

Ashland County Transportation
Improvement District
Ashland County, Ohio

Basic Financial Statements – Regulatory Basis

For the Fiscal Year Ended
December 31, 2020



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Ashland County Transportation Improvement District
Ashland County, Ohio
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Ashland County Transportation Improvement District
Ashland County, Ohio
Combined Statement of Receipts, Disbursements
and Changes in Fund Balances (Regulatory Cash Basis)
All Governmental Fund Types
For the Year Ended December 31, 2020

	Special Revenue
Cash Receipts	
Intergovernmental	\$ 241,250
Cash Disbursements	
Capital Outlay	241,250
<i>Net Change in Fund Cash Balances</i>	-
<i>Fund Cash Balances, January 1</i>	-
<i>Fund Cash Balances, December 31</i>	\$ -

No assurance provided on these financial statements.
See accompanying notes to the basic financial statements.

Ashland County Transportation Improvement District
Ashland County, Ohio
Notes to the Financial Statements
For the Year Ended December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Entity

The Ashland County Transportation Improvement District, Ashland County, Ohio (the District) is a body corporate and politic established to plan, construct and improve highways, roads, bridges, interchanges and accompanying capital improvements and developments throughout Ashland County. The District was formed under Ohio Revised Code Chapter 5540.02, by action of the Board of Ashland County Commissioners on March 29, 2018.

The resolution to create the District states the Board shall consist of seven members. The members shall be appointed as follows: five (5) members shall be appointed by the County Commissioners; one (1) nonvoting member appointed by the Speaker of the Ohio House of Representatives of the general assembly; and one (1) nonvoting member appointed by the President of the Ohio Senate of the general assembly.

The Board of Directors appoints a Chairperson, who presides at all meetings and is the chief officer of the District. The chairperson has the authority to sign all contracts, releases, notes, bonds and other instruments and documents to be executed on behalf of the District. The chairperson is the chief officer of the District for the purpose of civil process and is authorized to accept such services on behalf of the District. The chairperson performs such other duties and has such authority as may be provided from time to time by the Board.

The Director of Finance for the City acts as fiscal agent for the District and as custodian of all funds. The District's management believes these financial statements present all activities for which the District is financial accountable.

Basis of Presentation

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

Basis of Accounting

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D). The basis is similar to the cash receipts and disbursements accounting basis. The District recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. These statements include adequate disclosure of material matters, as the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

Fund Accounting

The District uses fund accounting to segregate cash and investments that are restricted as to use. The District has one special revenue fund:

Wells Road Extension Project This fund is used to account for Ohio Department of Transportation (ODOT) grant resources and expenditures related to the Wells Road Extension.

No assurance provided on these financial statements.

Ashland County Transportation Improvement District
Ashland County, Ohio
Notes to the Financial Statements
For the Year Ended December 31, 2020

Deposits and Investments

The District's assets are held in the City's cash and investment pool and are valued at the City Treasurer's reported carrying value. All risks associated with deposits and investments held at the Treasurer's office are the responsibility of the City.

Fund Balance

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

Nonspendable The District classifies assets as nonspendable when legally or contractually required to maintain the amounts intact.

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

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

Assigned Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as restricted or committed. Governmental funds other than the general fund report all fund balances as assigned unless they are restricted or committed. In the general fund, assigned amounts represent intended uses established by the Board or a District 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 District 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.

Property, Plant, and Equipment

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

No assurance provided on these financial statements.

Ashland County Transportation Improvement District
Ashland County, Ohio
Notes to the Financial Statements
For the Year Ended December 31, 2020

NOTE 2 – EQUITY IN POOLED CASH

The District's fiscal agent, the City of Ashland, is the custodian for the District's cash. The District's assets are held in the City's cash and investment pool, and are valued at the City Treasurer's reported carrying amount. As of December 31, 2020, the District had no cash balance. The Ohio Revised Code prescribes allowable deposits and investments.

Deposits: The City is responsible for maintaining adequate depository collateral for all funds in the City's deposit and investment pool. All risks associated with the above deposits are the responsibility of the City.

NOTE 3 – CONTINGENT LIABILITIES

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

NOTE 4 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the District. In addition, the impact on the District's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

No assurance provided on these financial statements.

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HINKLE Annual Financial Data Reporting

Thank you for filing Ashland County Transportation Improvement District, Ashland County's 2020 annual financial report as required by the Ohio Revised Code (ORC) §117.38 and Ohio Administrative Code (OAC) §117-2-03(B) via the Auditor of State's (AOS) Hinkle System. The completeness and accuracy of the filing will be evaluated at the time the audit is performed.

Once submitted, the information is locked and cannot be modified. . If you have questions, please contact the AOS using the inquiry form.

The Auditor of State's office provides a method to upload documents via your [AOS eServices account](#) in preparation for the audit of your entity's financial statements. Documents normally requested at the beginning of an audit are listed within the "Audits" tab under the Document Center tab. Certain documents can be uploaded at any time after the reporting year has ended rather than waiting for the audit to commence. In addition, auditors can request any entity contact person within eServices to submit other documents in preparation for or during the audit. #

Uniform Accounting Network (UAN) clients: As part of the UAN year end procedures, UAN clients were given an option to provide additional UAN generated reports to audit staff in preparation for audit. If you authorized UAN to file the additional audit reports, those documents were uploaded as part of the year end filing and can be viewed via your AOS eServices account within the "Audits tab under the Documents Center tab. UAN cannot submit documents on behalf of a client who has been opted-out.

OAC §117-2-03(B) requires all counties, cities, school districts, including educational service centers and community schools, and government insurance pools; ORC §1724.02 requires all community improvement corporations, including economic development corporations and county land reutilization corporations; ORC §1726.11 requires all development corporations and OAC §126:3-1-01(A)(2)(a) requires all universities and colleges - to prepare their financial statements pursuant to generally accepted accounting principles (GAAP).

Your entity did not file GAAP basis financial statements.

ORC §117.38 requires entities filing on a generally accepted accounting principles (GAAP) basis (other than universities/colleges, community improvement corporations, including economic development corporations and county land reutilization corporations) to submit their financial reports to the AOS within 150 days of their fiscal year-end.

ORC §1724.05 requires community improvement corporations, including economic development corporations and county land reutilization corporations, to submit their annual reports to the AOS within 120 days of their fiscal year-end.

OAC §126:3-1-01(2)(a) requires universities and colleges to submit their financial statements to the AOS no later than October thirty-first (31st) of each year.

All other entities with a statutory filing requirement under ORC §117.38 must submit their financial statements to the AOS within 60 days of their fiscal year-end.

The AOS may, in limited circumstances, approve an extension to the statutory due date.

Your entity did not file by the statutory or extended due date.

Since your entity did not file within the parameters described above, it may be subject to the penalties prescribed in ORC §117.38.

Your entity's Hinkle System filings and preliminary Financial Health Indicators report, if applicable*, will be available using your entity's eServices account [here](#). Once logged in, click the "HINKLE SYSTEM" tab on the screen. This link will also provide the status of your entity's Hinkle System filing and access to view/print/save the data/document which has been keyed/uploaded into the system.

Note: If applicable, it is still necessary for your entity to publish notice in a newspaper circulated in your political subdivision or taxing district indicating the full financial report has been completed and is available for public inspection at your entity's office, as required by ORC 117.38.

*Financial Health Indicator (FHI) reports are ONLY generated for cities and counties, and will be posted publicly on the Auditor of State's website 14 days from the date of this email. Prior to that posting, we encourage you to review your entity's preliminary FHI report for any errors and if you choose, prepare a response to the FHI results to post on your entity's website. Questions related to your entity's preliminary FHI report should be directed to FIndicators@ohioauditor.gov.

The AOS eServices account audit document upload is currently not available for the following entity types: Hospital, Universities/Colleges/Tech, Retirement Systems and those classified as Other