

PICKAWAY COUNTY, OHIO

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2024



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Board of County Commissioners
Pickaway County
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We have reviewed the *Independent Auditor's Report* of Pickaway County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2024 through December 31, 2024. 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. Pickaway County is responsible for compliance with these laws and regulations.

KEITH FABER
Ohio Auditor of State

Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

August 08, 2025

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INDEPENDENT AUDITORS' REPORT

To the County Auditor and Board of County Commissioners
Pickaway County, Ohio:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickaway County, Ohio (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Auto, License and Gas Tax Fund, Job and Family Services Fund, Board of Developmental Disabilities Fund, and the American Rescue Plan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information, as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for

consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Clark, Schaefer, Hackett & Co.

Columbus, Ohio
June 30, 2025

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

The discussion and analysis of Pickaway County's financial performance provides an overall review of the County's financial activities for the fiscal year ended December 31, 2024. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2024 are as follows:

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at December 31, 2024, by \$110,421,815.
- The net position of governmental activities increased \$10,594,429 which represents a 11.02 percent increase from 2023, while the net position of business-type activities increased \$204,949, which represents a 5.94 percent increase.
- For 2024, all revenues of the Governmental Activities totaled \$75,231,938. General revenues accounted for \$37,124,734 in revenue or 49.35 percent of all revenues. Program revenues in the form of charges for services and grants and contributions accounted for \$38,107,204 or 50.65 percent of all revenues.
- The County had \$64,637,509 in Governmental Activities expenses: only \$38,107,204 of these expenses was offset by program specific charges for services, grants and contributions. General revenues were \$37,124,734, of which \$24,416,495 were taxes with the remaining \$12,708,239 representing interest, grants, entitlements not restricted and miscellaneous revenues.
- As of December 31, 2024, the County's governmental funds reported combined ending fund balances of \$59,202,021 an increase of \$9,517,674 or 19.16 percent in comparison with the prior year.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Pickaway County as a financial whole or as an entire operating entity. The statements then proceed to provide a detailed look at specific financial conditions.

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: The government-wide financial statements, fund financial statements, and notes to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to private-sector businesses. The Statement of Net Position and the Statement of Activities provide information about activities of the County as a whole, presenting both an aggregate view of the County's finances and a longer-term view of those assets.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

The Statement of Net Position presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the County's tax base, current property tax laws in Ohio restricting revenue growth, and the condition of the County's capital assets (roads, bridges, sewer lines, etc.). These factors need to be considered when assessing the overall health of the County.

The Statement of Activities presents information showing how the County's net position changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

In both of the government-wide financial statements, the County is divided into two distinct kinds of activities: governmental activities and business-type activities.

Governmental Activities - Most of the County's programs and services are reported here including human services, health, public safety, public works, economic development and assistance, conservation and recreation and general government (legislative and executive and judicial). These services are funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The countywide water and sewer operation and the Sheriff web check activity are reported here.

Component Unit - The County's financial statements include financial data for the Pickaway County Airport Authority. This component unit is described in the notes to the basic financial statements. This component unit is separate and may buy, sell, lease and mortgage property in its own name and can sue and be sued in its own name.

Fund Financial Statements

Fund financial reports provide detailed information about the County's major funds. The County uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the County's most significant funds. The County's major governmental funds are the General, Auto, License and Gas Tax, Job and Family Services, American Rescue Plan and Board of Developmental Disabilities.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objective. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into one of three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation.

Proprietary Funds - The County maintains three proprietary funds. It uses enterprise funds to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Countywide Sewer, Countywide Water and Instant Web Check Funds. The County's major enterprise fund is the Countywide Sewer.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County's fiduciary funds are private-purpose trust and custodial.

Notes to the Basic Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Government-Wide Financial Analysis

You may recall that the Statement of Net Position provides the perspective of the County as a whole. Table 1 provides a summary of the County's net position for 2024 compared to 2023:

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Total	
	2024	Restated 2023	2024	2023	2024	Restated 2023
<u>Assets:</u>						
Current and Other Assets	\$80,450,271	\$71,920,902	\$996,577	\$896,970	\$81,446,848	\$72,817,872
Capital Assets, Net	80,923,302	78,812,948	4,189,907	4,274,973	85,113,209	83,087,921
<i>Total Assets</i>	<u>161,373,573</u>	<u>150,733,850</u>	<u>5,186,484</u>	<u>5,171,943</u>	<u>166,560,057</u>	<u>155,905,793</u>
Deferred Outflows of Resources	<u>11,102,235</u>	<u>18,151,324</u>	<u>110,096</u>	<u>162,576</u>	<u>11,212,331</u>	<u>18,313,900</u>
<u>Liabilities:</u>						
Current and Other Liabilities	6,481,762	8,294,617	30,063	51,360	6,511,825	8,345,977
<i>Long-Term Liabilities:</i>						
Due within One Year	1,988,772	1,801,889	168,122	196,842	2,156,894	1,998,731
<i>Due in More Than One Year:</i>						
Net Pension Liability	31,179,770	37,069,735	270,299	286,120	31,450,069	37,355,855
Net OPEB Liability	0	770,193	0	5,977	0	776,170
Other Amounts	16,522,910	13,557,625	1,167,784	1,341,220	17,690,694	14,898,845
<i>Total Liabilities</i>	<u>56,173,214</u>	<u>61,494,059</u>	<u>1,636,268</u>	<u>1,881,519</u>	<u>57,809,482</u>	<u>63,375,578</u>
Deferred Inflows of Resources	<u>9,535,487</u>	<u>8,691,703</u>	<u>5,604</u>	<u>3,241</u>	<u>9,541,091</u>	<u>8,694,944</u>
<u>Net Position:</u>						
Net Investment in Capital Assets	67,701,868	65,662,920	2,864,629	2,736,911	70,566,497	68,399,831
<i>Restricted For:</i>						
Auto License and Gas Tax	7,292,710	6,979,627	0	0	7,292,710	6,979,627
Human Services	59,708	458,478	0	0	59,708	458,478
Developmental Disabilities	8,489,799	10,844,228	0	0	8,489,799	10,844,228
Debt Service	54,133	167,377	0	0	54,133	167,377
Capital Projects	381,090	457,346	0	0	381,090	457,346
Other Purposes	13,119,751	12,422,252	0	0	13,119,751	12,422,252
Net OPEB Asset	1,052,768	0	9,115	0	1,061,883	0
Unrestricted (Deficit)	8,615,280	1,707,184	780,964	712,848	9,396,244	2,420,032
<i>Total Net Position</i>	<u>\$106,767,107</u>	<u>\$98,699,412</u>	<u>\$3,654,708</u>	<u>\$3,449,759</u>	<u>\$110,421,815</u>	<u>\$102,149,171</u>

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
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The net pension liability (NPL) and net other postemployment benefits (OPEB) liability are the largest liabilities reported by the County at December 31, 2024 and are reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27" and GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the County's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability(asset) and the net OPEB liability(asset) to the reported net position and subtracting the net pension asset and deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability or net OPEB liability. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability (asset) and the net OPEB liability(asset) to equal the County's proportionate share of each plan's collective:

1. Present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the County is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

Pickaway County, Ohio
Management's Discussion and Analysis
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Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the Statement of Net Position.

In accordance with GASB 68 and GASB 75, the County's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's change in net pension liability(asset) and net OPEB liability (asset), respectively, not accounted for as deferred inflows/outflows.

The increase in current assets for governmental activities is primarily the result of increases in cash and cash equivalents, Net OPEB asset, and intergovernmental receivables.

The increase in governmental capital assets is due primarily to infrastructure and other capital asset additions exceeding current year depreciation.

The decrease in current liabilities for governmental activities is due mostly to a decrease in unearned revenue due to the American Rescue Plan grant fund, while long-term liabilities decreased due to decreases in the net pension liabilities under the GASB 68 method of accounting for pension.

The County's net position is reflected in three categories: Net investment in capital assets, restricted and unrestricted.

For governmental activities, the County's largest portion of net position relates to net investment in capital assets. This accounts for 63.41 percent of net position. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to pay these liabilities.

The County's smallest portion of net position is unrestricted which has a balance of \$8,615,280.

The remaining balance of \$30,449,959 or 28.52 percent is restricted net position. The restricted net position is subject to external restrictions on how they may be used.

Business-type current assets increased due primarily to an increase in cash and cash equivalents. Capital assets decreased due to the annual depreciation. Current liabilities for business-type activities decreased primarily as a result of decreases in accounts payable, accrued interest payable and intergovernmental payable.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Table 2 shows the changes in net position for 2024 compared to 2023.

Table 2 Changes in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2024	Restated 2023	2024	2023	2024	Restated 2023
<i>Program Revenues:</i>						
Charges for Services	\$12,445,418	\$10,323,825	\$698,296	\$753,064	\$13,143,714	\$11,076,889
Operating Grants and Contributions	25,661,786	26,516,950	0	0	25,661,786	26,516,950
Capital Grants and Contributions	0	225,000	0	0	0	225,000
<i>Total Program Revenues</i>	<u>38,107,204</u>	<u>37,065,775</u>	<u>698,296</u>	<u>753,064</u>	<u>38,805,500</u>	<u>37,818,839</u>
<i>General Revenues:</i>						
Property Taxes	10,226,393	7,608,169	0	0	10,226,393	7,608,169
Sales Tax	14,190,102	12,627,610	0	0	14,190,102	12,627,610
Grants and Entitlements	4,356,639	4,096,904	0	0	4,356,639	4,096,904
Unrestricted Contributions	4,000,000	0	0	0	4,000,000	0
Interest	2,741,505	2,903,538	0	0	2,741,505	2,903,538
Miscellaneous	1,610,095	864,842	4,049	2,951	1,614,144	867,793
<i>Total General Revenues</i>	<u>37,124,734</u>	<u>28,101,063</u>	<u>4,049</u>	<u>2,951</u>	<u>37,128,783</u>	<u>28,104,014</u>
<i>Total Revenues</i>	<u>75,231,938</u>	<u>65,166,838</u>	<u>702,345</u>	<u>756,015</u>	<u>75,934,283</u>	<u>65,922,853</u>
<i>Program Expenses:</i>						
<i>General Government:</i>						
Legislative and Executive	11,483,599	15,726,446	0	0	11,483,599	15,726,446
Judicial	3,324,188	3,404,333	0	0	3,324,188	3,404,333
Public Safety	13,247,588	12,599,309	0	0	13,247,588	12,599,309
Public Works	15,794,684	12,620,601	0	0	15,794,684	12,620,601
Health	8,735,655	7,432,808	0	0	8,735,655	7,432,808
Human Services	9,769,423	10,539,016	0	0	9,769,423	10,539,016
Conservation and Recreation	832,645	805,516	0	0	832,645	805,516
Economic Development and Assistance	919,920	484,575	0	0	919,920	484,575
Interest and Fiscal Charges	529,807	523,670	0	0	529,807	523,670
Countywide Sewer	0	0	412,247	441,785	412,247	441,785
Countywide Water	0	0	51,192	60,283	51,192	60,283
Instant Web Checks	0	0	33,957	35,014	33,957	35,014
<i>Total Program Expenses</i>	<u>64,637,509</u>	<u>64,136,274</u>	<u>497,396</u>	<u>537,082</u>	<u>65,134,905</u>	<u>64,673,356</u>
<i>Change in Net Position</i>	10,594,429	1,030,564	204,949	218,933	10,799,378	1,249,497
<i>Net Position at Beginning of Year, as previously reported</i>	98,699,412	97,668,848	3,449,759	3,230,826	102,149,171	100,890,674
<i>Change in Accounting Principle and Reporting Entity</i>	<u>(2,526,734)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(2,526,734)</u>	<u>0</u>
<i>Fund Balances, January 1, as restated</i>	<u>96,172,678</u>	<u>97,668,848</u>	<u>3,449,759</u>	<u>3,230,826</u>	<u>99,622,437</u>	<u>100,890,674</u>
<i>Net Position - December 31</i>	<u>\$106,767,107</u>	<u>\$98,699,412</u>	<u>\$3,654,708</u>	<u>\$3,449,759</u>	<u>\$110,421,815</u>	<u>\$102,140,171</u>

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Governmental Activities

The most significant program expenses for the County are Public Works, Public Safety, Legislative and Executive, Human Services, and Health. These programs account for 91.33 percent of the total governmental activities. Public Works, which accounts for 24.44 percent of the total, represents costs associated with the operation of the County Engineer in maintaining the County's roads and bridges. Public Safety, which represents 20.50 percent of the total, represents costs mainly associated with the operation of the Sheriff's Department and County Jail. Legislative and Executive expenses, which is 17.77 percent of the total, represents costs associated with the general administration of county government including the County Commissioners, Auditor, Treasurer, Prosecutor and Recorder. Human Services, which accounts for 15.11 percent of the total, represents costs associated with providing services for Workforce Investment Act, child support and enforcement assistance programs, and welfare programs for families and individuals. These expenses reflect programs administered by Job and Family Services, Child Support Enforcement Agency and Children Services. Health, which accounts for 13.51 percent of the total, primarily represents costs associated with the services provided by the Board of Developmental Disabilities.

Funding for the most significant programs indicated above is from charges for services, operating grants, and in some instances property and sales taxes. The Job and Family Services, Child Support Enforcement Agency, Children Services and Clerk of Courts are basically funded with federal and state monies. The operation of the Sheriff's Department and County Jail is funded through General Fund general revenues and per diem charges to house prisoners from other jurisdictions. The Board of Developmental Disabilities is partially funded by a voted property tax levy. The most significant funding sources for the County Engineer are motor vehicle license fees and gasoline taxes.

As noted previously, the net position for the governmental activities increased \$10,594,429 or 11.02 percent. This change is different from last year when net position increased \$1,030,564 or 1.04 percent. Total revenues increased \$10,065,100 or 15.45 percent from last year and expenses increased \$501,235 or 0.75 percent from last year.

Factors in the change in revenues is an increase in property and sales tax which increased \$4,180,716 or 20.66 percent and charges for services which increased \$2,121,593 or 20.55 percent.

Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The Statement of Activities reflects the cost of program services and the charges for services and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2024	2023	2024	2023
General Government				
Legislative and Executive	\$11,483,599	\$15,726,446	\$4,965,528	\$10,252,452
Judicial	3,324,188	3,404,333	1,536,494	2,534,538
Public Safety	13,247,588	12,599,309	8,281,353	4,518,228
Public Works	15,794,684	12,620,601	1,785,835	1,438,764
Health	8,735,655	7,432,808	6,479,385	5,553,720
Human Services	9,769,423	10,539,016	1,592,390	1,707,947
Conservation and Recreation	832,645	805,516	832,645	805,516
Community and Economic Development	919,920	484,575	526,868	(264,336)
Interest and Fiscal Charges	529,807	523,670	529,807	523,670
Total Expenses	<u>\$64,637,509</u>	<u>\$64,136,274</u>	<u>\$26,530,305</u>	<u>\$27,070,499</u>

Of the \$64,637,509 in total governmental activities expenses, \$38,107,204 or 58.96 percent was covered by direct charges to users of the services and intergovernmental grants. The majority of program revenues are grants, with the remaining portion consisting of fees and charges for services. These charges are for fees charged for real estate transfers, for the collection of property taxes throughout the County, for title fees and for court fees. Public Safety charges for services include items such as fees for boarding prisoners, patrolling subdivisions, and for special details. Health includes charges for services provided to clients of the Board of Developmental Disabilities.

Additional revenues were provided to the governmental activities by the state and federal governments for operations and capital improvements.

Business-Type Activities

This year, net position increased by \$204,949 or 5.94 percent. For 2024, there was a decrease in expenses, which was related to the calculation of net pension and OPEB liabilities/assets. There was also a decrease in charges for services revenue during 2024.

Financial Analysis of the County's Funds

Governmental Funds - The focus of the County's governmental funds is to provide information on near-term receipts, disbursements, and balances of spendable resources. Such information is useful in assessing the County's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a County's net resources available for spending at the end of the calendar year.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

As of the end of the current year, the County's governmental funds reported combined ending fund balances of \$59,202,021. Of this total, \$23,660,238 represents unassigned fund balance, which is available for appropriation at the government's discretion within certain legal constraints and purposes restrictions. The majority of the governmental fund balances are restricted in the governmental fund statements, mandated by the source of the resources such as the state or federal government or the local tax levy.

The General Fund is the primary operating fund of the County. At the end of 2024, the unassigned fund balance of the General Fund was \$24,041,734. Unassigned fund balance represents 101.22 percent of expenditures. This is one measurement of the General Fund's liquidity. The fund balance of the General Fund increased by \$5,227,331.

The Auto, License and Gas Tax Fund balance increased by \$660,148 which is due to an increase in revenues that exceeded the increase in expenditures. The Job and Family Services Fund balance decreased by \$20,597, which is the result of revenues decreasing below the level of expenditures. The Board of Developmental Disabilities Fund balance decreased by \$1,955,580 as the result of an increase in expenditures. The American Rescue Plan Fund balance had no change as the result of revenues matching expenditures during the year.

Proprietary Fund - The County's major proprietary fund is the Countywide Sewer Fund, which accounts for the providing of sewer services to several subdivisions. Net position of this proprietary fund at year end was \$2,811,773, of which \$767,919 was unrestricted, which is an increase of \$197,005 or 7.53 percent.

Budgetary Highlights - General Fund

By state statute, the Board of County Commissioners adopts the annual operating budget for the County. Essentially the budget is the County's appropriations, which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the Ohio Revised Code.

The County had several revisions to the original appropriations approved by the County Commissioners. Overall these changes resulted in an increase from the original appropriations of 20.63 percent or \$5,439,664, from \$26,362,649 to \$31,802,313, in the General Fund. The most significant increases occurred in Transfers Out. The County spent 92.11 percent of the amount appropriated in the General Fund during 2024.

The final budgeted revenues were \$28,393,299 representing an increase from the original budgeted estimate of \$26,539,094. Actual revenues were \$5,749,381 more than the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

The County's net investment in capital assets for its governmental and business-type activities as of December 31, 2024 amounts to \$70,566,497. This net investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, furniture and fixtures, vehicles, and infrastructure and less related debt. For more information regarding the County's capital assets, see Note 8 of the Notes to the Basic Financial Statements.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

Debt

General obligation notes outstanding at December 31, 2024 were \$1,792,836 with \$207,853 being retired during the year. These notes relate to proceeds used to purchase equipment for the improvements to JFS building and Orient Water Tower and to purchase equipment for the engineer's department.

General obligation bonds at December 31, 2024 were \$10,637,807 with \$255,000 being retired during the year. These bonds relate to proceeds used to renovate all County buildings with improvements meant for energy savings, and new construction done at the County fairgrounds.

Loans outstanding at December 31, 2024 were \$64,022 from the Ohio Public Works Commission with \$12,805 being retired during 2024. This loan relate to proceeds used to complete renovations of the Cromley Road Bridge Replacement Project.

The County continues to monitor its outstanding debt. Information relative to the County's debt is identified in Notes 9 and 10 of the notes to the basic financial statements.

Economic Factors

The economic outlook for the County continues to improve. The County's General Fund income increased in 2024 compared to 2023 revenues. Sales tax revenues are projected to continue to grow due to steady growth and the addition of new businesses locating in the County. Local government and casino revenues decreased in 2023 compared to 2022. Appropriations for 2024 are expected to slightly increase over the actual expenditures for 2023. The ending balance for 2024 is expected to be higher than it was at the end of 2023. These various economic factors were considered in the preparation of the County's 2024 budget and will be considered in the preparation of future budgets. With the slight increase in health insurance premiums and the small increase in salary and benefits, excluding union and bargaining employees and elected officials, the County took a conservative budget approach for the General Fund in 2024 by allowing only slight increases for department appropriations and other operating expenses.

Infrastructure

Progress continues to be made in local efforts to improve the transportation, utility, and community enhancement infrastructure needed to promote sustained economic growth in Pickaway County.

State Capital Budget – Pickaway County was awarded \$2.95 million from the State Capital Budget for four local projects. \$1.5 million to South Bloomfield for the widening of US 23, \$750,000 enhance Barthelmas Park, \$500,000 to support the new science program at Ohio Christian University, and \$200,000 to replace the windows in Memorial Hall.

Multi - Use Path - The City of Circleville was awarded TAP Funding of \$905,000 for a shared use path along E. Ohio St. to connect downtown to Barthelmas Park funded for 2027.

Community Development Block Grant (CDBG) – Pickaway County received \$1.75 million to assist in critical infrastructure updates and neighborhood revitalization in Circleville, Ashville and Williamsport.

Brownfield/Demolition Grants - Pickaway County was awarded over \$2 million in 2024 from Brownfield and Demolition grants.

Pickaway County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2024
Unaudited

New Business Attraction

Collaborative planning and strategic investments in infrastructure and incentives have positioned Pickaway County to leverage the growth and expansion of the Columbus Region. P3 and its local government stakeholders are successfully competing and attracting new business investment in Pickaway County.

Frito Lay- A new 15,860 sq ft distribution center with 20 new full-time jobs.

BJ's Wholesale- A new 511,000 sq ft distribution center with 200 new full-time jobs.

City of Columbus - continued investment of infrastructure with the extension of sanitary sewer lines into Northeastern Pickaway County.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report, request for additional financial information or about obtaining the separately issued financial statements of the County's component unit should be addressed to Brad Washburn, Pickaway County Auditor, 110 Island Road, Suite F, Circleville, Ohio 43113.

Pickaway County, Ohio
Statement of Net Position
December 31, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Pickaway County Airport Authority
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$58,127,730	\$913,997	\$59,041,727	\$251,058
Cash and Cash Equivalents in Segregated Accounts	539,621	0	539,621	0
Materials and Supplies Inventory	599,875	0	599,875	34,304
Accrued Interest Receivable	84,195	0	84,195	0
Accounts Receivable	212,304	116,155	328,459	4,300
Loans Receivable	428,790	0	428,790	0
Internal Balance	44,075	(44,075)	0	0
Intergovernmental Receivable	6,281,124	0	6,281,124	0
Sales Taxes Receivable	3,591,851	0	3,591,851	0
Property Taxes Receivable	8,869,481	0	8,869,481	0
Prepaid Items	618,457	1,385	619,842	0
Net OPEB Asset	1,052,768	9,115	1,061,883	0
Nondepreciable Capital Assets	889,432	13,964	903,396	415,895
Depreciable Capital Assets, Net	80,033,870	4,175,943	84,209,813	2,878,805
<i>Total Assets</i>	<u>161,373,573</u>	<u>5,186,484</u>	<u>166,560,057</u>	<u>3,584,362</u>
Deferred Outflows of Resources:				
Pension	10,158,474	102,212	10,260,686	0
OPEB	943,761	7,884	951,645	0
<i>Total Deferred Outflows of Resources</i>	<u>11,102,235</u>	<u>110,096</u>	<u>11,212,331</u>	<u>0</u>
Liabilities:				
Accounts Payable	896,501	4,998	901,499	3,929
Accrued Wages and Benefits	1,128,669	11,537	1,140,206	0
Contracts Payable	765,090	3,461	768,551	0
Intergovernmental Payable	200,897	5,273	206,170	0
Matured Compensated Absences	10,406	0	10,406	0
Accrued Interest Payable	47,647	4,794	52,441	0
Unearned Revenue	3,432,552	0	3,432,552	0
<i>Long-Term Liabilities:</i>				
Due Within One Year	1,988,772	168,122	2,156,894	0
<i>Due In More Than One Year:</i>				
Net Pension Liability	31,179,770	270,299	31,450,069	0
Other Amounts Due in More than One Year	16,522,910	1,167,784	17,690,694	0
<i>Total Liabilities</i>	<u>56,173,214</u>	<u>1,636,268</u>	<u>57,809,482</u>	<u>3,929</u>
Deferred Inflows of Resources:				
Property Taxes	8,204,768	0	8,204,768	0
Pension	727,835	0	727,835	0
OPEB	602,884	5,604	608,488	0
<i>Total Deferred Inflows of Resources</i>	<u>9,535,487</u>	<u>5,604</u>	<u>9,541,091</u>	<u>0</u>
Net Position:				
Net Investment in Capital Assets	67,701,868	2,864,629	70,566,497	3,294,700
<i>Restricted Net Position:</i>				
Auto License and Gas Tax	7,292,710	0	7,292,710	0
Human Services	59,708	0	59,708	0
Developmental Disabilities	8,489,799	0	8,489,799	0
Debt Service	54,133	0	54,133	0
Capital Projects	381,090	0	381,090	98,730
Other Purposes	13,119,751	0	13,119,751	0
Net OPEB Asset	1,052,768	9,115	1,061,883	0
Unrestricted	8,615,280	780,964	9,396,244	187,003
<i>Total Net Position</i>	<u>\$106,767,107</u>	<u>\$3,654,708</u>	<u>\$110,421,815</u>	<u>\$3,580,433</u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
Statement of Activities
For the Year Ended December 31, 2024

	Program Revenues	
	Charges for Services	Operating Grants and Contributions
Expenses		
Primary Government:		
Governmental Activities:		
<i>General Government:</i>		
Legislative and Executive	\$6,145,894	\$372,177
Judicial	783,989	1,003,705
Public Safety	3,669,026	1,297,209
Public Works	1,424,300	12,584,549
Health	115,592	2,140,678
Human Services	306,617	7,870,416
Conservation and Recreation	0	0
Community and Economic Development	0	393,052
<i>Debt Service:</i>		
Interest and Fiscal Charges	0	0
<i>Total Governmental Activities</i>	<i>12,445,418</i>	<i>25,661,786</i>
Business-Type Activities:		
Countywide Sewer	605,216	0
Countywide Water	60,449	0
Instant Web Checks	32,631	0
<i>Total Business-Type Activities</i>	<i>698,296</i>	<i>0</i>
<i>Total Primary Government</i>	<i>\$13,143,714</i>	<i>\$25,661,786</i>
Component Unit:		
Pickaway County Airport Authority	\$298,173	\$78,985
<i>Total Component Unit</i>	<i>\$298,173</i>	<i>\$78,985</i>
General Revenues:		
<i>Property Taxes Levied for:</i>		
General Purposes		
Developmental Disabilities		
<i>Sales Tax for:</i>		
General Purposes		
Capital Projects		
Grants and Entitlements not Restricted to Specific Programs		
Unrestricted Contributions		
Investment Earnings		
Miscellaneous		
<i>Total General Revenues</i>		
Changes in Net Position		
<i>Net Position at Beginning of Year, as previously reported</i>		
<i>Restatements, See Note 3</i>		
<i>Fund Balances, January 1, as restated</i>		
<i>Net Position at End of Year</i>		

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Pickaway County Airport Authority
(\$4,965,528)	\$0	(\$4,965,528)	\$0
(1,536,494)	0	(1,536,494)	0
(8,281,353)	0	(8,281,353)	0
(1,785,835)	0	(1,785,835)	0
(6,479,385)	0	(6,479,385)	0
(1,592,390)	0	(1,592,390)	0
(832,645)	0	(832,645)	0
(526,868)	0	(526,868)	0
(529,807)	0	(529,807)	0
(26,530,305)	0	(26,530,305)	0
0	192,969	192,969	0
0	9,257	9,257	0
0	(1,326)	(1,326)	0
0	200,900	200,900	0
(26,530,305)	200,900	(26,329,405)	0
\$0	\$0	\$0	(44,479)
\$0	\$0	\$0	(\$44,479)
6,568,729	0	6,568,729	0
3,657,664	0	3,657,664	0
13,488,859	0	13,488,859	0
701,243	0	701,243	0
4,356,639	0	4,356,639	0
4,000,000	0	4,000,000	0
2,741,505	0	2,741,505	4,909
1,610,095	4,049	1,614,144	0
37,124,734	4,049	37,128,783	4,909
10,594,429	204,949	10,799,378	(39,570)
99,155,574	3,449,759	102,605,333	3,620,003
(2,982,896)	0	(2,982,896)	0
96,172,678	3,449,759	99,622,437	3,620,003
\$106,767,107	\$3,654,708	\$110,421,815	\$3,580,433

Pickaway County, Ohio
Balance Sheet
Governmental Funds
December 31, 2024

	General	Auto, License and Gas Tax	Job and Family Services	Board of Developmental Disabilities	American Rescue Plan
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$22,023,206	\$4,694,978	\$570,653	\$14,046,634	\$3,113,871
Cash and Cash Equivalents In Segregated Accounts	126,282	0	0	0	0
Materials and Supplies Inventory	151,917	441,722	1,475	0	0
Accounts Receivable	211,257	497	0	0	0
Loans Receivable	0	0	0	0	0
Accrued Interest Receivable	84,195	0	0	0	0
Interfund Receivable	426,828	0	49,898	0	0
Intergovernmental Receivable	905,927	2,943,191	188,283	143,861	0
Prepaid Items	351,736	32,512	36,415	172,977	0
Sales Taxes Receivable	3,476,262	0	0	0	0
Property Taxes Receivable	5,586,732	0	0	3,282,749	0
<i>Total Assets</i>	<u>\$33,344,342</u>	<u>\$8,112,900</u>	<u>\$846,724</u>	<u>\$17,646,221</u>	<u>\$3,113,871</u>
Liabilities:					
Accounts Payable	\$485,935	\$55,492	\$48,611	\$122,862	\$99,064
Accrued Wages and Benefits	660,575	93,807	132,645	136,873	951
Contracts Payable	32,684	60,485	0	0	0
Matured Compensated Absences	0	10,406	0	0	0
Intergovernmental Payable	7,529	0	0	21,127	0
Interfund Payable	0	0	0	0	0
Unearned Revenue	0	0	0	0	3,013,856
<i>Total Liabilities</i>	<u>1,186,723</u>	<u>220,190</u>	<u>181,256</u>	<u>280,862</u>	<u>3,113,871</u>
Deferred Inflows of Resources:					
Property Taxes	5,586,732	0	0	3,282,749	0
Sales Tax	1,280,063	0	0	0	0
Unavailable Grants Revenue	466,943	1,797,064	0	143,861	0
<i>Total Deferred Inflows of Resources</i>	<u>7,333,738</u>	<u>1,797,064</u>	<u>0</u>	<u>3,426,610</u>	<u>0</u>
Fund Balances:					
Nonspendable	782,147	474,234	37,890	172,977	0
Restricted	0	5,621,412	627,578	13,765,772	0
Committed	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned (Deficit)	24,041,734	0	0	0	0
<i>Total Fund Balances</i>	<u>24,823,881</u>	<u>6,095,646</u>	<u>665,468</u>	<u>13,938,749</u>	<u>0</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$33,344,342</u>	<u>\$8,112,900</u>	<u>\$846,724</u>	<u>\$17,646,221</u>	<u>\$3,113,871</u>

See accompanying notes to the basic financial statements and accountant's report.

Pickaway County, Ohio
*Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2024*

Other Governmental Funds	Total Governmental Funds
\$13,678,388	\$58,127,730
413,339	539,621
4,761	599,875
550	212,304
428,790	428,790
0	84,195
0	476,726
2,099,862	6,281,124
24,817	618,457
115,589	3,591,851
0	8,869,481
<u>\$16,766,096</u>	<u>\$79,830,154</u>
\$84,537	\$896,501
103,818	1,128,669
671,921	765,090
0	10,406
172,241	200,897
432,651	432,651
418,696	3,432,552
<u>1,883,864</u>	<u>6,866,766</u>
0	8,869,481
0	1,280,063
1,203,955	3,611,823
<u>1,203,955</u>	<u>13,761,367</u>
458,368	1,925,616
7,651,897	27,666,659
5,912,762	5,912,762
36,746	36,746
(381,496)	23,660,238
<u>13,678,277</u>	<u>59,202,021</u>
<u>\$16,766,096</u>	<u>\$79,830,154</u>

Total Governmental Funds Balances	\$59,202,021
<i>Amounts reported for governmental activities in the Statement of Net Position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	80,923,302
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds:	
Property Taxes	610,351
Sales Tax	1,280,063
Intergovernmental Revenue	<u>3,666,185</u>
Total	5,556,599
In the Statement of Activities, interest is accrued on outstanding debt, whereas in the governmental funds an interest expenditure is reported when due.	(47,647)
Long-term liabilities, including notes payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Notes and Loans	(1,792,836)
General Obligation Bonds	(10,637,807)
OPWC Loans Payable	(64,022)
Premium on Bonds	(574,206)
Installment Loans Payable	(152,563)
Compensated Absences	<u>(5,290,248)</u>
Total	(18,511,682)
The net pension/OPEB Liability is not due and payable in the current period; therefore, the liability/asset and related deferred inflows/outflows are not reported in the governmental funds:	
Deferred Outflows - Pension	10,158,474
Deferred Outflows - OPEB	943,761
Deferred Inflows - Pension	(727,835)
Deferred Inflows - OPEB	(602,884)
Net OPEB Asset	1,052,768
Net Pension Liability	<u>(31,179,770)</u>
Total	(20,355,486)
<i>Net Position of Governmental Activities</i>	<u><u>\$106,767,107</u></u>

Pickaway County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024

	General	Auto, License and Gas Tax	Job and Family Services	Board of Developmental Disabilities	American Rescue Plan
Revenues:					
Property Taxes	\$6,455,713	\$0	\$0	\$3,618,483	\$0
Sales Tax	13,323,617	0	0	0	0
Special Assessments	0	0	0	0	0
Charges for Services	5,385,871	171,326	0	0	0
Licenses and Permits	40,357	0	0	0	0
Fines and Forfeitures	124,234	131,099	0	0	0
Intergovernmental	2,589,277	6,094,946	4,609,178	2,195,775	1,953,047
Interest	2,075,558	0	0	0	0
Increase (Decrease) in Fair Value of Investments	630,572	0	0	0	0
Rent	69,399	0	0	0	0
Contributions and Donations	4,000,000	0	0	0	0
Other	695,432	68,533	148,410	93,482	0
<i>Total Revenues</i>	<u>35,390,030</u>	<u>6,465,904</u>	<u>4,757,588</u>	<u>5,907,740</u>	<u>1,953,047</u>
Expenditures:					
<i>Current:</i>					
<i>General Government:</i>					
Legislative and Executive	8,119,035	0	0	0	1,953,047
Judicial	2,636,965	0	0	0	0
Public Safety	10,801,273	0	0	0	0
Public Works	478,856	5,791,731	0	0	0
Health	186,343	0	0	7,863,320	0
Human Services	1,004,605	0	4,767,545	0	0
Conservation and Recreation	490,174	0	0	0	0
Community and Economic Development	0	0	0	0	0
Capital Outlay	0	0	0	0	0
<i>Debt Service:</i>					
Principal Retirement	29,924	13,984	9,547	0	0
Interest and Fiscal Charges	4,304	41	1,093	0	0
<i>Total Expenditures</i>	<u>23,751,479</u>	<u>5,805,756</u>	<u>4,778,185</u>	<u>7,863,320</u>	<u>1,953,047</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>11,638,551</u>	<u>660,148</u>	<u>(20,597)</u>	<u>(1,955,580)</u>	<u>0</u>
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Proceeds from Installment Loan	143,052	0	0	0	0
Transfers Out	(6,554,272)	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(6,411,220)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>5,227,331</u>	<u>660,148</u>	<u>(20,597)</u>	<u>(1,955,580)</u>	<u>0</u>
<i>Fund Balances at Beginning of Year, Previously Reported</i>	<u>19,596,550</u>	<u>5,435,498</u>	<u>686,065</u>	<u>15,894,329</u>	<u>0</u>
<i>Restatement for Change Within Reporting Entity</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances at Beginning of Year, As Restated</i>	<u>19,596,550</u>	<u>5,435,498</u>	<u>686,065</u>	<u>15,894,329</u>	<u>0</u>
<i>Fund Balances at End of Year</i>	<u><u>\$24,823,881</u></u>	<u><u>\$6,095,646</u></u>	<u><u>\$665,468</u></u>	<u><u>\$13,938,749</u></u>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2024*

All Other Governmental Funds	Total Governmental Funds
\$0	\$10,074,196
701,243	14,024,860
105,906	105,906
3,347,749	8,904,946
0	40,357
3,069,477	3,324,810
12,814,532	30,256,755
35,375	2,110,933
0	630,572
0	69,399
0	4,000,000
604,238	1,610,095
<u>20,678,520</u>	<u>75,152,829</u>
1,637,865	11,709,947
632,561	3,269,526
3,935,403	14,736,676
7,597,317	13,867,904
496,990	8,546,653
3,447,484	9,219,634
0	490,174
905,689	905,689
1,974,111	1,974,111
456,087	509,542
542,913	548,351
<u>21,626,420</u>	<u>65,778,207</u>
<u>(947,900)</u>	<u>9,374,622</u>
6,554,272	6,554,272
0	143,052
0	(6,554,272)
<u>6,554,272</u>	<u>143,052</u>
5,606,372	9,517,674
8,151,666	49,764,108
(79,761)	(79,761)
<u>8,071,905</u>	<u>49,684,347</u>
<u>\$13,678,277</u>	<u>\$59,202,021</u>

Net Change in Fund Balances - Total Governmental Funds

\$9,517,674

***Amounts reported for governmental activities in the
Statement of Activities are different because:***

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:

Capital Asset Additions	6,133,423
Depreciation	<u>(3,913,174)</u>

Total 2,220,249

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.

(109,895)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Property Taxes	13,325
Sales Tax	165,242
Intergovernmental Revenue	<u>(99,458)</u>

Total 79,109

Repayment of principal of long-term liabilities (e.g. bonds, notes, loans) is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

509,542

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, and interest expenditure is reported when due.

(8,719)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Compensated Absences	(1,098,951)
Premium on Debt Issued	<u>27,266</u>

Total (1,071,685)

Other financing sources in the governmental funds that increase long-term liabilities in the Statement of Net Position are not reported as revenues in the Statement of Activities:

Proceeds from installment loan (143,052)

Contractually required contributions are reported as expenditures in these amounts as deferred outflows.

3,126,101

Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability are reported as pension/OPEB expense in the Statement of Activities.

(3,524,895)

Changes in Net Position of Governmental Activities

\$10,594,429

Pickaway County, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property Taxes	\$6,030,652	\$6,451,995	\$6,455,713	\$3,718
Sales Tax	12,151,044	13,000,000	13,166,963	166,963
Charges for Services	3,814,814	4,081,343	4,349,912	268,569
Licenses and Permits	40,776	43,625	40,357	(3,268)
Fines and Forfeitures	98,517	105,400	114,984	9,584
Intergovernmental	2,181,026	2,333,408	2,524,986	191,578
Interest	1,665,183	1,781,524	2,081,939	300,415
Contributions and Donations	0	0	4,000,000	4,000,000
Rent	60,755	65,000	69,399	4,399
Other	496,327	531,004	574,933	43,929
<i>Total Revenues</i>	<u>26,539,094</u>	<u>28,393,299</u>	<u>33,379,186</u>	<u>4,985,887</u>
Expenditures:				
<i>Current:</i>				
<i>General Government:</i>				
Legislative and Executive	9,403,661	8,939,320	8,125,176	814,144
Judicial	3,568,906	3,392,678	2,271,118	1,121,560
Public Safety	10,633,047	10,108,000	9,994,952	113,048
Public Works	629,019	597,959	478,055	119,904
Health	227,293	216,070	186,343	29,727
Human Services	1,384,676	1,316,302	1,008,878	307,424
Conservation and Recreation	516,047	490,565	490,174	391
<i>Total Expenditures</i>	<u>26,362,649</u>	<u>25,060,894</u>	<u>22,554,696</u>	<u>2,506,198</u>
<i>Excess of Revenues Over Expenditures</i>	<u>176,445</u>	<u>3,332,405</u>	<u>10,824,490</u>	<u>7,492,085</u>
Other Financing Sources/(Uses:)				
Advances In	0	0	763,494	763,494
Advances Out	0	0	(184,249)	(184,249)
Transfers Out	0	(6,741,419)	(6,554,272)	187,147
<i>Total Other Financing Sources/(Uses)</i>	<u>0</u>	<u>(6,741,419)</u>	<u>(5,975,027)</u>	<u>766,392</u>
<i>Net Change in Fund Balance</i>	<u>176,445</u>	<u>(3,409,014)</u>	<u>4,849,463</u>	<u>8,258,477</u>
<i>Fund Balance at Beginning of Year</i>	<u>15,946,977</u>	<u>15,946,977</u>	<u>15,946,977</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$16,123,422</u>	<u>\$12,537,963</u>	<u>\$20,796,440</u>	<u>\$8,258,477</u>

See accompanying notes to the basic financial statements

Pickaway County, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Auto, License and Gas Tax Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for Services	\$85,000	\$85,000	\$171,326	\$86,326
Fines and Forfeitures	20,250	20,250	131,099	110,849
Intergovernmental	6,000,000	6,000,000	5,999,757	(243)
Other	515,171	515,171	68,638	(446,533)
<i>Total Revenues</i>	<u>6,620,421</u>	<u>6,620,421</u>	<u>6,370,820</u>	<u>(249,601)</u>
Expenditures:				
<i>Current:</i>				
Public Works	6,839,100	6,839,100	5,656,609	1,182,491
<i>Debt Service:</i>				
Principal Retirements	12,805	12,805	12,805	0
<i>Total Expenditures</i>	<u>6,851,905</u>	<u>6,851,905</u>	<u>5,669,414</u>	<u>1,182,491</u>
<i>Net Change in Fund Balance</i>	(231,484)	(231,484)	701,406	932,890
<i>Fund Balance at Beginning of Year</i>	3,536,443	3,536,443	3,536,443	0
<i>Prior Year Encumbrances Appropriated</i>	457,129	457,129	457,129	0
<i>Fund Balance at End of Year</i>	<u>\$3,762,088</u>	<u>\$3,762,088</u>	<u>\$4,694,978</u>	<u>\$932,890</u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Job and Family Services Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$5,343,285	\$5,343,285	\$5,007,606	(\$335,679)
Other	85,000	85,000	148,410	63,410
<i>Total Revenues</i>	<u>5,428,285</u>	<u>5,428,285</u>	<u>5,156,016</u>	<u>(272,269)</u>
Expenditures:				
<i>Current:</i>				
Human Services	5,428,285	5,428,285	4,774,278	654,007
<i>Total Expenditures</i>	<u>5,428,285</u>	<u>5,428,285</u>	<u>4,774,278</u>	<u>654,007</u>
<i>Net Change in Fund Balance</i>	0	0	381,738	381,738
<i>Fund Balance at Beginning of Year</i>	<u>188,915</u>	<u>188,915</u>	<u>188,915</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$188,915</u></u>	<u><u>\$188,915</u></u>	<u><u>\$570,653</u></u>	<u><u>\$381,738</u></u>

See accompanying notes to the basic financial statements

Pickaway County, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Board of Developmental Disabilities Fund
For the Year Ended December 31, 2024*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property Taxes	\$3,315,200	\$3,315,200	\$3,618,483	\$303,283
Intergovernmental	1,137,389	1,137,389	1,832,354	694,965
Other	100,000	100,000	72,366	(27,634)
<i>Total Revenues</i>	<u>4,552,589</u>	<u>4,552,589</u>	<u>5,523,203</u>	<u>970,614</u>
Expenditures:				
<i>Current:</i>				
Health	5,582,911	5,582,911	5,317,569	265,342
<i>Total Expenditures</i>	<u>5,582,911</u>	<u>5,582,911</u>	<u>5,317,569</u>	<u>265,342</u>
<i>Net Change in Fund Balance</i>	(1,030,322)	(1,030,322)	205,634	1,235,956
<i>Fund Balance Beginning of Year</i>	3,217,167	3,217,167	3,217,167	0
<i>Prior Year Encumbrances Appropriated</i>	<u>34,398</u>	<u>34,398</u>	<u>34,398</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,221,243</u></u>	<u><u>\$2,221,243</u></u>	<u><u>\$3,457,199</u></u>	<u><u>\$1,235,956</u></u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
American Rescue Plan Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$0	\$0	\$11	\$11
<i>Total Revenues</i>	0	0	11	11
Expenditures:				
<i>Current:</i>				
<i>General Government:</i>				
Legislative and Executive	2,081,566	2,081,566	2,081,561	5
<i>Total Expenditures</i>	2,081,566	2,081,566	2,081,561	5
<i>Net Change in Fund Balance</i>	(2,081,566)	(2,081,566)	(2,081,550)	16
<i>Fund Balance at Beginning of Year</i>	5,195,421	5,195,421	5,195,421	0
<i>Fund Balance at End of Year</i>	<u>\$3,113,855</u>	<u>\$3,113,855</u>	<u>\$3,113,871</u>	<u>\$16</u>

See accompanying notes to the basic financial statements

Pickaway County, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2024

	Business-Type Activities		
	Countywide Sewer	Other Enterprise Funds	Total
Assets:			
<i>Current Assets:</i>			
Equity in Pooled Cash and Cash Equivalents	\$858,649	\$55,348	\$913,997
Accounts Receivable	116,155	0	116,155
Prepaid Items	1,385	0	1,385
<i>Total Current Assets</i>	<u>976,189</u>	<u>55,348</u>	<u>1,031,537</u>
<i>Noncurrent Assets:</i>			
Nondepreciable Capital Assets	13,964	0	13,964
Depreciable Capital Assets, Net	3,346,053	829,890	4,175,943
Net OPEB Asset	9,115	0	9,115
<i>Total Noncurrent Assets</i>	<u>3,369,132</u>	<u>829,890</u>	<u>4,199,022</u>
<i>Total Assets</i>	<u>4,345,321</u>	<u>885,238</u>	<u>5,230,559</u>
<i>Deferred Outflows of Resources:</i>			
Pension	102,212	0	102,212
OPEB	7,884	0	7,884
<i>Total Deferred Outflows of Resources</i>	<u>110,096</u>	<u>0</u>	<u>110,096</u>
Liabilities:			
<i>Current Liabilities:</i>			
Accounts Payable	3,776	1,222	4,998
Accrued Wages and Benefits	9,558	1,979	11,537
Contracts Payable	3,461	0	3,461
Intergovernmental Payable	400	4,873	5,273
Accrued Interest Payable	4,794	0	4,794
Interfund Payable	20,474	23,601	44,075
OPWC Loans Payable	8,256	10,628	18,884
OWDA Loans Payable	149,238	0	149,238
<i>Total Current Liabilities</i>	<u>199,957</u>	<u>42,303</u>	<u>242,260</u>
<i>Long-Term Liabilities:</i>			
OPWC Loans Payable	144,470	0	144,470
OWDA Loans Payable	1,023,314	0	1,023,314
Net Pension Liability	270,299	0	270,299
<i>Total Long-Term Liabilities</i>	<u>1,438,083</u>	<u>0</u>	<u>1,438,083</u>
<i>Total Liabilities</i>	<u>1,638,040</u>	<u>42,303</u>	<u>1,680,343</u>
<i>Deferred Inflows of Resources:</i>			
OPEB	5,604	0	5,604
<i>Total Deferred Inflows of Resources</i>	<u>5,604</u>	<u>0</u>	<u>5,604</u>
Net Position:			
Net Investment in Capital Assets	2,034,739	829,890	2,864,629
Net OPEB Asset	9,115	0	9,115
Unrestricted	767,919	13,045	780,964
<i>Total Net Position</i>	<u>\$2,811,773</u>	<u>\$842,935</u>	<u>\$3,654,708</u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
*Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2024*

	Business - Type Activities		
	Countywide	Other	
	Sewer	Enterprise	Total
		Funds	
Operating Revenues:			
Charges for Services	\$605,216	\$93,080	\$698,296
Other	4,036	13	4,049
<i>Total Operating Revenues</i>	<u>609,252</u>	<u>93,093</u>	<u>702,345</u>
Operating Expenses:			
Personal Services	187,078	29,401	216,479
Fringe Benefits	54,747	2,894	57,641
Contractual Services	75,617	26,277	101,894
Materials and Supplies	29,374	5,639	35,013
Depreciation	64,423	20,643	85,066
<i>Total Operating Expenses</i>	<u>411,239</u>	<u>84,854</u>	<u>496,093</u>
<i>Operating Income (loss)</i>	<u>198,013</u>	<u>8,239</u>	<u>206,252</u>
Non Operating Expenses:			
Interest and Fiscal Charges	(1,008)	(295)	(1,303)
<i>Total Non Operating Expenses</i>	<u>(1,008)</u>	<u>(295)</u>	<u>(1,303)</u>
<i>Change in Net Position</i>	197,005	7,944	204,949
<i>Net Position at Beginning of Year</i>	<u>2,614,768</u>	<u>834,991</u>	<u>3,449,759</u>
<i>Net Position at End of Year</i>	<u><u>\$2,811,773</u></u>	<u><u>\$842,935</u></u>	<u><u>\$3,654,708</u></u>

Pickaway County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024

	Business - Type Activities		
	Countywide	Other	
	Sewer	Enterprise	Total
		Funds	
Cash Flows from Operating Activities:			
Cash Received from Customers	\$586,154	\$93,080	\$679,234
Cash Received from Other Revenues	4,036	13	4,049
Cash Payments to Employees for Services and Benefits	(217,291)	(31,160)	(248,451)
Cash Payments for Goods and Services	(29,374)	(5,639)	(35,013)
Cash Payments for Contract Services	(86,122)	(29,869)	(115,991)
<i>Net Cash from Operating Activities</i>	<u>257,403</u>	<u>26,425</u>	<u>283,828</u>
Cash Flows from Capital and Related Financing Activities:			
Principal Paid on Notes and Loans	(177,060)	(25,096)	(202,156)
Interest Paid on Notes and Loans	(12,089)	(297)	(12,386)
<i>Net Cash for Capital and Related Financing Activities</i>	<u>(189,149)</u>	<u>(25,393)</u>	<u>(214,542)</u>
<i>Net Increase in Cash and Cash Equivalents</i>	68,254	1,032	69,286
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>790,395</u>	<u>54,316</u>	<u>844,711</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u><u>\$858,649</u></u>	<u><u>\$55,348</u></u>	<u><u>\$913,997</u></u>

See accompanying notes to the basic financial statements and accountant's report.

(Continued)

Pickaway County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024

	Business - Type Activities		
	Countywide Sewer	Other Enterprise Funds	Total
Reconciliation of Operating Income/(loss) to Net Cash from Operating Activities			
Operating Income/(loss)	\$198,013	\$8,239	\$206,252
<i>Adjustments:</i>			
Depreciation	64,423	20,643	85,066
<i>(Increase) Decrease in Assets and deferred outflows of resources:</i>			
Accounts Receivable	(20,046)	0	(20,046)
Intergovernmental Receivable	984	0	984
Prepaid Items	(321)	0	(321)
Net OPEB Asset	(9,115)	0	(9,115)
Deferred Outflows of Resources	52,480	0	52,480
<i>Increase (Decrease) in Liabilities and deferred inflows of resources:</i>			
Accounts Payable	(9,779)	(3,556)	(13,335)
Contracts Payable	3,461	0	3,461
Accrued Wages and Benefits	925	1,135	2,060
Intergovernmental Payable	(4,187)	1,787	(2,400)
Interfund Payable	0	(1,823)	(1,823)
Net Pension Liability	(15,821)	0	(15,821)
Net OPEB Liability	(5,977)	0	(5,977)
Deferred Inflows of Resources	2,363	0	2,363
<i>Net Cash from Operating Activities</i>	<u>\$257,403</u>	<u>\$26,425</u>	<u>\$283,828</u>

See accompanying notes to the basic financial statements

Pickaway County, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2024

	Private Purpose Trust	Custodial Funds
Assets:		
Equity in Pooled Cash and Cash Equivalents	\$1,194	\$8,799,011
Cash and Cash Equivalents in Segregated Accounts	0	553,060
Accounts Receivable	0	57,926
Prepaid Items	0	9,806
Intergovernmental Receivable	0	6,850,709
Property Taxes Receivable	0	91,930,688
<i>Total Assets</i>	<u>1,194</u>	<u>108,201,200</u>
Liabilities:		
Accounts Payable	0	75,817
Accrued Wages and Benefits	0	77,926
Intergovernmental Payable	0	189,778
Compensated Absences Payable	0	293,340
<i>Total Liabilities</i>	<u>0</u>	<u>636,861</u>
Deferred Inflows of Resources:		
Property Taxes not Levied to Finance Current Year Operations	0	87,168,368
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>87,168,368</u>
Net Position:		
Held in Trust for Other Individuals and Organizations	1,194	0
Restricted for Individuals, Organizations, and Other Governments	0	20,395,971
<i>Total Net Position</i>	<u>\$1,194</u>	<u>\$20,395,971</u>

See accompanying notes to the basic financial statements.

Pickaway County, Ohio
Statement of Changes in Fund Net Position
Fiduciary Funds
For the Year Ended December 31, 2024

	Private Purpose Trust	Custodial Funds
Additions:		
Amounts Received as Fiscal Agent	\$0	\$5,057,677
Intergovernmental	0	5,504,942
Fines and Forfeitures for Other Governments	0	5,121,418
Property Tax Collections for Other Governments	0	98,668,052
Excise Tax Collections for Other Governments	0	2,167,580
Sheriff Sale Collections for Other Governments	0	198,197
Contributions from Individuals	0	222,578
<i>Total Additions</i>	<u>0</u>	<u>116,940,444</u>
Deductions:		
Distributions as Fiscal Agent	0	7,389,345
Distributions of State Funds to Other Governments	0	3,514,946
Fines and Forfeitures Distributions to Other Governments	0	5,308,176
Property Tax Distributions to Other Governments	0	96,330,026
Excise Tax Distributions to Other Governments	0	2,620,349
Sheriff Sale Distributions to Others	0	200,869
Distributions to Individuals	0	220,833
<i>Total Deductions</i>	<u>0</u>	<u>115,584,544</u>
<i>Change in Net Position</i>	0	1,355,900
<i>Net Position at Beginning of Year, Previously Reported</i>	1,194	19,047,104
<i>Restatement for Change Within Reporting Entity</i>	0	79,761
<i>Change in Accounting Principle</i>	<u>0</u>	<u>(86,794)</u>
<i>Net Position at Beginning of Year, as Restated</i>	<u>1,194</u>	<u>19,040,071</u>
<i>Net Position at End of Year</i>	<u>\$1,194</u>	<u>\$20,395,971</u>

See accompanying notes to the basic financial statements

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 1 - DESCRIPTION OF PICKAWAY COUNTY AND REPORTING ENTITY

Pickaway County, Ohio (the County), was created in 1810. The County is governed by a board of three Commissioners elected by the voters of the County. Other officials elected by the voters of the County that manage various segments of the County's operations are the County Auditor, Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, Probate Court Judge and a Common Pleas Court Judge. Although the elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body and the chief administrators of public services for the entire County.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the County are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Pickaway County, this includes the Pickaway County Board of Developmental Disabilities, Pickaway County Child Support Enforcement Agency, Pickaway County Job and Family Services, Pickaway County Veteran Services and departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units may also include organizations for which the County approves the budget, the issuance of debt or levying of taxes.

Discretely Presented Component Unit

The component unit column in the basic financial statements identifies the financial data of the County's component unit, Pickaway County Airport Authority. The Authority is reported separately to emphasize that they are legally separate from the County.

Pickaway County Airport Authority - Pickaway County Airport Authority (the Authority) operates on a fiscal year ending December 31. The five-member Board for the Authority is appointed by the County Commissioners. The Commissioners also review the budget and have the ability to impose its will on the Authority. Pickaway County provides utilities and insurance for the Authority. During 2024, the County made no financial contributions either to or on behalf of the Authority. Financial information is included in the accompanying financial statements.

Pickaway County Land Reutilization Corporation

In November 2016, the County Commissioners approved the creation of the Pickaway County Land Reutilization Corporation. The County is still in the process of drafting the articles of incorporation for this entity. Therefore, the corporation had no activity in 2024.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 1 - DESCRIPTION OF PICKAWAY COUNTY AND REPORTING ENTITY *(Continued)*

The County is associated with certain organizations that are defined as jointly governed organizations or related organizations. These organizations are presented in Notes 19 and 20 to the basic financial statements. These organizations are:

- Paint Valley Mental Health Alcohol and Drug Addiction Board
- Ross, Pickaway, Highland, Fayette Joint Solid Waste Management District
- County Risk Sharing Authority (CORSA)
- Southern Ohio Council of Governments
- Pickaway County Park District
- Pickaway County District Public Library

As the custodian of public funds, the County Treasurer invests all public monies held on deposit in the County treasury. In the case of the districts listed below, the County serves as fiscal agent, but the districts are not fiscally dependent on the County. Accordingly, the activity of the following districts are presented as custodial funds within the County's financial statements.

- Soil and Water Conservation District
- Pickaway County Health District
- Pickaway County Park District
- Ross, Pickaway, Highland, Fayette Joint Solid Waste District
- Pickaway County Transportation Improvement District

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the County's accounting policies are described below.

A. Basis of Presentation

The County's basic financial statements consist of government-wide 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.

Government-Wide Financial Statements - The Statement of Net Position and the Statement of Activities display information about the County as a whole. These statements include the financial activities of the primary government and component units, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

The Statement of Net Position presents the financial condition of the governmental and business-type activities and the component unit of the County at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for business-type activities and component unit of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund Financial Statements - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

B. Fund Accounting

The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets, liabilities and deferred inflows of resources is reported as fund balance. The following are the County's major governmental funds:

General Fund - This fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Auto, License and Gas Tax Fund - This fund accounts for the County road and bridge maintenance, repair and improvement programs. Revenue sources include Federal and State grants, charges for services and license fees.

Job and Family Services Fund - This fund accounts for various Federal and State grants, as well as transfers from the General Fund that are used to provide public assistance to general relief recipients and to pay their providers of medical assistance and certain public social services.

Board of Developmental Disabilities Fund - This fund accounts for the operation of a school, workshop and resident homes for the developmentally disabled. Revenue sources include a County-wide property tax levy and Federal and State grants.

American Rescue Plan - To account for federal monies received as part of the American Rescue Plan relief funding. These funds are to be used for costs that are the result of the Coronavirus Pandemic.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Other governmental funds of the County account for grants and other resources whose use is restricted for a particular purpose, and funding sources used for debt service and capital projects.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The County has no internal service fund. The following is the County's only major enterprise fund:

Countywide Sewer Fund - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The Countywide Sewer Fund accounts for sewer services provided to individual users in several subdivisions of the County.

The Countywide Water Fund accounts for water services provided to individual users in subdivisions of the County. The Sheriff Web Check fund accounts for criminal background check services completed by the Sheriff's office for area businesses and governments.

Fiduciary Funds – Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund.

The County's fiduciary funds are a private-purpose trust fund and custodial funds. The County's private purpose trust fund is established to account for assets that are used for the prevention of delinquency in juveniles that are in the custody of Juvenile Court. The County's custodial funds are used to account for assets held by the County as fiscal agent for other districts, agencies, boards and commissions; for various taxes, assessments, fines and fees collected for the benefit of and distributed to other governments; and for the State-shared resources collected on behalf of other local governments.

C. Measurement Focus

Government-Wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows and all liabilities and deferred inflows associated with the operation of the County are included on the Statement of Net Position.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities and deferred inflows generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets, all liabilities and deferred inflows and outflows of resources associated with the operation of these funds are included on the Statement of Fund Net Position. The Statement of Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

The private-purpose trust fund and custodial funds are reported using the economic resources measurement focus.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 11). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, revenue sources considered to be both measurable and available at year-end include delinquent property taxes, sales taxes, charges for services and fees, fines and forfeitures, state- levied locally shared taxes (including motor vehicle license fees and gasoline taxes), and grants.

Deferred Outflows and Deferred Inflows of Resources - In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the County, deferred outflows of resources are reported on the government-wide Statement of Net Position and include pension and OPEB expense. A deferral for pension/OPEB results from changes in Net Pension/OPEB Liability/Assets not recognized as a component of current year pension expense. This amount is deferred and amortized over various periods as instructed by the pension plan administrators. Deferred outflows of resources related to pensions are explained further in Notes 15 and 16.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred inflows of resources. The County reports a deferred inflow of resources which represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenues) until that time. For the County these amounts consist of intergovernmental receivables, delinquent property taxes receivable which are not collected in the available period and pension. Property taxes and sales taxes for which there is an enforceable legal claim as of December 31, 2024, but which were levied to finance fiscal year 2025 operations, have been recorded as deferred inflows of resources. The difference between deferred inflows on the Statement of Net Position and the Balance Sheet is due to delinquent property taxes receivable, sales taxes and grants and entitlements not received during the available period. These were reported as revenues on the Statement of Activities and not recorded as deferred inflows on the Statement of Net Position. Additionally, deferred inflows related to pensions/OPEB are reported in the government-wide Statement of Net Position. Deferred inflows related to pensions/OPEB result from changes in Net Pension/OPEB Liability/Asset not recognized as a component of current year pension expense. Deferred inflows of resources related to pension are explained further in Notes 15 and 16.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

E. Budgetary Process

All funds, except Jail Commissary (non-major special revenue), Law Enforcement - Prosecutor (non-major special revenue) and custodial 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 resolution, 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 County Commissioners may appropriate. The appropriations resolution is the County Commissioners' authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the County Commissioners. The level of control has been established by County Commissioners at the object level within each department. Advances between funds are not required to be budgeted.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the County Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts when the original certificate of estimated resources was adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during 2024. The County does not include advances between funds in the certificate of estimated resources.

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 County Commissioners during the year.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

F. Cash, Cash Equivalents, and Investments

To improve cash management, cash and investments received by the County is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the County's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents".

During 2024, investments were limited to STAR Ohio, U.S. Government Agency Securities, U.S. Treasury obligations, certificates of deposits, and other interest bearing accounts with local commercial banks.

Investments are reported at fair value, except for nonnegotiable certificates of deposit which are reported at cost. Fair value is based on quoted market prices. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The County measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

STAR Ohio reserves the right to limit participant transactions to \$250,000,000 per day. Transactions in all of a participant's accounts will be combined for this purpose. Twenty-four hours advance notice to STAR Ohio is appreciated for purchases or redemptions of \$100,000,000 or more. For the fiscal year ended December 31, 2024, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

Under existing Ohio statutes, all investment earnings are assigned to the General Fund unless statutorily required to be credited to a specific fund. Interest revenue and fair value changes credited to the General Fund during 2024 amounted to \$2,075,558 which includes \$1,571,090 assigned from other County funds.

G. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental funds when used.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2024, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

I. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activity's column of the government-wide Statement of Net Position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activities column of the government-wide Statement of Net Position and in the fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art or similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists of roads, bridges, culverts and sanitary sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-Type Activities
	Estimated Lives	Estimated Lives
Buildings	40-150 years	N/A
Improvements Other Than Buildings	40-150 years	N/A
Machinery and Equipment	3-25 years	N/A
Furniture and Fixtures	10-30 years	N/A
Vehicles	3-15 years	N/A
Plant and Facilities	N/A	40-150 years
Infrastructure	10-60 years	70 years

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balance. As of December 31, 2024, there were \$44,075 internal balances reported on the Statement of Net Position.

K. Compensated Absences

The County reports compensated absences in accordance with the provisions of GASB Statement No. 101, "Accounting for Compensated Absences".

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Vacation and compensatory time benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is more likely than not that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination method. The liability includes the employees who are currently eligible to receive termination benefits and those employees for whom it is more likely than not will become eligible to receive payment in the future. The liability is based on accumulated sick leave and employees' wage rates at year end.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "matured compensated absences payable", in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. In enterprise funds, the entire amount of compensated absences is reported as a fund liability. The County reported \$10,406 matured compensated absences payable as of December 31, 2024.

The compensated absences liability for the government-wide, governmental fund and propriety fund has utilized the first –in, first-out flows assumption basis.

L. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension/OPEB plans report investments at fair value.

M. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported on the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability on the fund financial statements only to the extent that they are due for payment during the current year. Bonds, installment loans and long-term notes and loans are recognized as a liability in the governmental fund financial statements when due.

N. Fund Balance

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. Fund balances of the governmental funds are classified as follows:

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Nonspendable – amounts that cannot be spent because they are either not in a spendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because either (a) constraints imposed by law through constitutional provisions, charter requirements or enabling legislation; or (b) constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commissioners. Those committed amounts cannot be used for any other purpose unless the County Commissioners remove the specified use by taking the same type of action as when imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – amounts constrained by the County’s “intent” to be used for specific purposes, but are neither restricted nor committed. The County Commissioners have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned – this is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the County considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Commissioners have provided otherwise in their commitment or assignment actions.

O. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The County’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.

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for water and sewer services and charges for background checks. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

Q. Interfund Transactions

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods 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 and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR NET POSITION/FUND BALANCE

New Accounting Principles

For the fiscal year ended December 31, 2024, the County has implemented GASB Statement No. 100, Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62. This statement enhances accounting and financial reporting requirements for accounting and error corrections to provide more understandable, reliable, relevant, consistent, and compatible information for making decisions or assessing accountability. The implementation of GASB Statement No. 100 did not have an effect on the financial statements of the County.

For the fiscal year ended December 31, 2024, the District has implemented GASB Statement No. 101, Compensated Absences – an amendment of GASB Statement No. 16. This statement establishes classification criteria in paragraphs 2 through 7 for standards of governmental accounting and financial reporting for compensated absences.

Adjustments to and Restatements of Beginning Balances

During fiscal year 2024, changes to or within the financial reporting entity and an error correction resulted in adjustments to and restatements of beginning net position and fund net position, as follows:

	Governmental Activities	Other Governmental Funds	Custodial Funds
Balance as Previously Reported at December 31, 2023	\$99,155,574	\$8,151,666	\$19,047,104
Change to or within the Financial Reporting Entity	(79,761)	(79,761)	79,761
Correction of Error	(456,162)	0	0
Implementation of the GASB Statement 101	(2,446,973)	0	(86,794)
Balance as restated at December 31, 2023	<u>\$96,172,678</u>	<u>\$8,071,905</u>	<u>\$19,040,071</u>

During 2024, a Park District Fund was moved from Other Governmental Funds to be included as a Custodial Fund.

During 2024, the County was made aware of a loan obtained by the Engineer's office in a prior year. This liability was corrected in the financial statements which resulted in an adjustment to the beginning net position.

During 2024, the County implemented GASB 101 which resulted in adjustments to the beginning net position.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While the County is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budget basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Budget Basis) is presented for the General Fund and major special revenue funds on the budget basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and modified accrual GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a restriction, commitment or assignment of fund balance.
4. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. Funds added to the General Fund to comply with GASB 54.

The following table summarizes the adjustments necessary to reconcile the GAAP and budget basis statements for the General Fund and major special revenue funds:

Net Change in Fund Balances (Deficits)/Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses					
	General	Auto, License and Gas Tax	Job and Family Services	Board of Developmental Disabilities	American Rescue Plan
GAAP Basis	\$5,227,331	\$660,148	(\$20,597)	(\$1,955,580)	\$0
<i>Adjustments:</i>					
Net Adjustment for Revenue Accruals	(727,840)	(95,084)	398,428	0	(1,953,036)
Net Adjustment for Expenditure Accruals	44,102	136,342	3,907	(395,975)	(128,514)
Net Adjustment for Other Sources (Uses)	(130,323)	0	0	2,557,189	0
<i>Perspective Difference:</i>					
Activity of Funds Reclassified GAAP Reporting Purposes	436,193	0	0	0	0
Budget Basis	\$4,849,463	\$701,406	\$381,738	\$205,634	(\$2,081,550)

NOTE 5 - CASH, DEPOSITS AND INVESTMENTS

Monies held in the County Treasury are pooled for the purpose of investment management. The County is authorized to invest in those instruments identified in section 135.35 of the Ohio Revised Code. Specifically, these authorized instruments consist of:

1. United States Treasury Notes, Bills, Bonds, or other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 5 - CASH, DEPOSITS AND INVESTMENTS - (Continued)

2. Bonds, notes, debentures, or any other obligations or securities 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 that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
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;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio; and,
10. Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the County's total average portfolio.

Investments in stripped principal or interest obligations, except for federally issued or federally guaranteed 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 County, and must be purchased with the expectation that will be held to maturity. Investments may only be made through specific dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 5 - CASH, DEPOSITS AND INVESTMENTS - (Continued)

The amounts available for deposit and investment are as follows:

Cash and Cash Equivalents: (carrying amounts)	
-Pooled	\$67,841,932
-Segregated	1,092,681
-Component Unit	251,058
Reconciling items (net) to arrive at bank balances	<u>(482,520)</u>
Total available for deposits and investments	
(Bank balance of deposit/carrying amount of investments)	<u><u>\$68,703,151</u></u>

The following information is presented in accordance with GASB Statement No. 40, "Deposit and Investment Risk Disclosures." Additional disclosures for the component units are presented below in Note 5.

Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the County.

As of December 31, 2024, the carrying amount of all County deposits was \$13,294,875. Based on the criteria described in GASB Statement No. 40, \$12,163,878 of the County's bank balance of \$13,745,817 was exposed to custodial risk as discussed above while \$1,581,939 was covered by FDIC. The \$12,163,878 exposed to custodial risk was uninsured, and collateral was provided by the Ohio Pooled Collateral System.

Custodial Credit Risk

The County 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 the County and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 % of the deposits being secured; or

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102% of the deposits being secured or a rate set by the Treasurer of State.

All of the County's financial institutions are enrolled in the OPCS.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 5 - CASH, DEPOSITS AND INVESTMENTS - (Continued)

Investments

As of December 31, 2024 the County had the following investments and maturities:

Investment Type	Fair Value	Investments In Maturities In Years		
		Less than One Year	1-3 Years	3-5 Years
U.S. Treasury Obligations	\$18,864,346	\$498,340	\$6,785,341	\$11,580,665
U.S. Government Agency Securities	21,046,456	9,152,796	7,635,122	4,258,538
Negotiable CD's	3,638,058	1,227,025	697,934	1,713,099
Commerical Paper	815,931	346,570	469,361	0
STAROhio	11,526,005	11,526,005	0	0
Total Investments	<u>\$55,890,796</u>	<u>\$22,750,736</u>	<u>\$15,587,758</u>	<u>\$17,552,302</u>

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the County limits investment portfolio matures to five years or less.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County limits its investments to those authorized by State statute. Standard and Poor's has assigned a rating of "AAAm" to STAROhio, "AA+" to U.S. Government Agency Securities and U.S. Treasury Obligations. Negotiable CDs are not rated.

Custodial Credit Risk - For investments, custodial credit risk is the risk that, in event of the failure of the counter party, the County will not be able to recover the value of its investments or collateral securities in the possession of an outside party. The County's policy provides that investments be held in the County's name. All of the County's investments are held in the County's name.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's policy minimizes concentration of credit risk by diversifying assets by issuer as necessary. The County's investments in U.S. Treasury Obligations, U.S. Government Agency Securities, Commercial Paper, Negotiable CD's, and the STAROhio account were 33.8%, 37.7%, 6.5%, 1.5%, and 20.5% respectively, of the County's total investments.

The County has categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The above chart identifies the County's recurring fair value measurements as of December 31, 2024.

Most of the County's investments are valued using pricing sources as provided by the investment's managers (Level 2 inputs), while the U.S. Treasury obligations are valued by sources with Level 1 inputs and Star Ohio is based on amortized cost.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 5 - CASH, DEPOSITS AND INVESTMENTS - (Continued)

Component Unit

Deposits and Investments

Cash and cash equivalents held by Pickaway County Airport Authority are classified as “cash and cash equivalents.”

At year end, the carrying amount of the Pickaway County Airport Authority deposits was \$251,058 and the bank balance was \$251,058. \$250,000 was covered by federal depository insurance.

NOTE 6 - INTERFUND TRANSACTIONS

Interfund balances at December 31, 2024, consist of the following receivables and payables:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General	\$426,828	\$0
Job and Family Services	49,898	0
Countywide Sewer	0	20,474
Nonmajor Special Revenue Funds	0	432,651
Nonmajor Enterprise Funds	0	23,601
	<u> </u>	<u> </u>
Totals	<u>\$476,726</u>	<u>\$476,726</u>

All balances are scheduled to be collected in the subsequent year. All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

A summary of interfund transfers for 2024 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$0	(\$6,554,272)
Nonmajor Special Revenue Funds	6,554,272	0
	<u> </u>	<u> </u>
Total	<u>\$6,554,272</u>	<u>(\$6,554,272)</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 7 - RECEIVABLES

Receivables at December 31, 2024 consisted of property taxes, loans receivable, sales taxes, accounts (billings for user charged services), interest, special assessments and intergovernmental grants. All receivables are considered fully collectible.

A summary of the principal items of intergovernmental receivable follows:

<u>Governmental Activities</u>	
<i>General Fund:</i>	
Local Government Distributions	650,750
State Property Tax Reimbursements	255,177
Total General Fund	<u>905,927</u>
<i>Auto, License and Gas Tax Fund:</i>	
Gasoline Tax	2,943,191
<i>Job and Family Services Fund:</i>	
State and Federal Funding	188,283
<i>Board of Developmental Disabilities Fund:</i>	
State Property Tax Reimbursements	143,180
Grants	<u>681</u>
Total Board of Developmental Disabilities Fund	<u>143,861</u>

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Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 7 - RECEIVABLES - (Continued)

<i>Non Major Special Revenue Funds:</i>	
Motor Vehicle Permissive Tax	705,086
Road and Bridge	2,865
Children Services	18,106
Child Support Enforcement Agency	339,620
Probate	25
Probate Computer	715
Special Marriage License	937
Indigent Guardianship	150
Juvenile Computer	249
Youth Services Subsidy Grant	123,250
Crime Victims Assistance	36,261
COPS Grant	484
Emergency Management	53,422
HUD Grants	61,000
Workforce Development	60,641
Juvenile Special Project Assess	757
Law Library	5,009
TCAP Grant	370,028
ATP Grant	7,159
Adult Probation Grant	183,076
Specialized Docket Grant	75,000
CTP Continuing Training	16,232
Homeland Security	28,068
Special Project	810
Total Nonmajor Special Revenue Funds	<u>2,088,950</u>
<i>Non Major Capital Project Funds:</i>	
Capital Improvement	<u>10,912</u>
Total Intergovernmental Receivables	<u><u>6,281,124</u></u>

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 8 - CAPITAL ASSETS

A summary of changes in general capital assets during 2024 were as follows:

	Restated Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024
Governmental Activities:				
<i>Nondepreciable Capital Assets:</i>				
Land	\$889,432	\$0	\$0	\$889,432
Total Nondepreciable Capital Assets	889,432	0	0	889,432
<i>Depreciable Capital Assets:</i>				
Buildings	42,691,031	1,715,532	0	44,406,563
Improvements Other Than Buildings	3,600,967	94,779	(20,144)	3,675,602
Machinery and Equipment	9,008,512	1,458,952	(385,501)	10,081,963
Furniture and Fixtures	799,923	19,261	(70,221)	748,963
Vehicles	4,998,897	735,291	(38,993)	5,695,195
Infrastructure	66,188,535	1,705,264	(209,936)	67,683,863
Intangible Assets	86,841	404,344	0	491,185
Right to Use Assets	160,456	0	(6,487)	153,969
Total Depreciable Capital Assets	127,535,162	6,133,423	(731,282)	132,937,303
<i>Accumulated Depreciation:</i>				
Buildings	(7,975,297)	(670,662)	0	(8,645,959)
Improvements Other Than Buildings	(799,219)	(95,628)	9,820	(885,027)
Machinery and Equipment	(4,980,963)	(603,964)	301,977	(5,282,950)
Furniture and Fixtures	(604,554)	(14,987)	57,907	(561,634)
Vehicles	(2,443,109)	(386,073)	35,260	(2,793,922)
Infrastructure	(32,728,539)	(2,101,107)	209,936	(34,619,710)
Intangible Assets	(18,697)	(29,236)	0	(47,933)
Right to Use Assets	(61,268)	(11,517)	6,487	(66,298)
Total Accumulated Depreciation	(49,611,646)	(3,913,174)	621,387	(52,903,433)
Total Depreciable Capital Assets	77,923,516	2,220,249	(109,895)	80,033,870
Governmental Activities Capital Assets, Net	\$78,812,948	\$2,220,249	(109,895)	\$80,923,302

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 8 - CAPITAL ASSETS *(Continued)*

For governmental activities, depreciation expense was charged to functions as follows:

<u>Governmental Activities</u>	<u>Amount</u>
<i>General Government:</i>	
Legislative and Executive	\$524,624
Judicial	35,524
Public Safety	491,876
Public Works	2,421,884
Health	22,738
Human Services	74,057
Conservation and Recreation	342,471
Governmental Activities Depreciation Expense	<u>\$3,913,174</u>

	<u>Balance January 1, 2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Decemeber 31, 2024</u>
Business-Type Activities:				
<i>Nondepreciable Capital Assets:</i>				
Land	\$13,964	0	0	\$13,964
Total Nondepreciable Capital Assets	<u>13,964</u>	<u>0</u>	<u>0</u>	<u>13,964</u>
<i>Depreciable Capital Assets:</i>				
Plant and Facilities	801,966	0	0	801,966
Infrastructure	5,359,658	0	0	5,359,658
Total Depreciable Capital Assets	6,161,624	0	0	6,161,624
<i>Accumulated Depreciation:</i>				
Plant and Facilities	(589,216)	(8,500)	0	(597,716)
Infrastructure	(1,311,399)	(76,566)	0	(1,387,965)
Total Accumulated Depreciation	<u>(1,900,615)</u>	<u>(85,066)</u>	<u>0</u>	<u>(1,985,681)</u>
Total Depreciable Capital Assets, Net	<u>4,261,009</u>	<u>(85,066)</u>	<u>0</u>	<u>4,175,943</u>
Business-Type Activities Capital Assets, Net	<u>\$4,274,973</u>	<u>(\$85,066)</u>	<u>\$0</u>	<u>\$4,189,907</u>

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 9 - LONG-TERM OBLIGATIONS

The County's long-term obligations activity for the year ended December 31, 2024, was as follows:

	Restated Outstanding at January 1, 2024	Additions	Deletions	Outstanding at December 31, 2024	Amount Due In One Year
<i>Governmental Activities:</i>					
<i>General Obligation Notes Payable:</i>					
JFS Building Note , 2018-2028 3.00%	\$1,526,373	\$0	\$87,735	\$1,438,638	\$90,444
Engineer's Note, 2023-2027 2.79%	465,162	0	110,964	354,198	114,788
<i>General Obligation Bonds Payable:</i>					
Energy Saving Renovation Bonds, 2010-2025 3.920%	442,807	0	220,000	222,807	222,807
Sales Tax Bonds, 2018-2044 4.00%	7,675,000	0	30,000	7,645,000	40,000
Sales Tax Bonds, 2018-2048 4.00%	2,775,000	0	5,000	2,770,000	5,000
<i>Loans Payable Direct Borrowing:</i>					
OPWC Loan, 2009-2029 0%	76,827	0	12,805	64,022	12,804
<i>Other Long-Term Obligations:</i>					
Compensated Absences	4,200,297	1,089,951	0	5,290,248	1,433,497
Installment Loan	52,549	143,052	43,038	152,563	42,166
Premium on Bonds	601,472	0	27,266	574,206	27,266
<i>Net Pension Liability:</i>					
OPERS	36,872,301	0	5,712,494	31,159,807	0
STRS	197,434	0	177,471	19,963	0
Total Net Pension Liability	37,069,735	0	5,889,965	31,179,770	0
<i>Net OPEB Liability:</i>					
OPERS	770,193	0	770,193	0	0
Governmental Activities Long-Term Obligations	\$55,655,415	\$1,233,003	\$7,196,966	\$49,691,452	\$1,988,772

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 9 - LONG-TERM OBLIGATIONS *(Continued)*

	Outstanding at December 31, 2023	Additions	Deletions	Outstanding at December 31, 2024	Amount Due In One Year
Business-Type Activities:					
<i>General Obligation Notes Payable:</i>					
Orient Water Tower, 2014-2024 4.00%	\$9,154	\$0	\$9,154	\$0	\$0
<i>Net Pension Liability:</i>					
OPERS	286,120	0	15,821	270,299	0
<i>Net OPEB Liability:</i>					
OPERS	5,977	0	5,977	0	0
Business-Type Activities Long-Term Obligations	<u>\$301,251</u>	<u>\$0</u>	<u>\$30,952</u>	<u>\$270,299</u>	<u>\$0</u>

The JFS Building Note was issued in 2018 for \$2,000,000 with a 3.00% interest rate. This note was issued for the purchase of a JFS Building. This note will be paid by the Pickaway County Service Center Debt Service Fund.

The Engineer Equipment Note was issued in 2023 for \$465,162 with a 2.79% interest rate. This note was issued for tractors and mowers. This note will be repaid from the Engineer Note Fund.

The Energy Saving Renovation Bonds were issued in 2010 for \$2,995,615 with a 3.920% interest rate. These bonds are issued for renovations of all County buildings for energy savings. These bonds will be repaid through the Energy Savings Debt Service Fund.

The Sales Tax Bonds were issued in 2018 for \$7,700,000 with a 4.00% interest rate. These bonds are issued for renovations of County buildings at the fairgrounds. These bonds will be repaid through the Fairground Improvement Debt Service Fund.

The Sales Tax Bonds were issued in 2019 for \$2,800,000 with a 4.00% interest rate. These bonds are issued for renovations of County buildings at the fairgrounds. These bonds will be repaid through the Fairground Improvement Debt Service Fund.

The Ohio Public Works Commission (OPWC) Loan is related to the Cromley Road Bridge Replacement Project. The loan will be paid in bi-annual installments of \$6,402, over 20 years. The debt is to be repaid from the Auto, License and Gas Tax Fund. This loan is to be a zero-percentage interest rate for the life of the loan. This loan was issued in 2009 for \$256,088.

The Orient Water Tower note was issued in 2014 for \$74,984 with a 4.00% interest rate. This note was issued to repair the water tower near the Village of Orient. This note was repaid from the Countywide Water Enterprise Fund.

The compensated absences liability and pension obligations will be paid from the fund from which the employees are paid. The installment loans will be repaid through the General Fund, Job and Family Service Fund and other nonmajor special revenue funds. The amount of principal payments on the installment loan paid in 2024 amounted to \$43,038.

The following is a summary of the County's future principal and interest requirements for governmental activities long-term obligations:

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 9 - LONG-TERM OBLIGATIONS *(Continued)*

For the Year Ended December 31	JFS Building		Engineer's Equipment Note		Energy Saving Renovation Bonds		Direct Borrowing OPWC Loan	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$90,444	\$42,901	\$114,788	\$10,019	\$222,807	\$11,853	\$12,804	\$0
2026	93,237	40,108	118,036	6,772	0	0	12,805	0
2027	1,254,957	37,332	121,374	3,434	0	0	12,804	0
2028	0	0	0	0	0	0	12,805	0
2029	0	0	0	0	0	0	12,804	0
2030-2033	0	0	0	0	0	0	0	0
Total	<u>\$1,438,638</u>	<u>\$120,341</u>	<u>\$354,198</u>	<u>\$20,225</u>	<u>\$222,807</u>	<u>\$11,853</u>	<u>\$64,022</u>	<u>\$0</u>

For the Year Ended December 31	Sales Tax Bond		2019 Sales Tax Bond		Installment Loans		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$40,000	\$329,100	\$5,000	\$130,800	\$42,166	\$5,706	\$528,009	\$530,379
2026	275,000	327,500	5,000	130,600	41,321	4,011	\$545,399	\$508,991
2027	285,000	316,500	5,000	130,400	38,861	2,398	\$1,717,996	\$490,064
2028	295,000	305,100	5,000	130,200	30,215	1,064	\$343,020	\$436,364
2029	310,000	293,300	5,000	130,000	0	0	\$327,804	\$423,300
2030-2034	1,740,000	1,270,700	25,000	647,000	0	0	\$1,765,000	\$1,917,700
2035-2039	2,125,000	893,300	25,000	642,000	0	0	\$2,150,000	\$1,535,300
2040-2044	2,575,000	389,150	85,000	637,000	0	0	\$2,660,000	\$1,026,150
2045-2048	0	0	2,610,000	327,650	0	0	\$2,610,000	\$327,650
Total	<u>\$7,645,000</u>	<u>\$4,124,650</u>	<u>\$2,770,000</u>	<u>\$2,905,650</u>	<u>\$152,563</u>	<u>\$13,179</u>	<u>\$12,647,228</u>	<u>\$7,195,898</u>

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Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 10 - LOANS PAYABLE

The County's loan transactions for the year ending December 31, 2024, were as follows:

Purpose/Description	Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024	Amount Due Within One Year
<u>Business-Type Activities:</u>					
<i>OPWC Loans Payable Direct Borrowing::</i>					
Darby Twp, Sewer Improvement, 0%	\$20,000	\$0	\$20,000	\$0	\$0
Darby Area Sanitary Sewer, 0%	160,982	0	8,256	152,726	8,256
Orient Water Improvement, 0%	26,570	0	15,942	10,628	10,628
<i>OWDA Loans Payable:</i>					
Darby Twp, Sewer Improvement, 0%	316,759	0	105,586	211,173	105,587
Darby Area Sanitary Sewer, 1.00%	1,004,597	0	43,218	961,379	43,651
Business-Type Activities Loans Payable	<u>\$1,528,908</u>	<u>\$0</u>	<u>\$193,002</u>	<u>\$1,335,906</u>	<u>\$168,122</u>

The first Ohio Public Works Commission (OPWC) Loan is related to improvements to the Darby Township Sanitary Sewer System. The loan will be paid in bi-annual installments of \$10,000, over 20 years. The debt is to be repaid by user charges to consumers that use the system. This loan is to be a zero percentage interest rate for the life of the loan. This loan was issued in 2005 for \$400,000.

The second Ohio Public Works Commission (OPWC) Loan is related to the Derby Area Sanitary Sewer Project. The OPWC has granted a loan in the amount of \$400,000 for this project. The loan is to be repaid in bi-annual installments of \$4,128 effective January 1, 2014 over 30 years with the final installment payable on July 1, 2043. The debt is repaid by user charges to consumers that use the system. The County must set rates in an amount that guarantees repayment of the debt.

The third Ohio Public Works Commission (OPWC) Loan is related to the County takeover of the Village of Orient water in 2014. The loan will be paid in bi-annual installments of \$5,314, over 20 years. The debt is to be repaid by user charges to consumers that use the system. This loan is to be a zero percentage interest rate for the life of the loan. This loan was issued in 2006 to the Village of Orient for \$212,560 and was assumed by the County in 2014.

The first Ohio Water Development Authority (OWDA) Loan is related to improvements to the Darby Township Sanitary Sewer System. The OWDA has granted an original loan amount of \$1,624,478 and a supplementary loan amount of \$487,248, for a maximum loan amount of \$2,111,726 for this project. The loan will be repaid in semi-annual installments of \$52,793 effective July 1, 2007, over 20 years for the original loan amount with the final installment payable on January 1, 2027. The debt is repaid by user charges to consumers that use the system. The County must set rates in an amount that guarantees repayment of the debt.

The second Ohio Water Development Authority (OWDA) Loan is related to the Derby Area Sanitary Sewer. The OWDA has granted a loan in the amount of \$1,352,366 for this project. The loan will be repaid in semi-annual installments of \$26,578 effective July 1, 2016, over 30 years for the original loan amount with the final installment payable on January 1, 2045. The debt is repaid by user charges to consumers that use the system. The County must set rates in an amount that guarantees repayment of the debt.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 10 - LOANS PAYABLE - (Continued)

In connection with the OWDA and OPWC loans, the County has pledged future customer revenues of the Sewer Fund net of specified operating expenses, to repay these loans. The loans are payable, through final maturities, from net revenues applicable to the Sewer Fund. Total principal and interest remaining on these loans at December 31, 2023 was \$1,502,338 and \$111,674, respectively. The net revenue available for these loans was \$305,547 and principal and interest paid was \$197,626. The coverage ratio for the loans was 1.55 for the year ended December 31, 2024.

In connection with the OPWC loan, the County has pledged future customer revenues of the Water Fund net of specified operating expenses, to repay this loan. The loan is payable, through final maturities, from net revenues applicable to the Water Fund. Total principal remaining on this loan at December 31, 2023 was \$26,570. The net revenue available for this loan was \$14,369 and principal paid was \$10,628. The coverage ratio for the loan was 1.35 for the year ended December 31, 2024.

For the Year Ended December 31	OPWC Darby Area Sanitary Sewer	OPWC Orient Water Improvement	OWDA Darby Twp. Sewe Improvement
2025	\$8,256	\$10,628	\$105,587
2026	8,256	0	105,586
2027	8,255	0	0
2028	8,255	0	0
2029	8,255	0	0
2030-2034	41,278	0	0
2035-2039	41,277	0	0
2040-2043	28,894	0	0
Totals	<u>\$152,726</u>	<u>\$10,628</u>	<u>\$211,173</u>

For the Year Ended December 31	OWDA Darby Area Sanitary Sewer		Totals	
	Principal	Interest	Principal	Interest
2025	\$43,651	\$9,505	\$168,122	\$9,505
2026	44,088	9,067	157,930	9,067
2027	44,530	8,625	52,785	8,625
2028	44,977	8,179	53,232	8,179
2029	45,428	7,728	53,683	7,728
2030-2034	234,061	31,717	275,339	31,717
2035-2039	246,031	19,747	287,308	19,747
2040-2043	258,613	7,168	287,507	7,168
Totals	<u>\$961,379</u>	<u>\$101,736</u>	<u>\$1,335,906</u>	<u>\$101,736</u>

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 10 - LOANS PAYABLE - (Continued)

The effects of the debt limitations at December 31, 2024, were an overall legal debt margin of \$57,393,000 and an unvoted legal debt margin of \$11,062,535.

The County has entered into agreements to lease equipment and other assets. Such agreements are, in substance, installment loan purchases and are reflected as capital installment loan obligations in the government-wide financial statements. New leases are, in substance, capital purchases and are recorded as current expenditures and inception of capital installment loan on the fund financial statements. The capital installment loan obligations reflected above as part of the long-term obligations represent the present value of the net future minimum lease payments on all capital installment loan. The County made \$43,038 of principal payments on leases during the year.

NOTE 11 - PROPERTY TAXES

Property taxes include amounts levied against all real and public utility personal property located in the County. Taxes collected on real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2024. Real property taxes are payable annually or semiannually. The first payment is due February 28, with the remainder payable by July 18.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property currently is assessed at varying percentage of true value; public utility real property is assessed at 35 percent of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to itself its share of the taxes collected. The County records receipt of these taxes in various funds.

Accrued property taxes receivable represents delinquent taxes outstanding and real and public utility taxes that were measurable and unpaid as of December 31, 2024. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2024 operations. The receivable is therefore offset by a credit to deferred inflows.

The full tax rate for all County operations for the year ended December 31, 2024, was \$3.00 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2024 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
<i>Real Estate:</i>	
Agriculture	\$390,627,920
Residential	1,404,230,950
Commercial	150,689,560
Industrial	28,319,860
Minerals	273,070
Public Utilities	18,098,940
<i>Personal Property:</i>	
Public Utilities	<u>363,479,710</u>
Total Assessed Values	<u><u>\$2,355,720,010</u></u>

NOTE 12 – TAX ABATEMENTS

A tax abatement is defined as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forego tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the County or the citizens of the County. The County has entered into such agreements. A description of the County's abatement programs where the County has promised to forego taxes follows:

Community Reinvestment Area (CRA) Program

The Ohio Community Reinvestment Area program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. Community Reinvestment Areas (CRA) are areas of land in which property owners can receive tax incentives for investing in real property improvements. In order to use the Community Reinvestment program, a city, village, or county petitions to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing has traditionally been discouraged. Once the area is confirmed by the Directory of ODSA, communities may offer real property tax exemptions to taxpayers that invest in that area.

The County determines the type of development to support by specifying the eligibility of residential, commercial and/or industrial projects. The County negotiates property tax exemptions on new property tax from investment for up to one hundred percent (100%) for up to fifteen years based on the amount of investments made to renovate or construct buildings within a CRA. Taxes are abated as the increase in assessed value resulting from the investment is not included (or included at a lesser amount) in the assessed value used for property tax computation for the taxpayer. For commercial projects, job retention and/or creation is also required. Agreements must be in place before the project begins. Provisions for recapturing property tax exemptions, which can be used at the discretion of the County, are pursuant to ORC Section 9.66(C)(1) and 9.66(C)(2).

Enterprise Zone Program

The Ohio Enterprise Zone Program is an economic development tool administered by municipal and county governments that provides real and personal property tax exemptions to businesses making investments in Ohio. Enterprise zones are designated areas of land in which businesses can receive tax incentives in the form of tax exemptions on eligible new investment. The Enterprise Zone Program can provide tax exemptions for a portion of the value of new real property investment when the investment is made in conjunction with a project that includes job creation. Existing land values and existing building values are not eligible. The zone's geographic area is identified by the local communities involved in the creation of the zone. Once a zone is defined, the local legislative authority participating in the creation must petition the Director of ODSA. The Director must then certify the area for it to become an active Enterprise Zone. Local communities may offer tax incentives for non-retail projects that are establishing or expanding operations in the State of Ohio. Tax incentives are negotiated at the local level, and an enterprise zone agreement must be in place before the project begins.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 12 – TAX ABATEMENTS - (Continued)

There are 3 Enterprise Zones in the County. Business located in an Enterprise Zone may negotiate exemptions on new property tax from investment for up to seventy-five percent (75%) for 10 years. For commercial projects, job retention and/or creation is also required. Taxes are abated as the increase in assessed value resulting from the investment is not included (or included at a lesser amount) in the assessed value used for property tax computation for the taxpayer. Agreements must be in place before the project begins. Pursuant to the terms of such agreements, if the actual number of employee positions created or retained by the business in any three-year period during which the agreement is in effect is not equal to or greater than 75 percent of the number of employee positions estimated to be created or retained under the agreement, the business shall repay the amount of taxes on property that would have been payable had the property not been exempted. In addition, the County may terminate or modify the exemptions from taxation granted under the agreement if the terms of the agreement are not met.

A summary of the taxes foregone on the County's abatement programs for the year ended December 31, 2024 as follows:

Program	Tax Abated	Amount
Community Reinvestment Areas	Property Tax	\$7,933,576
Enterprise Zone Agreements	Property Tax	194,914

NOTE 13 - PERMISSIVE SALES TAX

In 1988, in accordance with Sections 5739.02 and 5741.02 of the Revised Code, the County Commissioners, by resolution, imposed a 1 percent tax on all retail sales, except sales of motor vehicles, made in the County, and on the storage, use, or consumption in the County of tangible personal property, including automobiles. In December 2001, the County Commissioners, by resolution, imposed an additional one-half percent tax on all retail sales, except sales of motor vehicles, made in the County, and on the storage, use, or consumption in the County of tangible personal property, including automobiles. Vendor collections of the tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. A warrant payable to the County is then drawn within five days. Proceeds of the tax were credited to the General Fund and Capital Project Fund. Amounts that have been collected by the State and are to be received within the available period are accrued as revenue. Sales and use tax revenue for 2024 amounted to \$14,190,102 in the Statement of Activities.

NOTE 14 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft or damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During 2024, the County contracted with County Risk Sharing Authority (CORSA), a jointly governed organization, for liability, property, and crime insurance. The CORSA program has a \$2,500 deductible.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 14 - RISK MANAGEMENT - (Continued)

Coverages provided by the program are as follows:

<u>Property:</u>	
Buildings & Contents	\$131,450,411
(\$100,000 annual aggregate pool limit for flood and earthquake)	
 <u>Liability:</u>	
General Liability	\$1,000,000
Excess Liability	7,000,000
Law Enforcement	1,000,000
Automobile	1,000,000
Uninsured/Underinsured Motorist	250,000
Faithful Performance and Employee Bond	1,000,000
Boiler and Machinery (each accident)	100,000,000

Settlement amounts on claims have not exceeded insurance coverage in any of the past three years. There have been no significant reductions in insurance coverage from the prior year.

The County participates in the Workers' Compensation Program provided by the State of Ohio. During 2024, the County belonged to a pool with 63 other Ohio counties (County Commissioners Association of Ohio) for a workers' compensation group-rating program. The County joined this group plan to achieve lower workers' compensation rates.

The County purchases health, dental and vision insurances through the Franklin County Cooperative Health Benefits Program (FCCHBP). Insurance purchased through the FCCHBP is not considered limited risk health insurance. Workers' compensation benefits are provided through the State Bureau of Workers' Compensation. The County pays all elected officials' bonds by statute.

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS

Net Pension Liability

The net pension liability reported on the Statement of Net Position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS - (Continued)

The net pension liability represents the County's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the County's obligation for this liability to annually required payments. The County cannot control benefit terms or the manner in which pensions are financed; however, the County does receive the benefit of employees' services in exchange for compensation including pension.

GASB Statement No. 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's unfunded benefits is presented as a long-term net pension liability on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in intergovernmental payable on both the accrual and modified accrual bases of accounting.

A. Ohio Public Employees Retirement System (OPERS)

Plan Description – County employees, who are not certified teachers with the school for developmental disabilities, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. County employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS ACFR referenced above for additional information):

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS - (Continued)

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
<u>Age and Service Requirements:</u> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<u>Age and Service Requirements:</u> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<u>Age and Service Requirements:</u> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
<u>Formula:</u> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<u>Formula:</u> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<u>Formula:</u> 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Law Enforcement	Law Enforcement	Law Enforcement
<u>Age and Service Requirements:</u> Age 52 with 15 years of service credit	<u>Age and Service Requirements:</u> Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	<u>Age and Service Requirements:</u> Age 48 with 25 years of service credit or Age 56 with 15 years of service credit
<u>Formula:</u> 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	<u>Formula:</u> 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	<u>Formula:</u> 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25

Final average salary (FAS) represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA is based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS - (Continued)

	2024		2023	
	State and Local	Law Enforcement	State and Local	Public Safety
Statutory Maximum Contribution Rates				
Employer	14.0%	18.1%	14.0%	18.1%
Employee	10.0%	**	10.0%	**
Actual Contribution Rates				
Employer:				
Pension	14.0%	18.1%	14.0%	18.1%
Post-employment Health Care Benefits	0.0%	0.0%	0.0%	0.0%
Total Employer	14.0%	18.1%	14.0%	18.1%
Employee	10.0%	13.0%	10.0%	12.0%

** This rate is also determined by OPERS' Board, but is limited by ORC to not more than 2.0% greater than the Public Safety rate.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The County's contractually required contribution was \$3,152,311 for year 2024. Of this amount, \$121,924 is reported as an accrued wages payable.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS
<i>Proportion of the Net Pension Liability:</i>	
Current Measurement Date	0.012005%
Prior Measurement Date	0.125790%
Change in Proportionate Share	-0.113785%
Proportionate Share of the Net Pension Liability	\$31,430,106
Pension Expense	\$3,711,532

At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS - (Continued)

	<u>OPERS</u>
Deferred Outflows of Resources	
Differences between Expected and Actual Experience	\$513,700
Net Difference between Projected and Actual Earnings on Pension Plan Investments	6,343,937
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	231,930
Contributions Subsequent to the Measurement Date	<u>3,152,311</u>
Total Deferred Outflows of Resources	<u><u>\$10,241,878</u></u>
Deferred Inflows of Resources	
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	<u>592,573</u>
Total Deferred Inflows of Resources	<u><u>\$592,573</u></u>

\$3,152,311 reported as deferred outflows of resources related to pension resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	<u>OPERS</u>
2025	\$1,402,079
2026	1,949,923
2027	4,048,344
2028	<u>(903,352)</u>
	<u><u>\$6,496,994</u></u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability was determined by an actuarial valuation as of December 31, 2023, using the following actuarial assumptions, applied to all periods included in the measurement in accordance with the requirements of GASB 67.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of December 31, 2023.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS - (Continued)

Wage Inflation	2.75 percent
Future Salary Increases, including inflation	2.75 to 10.75 percent including wage inflation of 2.75 percent
<i>COLA or Ad Hoc COLA:</i>	
Pre-January 7, 2013 Retirees	3 percent, simple
Post-January 7, 2013 Retirees	2.3 percent, simple through 2024, then 2.05 percent, simple
Investment Rate of Return	6.90 percent
Actuarial Cost Method	Individual Entry Age

Pre-retirement mortality rates are based on 130% of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170% of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115% of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

The most recent experience study was completed for the five year period ended December 31, 2020.

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

During 2023, OPERS managed investments in three investment portfolios: the Defined Benefits portfolio, the Health Care Trust portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expense and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was a loss of 11.2 percent for 2023.

The allocation of investment assets within the Defined Benefit portfolio is approved by the Board as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of geometric real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2023, these best estimates are summarized in the following table:

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15- DEFINED BENEFIT RETIREMENT PLANS - (Continued)

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	24.00 %	2.85 %
Domestic Equities	21.00	4.27
Real Estate	13.00	4.46
Private Equity	15.00	7.52
International Equities	20.00	5.16
Risk Parity	2.00	4.38
Other Investments	5.00	3.46
Total	100.00	

Discount Rate The discount rate used to measure the total pension liability was 6.9 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the County's proportionate share of the net pension liability calculated using the current period discount rate assumption of 6.9 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (5.9 percent) or one-percentage-point higher (7.9 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
County's Proportionate Share of the Net Pension Liability (Asset)	\$49,479,432	\$31,430,106	\$16,418,312

B. State Teachers Retirement System (STRS)

Plan Description – County licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at <http://www.strsoh.org>.

NOTE 15- DEFINED BENEFIT RETIREMENT PLANS - (Continued)

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan (CO). Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. The calculation is 2.2% of final average salary for the five highest years of earnings multiplied by all years of credited service. Effective August 1, 2023, any member can retire with unreduced benefits with 34 years of services credit at any age; or five years of service credit and age 65. Effective June 1, 2025 – July 1, 2027, any member can retire with unreduced benefits with 33 years of service credit at any age; or five years of service credit and age 65. Effective on or after August 1, 2027, any member can retire with unreduced benefits with 34 years of service credit at any age or five years of service credit and age 65.

The DC Plan allows members to place all their member contributions and 11.09% of the 14.0% employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 2.91% of the 14.0% employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The CO Plan offers features of both the DB Plan and the DC Plan. In the CO Plan, 12% of the 14% member rate is deposited into the member's DC account and the remaining 2% is applied to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the CO Plan payment is payable to a member on or after age 60 with five years of service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50 and after termination of employment.

New members who choose the DC plan or CO Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's CO Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB 68 reporting purposes.

A DB or CO Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members on or after July 1, 2013 must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance.

Eligible survivors of members who die before service retirement may qualify for monthly benefits. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2024, plan members were required to contribute 14.0% of their annual covered salary. The County was required to contribute 14.0%; the entire 14.0% was the portion used to fund pension obligations. The fiscal year 2024 contribution rates were equal to the statutory maximum rates.

The County's contractually required pension contributions to STRS were \$0 for 2024. All of this amount has been contributed as of the end of the year.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15- DEFINED BENEFIT RETIREMENT PLANS - (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	STRS
<i>Proportion of the Net Pension Liability:</i>	
Current Measurement Date	0.00010375%
Prior Measurement Date	0.00091681%
Change in Proportionate Share	<u>-0.00081306%</u>
Proportionate Share of the Net Pension Liability	\$19,963
Pension Expense	(\$26,221)

At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	STRS
Deferred Outflows of Resources	
Differences between Expected and Actual Experience	\$1,255
Changes of Assumptions	920
Changes in Proportion and Differences between Entity	<u>16,633</u>
Total Deferred Outflows of Resources	<u>\$18,808</u>
Deferred Inflows of Resources	
Differences between Expected and Actual Experience	\$11
Net Difference between Projected and Actual Investment Earnings	1,715
Changes of Assumptions	691
Changes in Proportion and Differences between Entity	
Contributions and Proportionate Share of Contributions	<u>132,845</u>
Total Deferred Inflows of Resources	<u>\$135,262</u>

\$0 reported as deferred outflows of resources related to pension resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the measurement year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS *(Continued)*

Year Ending December 31:	<u>STRS</u>
2025	(\$24,797)
2026	(24,319)
2027	(33,728)
2028	<u>(33,610)</u>
	<u><u>(\$116,454)</u></u>

Actuarial Assumptions - STRS

The total pension liabilities in the June 30, 2023 actuarial valuation were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Projected salary increases	8.50% at age 20 to 2.50% at age 65
Investment Rate of Return	7.00%, net of investment expenses, including inflation
Discount Rate of Return	7.00%
Payroll Increases	3.00%
Cost-of-Living Adjustments (COLA)	0.00%

Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024 valuation are based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2021.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS *(Continued)*

STRS Ohio's investment consultant develops an estimate range for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

Asset Class	Target Allocation*	Long-Term Expected Real Rate of Return (Arithmetic)
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	100.00	

*Target allocation percentages is effective as of July 1, 2022. Target weights were phased in over a 3-month period concluding on October 1, 2022.

** 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.4 percent, and does not include investment expenses. Over a 30 year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2024. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2024.

Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the County's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.00%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.00%) or one-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's Proportionate Share of the Net Pension Liability	\$32,204	\$19,963	\$9,609

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS *(Continued)*

Assumption and Benefit Changes Since the Prior Measurement Date –

The discount rate remained at 7.00% for June 30, 2024 valuation.

Retirement rates were extended to younger ages interested to ensure that the ranges in retirement eligibility impacted participants at such ages.

Demographic assumptions were changed based on the actuarial experience study for the period of July 1, 2015 through June 30, 2021.

NOTE 16 – DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

The net OPEB liability/asset reported on the Statement of Net Position represents a liability/asset to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability/asset represents the County's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

Ohio Revised Code limits the County's obligation for this liability to annually required payments. The County cannot control benefit terms or the manner in which OPEB are financed; however, the County does receive the benefit of employees' services in exchange for compensation including OPEB.

GASB 75 assumes the liability/asset is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability/asset. Resulting adjustments to the net OPEB liability/asset would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The proportionate share of each plan's unfunded benefits is presented as a long-term net OPEB liability/asset on the accrual basis of accounting. Any liability/asset for the contractually-required OPEB contribution outstanding at the end of the year is included in intergovernmental payable on both the accrual and modified accrual bases of accounting.

A. Ohio Public Employees Retirement System (OPERS)

Plan Description - The 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.

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and the combined plans. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty 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 75. See OPERS' ACFR referenced below for additional information.

The Ohio Revised Code permits, but does not require OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml>, by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

Funding Policy - The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by Systems' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2024, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan was 0 percent and for those in the Combined Plan it was 2 percent during calendar year 2024. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2024 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The County's contractually required contribution was \$0 for 2023.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability/Asset and total OPEB liability/Asset for OPERS were determined by an actuarial valuation as of December 31, 2022, rolled forward to the measurement date of December 31, 2023, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. The County's proportion of the net OPEB liability/Asset was based on the County's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>
<i>Proportion of the Net OPEB Asset:</i>	
Current Measurement Date	0.117439%
Prior Measurement Date	<u>0.123100%</u>
Change in Proportionate Share	<u>-0.005661%</u>
 Proportionate Share of the Net OPEB Asset	 (\$1,059,915)
OPEB Expense	(\$110,665)

At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>
Deferred Outflows of Resources	
Net Difference between Projected and Actual Earnings on Pension Plan Investments	\$636,537
Changes of Assumptions	272,877
Changes in Proportion and Differences between County Contributions and Proportionate Share of Contributions	<u>37,188</u>
Total Deferred Outflows of Resources	<u><u>\$946,602</u></u>
 Deferred Inflows of Resources	
Differences between Expected and Actual Experience	\$150,855
Changes of Assumptions	455,627
Changes in Proportion and Differences between County Contributions and Proportionate Share of Contributions	<u>389</u>
Total Deferred Inflows of Resources	<u><u>\$606,871</u></u>

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

No amounts reported as deferred outflows of resources related to OPEB resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/Asset in 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending December 31:	<u>OPERS</u>
2025	(\$2,772)
2026	61,948
2027	495,491
2028	<u>(214,936)</u>
	<u><u>\$339,731</u></u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2023. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	2.75 percent
Projected Salary Increases, including inflation	2.75 to 10.75 percent including wage inflation at 2.75 percent
<i>Single Discount Rate:</i>	
Current Measurement Date	5.70 percent
Prior Measurement Date	5.22 percent
Investment Rate of Return	6.00 percent
Prior Measurement Date	1.84 percent
Municipal Bond Rate	3.77 percent
Health Care Cost Trend Rate	5.5 percent, initial 3.50 percent, ultimate in 2038
Actuarial Cost Method	Individual Entry Age

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

Pre-retirement mortality rates are based on 130% of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170% of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115% of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

The most recent experience study was completed for the five-year period ended December 31, 2020.

The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

During 2022, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio was a gain of 14.0 percent for 2023.

The allocation of investment assets within the Health Care portfolio is approved by the Board as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. The System's primary goal is to achieve and maintain a fully funded status for benefits provided through the defined benefit pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of geometric real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Health Care portfolio's target asset allocation as of December 31, 2023, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	37.00 %	2.82 %
Domestic Equities	25.00	4.27
Real Estate Investment Trust	5.00	4.68
International Equities	25.00	5.16
Risk Parity	3.00	4.38
Other Investments	5.00	2.43
Total	<u>100.00</u>	

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

Discount Rate

A single discount rate of 5.70 percent was used to measure the OPEB liability/asset on the measurement date of December 31, 2023, however, the single discount rate used at the beginning of the year was 5.22 percent. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 3.77 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2070. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2070. The duration of the projection period through which projected health care payments are fully funded.

Sensitivity of the County's Proportionate Share of the Net OPEB Liability/Asset to Changes in the Discount Rate

The following table presents the County's proportionate share of the net OPEB liability/asset calculated using the single discount rate of 5.70 percent, as well as what the County's proportionate share of the net OPEB liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower (4.70 percent) or one percentage-point higher (6.70 percent) than the current rate:

	1% Decrease	Current Discount	1% Increase
County's Proportionate Share of the Net OPEB Asset	\$582,497	(\$1,059,915)	(\$2,420,418)

Sensitivity of the County's Proportionate Share of the Net OPEB Liability/Asset to Changes in the Health Care Cost Trend Rate

Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability/asset. The following table presents the net OPEB liability/asset calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

	1% Decrease	Current Trend Rate	1% Increase
County's Proportionate Share of the Net OPEB Asset	\$1,103,927	\$1,059,915	\$1,009,975

Retiree health care valuations use a health care cost-trend assumption that charges over several years built into the assumption. The near-term rates reflect increases in the current cost of health care, the trend starting in 2024 is 5.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

B. State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians’ fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discounted effective January 1, 2020. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2024, STRS did not allocate any employer contributions to post-employment health care.

OPEB Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB asset was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The County's proportion of the net OPEB asset was based on the County's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>STRS</u>
<i>Proportion of the Net OPEB Asset:</i>	
Current Measurement Date	0.000103750%
Prior Measurement Date	<u>0.000916810%</u>
Change in Proportionate Share	<u>-0.000813060%</u>
Proportionate Share of the Net OPEB Asset	(\$1,968)
OPEB Expense	\$389

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	STRS
Deferred Outflows of Resources	
Differences between Expected and Actual Experience	\$87
Changes of Assumptions	237
Changes in Proportion and Differences between Entity	
Contributions and Proportionate Share of Contributions	4,723
Total Deferred Outflows of Resources	\$5,047
Deferred Inflows of Resources	
Differences between Expected and Actual Experience	\$214
Net Difference between Projected and Actual Investment Earnings	
on OPEB Plan Investments	55
Changes of Assumptions	888
Changes in Proportion and Differences between Entity	
Contributions and Proportionate Share of Contributions	460
Total Deferred Inflows of Resources	\$1,617

Deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	STRS
Year Ending December 31:	
2025	\$312
2026	444
2027	429
2028	458
2029	483
Thereafter	1,304
	\$3,430

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2024, actuarial valuation are presented below:

Projected salary increases	8.50 percent at age 20 to 2.50 percent at age 65	
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	
Discount Rate of Return	7.00 percent	
Payroll Increases	3.00 percent	
Cost-of-Living Adjustments (COLA)	0.0 percent	
Health Care Cost Trends	Initial	Ultimate
Medical		
Pre-Medicare	7.50%	3.94%
Medicare	(112.22%)	3.94%
Prescription Drug		
Pre-Medicare	8.00%	3.94%
Medicare	15.14%	3.94%

Projections of benefits include the historical pattern of sharing benefit costs between the employers and retired plan members.

Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024 valuation are based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2021.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

STRS' investment consultant develops an estimate range for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Long-Term Expected Rate of Return **</u>
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	<u>100.00 %</u>	

* Target allocation percentages is effective as of July 1, 2022. Target weights were phased in over a 3-month period concluding on October 1, 2022

** 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.4 percent and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actual rate of return, without net value added by management.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan assets of 7.00 percent was used to measure the total OPEB liability as of June 30, 2024.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 16 – DEFINED BENEFIT OPEB PLANS *(Continued)*

Sensitivity of the County’s Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate and Health Care Cost Trend Rate

The following table represents the net OPEB asset as of June 30, 2023, calculated using the current period discount rate assumption of 7.00 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease	Current Discount	1% Increase
County's Proportionate Share of the Net OPEB Asset	\$1,600	\$1,968	\$2,288

	1% Decrease	Current Trend Rate	1% Increase
County's Proportionate Share of the Net OPEB Asset	\$2,310	\$1,968	\$1,557

Assumption Changes Since the Prior Measurement Date – The discount rate remained unchanged at 7.00% for the June 30, 2024 valuation.

Benefit Term Changes Since the Prior Measurement Date -

Healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2025. The larger Medicare trends for years 2027 and 2028 reflect the assumed impact of the expiration of current Medicare Advantage contract on December 31, 2025.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 17 – FUND BALANCES

As of December 31, 2024 fund balances are composed of the following:

	General	Auto License and Gas	Job and Family Services	Board of Developmental Disabilities	American Rescue Plan	All Other Governmental Funds	Total Governmental Funds
<i>Nonspendable:</i>							
Prepaid Items	\$351,736	\$32,512	\$36,415	\$172,977	\$0	\$24,817	\$618,457
Loan Receivable	0	0	0	0	0	428,790	428,790
Materials & Supplies Inventory	151,917	441,722	1,475	0	0	4,761	599,875
Unclaimed Monies	278,494	0	0	0	0	0	278,494
Total Nonspendable	782,147	474,234	37,890	172,977	0	458,368	1,925,616
<i>Restricted:</i>							
Legislative and Executive	0	0	0	0	0	1,619,051	1,619,051
Judicial	0	0	0	0	0	1,287,670	1,287,670
Public Safety	0	0	0	0	0	1,086,570	1,086,570
Public Works	0	5,621,412	0	0	0	893,609	6,515,021
Health	0	0	0	13,765,772	0	186,172	13,951,944
Human Services	0	0	627,578	0	0	2,116,408	2,743,986
Economic Development	0	0	0	0	0	18,759	18,759
Capital Outlay	0	0	0	0	0	395,897	395,897
Debt Service	0	0	0	0	0	47,761	47,761
Total Restricted	0	5,621,412	627,578	13,765,772	0	7,651,897	27,666,659
<i>Committed:</i>							
Special Children Services	0	0	0	0	0	1,765,503	1,765,503
Tax Lien Sales	0	0	0	0	0	43,301	43,301
Capital Projects	0	0	0	0	0	4,103,958	4,103,958
Total Committed	0	0	0	0	0	5,912,762	5,912,762
<i>Assigned:</i>							
Greenbriar Ditch Ext	0	0	0	0	0	3,704	3,704
Clark's Run Upper Term Ditch	0	0	0	0	0	301	301
DS Drainage Upfront Payments	0	0	0	0	0	376	376
Rhoads Drainage Improvement	0	0	0	0	0	4,426	4,426
Fairground Improvement Bond	0	0	0	0	0	27,939	27,939
Total Assigned	0	0	0	0	0	36,746	36,746
<i>Unassigned (Deficit)</i>	24,041,734	0	0	0	0	(381,496)	23,660,238
Total Fund Balances (Deficits)	<u>\$24,823,881</u>	<u>\$6,095,646</u>	<u>\$665,468</u>	<u>\$13,938,749</u>	<u>\$0</u>	<u>\$13,678,277</u>	<u>\$59,202,021</u>

NOTE 18 - ADDITIONAL DISCLOSURE FOR DISCRETELY PRESENTED COMPONENT UNIT

A. Measurement Focus and Basis of Accounting

Pickaway County Airport Authority (The Authority) uses fund accounting to report on their operations and uses the accrual basis of accounting.

B. Budgetary Basis of Accounting

Budgetary information for The Authority and the District, for the discretely presented component unit is not presented because it is not included in the entity for which the "appropriated budget" is adopted and does not maintain separate budgetary financial records.

C. Capital Assets

Property and equipment for the component unit, The Authority, is stated at historical cost and is updated for the costs of additions and retirements during the year. Donated capital assets have been recorded at the acquisition value at the date of the gift.

The assets for Pickaway County Airport are depreciated on a straight line basis using the following estimated useful lives:

Category	Pickaway County Airport
Buildings and Improvements	40-150 years
Infrastructure	10-60 years

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Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 18 - ADDITIONAL DISCLOSURE FOR DISCRETELY PRESENTED COMPONENT UNIT
(Continued)

A summary of changes in capital assets for the Pickaway County Airport during 2024 were as follows:

	Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024
<i>Nondepreciable Capital Assets:</i>				
Land	\$342,860	\$0	\$0	\$342,860
Construction in Progress	0	73,035	0	73,035
Total Nondepreciable Capital Assets	342,860	73,035	0	415,895
<i>Depreciable Capital Assets:</i>				
Buildings and Improvements	843,976	0	0	843,976
Machinery & Equipment	106,249	0	0	106,249
Infrastructure	3,050,233	0	0	3,050,233
Total Depreciable Capital Assets	4,000,458	0	0	4,000,458
<i>Accumulated Depreciation:</i>				
Buildings and Improvements	(477,585)	(2,509)	0	(480,094)
Machinery & Equipment	(31,286)	(17,947)	0	(49,233)
Infrastructure	(516,070)	(76,256)	0	(592,326)
Total Accumulated Depreciation	(1,024,941)	(96,712)	0	(1,121,653)
Depreciable Capital Assets, Net	2,975,517	(96,712)	0	2,878,805
Capital Assets, Net	\$3,318,377	(\$23,677)	\$0	\$3,294,700

NOTE 19 - JOINTLY GOVERNED ORGANIZATIONS

A. Paint Valley Mental Health Alcohol and Drug Addiction Board

The Paint Valley Mental Health Alcohol and Drug Addiction Board serves Pike, Fayette, Highland, Pickaway and Ross Counties and is a jointly governed organization that is responsible for developing, coordinating, modernizing, funding, monitoring and evaluating a community-based mental health and substance abuse program. The Board consists of eighteen members. The Director of the Ohio Department of Mental Health appoints four members and the Director of the Ohio Department of Alcohol and Drug Addiction Services appoints four members. The remaining members are appointed by the County Commissioners of Pike, Fayette, Highland, Pickaway, and Ross Counties in the same proportion as each County's population bears to the total population of the five counties combined. The Board receives revenue from the participating counties and receives federal and state funding through grant monies that are applied for and received by the Board of Trustees. Pickaway County cannot significantly influence operations of the Board, who has sole budgetary authority and controls surpluses and deficits. Pickaway County has no ongoing financial interest or responsibility. During 2024, Pickaway County did not make any contributions to the program.

NOTE 19 - JOINTLY GOVERNED ORGANIZATIONS *(Continued)*

B. Ross, Pickaway, Highland, Fayette Joint Solid Waste Management District

The County is a member of the Ross, Pickaway, Highland, Fayette Joint Solid Waste Management District, which is a jointly governed organization of the four-named counties. The purpose of the District is to make disposal of waste in the four-county area more comprehensive in terms of recycling, incinerating, and land filling. The District was created in 1989, as required by the Ohio Revised Code.

The Ross, Pickaway, Highland, Fayette Joint Solid Waste Management District is governed and operated through three groups. A twelve member board of directors, comprised of three commissioners from each county, is responsible for the District's financial matters. Financial records are maintained by the Pickaway County Auditor and Treasurer, and the Pickaway County Commissioners budget and finance the District with board approval. A twenty-nine member policy committee, comprised of seven members from each county and one at-large member appointed by the board of directors, is responsible for preparing the solid waste management plan of the District in conjunction with a twenty-three member Technical Advisory Council (members appointed by the policy committee). The District's sole revenue source is derived from a waste disposal fee for in-district and out-of-district waste. Although the counties contributed amounts to the District at the time of its creation, all contributions have since been returned to the respective counties and no future contributions by the counties are anticipated. Continued existence of the District is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

C. County Risk Sharing Authority (CORSA)

The County Risk Sharing Authority, Inc. (CORSA) is a jointly governed organization among sixty-five counties in Ohio. CORSAs was formed as an Ohio non-profit corporation for the purpose of establishing the CORSAs Insurance/Self-Insurance Program, a group primary and excess insurance/self insurance and risk management program. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverages provided by CORSAs. These coverages include comprehensive general liability, automobile liability, certain property insurance and public officials' errors and omissions liability insurance.

Each member County has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSAs is limited to its voting authority and any representation it may have on the board of trustees. CORSAs has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSAs. The participating counties have no responsibility for the payment of the certificates. The County does not have an equity interest in CORSAs. The County's payment for insurance to CORSAs in 2024 was \$298,387.

D. Southern Ohio Council of Governments

The County is a member of the Southern Ohio Council of Governments, which is a jointly governed organization created under the Ohio Revised Code Section 167.01. The governing body consists of a thirteen member board with each participating County represented by its Director of its Board of Developmental Disabilities. Member counties include: Adams, Athens, Brown, Fayette, Gallia, Highland, Jackson, Lawrence, Pickaway, Pike, Ross, Scioto and Vinton Counties. During 2023, the County contributed \$252,054 to this organization. Financial statements can be obtained from the Southern Ohio Council of Governments, 43 N. Paint St., Chillicothe, Ohio, 45601.

Pickaway County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

NOTE 20 - RELATED ORGANIZATIONS

A. Pickaway County Park District

The County's probate judge is responsible for appointing the members of the board of the Pickaway County Park District. The County is the fiscal agent for the Park District; therefore, the activities of the Park District are reflected as a custodial fund of the County.

B. Pickaway County District Public Library

The Pickaway County District Public Library is statutorily created as a separate and distinct political subdivision of the State. Four trustees of the District Library are appointed by the County Commissioners, and three trustees are appointed by the judges of the Common Pleas Court. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the County for operational subsidies. Due process is required to remove board members. No subsidies are provided by the County.

NOTE 21 - CONTINGENT LIABILITIES

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the County Commissioners believe such disallowances, if any, will be immaterial.

The County is currently party to litigation. However, in the opinion of management, any potential liability would not have a material effect on the County's financial condition.

NOTE 22 – ACCOUNTABILITY

The following funds have a fund balance deficit as of December 31, 2024:

<u>Nonmajor Funds</u>	
<u>Special Revenue Funds</u>	
Diversion Program	\$31
Special Marriage License	291
VOCA Grant	4,054
SHSP-State Homeland Security Program	2,713
HUD Grants	353,509
Homeland Security	1,665
<u>Capital Project Funds</u>	
Sunnyside Drainage Improvements	19,233

These deficits are a result of the application of accounting principles generally accepted in the United States of America to the financial reporting of these funds. The General Fund is liable for any deficit in these funds and provides transfers when cash is required, not when accruals occur.

Pickaway County, Ohio
Required Supplementary Information
Schedule of the County's Proportionate Share of Net Pension/OPEB Liability(Asset)
Ohio Public Employees Retirement System - Traditional Plan
Last Ten Years

	2024	2023	2022	2021
<u><i>Pension</i></u>				
County's Proportion of the Net Pension Liability	0.120052%	0.125790%	0.120049%	0.117605%
County's Proportionate Share of the Net Pension Liability	\$31,430,106	\$37,158,421	\$10,444,749	\$17,414,296
County Covered Payroll	\$20,043,339	\$19,793,282	\$17,907,547	\$16,237,585
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	156.81%	187.73%	58.33%	107.25%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.01%	75.74%	92.62%	86.88%
<u><i>OPEB (1)</i></u>				
County's Proportion of the Net OPEB Liability/Asset	0.117439%	0.123100%	0.117643%	0.114528%
County's Proportionate Share of the Net OPEB Liability (Asset)	(\$1,059,915)	\$776,170	(\$3,684,759)	(\$2,040,408)
County Covered Payroll	\$20,043,339	\$19,793,282	\$17,907,547	\$16,237,585
County's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	(5.29%)	3.92%	(20.58%)	(12.57%)
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	107.76%	94.79%	128.23%	115.57%

(1) Information prior to 2017 is not available.

Amounts presented as of the County's measurement date which is the prior fiscal year.

2020	2019	2018	2017	2016	2015
0.113474%	0.112111%	0.110495%	0.108348%	0.108043%	0.107392%
\$22,428,906	\$30,704,930	\$17,334,476	\$24,603,988	\$18,714,410	\$12,969,030
\$16,332,191	\$15,424,994	\$14,975,394	\$14,101,828	\$13,567,656	\$13,231,184
137.33%	199.06%	115.75%	174.47%	137.93%	98.02%
82.17%	74.70%	84.66%	77.25%	81.08%	86.45%
0.111124%	0.110186%	0.107690%	0.105214%	N/A	N/A
\$15,349,111	\$14,365,653	\$11,694,341	\$10,626,946	N/A	N/A
\$16,332,191	\$15,424,994	\$14,975,394	\$14,101,828	N/A	N/A
93.98%	93.13%	78.09%	75.36%	N/A	N/A
47.80%	46.33%	54.14%	54.05%	N/A	N/A

Pickaway County, Ohio
Required Supplementary Information
Schedule of the County's Proportionate Share of Net Pension/OPEB Liability/Asset
State Teachers Retirement System of Ohio
Last Ten Years

	2024	2023	2022	2021
<u>Pension</u>				
County's Proportion of the Net Pension Liability	0.00010375%	0.00091681%	0.00082488%	0.00076773%
County's Proportionate Share of the Net Pension Liability	\$19,963	\$197,434	\$183,371	\$98,162
County Covered Payroll	\$0	\$76,800	\$114,086	\$99,243
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	0.00%	257.08%	160.73%	98.91%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.55%	80.00%	78.88%	87.80%
<u>OPEB (1)</u>				
County's Proportion of the Net OPEB Liability/Asset	0.00010375%	0.00091681%	0.00082488%	0.00076773%
County's Proportionate Share of the Net OPEB Asset	\$1,968	\$17,831	\$21,359	\$16,187
County's Proportionate Share of the Net OPEB Liability	\$0	\$0	\$0	\$0
County Covered Payroll	\$0	\$76,800	\$114,086	\$99,243
County's Proportionate Share of the Net OPEB (Asset) Liability as a Percentage of its Covered Payroll	0.00%	(23.22%)	(18.72%)	(16.31%)
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	158.01%	168.50%	230.73%	174.73%

(1) Information prior to 2017 is not available.

Amounts presented as of the County's measurement date which is the prior fiscal year.

2020	2019	2018	2017	2016	2015
0.00068902%	0.00077689%	0.00075373%	0.00071479%	0.00068972%	0.00075880%
\$166,718	\$171,805	\$165,728	\$169,800	\$230,869	\$209,710
\$95,493	\$84,929	\$87,900	\$82,421	\$76,857	\$77,107
174.59%	202.29%	188.54%	206.02%	300.39%	271.97%
75.50%	77.40%	77.30%	75.30%	66.78%	72.09%
0.00068902%	0.00077689%	0.00075373%	0.00071479%	N/A	N/A
\$12,110	\$12,867	\$12,112	\$0	N/A	N/A
\$0	\$0	\$0	\$27,888	N/A	N/A
\$95,493	\$84,929	\$87,900	\$82,421	N/A	N/A
(12.68%)	(15.15%)	(13.78%)	33.84%	N/A	N/A
182.13%	174.74%	75.30%	75.30%	N/A	N/A

Pickaway County, Ohio
Required Supplementary Information
Schedule of County Contributions - Pension
Ohio Public Employees Retirement System - Traditional Plan
Last Ten Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<u><i>OPERS - Law Enforcement</i></u>				
Contractually Required Contribution	\$475,327	\$462,263	\$467,084	\$397,385
Contributions in Relation to the Contractually Required Contribution	<u>(475,327)</u>	<u>(462,263)</u>	<u>(467,084)</u>	<u>(397,385)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
County Covered Payroll	\$2,626,116	\$2,553,939	\$2,580,575	\$2,195,497
Contributions as a Percentage of Covered Payroll	18.10%	18.10%	18.10%	18.10%
<u><i>OPERS - All Others</i></u>				
Contractually Required Contribution	\$2,676,984	\$2,448,516	\$2,409,779	\$2,199,687
Contributions in Relation to the Contractually Required Contribution	<u>(2,676,984)</u>	<u>(2,448,516)</u>	<u>(2,409,779)</u>	<u>(2,199,687)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
County Covered Payroll	\$19,121,314	\$17,489,400	\$17,212,707	\$15,712,050
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$362,716	\$324,596	\$286,262	\$264,832	\$224,277	\$219,059
<u>(362,716)</u>	<u>(324,596)</u>	<u>(286,262)</u>	<u>(264,832)</u>	<u>(224,277)</u>	<u>(219,059)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$2,003,956	\$1,793,348	\$1,581,558	\$1,548,725	\$1,393,028	\$1,360,613
18.10%	18.10%	18.10%	17.10%	16.10%	16.10%
\$1,992,708	\$2,035,438	\$1,938,081	\$1,745,467	\$1,525,056	\$1,464,845
<u>(1,992,708)</u>	<u>(2,035,438)</u>	<u>(1,938,081)</u>	<u>(1,745,467)</u>	<u>(1,525,056)</u>	<u>(1,464,845)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$14,233,629	\$14,538,843	\$13,843,436	\$13,426,669	\$12,708,800	\$12,207,043
14.00%	14.00%	14.00%	13.00%	12.00%	12.00%

Pickaway County, Ohio
Required Supplementary Information
Schedule of County Contributions - OPEB
Ohio Public Employees Retirement System - Traditional Plan
Last Ten Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<u><i>OPERS - Law Enforcement</i></u>				
Contractually Required Contribution	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
County Covered Payroll	\$2,626,116	\$2,553,939	\$2,580,575	\$2,195,497
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%
<u><i>OPERS - All Others</i></u>				
Contractually Required Contribution	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
County Covered Payroll	\$19,121,314	\$17,489,400	\$17,212,707	\$15,712,050
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$0	\$0	\$0	\$15,487	\$0	\$0
<u>0</u>	<u>0</u>	<u>0</u>	<u>(15,487)</u>	<u>0</u>	<u>0</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$2,003,956	\$1,793,348	\$1,581,558	\$1,548,725	\$1,393,028	\$1,360,613
0.00%	0.00%	0.00%	1.00%	0.00%	0.00%
\$0	\$0	\$0	\$134,267	\$0	\$0
<u>0</u>	<u>0</u>	<u>0</u>	<u>(134,267)</u>	<u>0</u>	<u>0</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$14,233,629	\$14,538,843	\$13,843,436	\$13,426,669	\$12,708,800	\$12,207,043
0.00%	0.00%	0.00%	1.00%	0.00%	0.00%

Pickaway County, Ohio
Required Supplementary Information
Schedule of County Contributions
State Teachers Retirement System of Ohio
Last Ten Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<u><i>Pension</i></u>				
Contractually Required Contribution	\$0	\$10,752	\$15,972	\$13,894
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>(10,752)</u>	<u>(15,972)</u>	<u>(13,894)</u>
Contribution Deficiency (Excess)	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
County Covered Payroll	\$0	\$76,800	\$114,086	\$99,243
Contributions as a Percentage of Covered Payroll	0.00%	14.00%	14.00%	14.00%
 <u><i>OPEB</i></u>				
Contractually Required Contribution	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
County Covered Payroll	\$0	\$76,800	\$114,086	\$99,243
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$13,369	\$11,890	\$12,306	\$11,539	\$10,760	\$10,795
<u>(13,369)</u>	<u>(11,890)</u>	<u>(12,306)</u>	<u>(11,539)</u>	<u>(10,760)</u>	<u>(10,795)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$95,493	\$84,929	\$87,900	\$82,421	\$76,857	\$77,107
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%
\$0	\$0	\$0	\$0	\$0	\$0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$95,493	\$84,929	\$87,900	\$82,421	\$76,857	\$77,107
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

PICKAWAY COUNTY
Notes to the Required Supplementary Information
For the Fiscal Year Ended December 31, 2024

NOTE 1 – OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM OF OHIO

Pension

Changes in benefit terms: There were no changes in benefit terms for the period 2014-2024.

Changes in Assumptions:

2014-2016: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2017: The following were the most significant changes of assumptions that affected total pension liability since the prior measurement date

- Reduction in actuarial assumed rate of return from 8.00% to 7.50%
- Decrease in wage inflation from 3.75% to 3.25%
- Change in future salary increases from a range of 4.25% - 10.02% to 3.25% - 10.75%
- Transition from RP-2000 mortality tables to the rp-2014 mortality tables.

2018: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2019: The investment return assumption reducing it from 7.50% to 7.20%.

2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2021: The COLA or Ad Hoc COLA for Post-January 7, 2013 Retirees reduced for 1.4% to 0.5%.

2022: The following were the most significant changes of assumptions that affected total pension liability since the prior measurement date

- Reduction in actuarial assumed rate of return from 7.20% to 6.90%
- Decrease in wage inflation from 3.25% to 2.75%
- Change in future salary increases from a range of 3.25% - 10.75% to 2.75% to 10.75%
- Transition from RP-2014 mortality tables to the Pub-2010 mortality tables.

2023: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2024: The COLA or Ad Hoc COLA for Post-January 7, 2013 Retirees reduced for 3.0% to 2.3%.

Other Postemployment Benefits

Changes in benefit terms: For 2018-2019, there were no changes in benefit terms.

For 2020, On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees.

PICKAWAY COUNTY
Notes to the Required Supplementary Information
For the Fiscal Year Ended December 31, 2024

NOTE 1 – OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM OF OHIO (Continued)

For 2021-2024, there were no changes in benefit terms.

Changes in assumptions:

For 2018, the single discount rate changed from 4.23% to 3.85%.

For 2019, the single discount rate changed from 3.85% to 3.96% and investment return assumption reducing it from 6.50% to 6.0%.

For 2020, the single discount rate changed from 3.96% to 3.16%.

For 2021: The following were the most significant changes of assumptions that affected total OPEB liability since the prior measurement date

- The single discount rate increased from 3.16% to 6.00%.
- The municipal bond rate decreased from 2.75% to 2.00%.
- The initial health care cost trend rate decreased from 10.5% to 8.5%.

For 2022, the municipal bond rate changed from 2.06% to 1.84% and the health care cost trend rate initial amount changed from 8.50% to 5.5%.

For 2023, the wage inflation rate changed from 3.25% to 2.75% and the single discount rate changed from 6.00% to 5.22% and the municipal bond rate changed from 1.84% to 4.05%. The health care cost trend rate changed from 5.5% initial, 3.5% ultimate in 2034 to 5.5% initial, 3.5% ultimate in 2036

For 2024, the single discount rate changed from 5.22% to 5.70% and the municipal bond rate changed from 4.05% to 3.77%.

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Pension

Changes in benefit terms: For 2018-2023, there were no changes in benefit terms.

Changes in assumptions: For 2018-2020, there were no changes in assumptions.

For 2021, the discount rate was adjusted to 7.00% from 7.45%.

For 2022-2024, there were no changes for assumptions.

PICKAWAY COUNTY
Notes to the Required Supplementary Information
For the Fiscal Year Ended December 31, 2024

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO *(Continued)*

Other Postemployment Benefits

Changes in benefit terms

For fiscal year 2019, the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The subsidy multiplier for non-Medicare benefit recipients increased from 1.9 percent to 1.944 percent per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium increased effective January 1, 2049 and all remaining Medicare Part B premium reimbursements were scheduled to be discontinued beginning January 1, 2020, though the STRS Board voted in June 2019 to extend the current Medicare Part B partial reimbursement for one year.

For measurement period 2022, demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015 through June 30, 2021.

Changes in assumptions

For fiscal year 2019, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate increased from a 4.13 percent blended discount rate to 7.45 percent.
- The health care trend assumption rate changed from 6 to 11 percent initial, 4.5 percent ultimate to:
 - Medical Medicare – 6 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – 5 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – 8 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – -5.23 percent initial, 4 percent ultimate

For fiscal year 2020, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 6 percent to 5.87 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – from 5 percent to 4.93 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – from 8 percent to 7.73 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – from -5.23 percent to 9.62 initial, 4 percent ultimate

For fiscal year 2021, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 5.87 percent to 5.00 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – from 4.93 percent to (6.69) percent initial, 4 percent ultimate
 - Prescription Drug Medicare – from 7.73 percent to 6.50 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – from 9.62 percent to 11.87 initial, 4 percent ultimate

PICKAWAY COUNTY
Notes to the Required Supplementary Information
For the Fiscal Year Ended December 31, 2024

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO *(Continued)*

For fiscal year 2022, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 16.18 percent to 68.78 percent initial, 3.94 percent ultimate
 - Medical Pre-Medicare – from 5.00 percent to (7.50) percent initial, 3.94 percent ultimate
 - Prescription Drug Medicare – from 29.98 percent to (5.47) percent initial, 3.94 percent ultimate
 - Prescription Drug Pre-Medicare – from 6.50 percent to 9.00 initial, 3.94 percent ultimate

For fiscal year 2023, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 68.78 percent to (10.94) percent initial, 4.14 percent ultimate
 - Prescription Drug Medicare – from 5.47 percent to 1.33 percent initial, 4.14 percent ultimate
 - Prescription Drug Pre-Medicare – from 9.00 percent to (11.95) initial, 4.14 percent ultimate

For fiscal year 2024, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from (10.94) percent to (112.22) percent initial, 3.94 percent ultimate
 - Prescription Drug Medicare – from 1.33 percent to (15.14) percent initial, 3.94 percent ultimate
 - Prescription Drug Pre-Medicare – from (11.95) percent to 8.00 initial, 3.94 percent ultimate

PICKAWAY COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2024

Federal Grantor / Pass through Grantor / Program Title	Pass-Through Entity Number	Federal AL Number	Passed through to Subrecipients	Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Passed through Ohio Department of Job and Family Services:</i>				
State Administrative Matching Grants for the Supplementa SNAP Cluster				
Nutrition Assistance Program - Food Asst Employment & Training 2:	G-2425-11-6186	10.561	\$0	9,325
Nutrition Assistance Program - Food Asst Employment & Training 2:	G-2425-11-6186	10.561	0	113
Nutrition Assistance Program - Income Maint Food Assist 24	G-2425-11-6186	10.561	0	167,589
Nutrition Assistance Program - Income Maint Food Assist 25	G-2425-11-6186	10.561	0	47,185
Total - SNAP Cluster			0	224,212
Total U.S. Department of Agriculture			\$0	224,212
<u>U.S. Department of Housing and Urban Development</u>				
<i>Passed through Ohio Department of Development:</i>				
Community Development Block Grant	B-F-22-1CH-1	14.228	0	124,000
Total - Community Development Block Grant			0	124,000
HOME Investment Partnership Program:	B-X-22-1CH-1	14.239	0	425,300
Total - HOME Investment Partnership Program			0	425,300
Total U.S. Department of Housing and Urban Development			\$0	549,300
<u>U.S. Department of Justice</u>				
<i>Passed through Ohio Department of Youth Services:</i>				
Bulletproof Vest Partnership Program - FY 24	N/A	16.607	0	10,131
Total - Bulletproof Vest Partnership Program			0	10,131
<i>Passed through Ohio Attorney General:</i>				
Crime Victim Assistance	2024-VOCA-135499605	16.575	44,113	44,113
Crime Victim Assistance	2025-VOCA-135898142	16.575	10,768	10,768
Crime Victim Assistance	2024-VOCA-135499613	16.575	34,014	34,014
Total - Crime Victim Assistance			88,895	88,895
Total U.S. Department of Justice			88,895	99,026
<u>U.S. Department of Homeland Security</u>				
<i>Passed through Ohio Department of Public Safety:</i>				
Homeland Security Grant	EMW-2023-SS-0024	97.067	0	25,534
Total - Homeland Security Grant			0	25,534
Emergency Management Performance Grant	56181	97.042	0	59,340
Total - Emergency Management Performance Grant			0	59,340
Total U.S. Department of Homeland Security			0	84,874
<u>U.S. Department of Health and Human Services</u>				
<i>Passed through Ohio Department of Job & Family Services:</i>				
Promoting Safe and Stable Families Program Preservation 24	G-2425-11-6186	93.556	0	755
Promoting Safe and Stable Families Program Preservation Operating 24	G-2425-11-6186	93.556	0	4,596
Promoting Safe and Stable Families Program Reunification 24	G-2425-11-6186	93.556	0	13,347
Promoting Safe and Stable Families Program Reunification 24	G-2425-11-6186	93.556	0	2,198
Promoting Safe and Stable Families Program Reunification Operating 24	G-2425-11-6186	93.556	0	8,656
Total Promoting Safe and Stable Families Program			0	29,552
Foster Care Title IV-E 75% 24	G-2425-11-6186	93.658	0	3,581
Foster Care Title IV-E 75% 25	G-2425-11-6186	93.658	0	190
Foster Care Title IV-E Admin & Training 25	G-2425-11-6186	93.658	0	21,319
Foster Care Title IV-E Admin & Training 24	G-2425-11-6186	93.658	0	64,756
Foster Care Title IV-E Foster Care Services24	G-2425-11-6186	93.658	0	502,182
Foster Care Title IV-E Foster Care Services25	G-2425-11-6186	93.658	0	92,595
Total - Foster Care Title IV-E			0	684,623
Stephanie Tubbs Jones Child Welfare Services IV-B	JFSCCW24	93.645	0	47,886
Total Stephanie Tubbs Jones Child Welfare Services IV-B			0	47,886
Adoption Assistance 75% 24	G-2425-11-6186	93.659	0	8,073
Adoption Assistance 75% 25	G-2425-11-6186	93.659	0	600
Adoption Assistance Admin & Training 25	G-2425-11-6186	93.659	0	67,153
Adoption Assistance Admin & Training 24	G-2425-11-6186	93.659	0	155,895
Adoption Assistance Non-Recurring Adoption 24	G-2425-11-6186	93.659	0	1,000
Total Adoption Assistance			0	232,721

PICKAWAY COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2024

Federal Grantor / Pass through Grantor / Program Title	Pass-Through Entity Number	Federal AL Number	Passed through to Subrecipients	Expenditures
Chaffee Foster Care Independence Program 24	G-2425-11-6186	93.674	0	1,916
Total Chaffee Foster Care Independence Program			0	1,916
<i>Temporary Assistance for Needy Families</i>				
Temporary Assistance for Needy Families (TANF) - Administration 24	G-2425-11-6186	93.558	0	526,397
Temporary Assistance for Needy Families (TANF) - Regular 24	G-2425-11-6186	93.558	0	531,217
Temporary Assistance for Needy Families (TANF) - Performance Incentives 21	G-2425-11-6186	93.558	0	78,493
Temporary Assistance for Needy Families (TANF) - CCMEP Regular - 24	G-2425-11-6186	93.558	0	91,666
Temporary Assistance for Needy Families (TANF) - CCMEP Regular - 25	G-2425-11-6186	93.558	0	4,585
Temporary Assistance for Needy Families (TANF) - CCMEP Administration 24	G-2425-11-6186	93.558	0	6,344
Temporary Assistance for Needy Families (TANF) - Fraud Awareness 24	G-2425-11-6186	93.558	0	2,292
Temporary Assistance for Needy Families (TANF) - Foster Youth Graduating 24	G-2425-11-6186	93.558	0	2,003
Total Temporary Assistance for Needy Families			0	1,242,997
<i>CCDF Cluster:</i>				
Child Care Development Block Grant - Admin KIDCCD25	G-2425-11-6186	93.575	0	2,292
Child Care Development Block Grant - Non-Admin JFSCCD24	G-2425-11-6186	93.575	0	36,274
Child Care Development Block Grant - Non-Admin KIDCCD25	G-2425-11-6186	93.575	0	13,747
Total CCDF Cluster			0	52,313
Child Support Enforcement - Awareness	G-2425-11-6186	93.563	0	610
Child Support Enforcement - Training	G-2425-11-6186	93.563	0	829
Child Support Enforcement - Federal 24	G-2425-11-6186	93.563	0	350,503
Child Support Enforcement - Federal 25	G-2425-11-6186	93.563	0	159,115
Child Support Enforcement - Federal Incentive 24	G-2425-11-6186	93.563	0	138,607
Total Child Support Enforcement			0	649,664
Social Service Block Grant - Base Subsidy - 24	G-2425-11-6186	93.667	0	122,352
Social Service Block Grant - Base Subsidy - 25	G-2425-11-6186	93.667	0	29,272
Social Service Block Grant - Transfer Subsidy - 24	G-2425-11-6186	93.667	0	170,237
Social Service Block Grant - Transfer Subsidy - 25	G-2425-11-6186	93.667	0	81,652
Total Social Service Block Grant			0	403,513
<i>Passed through Ohio Department of Developmental Disabilities:</i>				
Social Services Block Grant	2101OHSOSR	93.667	0	34,361
Total Social Service Block Grant			0	34,361
<i>Passed through Ohio Department of Job & Family Services:</i>				
Title IV-E Prevention Program 23	G-2425-11-6186	93.472	2,105	14,878
Title IV-E Prevention Program 24	G-2425-11-6186	93.472	2,105	14,688
Total Title IV-E Prevention Program			4,210	29,566
<i>Passed through Ohio Department of Job & Family Services:</i>				
Elder Abuse Prevention Intervention Program	G-2425-11-6186	93.747	0	12,977
Total Elder Abuse Prevention Intervention Program			0	12,977
<i>Passed through Ohio Department of Job & Family Services:</i>				
<i>Medicaid Cluster</i>				
Medical Assistance Program - 50% 24	G-2425-11-6186	93.778	0	22,410
Medical Assistance Program - 50% 25	G-2425-11-6186	93.778	0	12,601
Medical Assistance Program - 75% 24	G-2425-11-6186	93.778	0	252,744
Medical Assistance Program - 75% 25	G-2425-11-6186	93.778	0	102,997
Medical Assistance Program - Combined 24	G-2425-11-6186	93.778	0	86,116
Medical Assistance Program - Combined 25	G-2425-11-6186	93.778	0	30,997
Medical Assistance Program - NET Federal 24	G-2425-11-6186	93.778	0	131,490
Medical Assistance Program - NET Federal 25	G-2425-11-6186	93.778	0	30,689
Total Medical Assistance Program			0	670,044
Total U.S. Department of Health and Human Services			4,210	4,092,133
<u>U.S. Department of Transportation</u>				
<i>Passed through Ohio Department of Public Safety:</i>				
<i>Highway Safety Cluster</i>				
State and Community Highway Safety	69A375223000040200HO	20.600	0	2,144
State and Community Highway Safety	69A375223000040200HO	20.600	0	858
Total Highway Safety Cluster			0	3,002
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	69A375223000016400HA	20.608	0	765
Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated			0	765

PICKAWAY COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2024

Federal Grantor / Pass through Grantor / Program Title	Pass-Through Entity Number	Federal AL Number	Passed through to Subrecipients	Expenditures
<i>Passed through Ohio Department of Transportation:</i>				
<i>Highway Planning and Construction</i>				
Highway Planning and Construction	113732	20.205	0	3,912
Highway Planning and Construction	109689	20.205	0	485,132
Highway Planning and Construction	109316	20.205	0	4,730,739
Total - Highway Planning and Construction			0	5,219,783
Total U.S. Department of Transportation			0	5,223,550
<u>U.S. Department of Treasury</u>				
<i>Passed through Ohio Department of Job & Family Services</i>				
COVID-19 American Rescue Plan Act	G-2425-11-6186	21.027	0	59,480
<i>Passed through Ohio Department of Public Safety</i>				
COVID-19 American Rescue Plan Act	2022-AR-LEP-1016	21.027	0	97,538
COVID-19 American Rescue Plan Act	PC-081021-51	21.027	0	2,081,561
Total U.S. Department of Treasury			0	2,238,579
<u>U.S. Department of Labor</u>				
<i>Passed through Area 20/21 Workforce Development Board:</i>				
<i>Employer Services Cluster:</i>				
Employment Service/Wagner Peyser Funded Activities 24	G-2223-15-0047	17.207	\$0	9,578
Employment Service/Wagner Peyser Funded Activities 25	G-2223-15-0047	17.207	0	1,427
Total Employer Services Cluster			0	11,005
Trade Adjustment Assistance 24	G-2223-15-0047	17.245	0	1,545
Trade Adjustment Assistance 25	G-2223-15-0047	17.245	0	16
Total Trade Adjustment Assistance			0	1,561
<i>WIOA Cluster:</i>				
Work Innovation and Opportunity Act Adult Program FY 23	G-2223-15-0047	17.258	0	45,508
Work Innovation and Opportunity Act Adult Program PY 23	G-2223-15-0047	17.258	0	21,721
Work Innovation and Opportunity Act Adult Program FY 24	G-2223-15-0047	17.258	0	11,293
Work Innovation and Opportunity Act OMJ Branding	G-2223-15-0047	17.258	0	505
Work Innovation and Opportunity Act OMJ Resource Sharing 24	G-2223-15-0047	17.258	0	607
Work Innovation and Opportunity Act OMJ Resource Sharing 25	G-2223-15-0047	17.258	0	98
Total Work Innovation and Opportunity Act Adult Program			0	79,732
Work Innovation and Opportunity Act Youth Activities 22	G-2223-15-0047	17.259	51,582	51,582
Work Innovation and Opportunity Act Youth Activities 23	G-2223-15-0047	17.259	12,342	12,342
Total Work Innovation and Opportunity Act Youth Activities			63,924	63,924
Work Investment and Opportunity Act Dislocated Worker PY22	G-2223-15-0047	17.278	0	13,891
Work Investment and Opportunity Act Dislocated Worker FY23	G-2223-15-0047	17.278	0	16,811
Work Investment and Opportunity Act Dislocated Worker PY23	G-2223-15-0047	17.278	0	7,231
Work Investment and Opportunity Act Dislocated Worker OMJ Resource Sharing 24	G-2223-15-0047	17.278	0	221
Work Investment and Opportunity Act Dislocated Worker OMJ Resource Sharing 25	G-2223-15-0047	17.278	0	33
Total Work Investment and Opportunity Act Dislocated Worker			0	38,187
Total Work Innovation and Opportunity Act Cluster			63,924	181,843
Total U.S. Department of Labor			63,924	194,409
<u>U.S. Department of Education</u>				
<i>Passed through the Ohio Developmental Disabilities</i>				
Special Education - Grants for Infants and Families - Special Education Cluster	N/A	84.181A	0	189,351
Total U.S. Department of Education			0	189,351
Total Federal Awards Expenditures			\$157,029	12,895,434

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Pickaway County (the County) under programs of the federal government for the year ended December 31, 2024. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The County has elected not to use the de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D – SUBRECIPIENTS

The County passes certain federal awards received from Area 20/21 Workforce Investment Board, the Public Children Services Association of Ohio, the Ohio State University, and the Ohio Department of Job and Family Services to other governments or not-for-profit agencies (subrecipients). As Note B describes, the County reports expenditures of Federal awards to subrecipients when paid in cash. As a subrecipient, the County has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by law, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

NOTE E – COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) and HOME INVESTMENT PARTNERSHIPS PROGRAM (HOME) GRANT PROGRAMS with REVOLVING LOAN CASH BALANCE

The federal loan programs listed subsequently are administered directly by the County, and balances and transactions relating to these programs are included in the County's basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The current cash balance on the County's local program income account as of December 31, 2024 is \$103,077.

NOTE F – MATCHING REQUIREMENTS

Certain Federal programs require the County to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

INDEPENDENT AUDITORS' 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*

To the County Auditor and Board of County Commissioners
Pickaway County, Ohio:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pickaway County, Ohio (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 30, 2025.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Clark, Schaefer, Hackett & Co.

Columbus, Ohio
June 30, 2025

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the County Auditor and Board of County Commissioners
Pickaway County, Ohio:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Pickaway County, Ohio's (the "County"), compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2024. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the internal control over the compliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Clark, Schaefer, Hackett & Co.

Columbus, Ohio
June 30, 2025

Pickaway County, Ohio
Schedule of Findings and Questioned Costs
Year Ended December 31, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued :	unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	no
• Significant deficiency(ies) identified not considered to be material weaknesses?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards

Internal Control over major program:	
• Material weakness(es) identified?	no
• Significant deficiency(ies) identified not considered to be material weaknesses?	yes
Type of auditors' report issued on compliance for major programs:	unmodified
Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)?	yes
Identification of major programs:	
<i>ALN 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds</i> <i>ALN 93.558 – Temporary Assistance for Needy Families (TANF)</i> <i>ALN 93.778 – Medical Assistance Program (Medicaid Cluster)</i> <i>ALN 20.205 – Highway Planning and Construction Program</i>	
Dollar threshold to distinguish between Type A and Type B Programs:	\$750,000
Auditee qualified as low-risk auditee?	no

Section II - Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

2024-001 –Reporting – Coronavirus State and Local Fiscal Recovery Funds

ALN 21.027

U.S. Department of Treasury

Criteria: The U.S. Department of Treasury established reporting requirements for local governments. These requirements established methods and timelines for reporting Coronavirus State and Local Fiscal Recovery Fund (SLFRF) expenditures to the U.S. Department of Treasury.

Condition: The County had multiple errors in the accuracy of the reporting of subrecipients and subawards on the quarterly project and expenditure reports. The County had late quarterly report submissions.

Context: During our review of the quarterly project and expenditure reports, we noted the County incorrectly reported themselves as subrecipients and two subawards that were expenditures of the County. Additionally, during our review of the quarterly project and expenditure reports, we noted that the County had two late submissions.

Effect: The County was not in compliance with reporting requirements in 2024.

Cause: Lack of sufficient internal controls over the reporting requirements of the SLFRF program.

Recommendation: We recommend the County enhance its internal controls over the reporting requirements of the SLFRF program by reviewing the U.S. Department of Treasury's Final Rule and Project and Expenditure Report User Guide – State and Local Fiscal Recovery Funds.

Views of Responsible Officials: See *Corrective Action Plan*

Brad M. Washburn

Pickaway County Auditor
110 Island Road, Suite F
Circleville, Ohio 43113

SCHEDULE OF PRIOR AUDIT FINDINGS 2 CFR § 200.511(b) December 31, 2024

Finding Number	Status	Explanation
2023-001	Corrected	
2023-002	Not Corrected	Reissued as finding 2024-001

Brad M. Washburn

Pickaway County Auditor
110 Island Road, Suite F
Circleville, Ohio 43113

CORRECTIVE ACTION PLAN
2 CFR § 200.511(c)
December 31, 2024

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2024-001	We will correct our reporting issues with the next required report.	December 31, 2025	County Administrator 740-474-6093

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OHIO AUDITOR OF STATE KEITH FABER



PICKAWAY COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 8/21/2025

65 East State Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov