

Nile Township
Scioto County
Regular Audit
For the Years Ended December 31, 2013 and 2012



Millhuff-Stang, CPA, Inc.
1428 Gallia Street, Suite 2
Portsmouth, Ohio 45662
Phone: 740.876.8548 ■ Fax: 888.876.8549
Website: www.milhuffstangcpa.com ■ Email: natalie@milhuffstangcpa.com



Dave Yost • Auditor of State

Board of Trustees
Nile Township
P.O. Box 100
Friendship, Ohio 45630

We have reviewed the *Independent Auditor's Report* of Nile Township, Scioto County, prepared by Millhuff-Stang, CPA, Inc., for the audit period January 1, 2012 through December 31, 2013. 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. Nile Township is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

June 13, 2014

This page intentionally left blank.

Nile Township
Scioto County
Table of Contents
For the Years Ended December 31, 2013 and 2012

Title	Page
Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	4
Basic Financial Statements:	
Statement of Net Position – Cash Basis – December 31, 2013.....	10
Statement of Activities – Cash Basis – For the Year Ended December 31, 2013.....	11
Statement of Assets and Fund Balances – Cash Basis – Governmental Funds – December 31, 2013.....	12
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances – Governmental Funds – For the Year Ended December 31, 2013.....	13
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – General Fund – For the Year Ended December 31, 2013.....	14
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Gasoline Tax – For the Year Ended December 31, 2013.....	15
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Road and Bridge Fund – For the Year Ended December 31, 2013.....	16
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Fire Levy Fund – For the Year Ended December 31, 2013.....	17
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Ambulance Levy Fund – For the Year Ended December 31, 2013.....	18
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Fire Equipment Levy Fund – For the Year Ended December 31, 2013.....	19
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Police Levy Fund – For the Year Ended December 31, 2013.....	20
Statement of Net Position – Cash Basis – December 31, 2012.....	21
Statement of Activities – Cash Basis – For the Year Ended December 31, 2012.....	22
Statement of Assets and Fund Balances – Cash Basis – Governmental Funds – December 31, 2012.....	23
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances – Governmental Funds – For the Year Ended December 31, 2012.....	24
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – General Fund – For the Year Ended December 31, 2012.....	25

Nile Township
Scioto County
Table of Contents
(Continued)

For the Years Ended December 31, 2013 and 2012

Title	Page
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Gasoline Tax – For the Year Ended December 31, 2012	26
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Road and Bridge Fund – For the Year Ended December 31, 2012	27
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Fire Levy Fund – For the Year Ended December 31, 2012	28
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Ambulance Levy Fund – For the Year Ended December 31, 2012.....	29
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Fire Equipment Levy Fund – For the Year Ended December 31, 2012	30
Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis – Police Levy Fund – For the Year Ended December 31, 2012	31
Notes to the Basic Financial Statements	32
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	46
Schedule of Findings and Responses	48
Schedule of Prior Audit Findings.....	50

Independent Auditor's Report

Board of Trustees
Nile Township
P.O. Box 100
Friendship, Ohio 45630

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nile Township, Scioto County, Ohio (the Township), as of, and for the years ended December 31, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with the cash accounting basis Note 2 describes. This responsibility includes determining that the cash accounting basis is acceptable for the circumstances. Management is also responsible for designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatements, 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 misstatements.

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 Township'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 Township's internal control. Accordingly, we express no 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Nile Township, Scioto County, Ohio, as of December 31, 2013 and 2012, and the respective changes in cash financial position and the respective budgetary comparisons for the General, Gasoline Tax, Road and Bridge, Fire Levy, Ambulance Levy, Fire Equipment Levy, and Police Levy Funds thereof for the years then ended in accordance with the accounting basis described in Note 2.

Accounting Basis

We draw attention to Note 2 of the financial statements, which describes the accounting basis, which differs from generally accepted accounting principles. We did not modify our opinion regarding this matter.

Emphasis of Matter

As discussed in Note 11 to the financial statements, during 2012, the Township adopted new accounting guidance in Governmental Accounting Standards Board Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position." We did not modify our opinion regarding this matter.

Other Matters

Supplemental and Other Information

We audited to opine on the Township's financial statements that collectively comprise its basic financial statements.

Management's discussion and analysis includes tables of net position, changes in net position, and governmental activities. This information provides additional analysis and is not a required part of the basic financial statements.

These tables are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these tables to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling these tables directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and in accordance with auditing standards generally accepted in the United States of America. In our opinion, these tables are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other than the aforementioned procedures applied to the tables, we applied no procedures to any other information in the management's discussion and analysis, and we express no opinion or any other assurance on it.

Nile Township
Scioto County
Independent Auditor's Report

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 9, 2014, on our consideration of the Township's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. 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 Township's internal control over financial reporting and compliance.



Natalie Millhuff-Stang, CPA, CITP
President/Owner
Millhuff-Stang, CPA, Inc.

May 9, 2014

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

This discussion and analysis of Nile Township's (the Township) financial performance provides an overall review of the Township's financial activities for the years ended December 31, 2013 and 2012, within the limitations of the Township's cash basis of accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Township's financial performance.

Highlights

Key highlights for 2013 are as follows:

Net position of governmental activities increased \$80,376.

The Township's general receipts are primarily property taxes and related exemptions, local government revenue assistance, franchise fees and interest.

Key highlights for 2012 are as follows:

Net position of governmental activities increased \$37,575.

The Township's general receipts are primarily property taxes and related exemptions, local government revenue assistance, franchise fees and interest.

Using the Basic Financial Statements

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Township's cash basis of accounting.

Report Components

The statement of net position and the statement of activities provide information about the cash activities of the Township as a whole.

Fund financial statements provide a greater level of detail. Funds are created and maintained on the financial records of the Township as a way to segregate money whose use is restricted to a particular specified purpose. These statements present financial information by fund, presenting funds with the largest balances or most activity in separate columns.

The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. The Township has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Township's cash basis of accounting, receipts and disbursements are recorded when cash is received or paid.

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

Reporting the Township as a Whole

The statement of net position and the statement of activities reflect how the Township did financially during 2013 and 2012, within the limitations of cash basis accounting. The statement of net position presents the cash balances and investments of the governmental activities of the Township at year end. The statement of activities compares cash disbursements with program receipts for each governmental program. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts. The comparison of cash disbursements with program receipts identifies how each governmental function draws from the Township's general receipts.

These statements report the Township's cash position and the changes in cash position. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Township's financial health. Over time, increases or decreases in the Township's cash position is one indicator of whether the Township's financial health is improving or deteriorating. When evaluating the Township's financial condition, you should also consider other nonfinancial factors as well such as the Township's property tax base, the condition of the Township's capital assets and infrastructure, the extent of the Township's debt obligations, the reliance on non-local financial resources for operations and the need for continued growth in the major local revenue sources such as property taxes.

In the statement of net position and the statement of activities, the Township reports only one type of activity:

Governmental activities: Most of the Township's basic services are reported here, including police, fire, streets, parks and emergency management services. Property taxes and related exemptions, gasoline taxes, vehicle registrations, local government revenue assistance, licenses and permits and state and federal grants finance most of these activities. Benefits provided through governmental activities are not necessarily paid for by the people receiving them.

Reporting the Township's Most Significant Funds

Fund financial statements provide detailed information about the Township's major funds – not the Township as a whole. The Township establishes separate funds to better manage its many activities and to help demonstrate that money which is restricted as to how it may be used is being spent for the intended purpose. The funds of the Township are all governmental funds.

Governmental Funds – Most of the Township's activities are reported in governmental funds. The governmental fund financial statements provide a detailed view of the Township's governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent to finance the Township's programs. The Township's significant governmental funds are presented on the financial statements in separate columns. The information for nonmajor funds (funds whose activity or balances are not large enough to warrant separate reporting) is combined and presented in total in a single column. The Township's major governmental funds are the General, Gasoline Tax, Road and Bridge, Fire Levy, Ambulance Levy, Fire Equipment Levy, and Police Levy. The programs reported in governmental funds are closely related to those reported in the governmental activities section of the entity-wide statements.

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

The Township as a Whole

Table 1 provides a summary of the Township's net position for 2013 compared to 2012 and 2011:

(Table 1)
Net Position

	Governmental Activities		
	2013	2012	2011
Assets			
Cash and Cash Equivalents	\$705,644	\$625,268	\$587,693
Total Assets	\$705,644	\$625,268	\$587,693
Net Position			
Restricted for:			
Other Purposes	\$619,686	\$580,099	\$619,839
Unrestricted (Deficit)	85,958	45,169	(32,146)
Total Net Position	\$705,644	\$625,268	\$587,693

As mentioned previously, net position of governmental activities increased \$37,575 during 2012. The primary reason contributing to the increases in cash balances is bond proceeds to repay the construction fund.

Net position increased in 2013 by \$80,376. This increase can be attributed to paving projects that were uncompleted.

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

Table 2 reflects the changes in net position in 2013 and 2012 and the comparisons to fiscal year 2011.

(Table 2)
Changes in Net Position

	Governmental Activities 2013	Governmental Activities 2012	Governmental Activities 2011
Receipts:			
Program Receipts:			
Charges for Services and Sales	\$22,733	\$18,900	\$16,125
Operating Grants and Contributions	94,833	95,192	96,854
Total Program Receipts	<u>117,566</u>	<u>114,092</u>	<u>112,979</u>
General Receipts:			
Property and Other Local Taxes	453,802	436,562	433,395
Grants and Entitlements Not Restricted to Specific Programs	175,034	149,751	220,225
Cable Franchise Fees	17,711	16,876	27,268
Interest	1,792	3,018	6,378
Miscellaneous	21,935	18,652	12,975
Other Debt Proceeds	0	93,500	0
Total General Receipts	<u>670,274</u>	<u>718,359</u>	<u>700,241</u>
Total Receipts	<u>787,840</u>	<u>832,451</u>	<u>813,220</u>
Disbursements:			
General Government	216,927	262,261	255,787
Public Safety	135,084	144,532	136,153
Public Works	131,484	212,116	212,649
Health	58,937	43,206	47,734
Capital Outlay	96,687	71,319	275,860
Principal Retirement	38,092	31,399	59,391
Interest and Fiscal Charges	30,253	30,043	47,343
Total Disbursements	<u>707,464</u>	<u>794,876</u>	<u>1,034,917</u>
Increase (Decrease) in Net Position	80,376	37,575	(221,697)
Net Position, January 1	625,268	587,693	809,390
Net Position, December 31	<u>\$705,644</u>	<u>\$625,268</u>	<u>\$587,693</u>

Program receipts represent only 15 percent and 14 percent of total receipts in 2013 and 2012, respectively, and are primarily comprised of restricted intergovernmental receipts such as motor vehicle license and gas tax money, and charges for cemetery services.

General receipts represent 85 percent and 86 percent of the Township's total receipts in 2013 and 2012, respectively, and of this amount (net of debt proceeds), over 67 percent in 2013 and 69 percent in 2012 are local taxes. Property tax exemptions and entitlements make up the majority of the balance of the Township's general receipts. Other receipts are very insignificant and somewhat unpredictable revenue sources.

Disbursements for general government represent the overhead costs of running the Township and the support services provided for the other Township activities. These include the costs of the Trustees and Fiscal Officer, as well as internal services such as payroll and purchasing. Since many of these costs do not represent direct services to residents, we try to limit these costs.

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

Public Safety is the costs of police protection and EMS and fire protection.

Governmental Activities

If you look at the statement of activities, you will see that the first column lists the major services provided by the Township. The next column identifies the costs of providing these services. The next two columns of the statement entitled program receipts identify amounts paid by people who are directly charged for the service and grants received by the Township that must be used to provide a specific service. The net receipt (disbursement) column compares the program receipts to the cost of the service. This "net cost" amount represents the cost of the service which ends up being paid from money provided by local taxpayers. These net costs are paid from general receipts which are presented at the bottom of the statement. A comparison between the total cost of services and the net cost is presented in Table 3.

(Table 3)

Governmental Activities

	Total Cost of Services 2013	Net Cost of Services 2013	Total Cost of Services 2012	Net Cost of Services 2012	Total Cost of Services 2011	Net Cost of Services 2011
General Government	\$216,927	\$216,927	\$262,261	\$262,261	\$255,787	\$255,787
Public Safety	135,084	135,084	144,532	144,532	136,153	136,153
Public Works	131,484	36,651	212,116	116,924	212,649	115,795
Health	58,937	36,204	43,206	24,306	47,734	31,609
Capital Outlay	96,687	96,687	71,319	71,319	275,860	275,860
Principal Payments	38,092	38,092	31,399	31,399	59,391	59,391
Interest and Fiscal Charges	30,253	30,253	30,043	30,043	47,343	47,343
Total Disbursements	<u>\$707,464</u>	<u>\$589,898</u>	<u>\$794,876</u>	<u>\$680,784</u>	<u>\$1,034,917</u>	<u>\$921,938</u>

The dependence upon property tax receipts is apparent as 83 percent of governmental activities are supported through these and other general receipts for 2013 and 86 percent for 2012.

The Township's Funds

Total governmental funds in 2013 had receipts of \$787,840 and disbursements of \$707,464.

Total governmental funds in 2012 had receipts of \$738,951 and disbursements of \$794,876. The Township also had \$93,500 in debt proceeds during 2012.

In 2013, General Fund receipts were higher than disbursements by \$40,789 indicating that the General Fund had surplus spending. In 2012, General Fund receipts were less than disbursements by \$19,848 indicating that the General Fund was in a deficit spending situation. However, because of funds carried forward from 2011, the General Fund was still in a surplus situation.

General Fund Budgeting Highlights

The Township's budget is prepared according to Ohio law and is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

During 2013 and 2012, the Township did not amend its General Fund budget.

Nile Township
Scioto County
Management's Discussion and Analysis
For the Years Ended December 31, 2013 and 2012
(Unaudited)

Capital Assets and Debt Administration

Capital Assets

The Township does not currently keep track of its capital assets and infrastructure other than taking an inventory of what is on hand in January of each year. The current liability and property insurance policy keeps an accurate record of Township property, equipment and vehicles.

Debt

The Township had bonds outstanding at December 31, 2013 in the amount of \$814,618. See Note 9.

Current Issues

The challenge for all townships is to provide quality services to the public while staying within the restrictions imposed by limited, and in some cases shrinking funding. We rely heavily on local taxes and have very little industry to support the tax base. Our prepared financial forecast predicts a surplus for 2014; therefore, the finance committee and the administration will continue to provide the services important to our residents.

Contacting the Township's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Township's finances and to reflect the Township's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to Chris Norman, Fiscal Officer for Nile Township, P.O. Box 100, Friendship, Ohio 45630 or phone (740) 858-4777.

Nile Township
Scioto County
Statement of Net Position - Cash Basis
December 31, 2013

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$705,644</u>
<i>Total Assets</i>	<u>705,644</u>
Net Position	
Restricted for:	
Other Purposes	619,686
Unrestricted	<u>85,958</u>
<i>Total Net Position</i>	<u><u>\$705,644</u></u>

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

Nile Township
Scioto County
Statement of Activities - Cash Basis
For the Year Ended December 31, 2013

	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position
	Cash	Charges	Operating	
	Disbursements	for Services and Sales	Grants and Contributions	
Governmental Activities				
General Government	\$216,927	\$0	\$0	(\$216,927)
Public Safety	135,084	0	0	(135,084)
Public Works	131,484	0	94,833	(36,651)
Health	58,937	22,733	0	(36,204)
Capital Outlay	96,687	0	0	(96,687)
Principal Payments	38,092	0	0	(38,092)
Interest and Fiscal Charges	30,253	0	0	(30,253)
<i>Total Governmental Activities</i>	<u>\$707,464</u>	<u>\$22,733</u>	<u>\$94,833</u>	<u>(589,898)</u>
General Receipts				
Property Taxes Levied for:				
General Purposes				98,784
Other Purposes				355,018
Grants and Entitlements not Restricted to Specific Programs				175,034
Cable Franchise Fees				17,711
Interest				1,792
Miscellaneous				21,935
<i>Total General Receipts</i>				<u>670,274</u>
<i>Change in Net Position</i>				80,376
<i>Net Position Beginning of Year</i>				<u>625,268</u>
<i>Net Position End of Year</i>				<u><u>\$705,644</u></u>

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

**Nile Township
Scioto County**
Statement of Assets and Fund Balances - Cash Basis
Governmental Funds
December 31, 2013

	General Fund	Gasoline Tax Fund	Road and Bridge Fund	Fire Levy Fund	Ambulance Levy Fund	Fire Equipment Levy Fund	Police Levy Fund	Other Governmental Funds	Total Governmental Funds
Assets									
Equity in Pooled Cash and Cash Equivalents	\$85,958	\$215,424	\$86,577	\$11,950	\$68,993	\$98,198	\$113,642	\$24,902	\$705,644
<i>Total Assets</i>	<u>\$85,958</u>	<u>\$215,424</u>	<u>\$86,577</u>	<u>\$11,950</u>	<u>\$68,993</u>	<u>\$98,198</u>	<u>\$113,642</u>	<u>\$24,902</u>	<u>\$705,644</u>
Fund Balances									
Restricted	\$0	\$215,424	\$86,577	\$11,950	\$68,993	\$98,198	\$113,642	\$24,902	\$619,686
Unassigned	85,958	0	0	0	0	0	0	0	85,958
<i>Total Fund Balances</i>	<u>\$85,958</u>	<u>\$215,424</u>	<u>\$86,577</u>	<u>\$11,950</u>	<u>\$68,993</u>	<u>\$98,198</u>	<u>\$113,642</u>	<u>\$24,902</u>	<u>\$705,644</u>

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

**Nile Township
Scioto County**
Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General Fund	Gasoline Tax Fund	Road and Bridge Fund	Fire Levy Fund	Ambulance Levy Fund	Fire Equipment Levy Fund	Police Levy Fund	Other Governmental Funds	Total Governmental Funds
Receipts									
Property and Other Local Taxes	\$98,784	\$0	\$81,403	\$54,818	\$94,339	\$30,977	\$93,481	\$0	\$453,802
Intergovernmental	103,203	85,392	16,203	10,236	21,010	5,833	18,549	9,441	269,867
Fines, Licenses and Permits	17,711	0	0	0	0	0	0	22,733	40,444
Earnings on Investments	348	1,378	0	0	0	0	0	66	1,792
Miscellaneous	6,195	0	0	25	0	0	0	15,715	21,935
<i>Total Receipts</i>	226,241	86,770	97,606	65,079	115,349	36,810	112,030	47,955	787,840
Disbursements									
Current:									
General Government	136,391	0	897	8,627	67,175	992	2,845	0	216,927
Public Safety	0	0	0	8,541	20,889	19,955	85,699	0	135,084
Public Works	0	39,656	78,868	0	0	0	0	12,960	131,484
Health	25,141	0	0	0	0	0	0	33,796	58,937
Capital Outlay	0	7,286	2,115	1,432	3,517	82,337	0	0	96,687
Debt Service:									
Principal Payments	13,332	0	0	24,760	0	0	0	0	38,092
Interest and Fiscal Charges	10,588	0	0	19,665	0	0	0	0	30,253
<i>Total Disbursements</i>	185,452	46,942	81,880	63,025	91,581	103,284	88,544	46,756	707,464
<i>Excess of Receipts Over (Under) Disbursements</i>	40,789	39,828	15,726	2,054	23,768	(66,474)	23,486	1,199	80,376
<i>Fund Balances Beginning of Year</i>	45,169	175,596	70,851	9,896	45,225	164,672	90,156	23,703	625,268
<i>Fund Balances End of Year</i>	\$85,958	\$215,424	\$86,577	\$11,950	\$68,993	\$98,198	\$113,642	\$24,902	\$705,644

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
General Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$89,531	\$89,531	\$98,784	\$9,253
Intergovernmental	36,805	36,805	103,203	66,398
Fines, Licenses and Permits	12,000	12,000	17,711	5,711
Earnings on Investments	1,000	1,000	348	(652)
Miscellaneous	5,000	5,000	6,195	1,195
<i>Total Receipts</i>	144,336	144,336	226,241	81,905
Disbursements				
Current:				
General Government	141,039	141,039	136,391	4,648
Health	25,141	25,141	25,141	0
Debt Service:				
Principal Payment	13,332	13,332	13,332	0
Interest and Fiscal Charges	10,588	10,588	10,588	0
<i>Total Disbursements</i>	190,100	190,100	185,452	4,648
<i>Excess of Receipts Over (Under) Disbursements</i>	(45,764)	(45,764)	40,789	86,553
<i>Fund Balances Beginning of Year</i>	45,169	45,169	45,169	0
<i>Fund Balances End of Year</i>	(\$595)	(\$595)	\$85,958	\$86,553

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Gasoline Tax Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Intergovernmental	\$86,670	\$86,670	\$85,392	(\$1,278)
Earnings on Investments	5,000	5,000	1,378	(3,622)
<i>Total Receipts</i>	91,670	91,670	86,770	(4,900)
Disbursements				
Current:				
Public Works	240,000	240,000	39,656	200,344
Capital Outlay	25,000	25,000	7,286	17,714
<i>Total Disbursements</i>	265,000	265,000	46,942	218,058
<i>Excess of Receipts Over (Under) Disbursements</i>	(173,330)	(173,330)	39,828	213,158
<i>Fund Balances Beginning of Year</i>	175,596	175,596	175,596	0
<i>Fund Balances End of Year</i>	\$2,266	\$2,266	\$215,424	\$213,158

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Road and Bridge Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$75,139	\$75,139	\$81,403	\$6,264
Intergovernmental	16,306	16,306	16,203	(103)
<i>Total Receipts</i>	91,445	91,445	97,606	6,161
Disbursements				
Current:				
General Government	5,000	5,000	897	4,103
Public Works	131,000	131,000	78,868	52,132
Capital Outlay	25,000	25,000	2,115	22,885
<i>Total Disbursements</i>	161,000	161,000	81,880	79,120
<i>Excess of Receipts Over (Under) Disbursements</i>	(69,555)	(69,555)	15,726	85,281
<i>Fund Balances Beginning of Year</i>	70,851	70,851	70,851	0
<i>Fund Balances End of Year</i>	\$1,296	\$1,296	\$86,577	\$85,281

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Fire Levy Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$50,212	\$50,212	\$54,818	\$4,606
Intergovernmental	10,536	10,536	10,236	(300)
Miscellaneous	515	515	25	(490)
<i>Total Receipts</i>	61,263	61,263	65,079	3,816
Disbursements				
Current:				
General Government	9,000	9,000	8,627	373
Public Safety	13,750	13,750	8,541	5,209
Capital Outlay	500	1,475	1,432	43
Debt Service:				
Principal Payment	24,800	24,760	24,760	0
Interest and Fiscal Charges	20,600	19,665	19,665	0
<i>Total Disbursements</i>	68,650	68,650	63,025	5,625
<i>Excess of Receipts Over (Under) Disbursements</i>	(7,387)	(7,387)	2,054	9,441
<i>Fund Balances Beginning of Year</i>	9,896	9,896	9,896	0
<i>Fund Balances End of Year</i>	\$2,509	\$2,509	\$11,950	\$9,441

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Ambulance Levy Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$85,899	\$85,899	\$94,339	\$8,440
Intergovernmental	18,519	18,519	21,010	2,491
Miscellaneous	5,180	5,180	0	(5,180)
<i>Total Receipts</i>	<u>109,598</u>	<u>109,598</u>	<u>115,349</u>	<u>5,751</u>
Disbursements				
Current:				
General Government	96,500	96,500	67,175	29,325
Public Safety	26,500	26,500	20,889	5,611
Capital Outlay	28,000	28,000	3,517	24,483
<i>Total Disbursements</i>	<u>151,000</u>	<u>151,000</u>	<u>91,581</u>	<u>59,419</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	(41,402)	(41,402)	23,768	65,170
<i>Fund Balances Beginning of Year</i>	<u>45,225</u>	<u>45,225</u>	<u>45,225</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u><u>\$3,823</u></u>	<u><u>\$3,823</u></u>	<u><u>\$68,993</u></u>	<u><u>\$65,170</u></u>

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Fire Equipment Levy Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$27,302	\$27,302	\$30,977	\$3,675
Intergovernmental	6,833	6,833	5,833	(1,000)
<i>Total Receipts</i>	<u>34,135</u>	<u>34,135</u>	<u>36,810</u>	<u>2,675</u>
Disbursements				
Current:				
General Government	5,000	5,000	992	4,008
Public Safety	50,000	50,000	19,955	30,045
Capital Outlay	130,000	130,000	82,337	47,663
Debt Service:				
Principal Payment	5,000	5,000	0	5,000
Interest and Fiscal Charges	5,000	5,000	0	5,000
<i>Total Disbursements</i>	<u>195,000</u>	<u>195,000</u>	<u>103,284</u>	<u>91,716</u>
<i>Excess of Receipts Under Disbursements</i>	(160,865)	(160,865)	(66,474)	94,391
<i>Fund Balances Beginning of Year</i>	<u>164,672</u>	<u>164,672</u>	<u>164,672</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u><u>\$3,807</u></u>	<u><u>\$3,807</u></u>	<u><u>\$98,198</u></u>	<u><u>\$94,391</u></u>

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Police Levy Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$84,844	\$84,844	\$93,481	\$8,637
Intergovernmental	19,549	19,549	18,549	(1,000)
<i>Total Receipts</i>	104,393	104,393	112,030	7,637
Disbursements				
Current:				
General Government	5,000	5,000	2,845	2,155
Public Safety	175,000	175,000	85,699	89,301
<i>Total Disbursements</i>	180,000	180,000	88,544	91,456
<i>Excess of Receipts Over (Under) Disbursements</i>	(75,607)	(75,607)	23,486	99,093
<i>Fund Balances Beginning of Year</i>	90,156	90,156	90,156	0
<i>Fund Balances End of Year</i>	\$14,549	\$14,549	\$113,642	\$99,093

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

Nile Township
Scioto County
Statement of Net Position - Cash Basis
December 31, 2012

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$625,268</u>
<i>Total Assets</i>	<u>625,268</u>
Net Position	
Restricted for:	
Other Purposes	580,099
Unrestricted	<u>45,169</u>
<i>Total Net Position</i>	<u><u>\$625,268</u></u>

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

Nile Township
Scioto County
Statement of Activities - Cash Basis
For the Year Ended December 31, 2012

	Cash Disbursements	Program Cash Receipts		Net (Disbursements) Receipts and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	
Governmental Activities				
General Government	\$262,261	\$0	\$0	(\$262,261)
Public Safety	144,532	0	0	(144,532)
Public Works	212,116	0	95,192	(116,924)
Health	43,206	18,900	0	(24,306)
Capital Outlay	71,319	0	0	(71,319)
Principal Payments	31,399	0	0	(31,399)
Interest and Fiscal Charges	30,043	0	0	(30,043)
<i>Total Governmental Activities</i>	<u>\$794,876</u>	<u>\$18,900</u>	<u>\$95,192</u>	<u>(680,784)</u>
General Receipts				
Property Taxes Levied for:				
General Purposes				90,350
Other Purposes				346,212
Grants and Entitlements not Restricted to Specific Programs				149,751
Cable Franchise Fees				16,876
Interest				3,018
Miscellaneous				18,652
Other Debt Proceeds				<u>93,500</u>
<i>Total General Receipts</i>				<u>718,359</u>
<i>Change in Net Position</i>				37,575
<i>Net Position Beginning of Year</i>				<u>587,693</u>
<i>Net Position End of Year</i>				<u><u>\$625,268</u></u>

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

Nile Township
Scioto County
Statement of Assets and Fund Balances - Cash Basis
Governmental Funds
December 31, 2012

	General Fund	Gasoline Tax Fund	Road and Bridge Fund	Fire Levy Fund	Ambulance Levy Fund	Fire Equipment Levy Fund	Police Levy Fund	Other Governmental Funds	Total Governmental Funds
Assets									
Equity in Pooled Cash and Cash Equivalents	\$45,169	\$175,596	\$70,851	\$9,896	\$45,225	\$164,672	\$90,156	\$23,703	\$625,268
<i>Total Assets</i>	<u>\$45,169</u>	<u>\$175,596</u>	<u>\$70,851</u>	<u>\$9,896</u>	<u>\$45,225</u>	<u>\$164,672</u>	<u>\$90,156</u>	<u>\$23,703</u>	<u>\$625,268</u>
Fund Balances									
Restricted	\$0	\$175,596	\$70,851	\$9,896	\$45,225	\$164,672	\$90,156	\$23,703	\$580,099
Unassigned	45,169	0	0	0	0	0	0	0	45,169
<i>Total Fund Balances</i>	<u>\$45,169</u>	<u>\$175,596</u>	<u>\$70,851</u>	<u>\$9,896</u>	<u>\$45,225</u>	<u>\$164,672</u>	<u>\$90,156</u>	<u>\$23,703</u>	<u>\$625,268</u>

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

**Nile Township
Scioto County**
*Statement of Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances
Governmental Funds
For the Year Ended December 31, 2012*

	General Fund	Gasoline Tax Fund	Road and Bridge Fund	Fire Levy Fund	Ambulance Levy Fund	Fire Equipment Levy Fund	Policy Levy Fund	Other Governmental Funds	Totals Governmental Funds
Receipts									
Property and Other Local Taxes	\$90,350	\$0	\$79,588	\$53,407	\$91,891	\$30,170	\$91,156	\$0	\$436,562
Intergovernmental	81,260	84,917	15,887	11,621	17,140	5,705	18,138	10,275	244,943
Fines, Licenses and Permits	16,876	0	0	0	0	0	0	18,900	35,776
Earnings on Investments	997	1,811	0	0	0	0	0	210	3,018
Miscellaneous	5,390	0	0	0	0	0	0	13,262	18,652
<i>Total Receipts</i>	194,873	86,728	95,475	65,028	109,031	35,875	109,294	42,647	738,951
Disbursements									
Current:									
General Government	145,941	0	1,142	20,055	91,462	949	2,712	0	262,261
Public Safety	0	0	0	21,582	17,303	8,949	96,698	0	144,532
Public Works	21,888	102,174	78,505	0	0	0	0	9,549	212,116
Health	25,206	0	0	0	0	0	0	18,000	43,206
Capital Outlay	181	14,635	868	23,168	11,957	19,963	0	547	71,319
Debt Service:									
Principal Payments	10,990	0	0	20,409	0	0	0	0	31,399
Interest and Fiscal Charges	10,515	0	0	19,528	0	0	0	0	30,043
<i>Total Disbursements</i>	214,721	116,809	80,515	104,742	120,722	29,861	99,410	28,096	794,876
<i>Excess of Receipts Over (Under) Disbursements</i>	(19,848)	(30,081)	14,960	(39,714)	(11,691)	6,014	9,884	14,551	(55,925)
Other Financing Receipts									
Other Debt Proceeds	0	0	0	0	0	0	0	93,500	93,500
<i>Total Other Financing Receipts</i>	0	0	0	0	0	0	0	93,500	93,500
<i>Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements</i>	(19,848)	(30,081)	14,960	(39,714)	(11,691)	6,014	9,884	108,051	37,575
<i>Fund Balances Beginning of Year</i>	65,017	205,677	55,891	49,610	56,916	158,658	80,272	(84,348)	587,693
<i>Fund Balances End of Year</i>	\$45,169	\$175,596	\$70,851	\$9,896	\$45,225	\$164,672	\$90,156	\$23,703	\$625,268

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
General Fund
For the Year Ended December 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$91,398	\$91,398	\$90,350	(\$1,048)
Intergovernmental	37,989	37,989	81,260	43,271
Fines, Licenses and Permits	10,000	10,000	16,876	6,876
Earnings on Investments	2,500	2,500	997	(1,503)
Miscellaneous	5,000	5,000	5,390	390
<i>Total Receipts</i>	146,887	146,887	194,873	47,986
Disbursements				
Current:				
General Government	180,779	180,779	145,941	34,838
Public Works	34,000	34,000	21,888	12,112
Health	25,206	25,206	25,206	0
Capital Outlay	3,500	3,500	181	3,319
Debt Service:				
Principal Payment	14,000	14,000	10,990	3,010
Interest and Fiscal Charges	10,515	10,515	10,515	0
<i>Total Disbursements</i>	268,000	268,000	214,721	53,279
<i>Excess of Receipts Under Disbursements</i>	(121,113)	(121,113)	(19,848)	101,265
<i>Fund Balances Beginning of Year</i>	65,017	65,017	65,017	0
<i>Fund Balances End of Year</i>	(\$56,096)	(\$56,096)	\$45,169	\$101,265

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Gasoline Tax Fund
For the Year Ended December 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Intergovernmental	\$72,250	\$72,250	\$84,917	\$12,667
Earnings on Investments	5,000	5,000	1,811	(3,189)
<i>Total Receipts</i>	77,250	77,250	86,728	9,478
Disbursements				
Current:				
Public Works	212,500	212,500	102,174	110,326
Capital Outlay	21,500	21,500	14,635	6,865
<i>Total Disbursements</i>	234,000	234,000	116,809	117,191
<i>Excess of Receipts Under Disbursements</i>	(156,750)	(156,750)	(30,081)	126,669
<i>Fund Balances Beginning of Year</i>	205,677	205,677	205,677	0
<i>Fund Balances End of Year</i>	\$48,927	\$48,927	\$175,596	\$126,669

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Road and Bridge Fund
For the Year Ended December 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$75,447	\$75,447	\$79,588	\$4,141
Intergovernmental	15,887	15,887	15,887	0
<i>Total Receipts</i>	91,334	91,334	95,475	4,141
Disbursements				
Current:				
General Government	5,500	5,500	1,142	4,358
Public Works	113,500	113,500	78,505	34,995
Capital Outlay	14,000	14,000	868	13,132
<i>Total Disbursements</i>	133,000	133,000	80,515	52,485
<i>Excess of Receipts Over (Under) Disbursements</i>	(41,666)	(41,666)	14,960	56,626
<i>Fund Balances Beginning of Year</i>	55,891	55,891	55,891	0
<i>Fund Balances End of Year</i>	\$14,225	\$14,225	\$70,851	\$56,626

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Fire Levy Fund
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$52,843	\$52,843	\$53,407	\$564
Intergovernmental	10,321	10,321	11,621	1,300
Miscellaneous	500	500	0	(500)
<i>Total Receipts</i>	<u>63,664</u>	<u>63,664</u>	<u>65,028</u>	<u>1,364</u>
Disbursements				
Current:				
General Government	24,000	24,000	20,055	3,945
Public Safety	37,000	34,636	21,582	13,054
Capital Outlay	53,500	28,427	23,168	5,259
Debt Service:				
Principal Payment	10,000	20,409	20,409	0
Interest and Fiscal Charges	2,500	19,528	19,528	0
<i>Total Disbursements</i>	<u>127,000</u>	<u>127,000</u>	<u>104,742</u>	<u>22,258</u>
<i>Excess of Receipts Under Disbursements</i>	(63,336)	(63,336)	(39,714)	23,622
<i>Fund Balances Beginning of Year</i>	<u>49,610</u>	<u>49,610</u>	<u>49,610</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>(\$13,726)</u>	<u>(\$13,726)</u>	<u>\$9,896</u>	<u>\$23,622</u>

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Ambulance Levy Fund
For the Year Ended December 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$87,177	\$87,177	\$91,891	\$4,714
Intergovernmental	17,640	17,640	17,140	(500)
Miscellaneous	6,000	6,000	0	(6,000)
<i>Total Receipts</i>	110,817	110,817	109,031	(1,786)
Disbursements				
Current:				
General Government	103,000	103,000	91,462	11,538
Public Safety	32,000	32,000	17,303	14,697
Capital Outlay	25,000	25,000	11,957	13,043
<i>Total Disbursements</i>	160,000	160,000	120,722	39,278
<i>Excess of Receipts Under Disbursements</i>	(49,183)	(49,183)	(11,691)	37,492
<i>Fund Balances Beginning of Year</i>	56,916	56,916	56,916	0
<i>Fund Balances End of Year</i>	\$7,733	\$7,733	\$45,225	\$37,492

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Fire Equipment Levy Fund
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Receipts				
Property and Other Local Taxes	\$27,929	\$27,929	\$30,170	\$2,241
Intergovernmental	6,205	6,205	5,705	(500)
<i>Total Receipts</i>	34,134	34,134	35,875	1,741
Disbursements				
Current:				
General Government	3,000	3,000	949	2,051
Public Safety	2,500	20,500	8,949	11,551
Capital Outlay	5,000	45,000	19,963	25,037
Debt Service:				
Principal Payment	40,000	0	0	0
Interest and Fiscal Charges	18,000	0	0	0
<i>Total Disbursements</i>	68,500	68,500	29,861	38,639
<i>Excess of Receipts Over (Under) Disbursements</i>	(34,366)	(34,366)	6,014	40,380
<i>Fund Balances Beginning of Year</i>	158,658	158,658	158,658	0
<i>Fund Balances End of Year</i>	\$124,292	\$124,292	\$164,672	\$40,380

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

Nile Township
Scioto County
Statement of Receipts, Disbursements and Changes
In Fund Balance - Budget and Actual - Budget Basis
Police Levy Fund
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Property and Other Local Taxes	\$82,245	\$82,245	\$91,156	\$8,911
Intergovernmental	18,138	18,138	18,138	0
<i>Total Receipts</i>	<u>100,383</u>	<u>100,383</u>	<u>109,294</u>	<u>8,911</u>
Disbursements				
Current:				
General Government	7,500	7,500	2,712	4,788
Public Safety	170,000	170,000	96,698	73,302
<i>Total Disbursements</i>	<u>177,500</u>	<u>177,500</u>	<u>99,410</u>	<u>78,090</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	(77,117)	(77,117)	9,884	87,001
<i>Fund Balances Beginning of Year</i>	<u>80,272</u>	<u>80,272</u>	<u>80,272</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u><u>\$3,155</u></u>	<u><u>\$3,155</u></u>	<u><u>\$90,156</u></u>	<u><u>\$87,001</u></u>

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

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 1 – Reporting Entity

Nile Township, Scioto County, Ohio, is a body politic and corporate established in 1803 to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Township is directed by a publicly elected three-member Board of Trustees. The Township also has an elected Township Fiscal Officer.

The reporting entity is comprised of the primary government.

A. Primary Government

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the Township. The Township provides general government services, maintenance of Township roads and bridges, and cemetery maintenance. The Township utilizes the Nile Volunteer Fire Department for fire protection. Police protection is provided by the Scioto County Sheriff's Office.

B. Component Units

Component units are legally separate organizations for which the Township is financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization's resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide support to, the organization; or the Township is obligated for the debt of the organization. The Township is also financially accountable for any organizations that are fiscally dependent on the Township in that the Township approves their budget, the issuance of their debt or the levying of their taxes. Component units also include legally separate, tax-exempt entities whose resources are for the direct benefit of the Township, are accessible to the Township and are significant in amount to the Township.

The Township has no component units.

C. Joint Ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. Under the cash basis of accounting, the Township does not report assets for equity interests in joint ventures.

The Township has no joint ventures.

The Township's management believes these financial statements present all activities for which the Township is financially accountable.

Note 2 – Summary of Significant Accounting Policies

As discussed further in Note 2.C, these financial statements are presented on a cash basis of accounting. This cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. Following are the more significant of the Township's accounting policies.

A. Basis of Presentation

The Township's basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 2 – Summary of Significant Accounting Policies (Continued)

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the Township as a whole. These statements include the financial activities of the primary government. Governmental activities generally are financed through taxes, intergovernmental receipts or other nonexchange transactions.

The statement of net position presents the cash balance of the governmental activities of the Township at year end. The statement of activities compares disbursements with program receipts for each of the Township's governmental activities. Disbursements are reported by function. A function is a group of related activities designed to accomplish a major service or regulatory program for which the Township is responsible. Program receipts include charges paid by the recipient of the program's goods or services, grants and contributions restricted to meeting the operational or capital requirements of a particular program and receipts of interest earned on grants that is required to be used to support a particular program. General receipts are all receipts not classified as program receipts, with certain limited exceptions. The comparison of direct disbursements with program receipts identifies the extent to which each governmental function is self-financing on a cash basis or draws from the Township's general receipts.

Fund Financial Statements

During the year, the Township segregates transactions related to certain Township functions or activities in separate funds to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Township at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

B. Fund Accounting

The Township uses fund accounting 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. Funds are used to segregate resources that are restricted as to use. All funds of the Township are governmental funds.

Governmental Funds

The Township classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants), and other nonexchange transactions as governmental funds. The Township's major governmental funds are the General, Gasoline Tax, Road and Bridge, Fire Levy, Ambulance Levy, Fire Equipment Levy, and Police Levy Funds. The General Fund is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund balance is available to the Township for any purpose provided it is expended or transferred according to the general laws of Ohio. The Gasoline Tax and Road and Bridge Funds are used for the purpose of road and bridge maintenance in the Township. The Fire Levy and Ambulance Levy Funds are used to run Fire and EMS services in the Township. The Fire Equipment Levy Fund was established to supplement the original fire levy with the purchase of fire equipment. The Police Levy Fund provides a Scioto County Sheriff Deputy to the Township forty hours per week.

The other governmental funds of the Township account for grants and other resources whose use is restricted to a particular purpose.

C. Basis of Accounting

The Township's financial statements are prepared using the cash basis of accounting. Receipts are recorded in the Township's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 2 – Summary of Significant Accounting Policies (Continued)

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

D. Budgetary Process

All funds are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Board of Trustees may appropriate.

The appropriations resolution is the Board of Trustees' authorization to spend resources and sets limits on cash disbursements plus encumbrances at the level of control selected by the Board of Trustees. The legal level of control has been established at the fund, function, and object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in receipts are identified by the Fiscal Officer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources in effect at the end of the year.

The appropriations resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Township during the year.

E. Cash and Cash Equivalents

To improve cash management, cash received by the Township is pooled and invested. Individual fund integrity is maintained through Township records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

Investments of the cash management pool and investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments. Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at the time of sale are recorded as receipts or negative receipts (contra revenue), respectively.

During 2013 and 2012, the Township's only investment was a repurchase agreement.

Interest earnings are allocated to Township funds according to State statutes, grant requirements, or debt related restrictions. Interest receipts credited to the General Fund during 2013 and 2012 were \$348 and \$997, respectively, and \$1,444 and \$2,021, respectively, was credited to other Township funds.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 2 – Summary of Significant Accounting Policies (Continued)

F. Inventory and Prepaid Items

The Township reports disbursements for inventories and prepaid items when paid. These items are not reflected as assets in the accompanying financial statements.

G. Capital Assets

Acquisitions of property, plant and equipment are recorded as disbursements when paid. These items are not reflected as assets in the accompanying financial statements.

H. Accumulated Leave

In certain circumstances, such as upon leaving employment or retirement, employees are entitled to cash payments for unused leave. Unpaid leave is not reflected as a liability under the Township's cash basis of accounting.

I. Employer Contributions to Cost-Sharing Pension Plans

The Township recognizes the disbursement for employer contributions to cost-sharing pension plans when they are paid. As described in Notes 7 and 8, the employer contributions include portions for pension benefits and for postretirement health care benefits.

J. Long-Term Obligations

The Township's cash basis financial statements do not report liabilities for bonds or other long-term obligations. Proceeds of debt are reported when the cash is received and principal and interest payments are reported when paid. Since recording a capital asset when entering into a capital lease is not the result of a cash transaction, neither an other financing source nor capital outlay expenditure are reported at inception. Lease payments are reported when paid.

K. Net Position

Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for operations of the fire department, emergency management services department and maintenance of roads.

The Township's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

L. Fund Balances

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

Nonspendable – The Township 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.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 2 – Summary of Significant Accounting Policies (Continued)

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

Assigned – Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds other than the General Fund report all balances as *assigned* unless they are restricted or committed. In the General Fund, *assigned* amounts represent intended uses established by the Township Trustees or a Township official delegated that authority by resolution, or by State statute.

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

M. Interfund Transactions

Exchange transactions between funds are reported as receipts in the seller funds and as disbursements in the purchaser funds. Subsidies from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular disbursements to the funds that initially paid for them are not presented in the financial statements. The Township had no interfund transactions for the years ending December 31, 2013 and 2012.

Note 3 – Budgetary Basis of Accounting

The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budget Basis presented for the General Fund, Gasoline Tax Fund, Road and Bridge Fund, Fire Levy Fund, Ambulance Levy Fund, Fire Equipment Levy Fund and Police Levy Fund are prepared on the budgetary basis to provide a meaningful comparison of actual results with the budget.

Note 4 – Deposits and Investments

Monies held by the Township are classified by State statute into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the Township treasury. Active monies must be maintained either as cash in the Township treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Trustees have identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 4 – Deposits and Investments (Continued)

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the Township can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
7. The State Treasurer's investment pool (STAR Ohio).

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the Township, and must be purchased with the expectation that it will be held to maturity.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the Township will not be able to recover deposits or collateral securities that are in the possession of an outside party. At December 31, 2013, the carrying amount of the Township's deposits was \$245,657 and the bank balance was \$250,000. The entire bank balance was covered by the Federal Depository Insurance Corporation.

At December 31, 2012, the carrying amount of the Township's deposits was \$244,709 and the bank balance was \$250,000. The entire bank balance was covered by the Federal Depository Insurance Corporation. Although all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the Township to a successful claim by the Federal Depository Insurance Corporation.

The Township has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the Township or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 4 – Deposits and Investments (Continued)

Investments

As of December 31, 2013 and 2012, the Township had invested \$459,987 and \$380,559, respectively, in repurchase agreements which mature daily.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township has no policy regarding interest rate risk.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township limits its investments to repurchase agreements.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The repurchase agreement is exposed to custodial credit risk as it is uninsured, unregistered, and held by the counterparty's trust department or agent but not in the Township's name. The Township has no investment policy dealing with investment custodial risk beyond the requirements in ORC 135.14(M)(2) which states, "Payment for investments shall be made only upon the delivery of securities representing such investments to the treasurer, investing authority, or qualified trustee. If the securities transferred are not represented by a certificate, payment shall be made only upon receipt of confirmation of transfer from the custodian by the treasurer, governing board, or qualified trustee."

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Township has no policy for this risk. A repurchase agreement makes up 100% of the Township's investments.

Note 5 – Property Taxes

Property taxes include amounts levied against all real property and public utility property located in the Township. Real property tax receipts received in 2013 represent the collection of 2012 taxes. Real property taxes received in 2013 were levied after October 1, 2012, on the assessed values as of January 1, 2012, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax receipts received in 2013 represent the collection of 2012 taxes. Public utility real and tangible personal property taxes received in 2013 became a lien on December 31, 2012, levied after October 1, 2011, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 5 – Property Taxes (Continued)

The full tax rate for all Township operations for the years ended December 31, 2013 and 2012, was 18.31 mills. The assessed values of real property and public utility property upon which property tax receipts were based are as follows:

	2013	2012
Real Property		
Residential /Agriculture	\$37,032,800	\$ 36,841,850
Public Utility Property	1,382,400	1,312,880
Public Utility Property	\$38,415,200	\$38,154,730

Note 6 – Risk Management

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

The Township insures against injuries to employees through the Ohio Bureau of Worker’s Compensation.

The Township belongs to the Ohio Township Association Risk Management Authority (OTARMA), a risk-sharing pool available to Ohio townships. OTARMA provides property and casualty coverage for its members. York Risk Pooling Services, Inc. (formally known as American Risk Pooling Consultants, Inc.) (York or Management), functions as the administrator of the Pool and provides underwriting claims, loss control, risk management, and reinsurance services for the Pool. Member governments pay annual contributions to fund OTARMA. OTARMA pays judgments, settlements and other expenses resulting from covered claims that exceed the members’ deductibles.

Casualty and Property Coverage

APEEP provides OTARMA with an excess risk-sharing program. Under this arrangement, OTARMA retains insured risks up to an amount specified in the contracts. At December 31, 2012, OTARMA retained \$350,000 for casualty claims and \$250,000 for property claims.

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

Financial Position

OTARMA’s financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and retained earnings at December 31, 2012 and 2011 (the latest information available):

	2012	2011
Assets	\$34,771,270	\$35,086,165
Liabilities	(9,355,082)	(9,718,792)
Net Assets	\$25,416,188	\$25,367,373

At December 31, 2012 and 2011, respectively, the liabilities above include approximately \$8.7 and \$9.1 million of estimated incurred claims payable. The assets above also include approximately \$7.96 and \$8.6 million of unpaid claims to be billed to approximately 944 member governments in the future, as of December 31, 2012 and 2011, respectively. These amounts will be included in future contributions from members when the related claims are due for payment. As of December 31, 2012, the Township’s share of these unpaid claims collectible in future years is approximately \$18,000.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 6 – Risk Management (Continued)

Based on discussions with OTARMA, the expected rates OTARMA 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 OTARMA for each year of membership.

<u>Contributions to OTARMA</u>		
<u>2013</u>	<u>2012</u>	<u>2011</u>
\$29,596	\$31,296	\$30,928

After one year of membership, a member may withdraw on the anniversary of the date of joining OTARMA, if the member notifies OTARMA 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 the pool. 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.

Note 7 – Defined Benefit Pension Plan

Ohio Public Employees Retirement System

- A. The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans as described below:
 - 1) The Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan.
 - 2) The Member-Directed Plan – a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.
 - 3) The Combined Plan – a cost-sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.
- B. OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.
- C. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.
- D. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or (800) 222-7377.
- E. The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and employer contribution rates were consistent across all three plans.

The member contribution rate was 10.0% of covered payroll for 2013, 2012, and 2011 for the Township.

The employer contribution rate was 14.0% of covered payroll for 2013, 2012, and 2011 for the Township.

**Nile Township
Scioto County**
*Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012*

Note 7 – Defined Benefit Pension Plan (Continued)

- F. The Township’s contributions to OPERS for the years ended December 31, 2013, 2012, and 2011 were \$23,166, \$25,977, and \$24,562, respectively, which were equal to the required contributions for those years.
- G. In June 2012, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 68, “Accounting and Financial Reporting for Pensions.” This accounting standard replaces GASB Statement 27, and it is effective for employer fiscal years beginning after June 15, 2014. OPERS recommends employers begin a dialog with their external auditors to determine the impact this standard will have on employer financial statements.

Note 8 - Postemployment Benefits

Ohio Public Employees Retirement System

A. Plan Description

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan – a defined contribution plan; and the Combined Plan – a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program, and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by writing OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or (800) 222-7377.

B. Funding Policy

The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care coverage.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, the Township contributed at a rate of 14.0% of covered payroll. This is the maximum employer contribution rate permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 8 - Postemployment Benefits (Continued)

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 1% during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1% during calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to health care was raised to 2% for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

- C. The employer contributions that were used to fund post-employment benefits were \$1,655 for 2013, \$7,422 for 2012, and \$11,561 for 2011.
- D. Changes to the health care plan were adopted by the OEPRS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4% of the employer contributions toward the health care fund after the end of the transition period.

Note 9 – Debt

The Township's long-term debt activity for the year ended December 31, 2013, was as follows:

Governmental Activities	Interest Rate	Balance December 31, 2012	Additions	Reductions	Balance December 31, 2013	Due Within One Year
General Obligation Bond:						
2010 Fire Station Construction Bonds	3.8%	\$759,210	\$0	\$32,592	\$726,618	\$33,830
2012 Fire Station construction Bonds	3.0%	93,500	0	5,500	88,000	5,500
Total		\$852,710	\$0	\$38,092	\$814,618	\$39,330

The Township's long-term debt activity for the year ended December 31, 2012, was as follows:

Governmental Activities	Interest Rate	Balance December 31, 2011	Additions	Reductions	Balance December 31, 2012	Due Within One Year
General Obligation Bond:						
2010 Fire Station Construction Bonds	3.8%	\$790,609	\$0	\$31,399	\$759,210	\$32,592
2012 Fire Station Construction Bonds	3.0%	0	93,500	0	93,500	5,500
Total		\$790,609	\$93,500	\$31,399	\$852,710	\$38,092

The 2010 fire station construction bonds were issued for the purpose of constructing a new fire station. The bonds carry an interest rate of 3.8% and a term of 20 years. These bonds are general obligations bonds that are secured by the full faith and credit of the Township.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 9 – Debt (Continued)

The 2012 fire station construction bonds were issued for the purpose of supplementing construction of the new fire station. The bonds carry an interest rate of 3.0% and a term of 17 years. These bonds are general obligation bonds that are secured by the full faith and credit of the Township.

These bonds are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption on December 1 in the year and in the respective principal amount as follows:

2014	\$39,330
2015	40,616
2016	41,950
2017	43,335
2018	44,773
2019	46,266
2020	47,815
2021	49,423
2022	51,092
2023	52,824
2024	54,622
2025	56,489
2026	58,427
2027	60,438
2028	62,526
2029	64,692

Principal and interest requirements on the Township’s outstanding debt are as follows:

For the Year Ended			
December 31:	Principal	Interest	Total
2014	\$39,330	\$30,251	\$69,581
2015	40,616	28,801	69,417
2016	41,950	27,302	69,252
2017	43,335	25,751	69,087
2018	44,773	24,149	68,922
2019-2023	247,420	94,716	342,135
2024-2029	357,194	47,922	405,116
Total	\$814,618	\$278,892	\$1,093,510

The Ohio Revised Code provides that net general obligation debt of the Township, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed 5.5 percent of the tax valuation of the Township. The Revised Code further provides that total voted and unvoted debt of the Township less the same exempt debt shall never exceed an amount equal to 10.5 percent of its tax valuation. The effects of debt limitations at December 31, 2013 and 2012 respectively were an overall debt margin of \$3,457,368 and \$3,433,926 and an unvoted debt margin of \$38,415 and \$38,155.

Note 10 – Contingent Liabilities

Amounts grantor agencies pay to the Township are subject to audit and adjustment by the grantor, principally the federal government. Grantors 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.

Nile Township
Scioto County
Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012

Note 11 – Change in Accounting Principles

For 2012, the Township implemented Governmental Accounting Standard Board (GASB) Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.” GASB Statement No. 63 identifies net position, rather than net assets, as the residual of all other elements presented in a statement of financial position. This change was incorporated in the Township’s 2012 financial statements; however, there was no effect on beginning net position/fund balance.

Note 12 – Compliance

The Township did not pursue a debt service levy for the repayment of bonds, which was contrary to the established bond agreement. The Township had appropriations in excess of estimated resources, which was contrary to Ohio Revised Code Section 5705.39.

Note 13 – Related Party Transactions

At each monthly meeting, Gene Ridout, Township Trustee, made or approved motions to approve bills to be paid each month and, signed those checks. Quality Heating and Air was included amongst the bills to be paid on various occasions in 2013 and 2012. However, there were also instances where Gene Ridout specifically abstained on payments to Quality Heating and Air. Quality Heating and Air is owned by the son of Trustee, Gene Ridout.

Payments to Quality Heating and Air for 2012 were as follows:

Date	Check Number	Amount
<i>2012</i>		
6/12/12	8308	\$55
12/17/12	8715	224
Total		<u>\$279</u>
<i>2013</i>		
2/11/13	8833	\$65
Total		<u>\$65</u>

Note 14 – Fund Balances

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the Township is bound to observe constraints imposed upon the use of the resources in the government funds.

**Nile Township
Scioto County**

*Notes to the Basic Financial Statements
For the Years Ended December 31, 2013 and 2012*

Note 14 – Fund Balances (Continued)

The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below as of December 31, 2013:

Fund Balances	General	Gasoline Tax	Road and Bridge	Fire Levy	Ambulance Levy	Fire Equipment Levy	Police Levy	Other Governmental Funds	Total
<i>Restricted:</i>									
Road and Bridge	\$0	\$215,424	\$86,577	\$0	\$0	\$0	\$0	\$10,298	\$312,299
Emergency Protection	0	0	0	11,950	68,993	98,198	113,642	0	292,783
Cemetery	0	0	0	0	0	0	0	14,604	14,604
Total	0	215,424	86,577	11,950	68,993	98,198	113,642	24,902	619,686
<i>Unassigned:</i>	85,958	0	0	0	0	0	0	0	85,958
Total	\$85,958	\$215,424	\$86,577	\$11,950	\$68,993	\$98,198	\$113,642	\$24,902	\$705,644

The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below as of December 31, 2012:

Fund Balances	General	Gasoline Tax	Road and Bridge	Fire Levy	Ambulance Levy	Fire Equipment Levy	Police Levy	Other Governmental Funds	Total
<i>Restricted:</i>									
Road and Bridge	\$0	\$175,596	\$70,851	\$0	\$0	\$0	\$0	\$13,751	\$260,198
Emergency Protection	0	0	0	9,896	45,225	164,672	90,156	0	309,949
Cemetery	0	0	0	0	0	0	0	9,952	9,952
Total	0	175,596	70,851	9,896	45,225	164,672	90,156	23,703	580,099
<i>Unassigned:</i>	45,169	0	0	0	0	0	0	0	45,169
Total	\$45,169	\$175,596	\$70,851	\$9,896	\$45,225	\$164,672	\$90,156	\$23,703	\$625,268

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*

Board of Trustees
Nile Township
P.O. Box 100
Friendship, Ohio 45630

We have audited, in accordance with auditing standards generally accepted in the United States 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 governmental activities, each major fund, and the aggregate remaining fund information of Nile Township, Scioto County, Ohio (the Township) as of and for the years ended December 31, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Township’s basic financial statements, and have issued our report thereon dated May 9, 2014, wherein we noted the Township prepared its financial statements on the cash basis of accounting, which is a basis of accounting other than generally accepted accounting principles, and that the Township adopted Governmental Accounting Standards Board Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.”

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the Township’s internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Township’s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control, that we consider material weaknesses.

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 entity’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. We consider the deficiencies described in the accompanying schedule of findings and responses as items 2013-001 and 2013-002 to be material weaknesses.

Nile Township
Scioto County

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*

Page 2

Compliance and Other Matters

As part of obtaining reasonable assurance whether the Township's financial statements are free of 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 determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2013-003 through 2013-004.

Township's Responses to Findings

The Township's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The Township's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 result of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Natalie Millhuff-Stang, CPA
President/Owner
Millhuff-Stang, CPA, Inc.

May 9, 2014

Nile Township
Scioto County
Schedule of Findings and Responses
For the Years Ended December 31, 2013 and 2012

Findings Related to the Financial Statements Required to be Reported in Accordance With GAGAS

FINDING NUMBER 2013-001

Material Weakness – Financial Reporting

A monitoring system by the Township should be in place to prevent or detect material misstatements for the accurate presentation of the Township's financial statements. The Township misclassified various receipts and disbursements during the audit and, in certain instances, recorded such items in incorrect funds. These financial statements have been adjusted to correct these errors. The Township should implement monitoring procedures, including exploring consulting services, to ensure financial activity is properly recorded and presented in the annual financial statements.

Client Response:

The Township will monitor procedures to ensure receipts and disbursements are properly recorded.

FINDING NUMBER 2013-002

Material Weakness – Budgetary Information Within UAN

Accurate budgetary information within the Township's accounting system is pertinent to ensure that the Township has accurate and complete information for decision-making processes. Instances were identified in both years of the audit period where budgetary allocations recorded within UAN were not in agreement with the Board-approved documents. The Township should review budgeting and accounting processes and implement the appropriate steps to ensure that budgeted information within the accounting system is in agreement with formal approved documents.

Client Response:

The Township will ensure budgetary allocations are consistent in the UAN computer system and the Board approved documents.

FINDING NUMBER 2013-003

Noncompliance – Debt Covenants

Section 9 of the fire station construction bond agreement states that an annual debt service tax levy will be assessed for the repayment of bonds. Section 10 of this agreement states that these levied funds shall be placed into a separate and distinct fund to be used for the repayment of bonds. The Township did not levy the required debt service tax levy and made debt payments from its fire equipment levy. The Township should ensure that debt agreements are thoroughly reviewed and that established covenants are properly adhered to. Upon inquiry, we did note that the Township was able to obtain an opinion from its legal counsel that the Township could use its general fire levy to repay debt. As such, we adjusted the financial statements to record payments into allowable funds.

Client Response:

The Township is following the opinion of its legal counsel for the proper procedure for repayment of the debt. Should this type of activity occur again the Township will ensure the debt agreements are thoroughly reviewed and adhered to.

Nile Township
Scioto County
Schedule of Findings and Responses
For the Years Ended December 31, 2013 and 2012

Findings Related to the Financial Statements Required to be Reported in Accordance With GAGAS

FINDING NUMBER 2013-004

Noncompliance – Appropriations in Excess of Estimated Resources

Ohio Revised Code Section 5705.39 states that total appropriations from each fund shall not exceed the total estimated resources. The Township had appropriations in excess of estimated resources in various funds in 2013 and 2012. The Township should implement the appropriate procedures, such as periodic comparisons of estimated resources to appropriations, to ensure that appropriations are limited to estimated resources to ensure improper spending does not occur.

Client Response:

The Township sends a report of carryover funds to the County Auditor. A copy of the appropriations resolution is sent as well. From these documents and the approved budget from the Scioto County Budget Commission the appropriations are placed in the UAN system. The Fiscal Officer rarely commits all funds to appropriations and almost never spends all funds during the year. Thus there are carryover balances for each fund at year end.

Nile Township
Scioto County
Schedule of Prior Audit Findings
For the Years Ended December 31, 2013 and 2012

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2011-001	Material weakness – financial reporting	No	Reissued as Finding Number 2013-001
2011-002	Noncompliance – debt covenants	No	Reissued as Finding Number 2013-003
2011-003	Noncompliance – appropriations in excess of estimated resources	No	Reissued as Finding Number 2013-004



Dave Yost • Auditor of State

NILE TOWNSHIP

SCIOTO 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
JUNE 26, 2014**