances, receipts, and disbursements for each governmental and proprietary fund type and the fiduciary fund type combined total as of and for the year ended December 31, 2023 and the related notes to the financial statements of the Village of Glendale, Hamilton County, Ohio (the Village) and have issued our report thereon dated November 21, 2024, wherein we noted the Village followed financial reporting provisions Ohio Rev. Code § 117.38 and Ohio Admin. Code 117-2-03(C) permit.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Village's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 Village's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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



Keith Faber
Auditor of State
Columbus, Ohio
November 21, 2024



Village of Glendale, Ohio

30 Village Square
Glendale, Ohio 45246

Michael L. Besl, Mayor
David Lumsden, Village Administrator

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

DECEMBER 31, 2023

Finding Number	Finding Summary	Status	Additional Information
2022-001	Financial Reporting	Partially Corrected	Reissued in the Management Letter
2022-002	Budgetary Amounts Not Recorded in Accounting System	Fully Corrected	

OHIO AUDITOR OF STATE KEITH FABER



VILLAGE OF GLENDALE

HAMILTON 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 12/5/2024

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