



OHIO AUDITOR OF STATE
KEITH FABER



**TWINSBURG TOWNSHIP WATER DISTRICT
SUMMIT COUNTY
DECEMBER 31, 2024 AND 2023**

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor's Report	1
Prepared by Management: Prepared by Management:	
Combined Statement of Receipts, Disbursements, and Changes in Fund Balances (Regulatory Cash Basis) - All Proprietary Fund Types For the Fiscal Year Ended December 31, 2024	5
Combined Statement of Receipts, Disbursements, and Changes in Fund Balances (Regulatory Cash Basis) - All Fiduciary Fund Types For the Fiscal Year Ended December 31, 2024	6
Notes to the Financial Statements For the Fiscal Year Ended December 31, 2024	7
Combined Statement of Receipts, Disbursements, and Changes in Fund Balances (Regulator Cash Basis) - All Proprietary Fund Types For the Fiscal Year Ended December 31, 2023	11
Combined Statement of Receipts, Disbursements, and Changes in Fund Balances (Regulator Cash Basis) - All Fiduciary Fund Types For the Fiscal Year Ended December 31, 2023	12
Notes to the Financial Statements For the Fiscal Year Ended December 31, 2023	13
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	17

This page intentionally left blank.



65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

INDEPENDENT AUDITOR'S REPORT

Twinsburg Township Water District
Summit County
1790 Enterprise Parkway
Twinsburg, Ohio 44087

To the Board of Trustees:

Report on the Audit of the Financial Statements

Unmodified and Adverse Opinions

We have audited the financial statements of the Twinsburg Township Water District, Summit County, Ohio (the District), which comprises the cash balances, receipts and disbursements for each proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the cash balances, receipts and disbursements for each proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements, in accordance with the financial reporting provisions which Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit, described in Note 2.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* section of our report, the accompanying financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District, as of December 31, 2024 and 2023, or the changes in financial position or, where applicable, cash flows thereof for the years then ended.

Basis for Opinions

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

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

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *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 District'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 District's ability to continue as a going concern for a reasonable period of time.

Twinsburg Township Water District
Summit County
Independent Auditor's Report
Page 3

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 6, 2026, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control over financial reporting and compliance.

KEITH FABER
Ohio Auditor of State



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

January 6, 2026

This page intentionally left blank.

Twinsburg Township Water District
Summit County
*Combined Statement of Receipts, Disbursements
 And Changes in Fund Balances (Regulatory Cash Basis)*
All Proprietary Fund Types
For the Year Ended December 31, 2024

	<u>Proprietary Fund Types</u>
	<u>Enterprise (Capital and Operating)</u>
Operating Cash Receipts	
Charges for Services	\$207,655
Licenses, Permits, and Fees	23,733
Interest	9,219
Other Local Grant	1,000
	<hr/>
<i>Total Operating Cash Receipts</i>	<i>241,607</i>
Operating Cash Disbursements	
Compensation of Board Members	1,040
Accounting and Legal Services	330
Other - Professional and Technical Services	22,052
Advertising	346
Other - Insurance and Bonding	12,338
	<hr/>
<i>Total Operating Cash Disbursements</i>	<i>36,106</i>
<i>Operating Income/(Loss)</i>	<i>205,501</i>
Non-Operating Cash Receipts (Disbursements)	
Debt Service	(88,583)
Other Financing Uses	(35,115)
	<hr/>
<i>Total Non-Operating Cash Receipts (Disbursements)</i>	<i>(123,698)</i>
<i>Net Change In Fund Cash Balances</i>	<i>81,803</i>
Cash Balances, January 1	464,152
<i>Cash Balances, December 31</i>	<i>\$545,955</i>

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

Twinsburg Township Water District
Summit County
Combined Statement of Receipts, Disbursements
And Changes in Fund Balances (Regulatory Cash Basis)
All Fiduciary Fund Types
For the Year Ended December 31, 2024

	<u>Fiduciary Fund Types</u>
	<u>Custodial</u> (Escrow)
Additions	
Deposits Received	<u>752</u>
<i>Total Additions</i>	<u>752</u>
<i>Net Change In Fund Cash Balances</i>	<u>752</u>
Cash Balances, January 1	<u>0</u>
<i>Cash Balances, December 31</i>	<u><u>\$752</u></u>

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

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

Note 1 – Reporting Entity

The Twinsburg Township Water District (the District), Summit County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District was established in 1966 per Chapter 6119 of the Ohio Revised Code as a regional water and sewer district, per a petition submitted by the Twinsburg Township Board of Trustees. The District is governed by a series of Summit County Common Pleas Court Orders issued in 1966, 1967, 1968, 1970, 1979, 2006, 2012, and 2017. The District is directed by a five-member Board of Trustees with two alternates, with all members and alternates appointed by the Twinsburg Township Board of Trustees to staggered five-year terms and one-year terms, respectively. The District's current boundaries are contiguous with the current boundaries of Twinsburg Township, and the 2012 District Court Order provides a procedure by which the District's boundaries may be changed following annexation of Township land to an adjacent municipality, by mutual agreement between the District and the annexing municipality. The District's primary purpose is to provide a public water supply to the District. The District owns and maintains water lines throughout the District and currently contracts with the City of Cleveland to supply the water that flows through those lines. The District first contracted with the City of Cleveland in 1968, and then entered into a new contract with Cleveland in 1982.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The District's financial statements consist of a statement of receipts, disbursements, and changes in fund balances (regulatory cash basis) for proprietary fund types and a statement of additions, deductions, and changes in fund balances (regulatory cash basis) for fiduciary fund type.

Basis of Accounting

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

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

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Budgetary Process

The Ohio Revised Code requires that each fund (except certain custodial funds) be budgeted annually.

Appropriations Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The District must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

Estimated Resources Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1.

Encumbrances The Ohio Revised Code requires the District to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2024 budgetary activity appears in Note 3.

Deposits and Investments

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

Capital Assets

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

Note 3 – Budgetary Activity

Budgetary activity for the year ending December 31, 2024 follows:

2024 Budgeted vs. Actual Receipts

Fund type	Budgeted Receipts	Actual Receipts	Variance
Enterprise (Capital and Operating)	\$ 176,000	\$ 241,607	\$ (65,607)

2024 Budgeted vs. Actual Budgetary Basis Expenditures

Fund type	Appropriation Authority	Actual Expenditures	Variance
Enterprise (Capital and Operating)	\$ 176,213	\$ 159,804	\$ 16,409

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2024

Note 4 – Deposits and Investments

The District maintains a deposits and investments pool all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits and investments at December 31 was as follows:

	<u>2024</u>
Demand deposits	\$ 186,707
Certificates of deposit	<u>\$ 360,000</u>
Total deposits	<u>\$ 546,707</u>

Deposits are insured by the Federal Deposit Insurance Corporation and collateralized through 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.

Note 5 – Risk Management

The District is a member of the Public Entities Pool of Ohio (The Pool). The Pool assumes the risk of loss up to the limits of the District's policy. The Pool covers the following risks:

- General liability and casualty
- Public official's liability
- Cyber
- Law enforcement liability
- Automobile liability
- Vehicles
- Property
- Equipment breakdown

The Pool reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2024:

<u>2024</u>	
Cash and investments	\$48,150,573
Actuarial liabilities	\$22,652,556

Twinsburg Township Water District

Summit County

Notes to the Financial Statements

For the Year Ended December 31, 2024

Note 6 – Debt

Debt outstanding at December 31, 2024, was as follows:

	Outstanding	Balance	
		<u>Principal</u>	<u>Interest Rate</u>
Marwell/Twinsburg Road Water Main		\$ 0	3.98%

The District entered into design and construction loan agreements with the Ohio Water Development Authority (OWDA) pertaining to the Marwell/Twinsburg Road Water Main. The design loan was authorized on May 29, 2003 and in 2004 was rolled into the construction loan. The construction loan, with a 20-year term and an interest rate of 3.98 percent, was authorized on June 24, 2004, with an initial combined balance outstanding of \$1,213,741 and first and last payment due on July 1, 2005 and January 1, 2025, respectively.

Note 7 – Contingent Liabilities

Management believes that there are no pending claims or lawsuits.

Note 8 – COVID-19

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June 2021, while the national state of emergency ended in April 2023. During 2024 the District received no COVID-19 funding.

Twinsburg Township Water District
Summit County
*Combined Statement of Receipts, Disbursements
 And Changes in Fund Balances (Regulatory Cash Basis)*
All Proprietary Fund Types
For the Year Ended December 31, 2023

	<u>Proprietary Fund Types</u>
	<u>Enterprise (Capital and Operating)</u>
Operating Cash Receipts	
Charges for Services	\$185,331
Licenses, Permits, and Fees	4,000
Interest	<u>3,044</u>
<i>Total Operating Cash Receipts</i>	<u>192,375</u>
Operating Cash Disbursements	
Compensation of Board Members	1,000
Accounting and Legal Services	5,096
Other - Professional and Technical Services	18,323
Advertising	67
Contracted Services	2,884
Other - Insurance and Bonding	<u>10,766</u>
<i>Total Operating Cash Disbursements</i>	<u>38,136</u>
<i>Operating Income/(Loss)</i>	<u>154,239</u>
Non-Operating Cash Receipts (Disbursements)	
Debt Service	(88,583)
Other Financing Uses	<u>(33,998)</u>
<i>Total Non-Operating Cash Receipts (Disbursements)</i>	<u>(122,581)</u>
<i>Net Change In Fund Cash Balances</i>	<u>31,658</u>
Cash Balances, January 1	<u>432,494</u>
<i>Cash Balances, December 31</i>	<u>\$464,152</u>

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

Twinsburg Township Water District
Summit County
Combined Statement of Receipts, Disbursements
And Changes in Fund Balances (Regulatory Cash Basis)
All Fiduciary Fund Types
For the Year Ended December 31, 2023

	<u>Fiduciary Fund Types</u>
	<u>Custodial</u> <u>(Escrow)</u>
Deductions	
Engineering Services and Other Expenses	<u>1,888</u>
<i>Total Deductions</i>	<u>1,888</u>
<i>Net Change In Fund Cash Balances</i>	<u>(1,888)</u>
Cash Balances, January 1	<u>1,888</u>
<i>Cash Balances, December 31</i>	<u>\$0</u>

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

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 1 – Reporting Entity

The Twinsburg Township Water District (the District), Summit County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District was established in 1966 per Chapter 6119 of the Ohio Revised Code as a regional water and sewer district, per a petition submitted by the Twinsburg Township Board of Trustees. The District is governed by a series of Summit County Common Pleas Court Orders issued in 1966, 1967, 1968, 1970, 1979, 2006, 2012, and 2017. The District is directed by a five-member Board of Trustees with two alternates, with all members and alternates appointed by the Twinsburg Township Board of Trustees to staggered five-year terms and one-year terms, respectively. The District's current boundaries are contiguous with the current boundaries of Twinsburg Township, and the 2012 District Court Order provides a procedure by which the District's boundaries may be changed following annexation of Township land to an adjacent municipality, by mutual agreement between the District and the annexing municipality. The District's primary purpose is to provide a public water supply to the District. The District owns and maintains water lines throughout the District and currently contracts with the City of Cleveland to supply the water that flows through those lines. The District first contracted with the City of Cleveland in 1968, and then entered into a new contract with Cleveland in 1982.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The District's financial statements consist of a statement of receipts, disbursements, and changes in fund balances (regulatory cash basis) for proprietary fund types and a statement of additions, deductions, and changes in fund balances (regulatory cash basis) for fiduciary fund type.

Basis of Accounting

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

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

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 2 – Summary of Significant Accounting Policies (continued)

Budgetary Process

The Ohio Revised Code requires that each fund (except certain custodial funds) be budgeted annually.

Appropriations Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The District must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

Estimated Resources Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1.

Encumbrances The Ohio Revised Code requires the District to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2023 budgetary activity appears in Note 3.

Deposits and Investments

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

Capital Assets

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

Note 3 – Budgetary Activity

Budgetary activity for the year ending December 31, 2023 follows:

2023 Budgeted vs. Actual Receipts

	<u>Budgeted</u> <u>Receipts</u>	<u>Actual</u> <u>Receipts</u>	<u>Variance</u>
Fund type Enterprise (Capital and Operating)	\$ <u>176,000</u>	\$ <u>192,375</u>	\$ <u>(16,375)</u>

2023 Budgeted vs. Actual Budgetary Basis Expenditures

	<u>Appropriation</u> <u>Authority</u>	<u>Actual</u> <u>Expenditures</u>	<u>Variance</u>
Fund type Enterprise (Capital and Operating)	\$ <u>175,083</u>	\$ <u>160,716</u>	\$ <u>14,367</u>

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 4 – Deposits and Investments

The District maintains a deposits and investments pool all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits and investments at December 31 was as follows:

	<u>2023</u>
Demand deposits	\$ 164,152
Certificates of deposit	<u>\$ 300,000</u>
Total deposits	<u>\$ 464,152</u>

Deposits are insured by the Federal Deposit Insurance Corporation and collateralized through 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.

Note 5 – Risk Management

The District is a member of the Public Entities Pool of Ohio (The Pool). The Pool assumes the risk of loss up to the limits of the (local entity's) policy. The Pool covers the following risks:

- General liability and casualty
- Public official's liability
- Cyber
- Law enforcement liability
- Automobile liability
- Vehicles
- Property
- Equipment breakdown

The Pool reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2023:

<u>2023</u>	
Cash and investments	\$43,996,442
Actuarial liabilities	\$19,743,401

Twinsburg Township Water District
Summit County
Notes to the Financial Statements
For the Year Ended December 31, 2023

Note 6 – Debt

Debt outstanding at December 31, 2023, was as follows:

	Balance	
	Outstanding Principal	Interest Rate
Marwell/Twinsburg Road Water Main	\$ 86,007	3.98%

The District entered into design and construction loan agreements with the Ohio Water Development Authority (OWDA) pertaining to the Marwell/Twinsburg Road Water Main. The design loan was authorized on May 29, 2003 and in 2004 was rolled into the construction loan. The construction loan, with a 20-year term and an interest rate of 3.98 percent, was authorized on June 24, 2004, with an initial combined balance outstanding of \$1,213,741 and first and last payment due on July 1, 2005 and January 1, 2025, respectively.

Amortization of the above debt, including interest, is scheduled as follows:

<u>Years</u>	<u>Principal and Interest</u>
2024	\$ 44,291
2025	\$ 44,291
Total	\$ 88,582

Note 7 – Contingent Liabilities

Management believes that there are no pending claims or lawsuits.

Note 8 – COVID-19

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June 2021, while the national state of emergency ended in April 2023. During 2023 the District received no COVID-19 funding.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Twinsburg Township Water District
Summit County
1790 Enterprise Parkway
Twinsburg, Ohio 44087

To the Board of Trustees:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the cash balances, receipts, and disbursements for each proprietary fund type and the fiduciary fund type combined total as of and for the years ended December 31, 2024 and 2023 and the related notes to the financial statements of the Twinsburg Township Water District, Summit County, Ohio (the District) and have issued our report thereon dated January 6, 2026, wherein we noted the District followed financial reporting provisions Ohio Rev. Code § 117.38 and Ohio Admin. Code 117-2-03(C) permit.

Report on Internal Control Over Financial Reporting

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

Twinsburg Township Water District
Summit County
Independent Auditor's Report On Internal Control Over
Financial Reporting And On Compliance And Other Matters
Required By *Government Auditing Standards*
Page 2

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District'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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEITH FABER
Ohio Auditor of State



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

January 6, 2026

OHIO AUDITOR OF STATE KEITH FABER



TWINSBURG TOWNSHIP WATER DISTRICT

SUMMIT 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 1/27/2026

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