

**VILLAGE OF LUCAS  
RICHLAND COUNTY**

**AGREED UPON PROCEDURES**

**FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

**Wilson, Phillips & Agin, CPA's, Inc.  
1100 Brandywine Blvd., Building G  
Zanesville, Ohio 43701**





# Dave Yost • Auditor of State

Village Council  
Village of Lucas  
101 First Avenue  
Lucas, Ohio 44843

We have reviewed the *Independent Accounts' Report on Applying Agreed-Upon Procedures* of the Village of Lucas, Richland County, prepared by Wilson, Phillips & Agin, CPA's, Inc., for the period January 1, 2015 through December 31, 2016. Based upon this review, we have accepted this report in lieu of the audit required by Section 117.11, Revised Code.

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 Lucas is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost  
Auditor of State

August 21, 2017

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**WILSON, PHILLIPS, & AGIN, CPA'S, INC.  
1100 BRANDYWINE BLVD., BUILDING G  
ZANESVILLE, OHIO 43701**

**INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES**

Village of Lucas  
101 First Avenue  
Lucas, Ohio 44843

We have performed the procedures enumerated below, with which the Village Council, Mayor and the management of Village of Lucas, Richland County, Ohio (the Village) and the Auditor of State agreed, solely to assist the Council and Mayor in evaluating receipts, disbursements and balances recorded in their cash-basis accounting records for the years ended December 31, 2016 and 2015, and certain compliance requirements related to these transactions and balances. Management is responsible for recording transactions; and management, the Mayor, and/or the Council are responsible for complying with the compliance requirements. This agreed-upon procedures engagement was conducted in accordance with the American Institute of Certified Public Accountants' attestation standards and applicable attestation engagement standards included in the Comptroller General of the United States' *Government Auditing Standards*. The sufficiency of the procedures is solely the responsibility of the parties specified in this report.

Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

This report only describes exceptions exceeding \$10.

**Cash and Investments**

1. We recalculated the December 31, 2016 and December 31, 2015 bank reconciliations. We found no exceptions.
2. We agreed the January 1, 2015 beginning fund balances recorded in the Year to Date Fund Report to the December 31, 2014 balances in the prior audit documentation. We found no exceptions. We also agreed the January 1, 2016 beginning fund balances recorded in the Year to Date Fund Report to the December 31, 2015 balances in the Year to Date Fund Report. We found no exceptions.
3. We agreed the totals per the bank reconciliation to the total of December 31, 2016 and 2015 fund cash balances reported in the Year to Date Fund Report. The amounts agreed.
4. We confirmed the December 31, 2016 bank account balances with the Village's financial institution. We found no exceptions. We also agreed the confirmed balances to the amounts appearing in the December 31, 2016 bank reconciliation without exception.
5. We selected five reconciling debits (such as outstanding checks) haphazardly from the December 31, 2016 bank reconciliation.
  - a. We traced each debit to the subsequent January bank statement. We found no exceptions.
  - b. We traced the amounts and dates to the check register, to determine the debits were dated prior to December 31. We found no exceptions.
6. We tested investment held at December 31, 2016 and December 31, 2015 to determine that they:
  - a. Were of a type authorized by Ohio Rev. Code Sections 135.13, 135.14 or 135.144. We found no exceptions.
  - b. Mature within the prescribed time limits noted in Ohio Revised Code Section 135.13 or 135.14. We noted no exceptions.

**Property Taxes, Intergovernmental and Other Confirmable Cash Receipts**

1. We haphazardly selected a property tax receipt from one Statement of Semiannual Apportionment of Taxes (the Statement) for 2016 and one from 2015.
  - a. We traced the gross receipts from the Statement to the amount recorded in the Revenue History Report. The amounts agreed.
  - b. We inspected the Revenue History Report to confirm whether the receipt was allocated to the proper fund(s) as required by Ohio Rev. Code 5705.05-.06 and 5705.10. We found no exceptions.
  - c. We inspected the Revenue History Report to confirm whether the receipt was recorded in the proper year. The receipt was recorded in the proper year.
2. We inspected the Revenue History Report to determine whether it included two real estate tax receipts for 2016 and 2015. The Revenue History Report included the proper number of tax receipts for each year.
3. We haphazardly selected five receipts from the State Distribution Transaction Lists (DTL) from 2016 and five from 2015. We also haphazardly selected five receipts from the County Auditor's Vendor Payment Confirmation from 2016 and five from 2015.
  - a. We compared the amount from the above reports to the amount recorded in the Revenue History Report. The amounts agreed.
  - b. We inspected the Revenue History Report to determine whether that these receipts were allocated to the proper fund(s). We found no exceptions
  - c. We inspected the Revenue History Report to determine whether the receipts were recorded in the proper year. We found no exceptions.

**Water, Sewer and Electric Fund**

1. We haphazardly selected 10 Water, Sewer and Electric Fund collection cash receipts from the year ended December 31, 2016 and 10 Water and Sewer Fund collection cash receipt from the year ended December 31, 2015 recorded in the Daily Edit List and determined whether the:
  - a. Receipt amount per the Daily Edit List agreed to the amount recorded to the credit of the customer's account in the Account History. The amounts agreed.
  - b. Amount charged for the related billing period:
    - i. Agreed with the debit to accounts receivable in the Account History. We found no exceptions.
    - ii. Complied with rates in force during the audit period multiplied by the consumption amount for recorded for the billing period, plus any applicable late penalties, plus unpaid prior billings. We found no exceptions.
  - c. Receipt was posted to the proper funds, and was recorded in the year received. We found no exceptions.
2. We observed the Aged Accounts Receivable Report.
  - a. This report listed \$70,712 and \$15,289 of accounts receivable as of December 31, 2016 and 2015, respectively.
  - b. Of the total receivables reported in the preceding step, \$432 and \$0 were recorded as more than 90 days delinquent.
3. We observed the Adjustment Transaction List Report.
  - a. This report listed a total of \$317 and \$5,280 non-cash adjustments for the year ended December 31, 2016 and 2015, respectively.
  - b. We haphazardly selected five non-cash adjustments from 2016 and five non-cash adjustments from 2015 and observed that the Village Administrator or Fiscal Officer approved each adjustment.

**Debt**

1. From the prior audit documentation, we observed the following loans outstanding as of December 31, 2014. These amounts agreed to the Villages January 1, 2015 balances on the summary we used in step 3.

Issue	Principal outstanding as Of December 31, 2014
OWDA Water Treatment Plant	\$ 86,552
OPWC Waterline Extension	\$ 210,212
Water Loop Bonds	\$ 20,334
Sewer West Trunk Bonds	\$ 14,802

2. We inquired of management and scanned the Revenue History Report and Budget History Report for evidence of debt issued during 2016 or 2015 or debt payment activity during 2016 or 2015. All debt noted agreed to the summary we used in step 3.
3. We obtained a summary of debt activity for 2016 and 2015 and agreed principal and interest payments from the related debt amortization schedule to Water and Sewer Fund payments reported in the Budget History Report. We also compared the date the debt service payments were due to the date the Village made the payments. We found no exceptions.
4. We agreed the amount of debt proceeds from the debt documents to amounts recorded in the Water Fund per the Revenue History Report. The amounts agreed.
5. For new debt issued in 2016 and 2015, we inspected the debt legislation, which stated the Village must use the proceeds to paint a water tower. We inspected the Budget History Report and observed the Village painted the water tower in November 2016.

**Payroll Cash Disbursements**

1. We haphazardly selected one payroll check for five employees from 2016 and one payroll check for five employees from 2015 from the Employee Payroll Ledger and:
  - a. We compared the hours and pay rate, or salary recorded in the Employee Payroll Ledger to supporting documentation (timecard, legislatively or statutorily approved rate or salary). We found no exceptions.
  - b. We recomputed gross and net pay and agreed it to the amount recorded in the payroll register. We found no exceptions.
  - c. We inspected the fund and account codes to which the check was posted were reasonable based on the employee's duties as documented in the minute record, timesheets or as required by statute. We also confirmed the payment was posted to the proper year. We found no exceptions.
2. We inspected the last remittance of tax and retirement withholdings for the year ended December 31, 2016 to confirm remittances were timely paid, and that the amounts paid agreed to the amounts withheld, plus the employer's share, where applicable during the final withholding period during 2016. We noted the following:

Withholding (plus employer share Where applicable)	Due Date	Date Paid	Amount W/H	Amount
Federal Income Taxes	January 31, 2017	December 30, 2016	\$ 2,379.41	\$ 2,379.41
State Income Taxes	January 31, 2017	December 30, 2016	400.20	400.20
OPERS Retirement	January 31, 2017	January 3, 2017	3,171.81	3,171.81

### **Non-payroll Cash Disbursements**

1. We haphazardly selected ten disbursements from the Budget History Report for the year ended December 31, 2016 and ten from the year ended December 31, 2015 and determined whether:
  - a. The disbursements were for a proper public purpose. We found no exceptions.
  - b. The check number, date, payee name and amount recorded on the returned, canceled check image agreed to the check number, date, payee name and amount recorded in the Check Register Report and to the names and amounts on the supporting invoices. We noted no exceptions.
  - c. The payment was posted to a fund consistent with the restricted purpose for which the fund's cash can be used. We found no exceptions.
  - d. The fiscal officer certified disbursements requiring certification or issued a Then and Now Certificate, as required by Ohio Rev. Code Section 5705.41(D). We found three instances where the certification date was after the vendor invoice date, and there was also no evidence that a *Then and Now Certificate* was issued. Ohio Rev. Code Section 5705.41(D) requires certifying at the time of a commitment, which should be on or before the invoice date, unless a *Then and Now Certificate* is used. Because we did not inspect all disbursements requiring certification, our report provides no assurance whether or not additional similar errors occurred.

### **Mayors Court Transactions and Cash Balances**

1. We recalculated the December 31, 2016 and December 31, 2015 bank reconciliations. We found no exceptions.
2. We compared the reconciled cash totals as of December 31, 2016 and December 31, 2015 to the Mayors Court Agency Fund balance reported in the Fund Status Reports. The amounts agreed.
3. We agreed the totals per the bank reconciliations to the total of December 31, 2016 and 2015 listing of unpaid distributions as of each December 31. The amounts agreed.
4. We confirmed the December 31, 2016 bank account balance with the Mayors Court financial institution. We found no exceptions. We also agreed the confirmed balances to the amounts appearing in the December 31, 2016 bank reconciliation without exception.
5. We haphazardly selected five cases from the court cash book and agreed the payee and amount posted to the:
  - a. Duplicate receipt book.
  - b. Docket, including comparing the total fine paid to the judgment issued by the judge (i.e. mayor)
  - c. Case File

The amounts recorded in the cash book, receipts book, docket and case file agreed.

6. From the cash book, we haphazardly selected one month from the year ended December 31, 2016 and one month from the year ended 2015 and determined whether:
  - a. The monthly sum of fines and costs collected for those months agreed to the amounts reported as remitted to the Village, State or other applicable government in the following month. We found no exceptions.
  - b. The totals remitted for these two months per the cash book agreed to the returned canceled checks. The check number, date, payee name and amount recorded on the returned, canceled check agreed to the check number, date, payee name and amount recorded in the cash book.



### Compliance-Budgetary

1. We compared the total estimated receipts from the *Amended Official Certificate of Estimated Resources*, required by Ohio Rev. Code Section 5705.36 (A)(1), to the amounts recorded in the Year End Monthly Revenue Statement for the General Fund, Street Fund, and the Sewer Operating Fund for the years ended December 31, 2016 and 2015. The amounts on the Certificate agreed to the amount recorded in the accounting system, except for the General Fund. The Year End Monthly Revenue Statement recorded budgeted (i.e. certified) resources for the General Fund of \$73,500 for 2015. However, the final *Amended Official Certificate of Estimated Resources* reflected \$66,500. The amounts on the Certificate agreed to the amount recorded in the accounting system, except for the General Fund and Sewer Operating Fund. The Year End Monthly Revenue Statement recorded budgeted (i.e. certified) resources for the General Fund and Sewer Operating Fund of \$73,300 and \$106,800 for 2016, respectively. However, the final *Amended Official Certificate of Estimated Resources* reflected \$73,825 and \$102,300, respectively. The fiscal officer should periodically compare amounts recorded in the Revenue Statement by Account Number to amounts recorded on the *Amended Official Certificate of Estimated Resources* to assure they agree. If the amounts do not agree, the Council may be using inaccurate information for budgeting and to monitor spending.
2. We inspected the appropriation measures adopted for 2016 and 2015 to determine whether, for the General Fund, Street Fund and the Sewer Operating Fund, the Council appropriated separately for "each office, department, and division, and within each, the amount appropriated for personal services," as is required by Ohio Rev. Code Section 5705.38(C). We found no exceptions.
3. We compared total appropriations required by Ohio Rev. Code Section 5705.38 and 5705.40, to the amounts recorded in the Expense Statement by Account Number for 2016 and 2015 for the following funds: General Fund, Street Fund and the Sewer Operating Fund. The amounts on the appropriation resolutions agreed to the amounts recorded in the Expense Statement by Account Number.
4. Ohio Rev. Code Section 5705.36(A)(5) and 5705.39 prohibits appropriations from exceeding the certified resources. We compared total appropriations to total certified resources for the General Fund, Street Fund and the Sewer Operating Fund for the years ended December 31, 2016 and 2015. We observed no funds for which appropriations exceeded certified resources.
5. Ohio Rev. Code Section 5705.41(B) prohibits expenditures (disbursements plus certified commitments) from exceeding appropriations. We compared total expenditures to total appropriations for the years ended December 31, 2016 and 2015 for the General Fund, Street Fund and the Sewer Operating Fund, as recorded in the Expense Statement by Account Number. We noted no funds for which expenditures exceeded appropriations.
6. Ohio Rev. Code Section 5705.09 requires establishing separate funds to segregate externally-restricted resources. We scanned the Revenue History Report for evidence of new restricted receipts requiring a new fund during December 31, 2016 and 2015. We also inquired of management regarding whether the Village received new restricted receipts. We noted no evidence of new restricted receipts for which Ohio Revised Code Section 5705.09 would require the Village to establish a new fund.
7. For funds existing in prior years, inspect the fund activity to determine whether the fund is still being used for the statutorily approved purpose and that all the required funds were established. All the required funds were established and no funds for which the statutorily approved purpose was no longer valid included on the accounting records.
8. We inspected the 2016 and 2015 Year End Monthly Revenue Statements and the Year End Monthly Financial Statements for evidence of interfund transfers exceeding \$5,000 which Ohio Rev. Code Sections 5705.14 - .16 restrict. We found no evidence of transfers these Sections prohibit, or for which Section 5705.16 would require approval by the Tax Commissioner and Court of Common Pleas.

9. We inquired of management and inspected the Year End Monthly Financial Statements to determine whether the Village elected to establish reserve accounts permitted by Ohio Rev. Code Section 5705.13. We noted the Village did not establish these reserves.
10. We inspected the Year End Monthly Financial Statement for the years ended December 31, 2016 and 2015 for negative cash fund balance. Ohio Rev. Code Section 5705.10(I) provides that money paid into a fund must be used for the purposes for which such fund is established. As a result, a negative fund cash balance indicates that money from one fund was used to cover the expenses of another. There were no funds having a negative cash fund balances.

### **Compliance – Contracts and Expenditures**

We inquired of management and inspected the Budget History Report for the years ended December 31, 2016 and 2015 to determine if the Village proceeded by force account (i.e. used its own employees) to maintain or repair roads (cost of project exceeding \$30,000) or to construct or reconstruct Village roads (cost of project \$30,000/per mile) for which Ohio Rev. Code Sections 117.16(A) and 723.52 requires the Village engineer, or officer having a different title but the duties and functions of an engineer, to complete a force account project assessment form (i.e., cost estimates). We identified no projects requiring completion of the force account assessment form.

### **Compliance – American Municipal Power Joint Venture Debt Covenant Requirements**

1. The Village is a member of Ohio Municipal Electric Generation Agency Joint Venture 2 (OMEGA JV2). Appendix M, Section 11 (A) of the Joint Venture Agreement requires the Village's Electric Utility receipts, as defined, to be at least 110% of its OMEGA JV2 operating and maintenance plus debt service charges, as defined.

Using information from the Village's unadjusted receipts and disbursements ledger, we calculated the cash basis debt coverage including other available funds (as defined) for its OMEGA JV2 for the years ended December 31, 2016 and 2015.

For the year ended December 2016, the ratio of the Village's Electric receipts to OMEGA JV2 debt service disbursements was, 19.58%, meeting the Village's debt covenant obligation of 1.10 times set forth in Appendix M, Section 11 (A) of the Joint Venture Agreement.

For the year ended December 31, 2015, this ratio was 22.19, thus meeting the Village's debt covenant obligation.

The following schedules present the supporting calculations.

2. The Village is a member of Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA JV5). Appendix M, Section 17 (A) of the Joint Venture Agreement requires the Village's Electric Utility receipts, as defined, to be at least 110% of its OMEGA JV5 operating and maintenance plus debt service charges, as defined.

Using information from the Village's unadjusted receipts and disbursements ledger, we calculated the cash basis debt coverage including other available funds (as defined) for its OMEGA JV5 for the years ended December 31, 2016 and 2015.

For the year ended December 2016, the ratio of the Village's Electric receipts to OMEGA JV2 debt service disbursements was, 1.24%, meeting the Village's debt covenant obligation of 1.10 times set forth in Appendix M, Section 11 (A) of the Joint Venture Agreement.

For the year ended December 31, 2015, this ratio was 2.65, thus meeting the Village's debt covenant obligation.

The following schedules present the supporting calculations.

### **Other Compliance**

1. Ohio Rev. Code Section 117.38 requires townships to file their financial information in the HINKLE system, within 60 days after the close of the fiscal year. We confirmed the Village filed their complete financial statements, as defined by AOS Bulletin 2016-007, within the allotted timeframe for the years ended December 31, 2016 and 2015 in the Hinkle System. There were no exceptions.
2. We inquired of the fiscal officer and/or inspected the Fiscal Integrity Act Portal (<http://www.ohioauditor.gov/fiscalintegrity/default.html>) to determine whether the fiscal officer obtained the training required by Ohio Revised Code Section 507.12 and 7333.81. The training requirement has not yet been met per the Fiscal Integrity Act Portal.

This agreed-upon procedures engagement was conducted in accordance with the American Institute of Certified Public Accountants attestation standards and applicable attestation engagement standards included in the Comptroller General of the United States' *Government Auditing Standards*. We were not engaged to, and did not conduct an examination or review, the objective of which would be the expression of an opinion on the Village's receipts, disbursements, balances and compliance with certain laws and regulations. Accordingly, we do not express an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is for the use of The Village to assist in evaluating its receipts, disbursements and balances recorded in their cash-basis accounting records for the years ended December 31, 2016 and 2015, and certain compliance requirements related to these transactions and balances and is not suitable for any other purpose.

***Wilson, Phillips & Agin, CPA's, Inc.***  
Zanesville, Ohio  
July 26, 2017

ELECTRIC FUND  
Village of Lucas  
Basis Of Accounting: Cash

UNAUDITED Year 2016
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<b>Statement of Revenues, Expenses and Changes in Fund Balances</b>
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**Operating Revenues**

Charges for Services	\$	474,839
kWh Tax Collected in Rates	\$	-
Other Operating (Miscellaneous) Revenues	\$	1,048
Total Operating Revenues	\$	475,887

**Operating Expenses**

Personal Services	\$	106,648
Purchased Power AMP-Ohio (Including Gorsuch/JV5/JV2 Debt Service if recorded with Purch Pwr)	\$	316,233
Contractual Services	\$	34,719
	\$	-
<u>Generation Expenses (If Applicable)</u>		
Fuel Expense	\$	-
Operations	\$	-
Maintenance	\$	-
kWh Tax Paid to General Fund	\$	-
kWh Tax Paid to State	\$	219
Materials & Supplies	\$	12,873
Other Operating Expenses	\$	989
Total Operating Expenses	\$	471,681
Total Operating Income	\$	4,206

**Nonoperating Income/Expenses**

Non Operating Income	\$	2,293
Non Operating Expenses	\$	4,525
Net Nonoperating Revenue	\$	3,752

**Transfers**

Transfers - In	\$	-
Transfers - Out	\$	-
Net Transfers	\$	-

Fund Balance - January 1	\$	322,073
Fund Balance - December 31	\$	313,250

ELECTRIC FUND  
Village of Lucas  
Basis Of Accounting: Cash

**Electric Capital Fund (If not utilizing specific fund accounting, Payments detail need only be completed)**

Beginning Balance	\$ -
Transfers In	<u>\$ -</u>
Sub-Total	<u>\$ -</u>
<u>Less: Payments</u>	
Routine Capital Outlays/Expenses	\$ 7,177
Capitalized Labor	<u>\$ 3,620</u>
Sub-Total	<u>\$ 10,797</u>
Ending Fund Balance	<u>\$ (10,797)</u>

**Electric Debt Service Fund (If not utilizing specific fund accounting, Debt Service Paid as included in Purchased Power need only be completed)**

Beginning Fund Balance	
Transfers In	<u>          </u>
Sub-Total	<u>\$ -</u>
<u>Less: Debt Service Paid</u>	
OMEGA JV5	\$ 11,434
OMEGA JV2	\$ 6,124
AMP-Ohio Loan	\$ -
Other Debt Service	<u>\$ -</u>
Total Debt Service Paid	<u>\$ 17,558</u>
Ending Fund Balance	<u>\$ (17,558)</u>

Actual

\$ -  
Per JV5 2nd Supplemental Trust Agreement BAN  
interest is only shown for coverage for first five years  
of the BAN, paying interest and 1/20th principal year 6-20.

**ELECTRIC FUND**  
**Village of Lucas**  
**Basis Of Accounting: Cash**

**Calculation of Debt Coverage:**

**JV5**

1	Operating Income (From Above)	\$	4,206
2	<b>Add:</b> JV5 Debt Service (If included above as Operating Expense)	\$	11,434
3	JV2 Debt Service (If included above as Operating Expense)	\$	6,124
4	Other Electric System Debt Service (If included above as Operating Expense)	\$	-
5	Depreciation	\$	-
6	kWh Tax from General Fund Included in either Transfers In or Operating Income	\$	-
7	Adjusted Operating Income Available for Debt Service (L1+L2+L3+L4+L5+L6)	<u>\$</u>	<u>21,764</u>
8	<b>Debt:</b> Omega JV5 Debt Service	\$	11,434
9	OMEGA JV2 Debt Service	\$	6,124
10	Other Electric System Debt Service	\$	-
11	Total Electric System Debt (L8+L9+L10)	<u>\$</u>	<u>17,558</u>
12	<b>Coverage</b> (JV5 Covenants require 110% coverage of all debt) (L7/L11)		<u>1.239546331</u>

**JV2**

13	Other Electric System Debt Service (Total Adjusted for Total AMP-Ohio Loan P&I paid)	\$	-
14	Other Funds Available for Debt Service		
15	Cash and Cash Equivalents (excluding current year Operating Income)	\$	322,073
16	Debt Service Reserve Fund (If applicable)	\$	-
17	Total Other Funds Available for Debt Service (L15+L16)	<u>\$</u>	<u>322,073</u>
18	<b>Coverage</b> (JV2 Covenants require 110% coverage of all debt) ((L7+L17)/(L11-L10+L13))		<u>19.582724073</u>

**Note: The Fund Balance in a cash basis system is the Cash Balance.**

1 Months O&M (Average)	\$	39,307
Fund Balance	\$	313,250
Months of O&M in Reserve		7.97

ELECTRIC FUND  
Village of Lucas  
Basis Of Accounting: Cash

UNAUDITED Year 2015
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<b>Statement of Revenues, Expenses and Changes in Fund Balances</b>
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**Operating Revenues**

Charges for Services	\$ 436,610
kWh Tax Collected in Rates	\$ -
Other Operating (Miscellaneous) Revenues	\$ 5,175
Total Operating Revenues	\$ 441,785

**Operating Expenses**

Personal Services	\$ 101,168
Purchased Power AMP-Ohio (Including Gorsuch/JV5/JV2 Debt Service if recorded with Purch Pwr)	\$ -
Contractual Services	\$ 303,211
	\$ -
<u>Generation Expenses (if Applicable)</u>	
Fuel Expense	\$ -
Operations	\$ -
Maintenance	\$ -
kWh Tax Paid to General Fund	\$ -
kWh Tax Paid to State	\$ -
Materials & Supplies	\$ 11,041
Other Operating Expenses	\$ 673
Total Operating Expenses	\$ 416,093
Total Operating Income	\$ 25,692

**Nonoperating Income/Expenses**

Non Operating Income	\$ 455
Non Operating Expenses	\$ -
Net Nonoperating Revenue	\$ 455

**Transfers**

Transfers - In	\$ -
Transfers - Out	\$ -
Net Transfers	\$ -

Fund Balance - January 1	\$ 303,706
Fund Balance - December 31	\$ 322,073

ELECTRIC FUND  
Village of Lucas  
Basis Of Accounting: Cash

**Electric Capital Fund (If not utilizing specific fund accounting, Payments detail need only be completed)**

Beginning Balance	\$	-
Transfers In	\$	-
Sub-Total	\$	-
<u>Less: Payments</u>		
Routine Capital Outlays/Expenses	\$	7,780
Capitalized Labor		-
Sub-Total	\$	7,780
Ending Fund Balance	\$	(7,780)

**Electric Debt Service Fund (If not utilizing specific fund accounting, Debt Service Paid as included in Purchased Power need only be completed)**

Beginning Fund Balance		
Transfers In		-
Sub-Total	\$	-
<u>Less: Debt Service Paid</u>		
OMEGA JV5	\$	9,928
OMEGA JV2	\$	5,614
AMP-Ohio Loan	\$	-
Other Debt Service	\$	-
Total Debt Service Paid	\$	15,542
Ending Fund Balance	\$	(15,542)

Actual

\$ -

Per JV5 2nd Supplemental Trust Agreement BAN interest is only shown for coverage for first five years of the BAN, paying interest and 1/20th principal year 6-20.



ELECTRIC FUND  
Village of Lucas  
Basis Of Accounting: Cash

**Calculation of Debt Coverage:**

<u>JV5</u>			
1	Operating Income (From Above)	\$	25,692
2	<b>Add:</b> JV5 Debt Service (If included above as Operating Expense)	\$	9,928
3	JV2 Debt Service (If included above as Operating Expense)	\$	5,614
4	Other Electric System Debt Service (If included above as Operating Expense)	\$	-
5	Depreciation	\$	-
6	kWh Tax from General Fund Included in either Transfers In or Operating Income	\$	-
7	Adjusted Operating Income Available for Debt Service (L1+L2+L3+L4+L5+L6)	<u>\$</u>	<u>41,234</u>
8	<b>Debt:</b> Omega JV5 Debt Service	\$	9,928
9	OMEGA JV2 Debt Service	\$	5,614
10	Other Electric System Debt Service	\$	-
11	Total Electric System Debt (L8+L9+L10)	<u>\$</u>	<u>15,542</u>
12	<b>Coverage</b> (JV5 Covenants require 110% coverage of all debt) (L7/L11)		<u>2.65</u>

<u>JV2</u>			
13	Other Electric System Debt Service (Total Adjusted for Total AMP-Ohio Loan P&I paid)	\$	-
14	Other Funds Available for Debt Service		
15	Cash and Cash Equivalents (excluding current year Operating Income)	\$	303,706
16	Debt Service Reserve Fund (if applicable)	\$	-
17	Total Other Funds Available for Debt Service (L15+L16)	<u>\$</u>	<u>303,706</u>
18	<b>Coverage</b> (JV2 Covenants require 110% coverage of all debt) ((L7+L17)/(L11-L10+L13))		<u>22.19</u>

**Note: The Fund Balance in a cash basis system is the Cash Balance.**

1 Months O&M (Average)	\$	34,674
Fund Balance	\$	322,073
Months of O&M in Reserve		9.29

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# Dave Yost • Auditor of State

VILLAGE OF LUCAS

RICHLAND 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  
AUGUST 31, 2017