

CITY OF OBETZ, OHIO

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2022





88 East Broad Street
Columbus, Ohio 43215
IPARreport@ohioauditor.gov
(800) 282-0370

Members of Council
City of Obetz
4175 Alum Creek Drive
Obetz, Ohio 43207

We have reviewed the *Independent Auditor's Report* of the City of Obetz, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2022 to December 31, 2022. 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. The City of Obetz is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

August 02, 2023

CITY OF OBETZ, OHIO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022

ISSUED BY:

DEPARTMENT OF FINANCE
M. MATTHEW CRAMBLIT, FINANCE DIRECTOR
MARK E. DAUBENMIER, ASSISTANT FINANCE DIRECTOR

4175 ALUM CREEK DRIVE
OBETZ, OHIO 43207

CITY OF OBETZ, OHIO

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022**

TABLE OF CONTENTS

Title Page	1
Table of Contents.....	2-4
I. INTRODUCTORY SECTION	
Letter of Transmittal	5-14
Organizational Chart	15
City Officials.....	16
Certificate of Achievement for Excellence in Financial Reporting	17
II. FINANCIAL SECTION	
Independent Auditor’s Report	19-21
Management’s Discussion and Analysis	23-38
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Position	39
Statement of Activities	40-41
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	42-43
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	44
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	46-47
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	48
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	49
Statement of Fund Net Position - Proprietary Funds.....	50-51
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	52-53
Statement of Cash Flows - Proprietary Funds	54-57
Statement of Fiduciary Net Position - Fiduciary Funds	58
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	59
Notes to the Basic Financial Statements	61-113
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of the City’s Proportionate Share of the Net Pension Liability/Net Pension Asset - Ohio Public Employees Retirement System (OPERS) - Last Nine Years	116-117
Schedule of the City’s Proportionate Share of the Net Pension Liability/Net Pension Asset - Ohio Police and Fire (OP&F) Pension Fund - Last Nine Years	118-119

REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED):

Schedule of City Pension Contributions - Ohio Public Employees Retirement System (OPERS) - Last Ten Years	120-121
Schedule of City Pension Contributions - Ohio Police and Fire (OP&F) Pension Fund - Last Ten Years	122-123
Schedule of the City's Proportionate Share of the Net OPEB Liability/Net OPEB Asset - Ohio Public Employees Retirement System (OPERS) - Last Six Years	124 - 125
Schedule of the City's Proportionate Share of the Net OPEB Liability/Net OPEB Asset - Ohio Police and Fire (OP&F) Pension Fund - Last Six Years	126 - 127
Schedule of City OPEB Contributions - Ohio Public Employees Retirement System (OPERS) - Last Ten Years	128-129
Schedule of City OPEB Contributions - Ohio Police and Fire (OP&F) Pension Fund - Last Ten Years	130-131
Notes to the Required Supplementary Information	132-135

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Fund Descriptions - Nonmajor Governmental Funds	138-140
Combining Balance Sheet - Nonmajor Governmental Funds	141
Combining Balance Sheet - Nonmajor Special Revenue Funds	142-145
Combining Balance Sheet - Nonmajor Debt Service Funds	147
Combining Balance Sheet - Nonmajor Capital Projects Funds	148-149
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	150
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	152-155
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	157
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	158-159
Fund Descriptions - Custodial Funds	161
Combining Statement of Fiduciary Net Position - Custodial Funds	162-163
Combining Statement of Changes in Fiduciary Net Position - Custodial Funds	164-165
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Major Governmental Funds:	
General Fund	166-168
General Obligation Debt Service Fund	169
Toy Road TIF Fund	170
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Governmental Funds:	
Street Construction, Maintenance and Repair Fund	171
Parks and Recreation Fund	172
Drug Law Enforcement Fund	173
Permissive Motor Vehicle License Tax Fund	174
DUI Education Fund	175
Mayor's Court Computer "A" Fund	176
Keith Evans Memorial Fields Fund	177
Police Improvement Fund	178
Mayor's Court Computer "B" Fund	179

Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Governmental Funds (continued):

Continuing Education for Police Fund.....	180
CRA Fund.....	181
Law Enforcement Trust Fund.....	182
Stambaugh TIF Fund.....	183
Coronavirus Relief Fund.....	184
Local Fiscal Recovery Fund.....	185
Body Worn Camera Grant Fund.....	186
Unclaimed Monies Fund.....	187
Park Improvement Debt Service Fund.....	188
Park Improvement Debt Service Reserve Fund.....	189
Infrastructure Debt Service Reserve Fund.....	190
Permanent Improvement Fund.....	191
Williams Road Capital Improvement Fund.....	192
Walnut Creek Improvement Fund.....	193
Parks Capital Improvements Project Fund.....	194
Streets Capital Improvements Fund.....	195
Parks Improvements Fund.....	196
Creekside South TIF Fund.....	197
2019 Capital Improvements Fund.....	198
2020 Capital Projects Fund.....	199

Individual Fund Schedules of Revenues, Expenses and Changes in Fund Equity -
 Budget and Actual (Non-GAAP Budgetary Basis) - Major Enterprise Funds:

Water Fund.....	200
Sewer Fund.....	201
Electric Fund.....	202
Gas Fund.....	203
Refuse Fund.....	204

III. STATISTICAL SECTION

Statistical Section - Table of Contents.....	205
Net Position by Component - Last Ten Years.....	206-207
Changes in Net Position - Last Ten Years.....	208-213
Fund Balances, Governmental Funds - Last Ten Years.....	214-215
Changes in Fund Balances, Governmental Funds - Last Ten Years.....	216-217
Income Tax Revenue Base and Collections (Cash Basis) - Last Ten Years.....	218-219
Principal Income Taxpayers - Withholding Accounts - Current Year and Nine Years Ago.....	220
Legal Debt Margin - Last Ten Years.....	222-223
Ratios of Outstanding Debt by Type - Last Ten Years.....	224-225
Direct and Overlapping Governmental Activities Debt.....	226
Pledged Revenue Coverage - TIF Revenue Bonds - Last Ten Years.....	227
Pledged Revenue Coverage - Income Tax Revenue Bonds - Last Five Years.....	228
Pledged Revenue Coverage - Water Fund OWDA Loans - Last Ten Years.....	229
Pledged Revenue Coverage - Sewer Fund OWDA Loans - Last Ten Years.....	230
Demographic and Economic Statistics - Last Ten Years.....	231
Principal Employers by Number of Employees - Current Year and Nine Years Ago.....	232
Employees by Function/Program - Last Ten Years.....	234-235
Capital Assets Statistics by Function/Program - Last Ten Years.....	236-237
Operating Indicators by Function/Program - Last Ten Years.....	238-239

This page intentionally left blank.

INTRODUCTORY SECTION



CITY OF OBETZ

June 26, 2023

4175 Alum Creek Dr. Obetz, OH 43207

P: (614) 491-1080

<https://obetz.oh.us>

E. ROD DAVISSON, ESQ.
CITY MANAGER

Dear Obetz City Council Members and Fellow Citizens,

We're excited to share with you our Annual Comprehensive Financial Report (or Annual Report in short), which lays out the financial status of our beloved city, Obetz, for the year ended on December 31, 2022. This report includes crucial financial data and statistical information and follows the generally accepted accounting principles (or GAAP), specifically designed for government entities. We've strived to put together this report in a way that makes it easy for you to understand the financial state of our City and helps our City management make informed decisions.

As per Ohio law, every city is required to submit its unaudited financial statements to the State Auditor and make them available to the public. We're happy to say that Obetz has fulfilled this requirement by submitting our Basic Financial Statements for 2022 to the State Auditor. While Ohio law doesn't mandate cities to create Annual Reports, we believe in transparency and accountability to our citizens and staff, and hence, have chosen to do so.

Our management team takes complete responsibility for the accuracy and reliability of the information presented in this report. We've put in place a rigorous system of internal controls to ensure this. However, it's important to note that while we aim for perfection, the cost of achieving it should not exceed its benefits. Therefore, we assure you that the report is reasonably accurate and free from significant errors.

We're also proud to inform you that Julian & Grube, Inc. has given our financial statements a clean bill of health for the year ended December 31, 2022. You'll find their Independent Auditor's Report at the beginning of the Financial Section of this report.

Following the Independent Auditor's Report, you'll find a section called Management's Discussion and Analysis. This section provides an easy-to-understand narrative introduction, overview, and analysis of our Basic Financial Statements. It's designed to supplement this introductory letter and we recommend reading them together for a comprehensive understanding of our City's finances.

We hope this report helps you understand the financial health and operations of our City better. Thank you for your continued trust in us.

GOVERNMENT STRUCTURE AND RESPONSIBILITY

Obetz operates under its own Charter, a kind of constitution adopted by the people of Obetz. This Charter is reviewed at least every ten years and can be changed by the voters through this review process. The Charter sets up a Mayor-Council form of government for our City.

A six-member Council holds the legislative power of the City. Each member serves a four-year term, and the citizens elect all members through non-partisan elections. The Council's responsibilities include setting salaries for City officials and employees, creating ordinances for City services, imposing taxes, planning, and borrowing money, licensing, and regulating businesses, and addressing other City needs. The Mayor, who is also elected by Obetz citizens for a four-year term, leads the Council but only votes in the event of a tie. The Mayor is ultimately responsible for managing all City affairs as outlined in the Charter. The City Administrator, which is my role, manages the day-to-day operations of the City, acting as the chief executive, administrative, and law enforcement officer, as authorized by the Mayor or Charter.

There are also what we call "component units". These are separate organizations that the City is financially responsible for. An organization is considered a component unit if the City appoints most of its Governing Board and has significant influence over it, can access its resources, or is obligated to cover its deficits or debts. Component units can also be organizations that rely on the City for approval of their budget, debt issuance, or tax imposition. Some organizations are considered component units because excluding them would make the City's financial statements incomplete or misleading. However, currently, the City of Obetz does not have any component units.

It's worth mentioning that some organizations, despite having similar names, are separate from the City and from each other. The City is not financially responsible for these organizations. Because of their independence, the financial activities of the Big Walnut Area Community Improvement Corporation and the Prairie-Obetz Joint Economic Development Zone are not included in the City's Annual Report. These organizations are mentioned as jointly governed organizations in our Annual Report.

ECONOMIC STATUS AND FUTURE PROSPECTS

Located entirely within Franklin County in central Ohio, the City has witnessed remarkable expansion, both residentially and commercially, over the last couple of decades. This growth is largely credited to several factors such as a business-supportive electorate, accommodating business regulations, a robust economic development squad, and an optimal location. Its vicinity to Interstate 270 and the Rickenbacker Inland Port, along with easy access to downtown Columbus and the John Glenn Columbus International Airport, makes it a prime location. Obetz also boasts of top-notch logistics and e-commerce centers, reasonably priced, high-quality housing, renowned public education, and a reputation as a regional frontrunner in job attraction and retention.

The City's favorable economic condition is a testament to its strong and varied nonresidential tax base. It serves as a hub to more than three hundred companies. The City Council acknowledges the necessity to maintain a diverse tax base. Considering the City's

dependence on income tax revenues, nonresidential development plays a pivotal role in providing the services and facilities needed by its inhabitants and visitors. This contributes significantly to the quality of life of all residents—residential and nonresidential alike.

The City strives to maintain a balanced mix of residential and nonresidential development. This is crucial given the positive financial impact nonresidential development has on the City. The assessed worth of real estate in the City for tax year 2021 (collection year 2022), inclusive of property located in Tax Increment Financing (TIF) districts, stands at \$242,489,080. Residential property constitutes 43.68% of the total, while nonresidential property makes up the remaining 56.32%.

The City's income tax collections, its principal revenue source, serve as a reliable indicator of the local economy's strength. In 2022, the City imposed a 2.5% tax on the income earned by individuals working within the City, and on the net income of for-profit entities conducting business within the City. The 2012 net tax receipts amounted to \$4,680,796 and the 2022 net tax receipts totaled \$13,178,124, marking an aggregate growth of 181.53% over the span of a decade.

The City's financial wellness is tied to the triumph of the City's corporate residents as the employee withholding taxes accounted for 84.34% of the total income tax receipts for 2022. This tax base continues to expand, with withholding taxes in 2022 seeing an increase of \$1,655,421 or 17.3% more than the previous year. Corporate net profit income tax receipts accounted for 14.11% of the total.

The City's present economic development strategy is multi-dimensional. It has cultivated a robust economic development department made up of a multi-disciplinary team dedicated to attracting and retaining quality corporations. This team actively participates in a formal Business Retention and Expansion Program. The City acknowledges its existing employment base as an excellent resource for economic development. Existing enterprises are a vital component of Oetz's ongoing economic success. Notable public and private corporations such as Amazon (AMZN), zulily, Inc.(ZU), Tech Data (TECD), Shiseido (SSDOF), United Parcel Service, Inc. (UPS), Art.com, Inc., Zenni Optical, Inc., and Luxottica Retail North America, Inc. (LUX) continue to form a solid foundation of the City's tax base.

The City makes full use of the comprehensive suite of Ohio's most innovative economic development tools to lure new enterprises and to facilitate the expansion of existing ones. The City has taken advantage of Community Reinvestment Areas, Tax Increment Financing, Income Tax Rebates, Public-Private Partnerships, and an array of state economic programs to foster a competitive business climate. The City's sustained economic vigor stems from high-quality development, strategic planning, and its relentless efforts to attract and retain progressive logistics and e-commerce nonresidential development. The City keeps up its competitiveness in drawing in new businesses while maintaining existing business patrons. Its economic base is varied, and no singular company holds sway over its tax base, resulting in a robust, well-rounded corporate atmosphere.

The City's position in central Ohio also works to its advantage. It's situated approximately six miles southeast of the central business district of Columbus, the State's capital, and its largest city. The unemployment rate in Franklin County has consistently been lower than the unemployment rates for the State of Ohio and has recently been outperforming the nation.

This trend persisted in 2022, with unemployment rates of 3.1% for Franklin County, 3.6% for the State of Ohio, and 3.3% for the United States.

Another appealing aspect of the City is that part of Obetz is within the confines of the Rickenbacker Inland Port. The Port is a global, multimodal logistics hub that offers an unparalleled location for distribution to consumers in the U.S. and Canada. Serving as the entrance for the Ohio Valley, Rickenbacker Inland Port houses a range of air, road, and rail transport companies, bolstered by an assortment of freight forwarders, consolidators, customs brokers, and third-party logistics providers. The Columbus Regional Airport Authority supervises the operations of Port Columbus International Airport (focused on passengers), Bolton Field (General Aviation), and manages the cargo-focused Rickenbacker International Airport and the Rickenbacker Global Logistics Park.

It's crucial to highlight one of Obetz' significant ongoing developments, the Buckstone project. This project is a key element of our City's broader development strategy, setting the stage for robust economic expansion and improving our residents' quality of life.

The Buckstone project is an expansive \$1 billion mixed-use development occupying roughly 400 acres at the juncture of Lockbourne and Rathmell roads. This development is designed to fuse commercial spaces and amenities such as public parks, pools, and waterfront access, catering to our community's diverse needs and preferences.

A distinctive feature of the Buckstone project is its 243-acre commercial section, which incorporates a unique "Neo-Bavarian" design. This innovative design blends stone elements inspired by German architecture with modern features like steel and glass, showcasing our commitment to creating an aesthetically pleasing and functional environment for businesses and residents.

A significant portion of the Buckstone project is dedicated to meeting our region's growing housing demand. The project plans to develop a residential segment across 245 acres, consisting of 252 single-family homes from Pulte and 288 apartments by JBM Development. These homes, predicted to have an average value of around \$400,000, will contribute to our City's property tax base, supporting the provision of essential municipal services. Construction for these residential units began in the Spring of 2023.

Buckstone is not just about immediate development, but it's also a flexible, future-oriented endeavor. Almost 387.3 acres of land not yet annexed into Obetz offer possibilities for additional development, contingent on market shifts and the evolving needs of our community.

Upon the completion of the residential units, projected within about five years, the tax revenue derived will help fund the necessary infrastructure to realize Buckstone's commercial vision. This project also benefits from the establishment of a New Community Authority, a Community Reinvestment Area (CRA), and non-school Tax Increment Financing (TIF). These financing structures are expected to conservatively generate over \$100 million over the next 30 years, further fueling our City's economic growth.

Planning for Buckstone commenced in June 2021, amid a regional housing shortage and increased demand due to significant job creation, such as the establishment of Intel's semiconductor plants in New Albany. Obetz responded promptly and effectively to these

market pressures, exemplifying our City's agility and responsiveness to market dynamics.

In summary, the Buckstone project exemplifies Obetz' strategic development approach. By investing in mixed-use developments that meet residential, commercial, and recreational needs, we're not only addressing immediate requirements but also establishing the foundation for sustained economic growth and prosperity. This project underscores our commitment to enhancing our residents' quality of life, supporting regional growth, and delivering a world-class project.

The Mayor, City Council, and administration remain vigilant, closely tracking the regional and local economy for prospects to further enhance Obetz' financial standing. The existing tax base, coupled with ongoing proactive development initiatives, should continue to fortify the City's future financial position.

CAPITAL IMPROVEMENTS

A significant portion of the City's efforts are geared towards planning and managing community development and growth. The creation and upkeep of public infrastructure are integral parts in providing residents with a high quality of life and ensuring the long-term financial health of the City. In 2022, the City kept updating a five-year Capital Improvements Program (CIP), which is revised and endorsed on an annual basis. The CIP acts as the City's strategic plan for investments in capital infrastructure and outlines the financial strategies for initiating as many capital projects as possible while maintaining the flexibility to adapt to changes as they occur.

In 2022, due to the global pandemic, the City continued to heavily invest in safety, technology, and communications infrastructure. The City made ongoing enhancements to its communication systems, Graphical Information Systems, and building safety systems.

UTILITY INFRASTRUCTURE

Obetz distinguishes itself among Ohio cities by operating its own Water, Gas, Sewer (both Storm and Sanitary Sewer), and Electric utilities. The City leverages these resources to be competitive in attracting and retaining quality businesses. The City will, on occasion and with discretion, provide incentives for these utilities to draw large businesses. Even without such incentives, the City's utility rates remain highly competitive, attracting business usually without any cost reductions. It's crucial to note that the gas and electric utilities serve only commercial customers within a specific geographic area.

The City has invested substantial time and resources into improving utility services to accommodate its dramatic growth. In 2015, Obetz replaced all its water meters and installed a new network web amongst the meters. This completed project enables real-time monitoring of water flow at each metered location. The meters communicate with each other in a chain from one location to the next until they reach the central office. This upgraded capability allows the City to immediately alert a resident of a serious leak or even something as minor as a hose left running. Moreover, with advanced technology, the City can now accurately track consumption across the City in real-time, aiding in the identification and

conservation of essential resources.

Parallel to the new Meter Network, Obetz continued a program to entirely rebuild its computer software and introduce a new server. In 2019, the City continued its heavy investment in its Graphical Information System interface, visual mapping, and surveying technology. Obetz employs drones and 3D mapping for the inspection, maintenance, and planning of critical infrastructure. The City also persists in adding and implementing the latest management and statistical analysis software with the goal of achieving paperless management of City operations.

A pivotal part of our strategic development plan for Obetz involves the extension and improvement of essential utilities to facilitate the success of major projects like Buckstone. This commitment to infrastructure development not only ensures the seamless operation of these projects but also significantly enhances the quality of services available to our residents and businesses.

Construction work on new waterlines for the Buckstone development commenced in late 2022. These waterlines are a critical part of the Buckstone project, providing reliable and efficient water supply to the vast residential and commercial spaces within the development. This upgrade will ensure that our residents have access to clean, safe water, and our businesses can operate effectively.

Looking ahead, we are also planning for the extension of gas and electric utilities to the Buckstone area, with work expected to begin in 2024. The availability of these essential utilities is a key factor in attracting residents and businesses to Buckstone, offering them the convenience and reliability they need. The extension of gas and electric utilities will also facilitate the completion of residential and commercial units, enabling us to stay on schedule with our development timeline for Buckstone.

Our strategic approach to infrastructure development reflects our commitment to providing the best possible services to our residents and businesses. These infrastructure enhancements are not just about supporting the Buckstone project; they are also part of our broader goal of ensuring that Obetz remains a vibrant, thriving, and desirable place to live and do business. We are excited about the progress we are making and look forward to sharing more updates as these important infrastructure projects move forward.

FUTURE OUTLOOK

The City has seen significant growth over the past two decades, adding millions of square feet for e-commerce and logistics, manufacturing, and various other industries. Several initiatives have been launched that will enhance amenities, housing, and commercial offerings in Obetz.

The City's continued prosperity is not without its challenges. The impressive e-commerce expansion in Obetz is expected to plateau as only a few developable parcels remain. Our future depends on maximizing the density of employees in the existing built space and exploiting the land available for annexation. Obetz is confident that its strategy for attracting and retaining suitable companies will foster sustained growth. Opportunities for commercial development in Obetz continue to expand, and our thriving economy is attracting a host of

commercial and institutional investors.

The City remains vigilant regarding the activities of state and federal governments and their potential impact, positive or negative, on Obetz' local economy. The federal government's inability to control inflation and the eventual cessation of pandemic stimulus funds will likely lead to an economic adjustment. Despite these potential challenges, Obetz is well-prepared to manage such downturns, thanks to a substantial financial reserve and a robust economy. However, the extent and reach of a potential recession will impact Obetz, particularly in the consumer spending sector. Furthermore, rising wage pressures will prompt Obetz to continue seeking operational efficiencies to prevent service degradation.

The City is cognizant of the financial implications of anticipated future growth over the coming years. If the City succeeds in enhancing its stature as a regional employment hub, its current revenue structure will suffice to maintain service levels for both existing and new developments. Unlike many communities, Obetz expects that new growth will yield net revenue surpluses in the City's operating budget. This is due to land-use planning that maintains a balance between residential and nonresidential development and considers its impact on the City's 2.5% income tax. Income tax revenues make up approximately 57.50% of the City's total annual government activities revenues, and future growth is predicted to be skewed towards nonresidential development. The further development of remaining nonresidential acreage will positively affect the City's income tax base and its financial capacity to provide services to citizens.

This diverse and robust economic base lays the groundwork for Obetz' future. The employment tax base enables the City to deliver quality services and allocate funds for an ambitious capital improvements program, although its pace may be adjusted depending on broader economic conditions. Maintaining our current business customers while attracting new nonresidential development will ensure a solid financial future. The City Council and management remain vigilant over the City's revenues and expenditures as we advance.

Ongoing planning lays the foundation for well-regulated growth and development, serving as a primary reference for decision-making in public policy areas such as land use, land use density, annexation, and capital programming for identified public infrastructure needs. The City is proactively planning for future development and focusing on broadening business growth options in retail, education, office-flex, research, lab and tech space, and clean manufacturing to diversify the City's economic base.

The City continues to make remarkable progress in creating a thriving community for residents and corporate citizens. As we outline our priorities for the upcoming years, the City Mayor, Council, and management are dedicated to delivering exceptional results in our services, residential and nonresidential development, fiscal health, and corporate community. As the City blossoms as a community, we are confident that our best years lie ahead.

FINANCIAL POLICIES AND GUIDELINES

Internal Control Framework

The City's management is accountable for setting up and maintaining a sufficient internal control framework. This framework for internal accounting controls is designed to safeguard the City's assets from loss, theft, or misuse, and to ensure the compilation of sufficient accounting data for the preparation of financial statements in line with GAAP. This framework aims to provide reasonable, but not absolute, assurance that these goals are achieved. The principle of reasonable assurance acknowledges that: (1) the control costs should not surpass the anticipated benefits, and (2) the assessment of costs and benefits necessitates management's estimates and judgment.

We are confident that the City's internal control framework protects assets and provides reasonable assurance of the correct recording of financial transactions. However, due to the inherent limitations of any internal control framework, discrepancies or irregularities may still occur undetected. The projection of any evaluation of the system to future periods is subject to the risk of procedures becoming inadequate due to changing conditions, or the level of compliance with the procedures may decline.

Budget Management

Alongside internal accounting controls, the City implements budget controls. The purpose of these budget controls is to ensure adherence to legal stipulations contained in the annual appropriation ordinance ratified by the City Council. Activities of all funds, except for advances, are included in the annual appropriations ordinance. All funds, barring Custodial Funds, are legally required to be budgeted. Once the City Council adopts the annual appropriations ordinance, it becomes the official budget for City operations. The appropriations ordinance is the City Council's authorization to expend resources and establishes annual expenditure limits plus encumbrances at the level of control chosen by the City Council. The City Council has set the legal level of control at the object level within each department for each fund across all funds. Council can amend or supplement appropriations as required throughout the year. Transfers within a department can be made at the same object level with the approval of the City Administrator if the transfer remains within the same fund.

Debt Management

As of December 31, 2022, the City had an outstanding long-term obligation of \$ 37,673,016, excluding net pension liability, net OPEB liability, leases, and compensated absences. Of this total, \$3,550,000 will be retired using service payments received instead of property taxes and developer contributions. The remaining \$34,123,016 will be retired with income tax revenue.

According to current state statutes, the City's general obligation debt issuances are subject to a legal limit based on the total assessed value of real and personal property. The total general obligation debt of the City, excluding certain exempt debt, shall not exceed 10.5% of the total assessed valuation. The unvoted general obligation debt of the City cannot exceed 5.5% of the total assessed valuation. As of December 31, 2022, the City had a legal debt margin for total debt of \$25,461,353 and a legal debt margin for unvoted debt of

\$13,336,899.

In 2020, when the City issued bonds, it received an A+ rating from Standard & Poor's. This rating is exceptional for an Ohio City and surpasses many large cities, enabling the City's debt to be issued at lower interest rates, which leads to substantial reductions in future debt service payments. The City's diverse and expanding economic base, robust regional and local economies, history of operating surpluses and the continued use of that surplus to fund capital projects, and ongoing long-term planning efforts will help maintain high credit ratings.

ADDITIONAL DETAILS

Independent Examination

The City's financial records were scrutinized by Julian & Grube, Inc. The auditor's assessment of the Basic Financial Statements can be found on pages 19-21 in the Financial Section of this report.

Application of This Report

This Annual Report is written to provide the City Council, our residents, and any other interested individuals, with comprehensive information regarding the City's financial status. We affirm that the information, as presented, is materially accurate; it is arranged in a way to clearly represent the financial operations of our funds; and it includes all necessary disclosures to facilitate the reader's comprehensive understanding of the City's financial activities. Public access to copies of this Annual Report is provided on the Obetz website at www.obetz.oh.us.

RECOGNITIONS AND AWARDS

Recognitions

The Government Finance Officers Association of the United States and Canada (GFOA) conferred a Certificate of Achievement for Excellence in Financial Reporting to the City of Obetz for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2021. The Certificate of Achievement is a prestigious national recognition, denoting adherence to the highest standards in the preparation of state and local government financial reports.

To receive a Certificate of Achievement, a government must publish a comprehensible and well-organized comprehensive annual financial report that aligns with program standards. The report must comply with generally accepted accounting principles and relevant legal requirements. A Certificate of Achievement is valid for one year only. We believe that our current Annual Comprehensive Financial Report continues to satisfy the Certificate of Achievement Program's criteria, and we are submitting it to the GFOA for consideration for another certificate.

Gratitude

In the pursuit of our collective vision for Obetz, there are several individuals and groups

whose dedication and tireless efforts deserve recognition.

First, we would like to express our deep gratitude to our Mayor for her exceptional leadership. Her unwavering dedication, strategic insight, and commitment to our City's growth and prosperity have been invaluable in navigating the challenges and opportunities that we have faced.

Our City Council also deserves our utmost appreciation for their diligent financial oversight and strategic planning. Their foresight, prudence, and commitment to fiscal responsibility have been instrumental in ensuring our City's financial stability, enabling us to invest in essential services and strategic initiatives like the Buckstone project.

We are also incredibly thankful for our City staff, who have worked tirelessly to serve our residents and support the City's operations. Their hard work, professionalism, and dedication to public service are what make our City function smoothly and effectively.

Last but certainly not least, we owe a debt of gratitude to our residents. Your support, engagement, and trust have been the cornerstone of our City's success. You are the heart of Obetz, and your belief in our collective vision is what drives us to continually strive for excellence.

The achievements we celebrate today are a testament to the collective efforts of our Mayor, City Council, City staff, and residents. Together, we are shaping a bright future for Obetz, and we look forward to continuing our journey towards growth and prosperity.

Finally, the production of this Annual Report was made possible through the committed efforts of the entire Department of Finance staff. We express our deep gratitude to each of them, and others across the City, whose efforts have contributed to the creation of this report.

Sincerely,



E. Rod Davisson, Esq. (LEED-AP)
City Administrator



M. Matthew Cramblit
Finance Director

CITY OF OBETZ, OHIO

CITY OFFICIALS

FOR THE YEAR ENDED DECEMBER 31, 2022

Mayor

Angela M. Kirk

Council Members

Michael Flaherty, Pro Tempore Todd Gibbs Mike Kimbler
Robert Kramer Guiles Richardson Derek Varney

Administrator

E. Rod Davisson, Esq.

Police Chief

Chief J. Michael Confer

Deputy Police Chief

Brian K. Jeffers

Deputy Safety Director

Jess H. Griffith

Community Services Director

Stacey E. Boumis, AICP

City Engineer

Michael F. Corbitt, P.E.

Director of Utilities

Todd A. Garwick

Superintendent of Public Works

Martin S. Ryan

Parks and Recreation Director

Kerri A. Duffy

Athletic Operations and Facilities Promotion Director / Acting Director of Development

Steven L. Adams

Facilities Manager

Timothy H. Ross

Law Director

Eugene L. Hollins

Human Resources Director

Derek A. Duncan

Finance Director

M. Matthew Cramblit

Assistant Finance Director

Mark E. Daubenmier



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Obetz
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morill

Executive Director/CEO

THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

Independent Auditor's Report

City of Obetz
Franklin County
4175 Alum Creek Drive
Obetz, Ohio 43207

To the Members of the City Council and Mayor:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Obetz, Franklin County, Ohio, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Obetz' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Obetz, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General 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 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 City of Obetz 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 the 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 City of Obetz' 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 generally accepted auditing standards 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 generally accepted auditing standards 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 City of Obetz' 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 City of Obetz' 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 schedules of net pension and other post-employment benefit assets and liabilities and pension and other post-employment benefit contributions, listed 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 City of Obetz' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2023 on our consideration of the City of Obetz' 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 City of Obetz' 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 City of Obetz' internal control over financial reporting and compliance.



Julian & Grube, Inc.
June 26, 2023

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

The management's discussion and analysis of the City of Obetz' (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2022. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2022 are as follows:

- The total net position of the City increased \$9,997,396. Net position of governmental activities increased \$5,816,373 or 8.42% from 2021's net position and net position of business-type activities increased \$4,181,023 or 10.58% from 2021's net position.
- General revenues accounted for \$20,365,165 or 81.64% of total governmental activities revenue. Program specific revenues accounted for \$4,580,055 or 18.36% of total governmental activities revenue.
- The City had \$19,128,847 in expenses related to governmental activities; \$4,580,055 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues were adequate to offset the remaining expenses of \$14,548,792.
- The General Fund had revenues of \$18,095,665 in 2022. This represents an increase of \$3,242,272 from 2021 due primarily to an increase in municipal income taxes collected in 2022. The expenditures of the General Fund, which totaled \$14,037,486 in 2022, decreased \$1,648,614 from 2021 expenditures primarily due to decreased general government, community environment, and capital outlay expenditures. During 2022, fund balance increased \$4,058,179 from \$8,326,269 at December 31, 2021 to \$12,384,448 at December 31, 2022.
- The General Obligation Debt Service Fund had revenues of \$1,080,000 in 2022. The expenditures of the General Obligation Debt Service Fund totaled \$1,099,973 in 2022. During 2022, fund balance decreased \$19,973 from \$998,891 at December 31, 2021 to \$978,918 at December 31, 2022.
- The Toy Road TIF Fund had revenues of \$958,447 and expenditures of \$359,493. Fund balance at December 31, 2022 increased \$598,954 from a balance of \$158 to \$599,112 as the City did not make improvements to the area during 2022.
- Net position for the business-type activities, which are made up of the Water, Sewer, Electric, Gas, and Refuse operations, increased in 2022 by \$4,181,023. During 2022, charges for services and sales and other revenues supporting these operations totaled \$15,172,212 while expenses of these operations totaled \$13,787,846. In addition, these operations received \$2,796,657 in capital grants and contributions.
- In the General Fund, the actual revenues and other financing sources came in \$1,528,455 higher than they were in the final budget and actual expenditures and other financing uses were \$5,266,483 less than the amount in the final budget. Budgeted expenditures increased \$3,602,543 from the original to the final budget. Budgeted revenues increased \$3,001,520 from the original to the final budget.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the City as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2022?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and deferred outflows, liabilities and deferred inflows, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and changes in net position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct kinds of activities:

Governmental activities - Most of the City's programs and services are reported here including police, street maintenance, capital improvements and general administration. These services are funded primarily by property and income 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 a significant portion of the expenses of the goods or services provided. The City's water, sewer, electric, gas, and refuse operations are reported here.

The City's Statement of Net Position and Statement of Activities can be found on pages 39-41 of this report.

Reporting the City's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, 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 City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. The analysis of the City's major governmental and proprietary funds begins on page 33.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

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 near-term 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.

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 government's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the General Fund, the General Obligation Debt Service Fund and the Toy Road TIF Fund. Information for major funds is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 42-49 of this report.

Enterprise Funds

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, electric, gas, and refuse management functions. Each of the enterprise funds are considered major funds. The basic proprietary fund financial statements can be found on pages 50-57 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Custodial funds are the City's only fiduciary fund type. The fiduciary fund statements can be found on pages 58-59 of this report.

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. These notes to the basic financial statements can be found on pages 61-113 of this report.

Required Supplementary Information (RSI)

The RSI contains information regarding the City's proportionate share of the Ohio Public Employees Retirement System's (OPERS) and the Ohio Police and Fire (OP&F) Pension Fund's net pension liability/asset and the City's schedule of contributions to OPERS and OP&F. The RSI can be found on pages 116-135 of this report.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Government-Wide Financial Analysis

The table below provides a summary of the City's net position at December 31, 2022 and 2021.

	Net Position					
	Governmental	Business-type	Governmental	Business-type	2022	2021
	Activities	Activities	Activities	Activities	Total	Total
	2022	2022	2021	2021		
<u>Assets</u>						
Current and other assets	\$ 27,426,035	\$ 17,893,273	\$ 25,580,252	\$ 17,098,905	\$ 45,319,308	\$ 42,679,157
Capital assets, net	<u>98,874,296</u>	<u>28,373,846</u>	<u>100,688,910</u>	<u>24,876,646</u>	<u>127,248,142</u>	<u>125,565,556</u>
Total assets	<u>126,300,331</u>	<u>46,267,119</u>	<u>126,269,162</u>	<u>41,975,551</u>	<u>172,567,450</u>	<u>168,244,713</u>
<u>Deferred outflows of resources</u>						
Deferred charge on refundings	20,169	-	22,691	-	20,169	22,691
Pension	2,304,551	268,951	1,191,623	170,175	2,573,502	1,361,798
OPEB	<u>373,906</u>	<u>12,419</u>	<u>515,722</u>	<u>61,079</u>	<u>386,325</u>	<u>576,801</u>
Total deferred outflows of resources	<u>2,698,626</u>	<u>281,370</u>	<u>1,730,036</u>	<u>231,254</u>	<u>2,979,996</u>	<u>1,961,290</u>
<u>Liabilities</u>						
Current and other liabilities	3,359,844	1,902,156	4,688,975	1,680,734	5,262,000	6,369,709
Long-term liabilities	<u>45,947,081</u>	<u>398,683</u>	<u>49,129,067</u>	<u>581,129</u>	<u>46,345,764</u>	<u>49,710,196</u>
Total liabilities	<u>49,306,925</u>	<u>2,300,839</u>	<u>53,818,042</u>	<u>2,261,863</u>	<u>51,607,764</u>	<u>56,079,905</u>
<u>Deferred inflows of resources</u>						
Property taxes levied for the next fiscal year	360,219	-	350,947	-	360,219	350,947
Payments in lieu of taxes levied for the next fiscal year	669,648	-	2,170,790	-	669,648	2,170,790
Leases	24,162	-	-	-	24,162	-
Pension	2,978,562	428,272	1,510,841	236,527	3,406,834	1,747,368
OPEB	<u>783,119</u>	<u>133,096</u>	<u>1,088,629</u>	<u>203,156</u>	<u>916,215</u>	<u>1,291,785</u>
Total deferred inflows of resources	<u>4,815,710</u>	<u>561,368</u>	<u>5,121,207</u>	<u>439,683</u>	<u>5,377,078</u>	<u>5,560,890</u>
<u>Net Position</u>						
Net investment in capital assets	61,007,839	28,373,846	60,927,488	24,876,646	89,381,685	85,804,134
Restricted	6,841,514	-	5,854,263	-	6,841,514	5,854,263
Unrestricted	<u>7,026,969</u>	<u>15,312,436</u>	<u>2,278,198</u>	<u>14,628,613</u>	<u>22,339,405</u>	<u>16,906,811</u>
Total net position	<u>\$ 74,876,322</u>	<u>\$ 43,686,282</u>	<u>\$ 69,059,949</u>	<u>\$ 39,505,259</u>	<u>\$ 118,562,604</u>	<u>\$ 108,565,208</u>

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

The net pension liability/asset is reported pursuant to Governmental Accounting Standards Board (GASB) Statement No. 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27." The net other postemployment benefits (OPEB) liability is reported pursuant to GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability, and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB, the net pension asset, and the net OPEB asset.

GASB 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/asset 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 to equal the City'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 City 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 health care 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.

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 City'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, respectively, not accounted for as deferred inflows/outflows.

CITY OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022**

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2022, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$118,562,604. At year-end, net position was \$74,876,322 and \$43,686,282 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's assets. At year-end, capital assets represented 73.74 percent of total assets. Capital assets include land, rights of way, construction in progress, buildings, improvements other than buildings, infrastructure, equipment, intangible right to use equipment, and vehicles. Net investment in capital assets at December 31, 2022, was \$61,007,839 and \$28,373,846 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. The City's investment in capital assets is reported net of related debt; however, the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

Current assets increased due to current year operations. Current liabilities decreased primarily due to the City having decreases in accounts payable and due to other governments. Long-term liabilities decreased due to a decrease in the City's net Pension and OPEB liability.

A portion of the City's net position, \$6,841,514, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is \$22,339,405 (\$7,026,969 in the governmental activities and \$15,312,436 in the business-type activities).

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022**

The table below shows the changes in net position for 2022 and 2021.

	Changes in Net Position					
	Governmental	Business-type	Governmental	Business-type	2022	2021
	Activities	Activities	Activities	Activities	Total	Total
	2022	2022	2021	2021		
Revenues						
Program revenues:						
Charges for services and sales	\$ 1,977,672	\$ 15,172,089	\$ 1,697,083	\$ 13,242,283	\$ 17,149,761	\$ 14,939,366
Operating grants and contributions	584,473	-	690,612	-	584,473	690,612
Capital grants and contributions	<u>2,017,910</u>	<u>2,796,657</u>	<u>1,882,821</u>	<u>2,655,625</u>	<u>4,814,567</u>	<u>4,538,446</u>
Total program revenues	<u>4,580,055</u>	<u>17,968,746</u>	<u>4,270,516</u>	<u>15,897,908</u>	<u>22,548,801</u>	<u>20,168,424</u>
General revenues:						
Property taxes	343,534	-	336,793	-	343,534	336,793
Municipal income taxes	14,342,418	-	11,798,832	-	14,342,418	11,798,832
Other local taxes	408,633	-	389,358	-	408,633	389,358
Payments in lieu of taxes	1,213,143	-	407,086	-	1,213,143	407,086
Unrestricted grants and entitlements	3,394,166	-	2,990,658	-	3,394,166	2,990,658
Investment earnings	440,310	-	30,108	-	440,310	30,108
Miscellaneous	<u>222,961</u>	<u>123</u>	<u>317,800</u>	<u>-</u>	<u>223,084</u>	<u>317,800</u>
Total general revenues	<u>20,365,165</u>	<u>123</u>	<u>16,270,635</u>	<u>-</u>	<u>20,365,288</u>	<u>16,270,635</u>
Total revenues	<u>24,945,220</u>	<u>17,968,869</u>	<u>20,541,151</u>	<u>15,897,908</u>	<u>42,914,089</u>	<u>36,439,059</u>
Expenses:						
General government	1,910,723	-	3,345,822	-	1,910,723	3,345,822
Security of persons and property	3,337,350	-	3,068,263	-	3,337,350	3,068,263
Public health	63,194	-	122,197	-	63,194	122,197
Transportation	4,615,108	-	4,502,271	-	4,615,108	4,502,271
Community environment	3,840,825	-	4,342,274	-	3,840,825	4,342,274
Leisure time activity	4,048,245	-	3,305,493	-	4,048,245	3,305,493
Interest and fiscal charges	1,313,402	-	1,388,157	-	1,313,402	1,388,157
Water	-	1,850,751	-	1,613,670	1,850,751	1,613,670
Sewer	-	2,796,333	-	2,566,597	2,796,333	2,566,597
Electric	-	6,656,949	-	6,268,816	6,656,949	6,268,816
Gas	-	2,071,224	-	1,474,830	2,071,224	1,474,830
Refuse	<u>-</u>	<u>412,589</u>	<u>-</u>	<u>335,297</u>	<u>412,589</u>	<u>335,297</u>
Total expenses	<u>19,128,847</u>	<u>13,787,846</u>	<u>20,074,477</u>	<u>12,259,210</u>	<u>32,916,693</u>	<u>32,333,687</u>
Change in net position	5,816,373	4,181,023	466,674	3,638,698	9,997,396	4,105,372
Net position at beginning of year	<u>69,059,949</u>	<u>39,505,259</u>	<u>68,593,275</u>	<u>35,866,561</u>	<u>108,565,208</u>	<u>104,459,836</u>
Net position at end of year	<u>\$ 74,876,322</u>	<u>\$ 43,686,282</u>	<u>\$ 69,059,949</u>	<u>\$ 39,505,259</u>	<u>\$ 118,562,604</u>	<u>\$ 108,565,208</u>

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

Governmental Activities

Governmental activities net position increased \$5,816,373 in 2022.

Charges for services and sales increased \$280,589, or 16.53%, primarily in the area supporting leisure time activity. The state and federal government contributed to the City a total of \$584,473 in operating grants and contributions and \$2,017,910 in capital grants and contributions. Capital grants and contributions increased \$135,089 from 2021 due to an increase in contributed capital. These revenues are restricted to a particular program or purpose. Operating grants and contributions decreased \$106,139, or 15.37%, from the prior year, primarily due to the City receiving less contributions relating to TIF bonds.

General revenues totaled \$20,365,165 and amounted to 81.64% of total governmental revenues. These revenues primarily consist of income tax revenues of \$14,342,418. The other primary sources of general revenues are grants and entitlements not restricted to specific programs, including local government and local government revenue assistance, making up \$3,394,166 and other local taxes of \$408,633. Municipal income tax revenue increased due to more collections in 2022.

General government expenses totaled \$1,910,723. General government expenses were partially funded by \$1,230,486 in direct charges to users of the services and \$10 in operating grants and contributions. General government expenses decreased primarily due to a decrease in expenses related to prior year litigation.

Security of persons and property, which primarily supports the operation of police services, accounted for \$3,337,350 or 17.45% of the total expenses of the City. Security of persons and property expenses were partially funded by \$59,194 in direct charges to users of the services and \$85,023 in operating grants and contributions.

Transportation expenses increased \$112,837, due to increased maintenance expenses. Transportation expenses were offset by \$499,440 in operating grants and contributions and \$2,017,910 in capital grants and contributions.

Community environment expenses decreased \$501,449 due to decreased due to less costs associated with other contractual agreements.

Leisure time activity expenses increased \$742,752 due to the City opening parks and various activities that were closed due to the COVID-19 pandemic. Leisure time activity expenses were partially offset by \$687,992 in direct charges to users of the services.

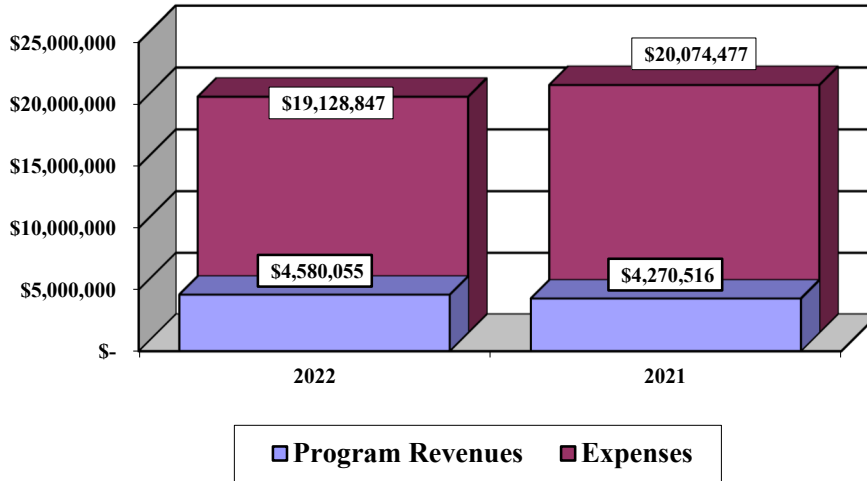
Interest and fiscal charges decreased \$74,755 from 2022 primarily due to no new bonds being issued and the City paying down its debt obligations.

CITY OF OBETZ, OHIO

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

The graph below shows program revenues and total expenses for 2022 and 2021:

Governmental Activities - Program Revenues vs. Total Expenses



The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. As can be seen in the graph below, the City is highly dependent upon general revenues (primarily property and income taxes as well as unrestricted grants and entitlements) to support its governmental activities as program revenues are not sufficient to cover total governmental expenses for 2022.

Governmental Activities

	Total Cost of Services 2022	Net Cost of Services 2022	Total Cost of Services 2021	Net Cost of Services 2021
Program expenses:				
General government	\$ 1,910,723	\$ 680,227	\$ 3,345,822	\$ 2,225,770
Security of persons and property	3,337,350	3,193,133	3,068,263	3,050,914
Public health	63,194	63,194	122,197	122,197
Transportation	4,615,108	2,097,758	4,502,271	2,121,302
Community environment	3,840,825	3,840,825	4,342,274	4,342,274
Leisure time activity	4,048,245	3,360,253	3,305,493	2,744,443
Interest and fiscal charges	<u>1,313,402</u>	<u>1,313,402</u>	<u>1,388,157</u>	<u>1,197,061</u>
Total	<u>\$ 19,128,847</u>	<u>\$ 14,548,792</u>	<u>\$ 20,074,477</u>	<u>\$ 15,803,961</u>

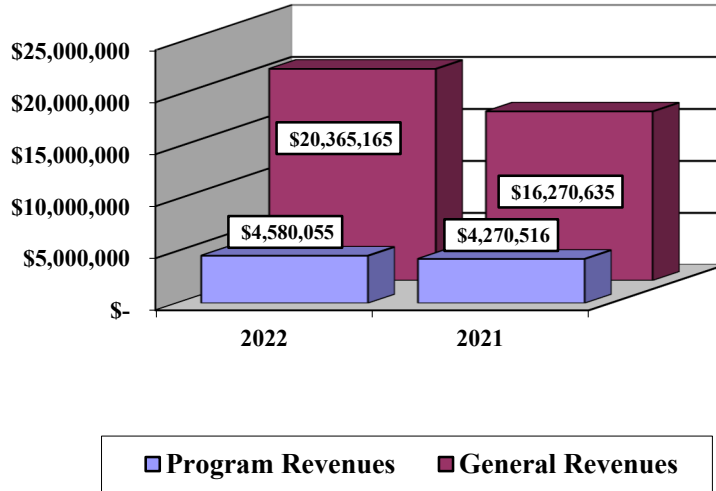
The dependence upon general revenues for governmental activities is apparent, with 76.06% of expenses supported through taxes and other general revenues, a slight decrease from 81.05% for 2021.

CITY OF OBETZ, OHIO

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

The graph below illustrates the City’s program revenues versus general revenues for 2022 and 2021.

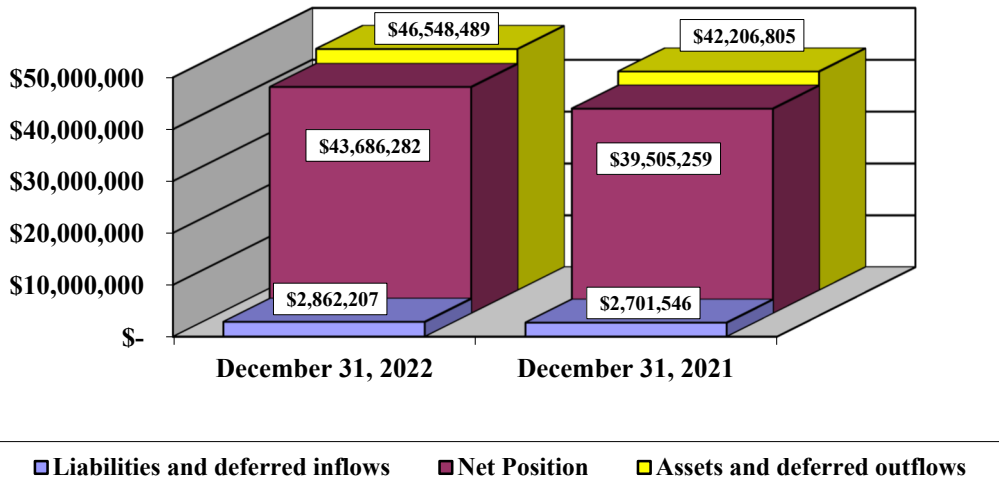
Governmental Activities - General and Program Revenues



Business-Type Activities

Business-type activities include the water, sewer, electric, gas, and refuse operations. These programs had program revenues of \$17,968,746 and expenses of \$13,787,846 in 2022. The graph below shows the business-type activities assets, liabilities and net position at year-end.

Net Position in Business – Type Activities



Charges for services and sales for the business-type activities increased \$1,929,806 or 14.57%, from the prior year. Charges for services and sales for water, sewer, electric, gas, and refuse operations were sufficient to cover expenses of those operations. Capital grants and contributions increased from the prior year primarily due to capital contributions received by water, sewer, electric, and gas operations. Overall expenses of the business-type activities increased \$1,528,636, or 12.47%, primarily due to electric and gas operations.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The City's governmental funds (as presented on the Balance Sheet on pages 42-43) reported a combined fund balance of \$21,305,703, which is \$4,691,204 more than last year's balance of \$16,614,499.

The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2022 and 2021 for all major and nonmajor governmental funds.

	Fund Balances <u>12/31/22</u>	Fund Balances <u>12/31/21</u>	Increase (Decrease)
Major Funds:			
General	\$ 12,384,448	\$ 8,326,269	\$ 4,058,179
General Obligation Debt Service	978,918	998,891	(19,973)
Toy Road TIF	599,112	158	598,954
Nonmajor Governmental Funds	<u>7,343,225</u>	<u>7,289,181</u>	<u>54,044</u>
Total	<u>\$ 21,305,703</u>	<u>\$ 16,614,499</u>	<u>\$ 4,691,204</u>

General Fund

The City's General Fund balance increased \$4,058,179. The table that follows assists in illustrating the revenues of the General Fund.

	<u>2022</u> <u>Amount</u>	<u>2021</u> <u>Amount</u>	Percentage <u>Change</u>
<u>Revenues</u>			
Taxes	\$ 12,216,717	\$ 9,842,169	24.13 %
Charges for services	938,184	903,996	3.78 %
Fees, licenses and permits	885,843	721,841	22.72 %
Fines and forfeitures	42,911	39,441	8.80 %
Intergovernmental	3,344,475	3,004,815	11.30 %
Investment income	440,310	30,108	1,362.44 %
Other	<u>227,225</u>	<u>311,023</u>	(26.94) %
Total	<u>\$ 18,095,665</u>	<u>\$ 14,853,393</u>	21.83 %

CITY OF OBETZ, OHIO

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Tax revenue represents 67.51% of all General Fund revenue. Tax revenue includes income taxes, property taxes and other local taxes. Income tax revenue increased due to increased collections during 2022. Charges for services increased due to the City hosting more events resulting in more rental income and concession sales at Fortress Obetz. Fees, licenses and permits revenue increased primarily due to an increase in building permit revenue. Fines and forfeitures revenue increased due to higher court costs and fines. Intergovernmental revenue increased due to more local government funds distributed. Investment income increased as interest rates began to rise. Other revenues decreased due to a decrease in refunds and reimbursements.

The table that follows assists in illustrating the expenditures of the General Fund.

	2022 <u>Amount</u>	2021 <u>Amount</u>	Percentage <u>Change</u>
<u>Expenditures</u>			
General government	\$ 2,106,066	\$ 3,525,243	(40.26) %
Security of persons and property	3,090,663	2,750,497	12.37 %
Public health	62,320	53,553	16.37 %
Transportation	586,144	541,094	8.33 %
Community environment	3,982,148	4,622,542	(13.85) %
Leisure time activity	2,911,848	2,466,163	18.07 %
Capital outlay	1,296,338	1,725,050	(24.85) %
Debt service	<u>1,959</u>	<u>1,958</u>	0.05 %
Total	<u>\$ 14,037,486</u>	<u>\$ 15,686,100</u>	(10.51) %

The City decreased total expenditures by 10.51%. The most significant changes from the prior year were in the areas of general government, leisure time activity, and capital outlay. General government expenditures decreased due to the City not having a property tax lawsuit in 2022. Leisure time activity expenditures increased due to the City hosting more events and activities compared to the prior year. Capital outlay decreased as there were less expenditures on projects during 2022. Security of persons and property increased due to increased wages of police officers. Community environment expenditures decreased due to less costs associated with other contractual agreements. Transportation increased primarily due to increased expenditures related to street maintenance and repair.

General Obligation Debt Service Fund

The General Obligation Debt Service Fund had revenues of \$1,080,000 in 2022. The expenditures of the General Obligation Debt Service Fund totaled \$1,099,973 in 2022. During 2022, fund balance decreased \$19,973 from \$998,891 at December 31, 2021 to \$978,918 at December 31, 2022.

Toy Road TIF Fund

The Toy Road TIF Fund had revenues of \$958,447 and expenditures of \$359,493. Fund balance at December 31, 2022 increased \$598,954 from a balance of \$158 to \$599,112 as the City received more TIF revenue in 2022.

Proprietary Funds

The City’s enterprise funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The City has five major enterprise funds: the Water Fund, Sewer Fund, Electric Fund, Gas Fund, and Refuse Fund.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

Water Fund

The Water Fund had operating revenues of \$2,566,056 in 2022. Operating revenues increased primarily due to an increase in tap fees received in 2022. The operating expenses of the Water Fund totaled \$1,850,751 in 2022 which represents an increase of \$237,081, primarily in the purchase of water. The Water Fund received \$1,704,288 in capital contributions related to waterline installations. These factors led to an increase in the net position for the Water Fund of \$2,419,593 or 19.18%.

Sewer Fund

The Sewer Fund had operating revenues of \$2,583,524 in 2022. Operating revenues increased primarily due to an increase in tap-in fees received in 2022 for the sewer lines. The operating expenses of the Sewer Fund totaled \$2,796,333 in 2022 which is an increase of \$229,736 from 2021, primarily due to more contract services expenses related to services provided by Columbus. The Sewer Fund received \$706,903 in capital contributions related to donated sewer lines. These factors led to an increase in the net position for the Sewer Fund of \$494,094 or 3.82%.

Electric Fund

The Electric Fund had operating revenues of \$7,489,164 in 2022 which was \$706,194 more than 2021 due to increased electricity usage in the City. The operating expenses of the Electric Fund totaled \$6,656,949 in 2022 which is an increase of \$388,133 from 2021. The increase in operating expenses was primarily in the area of contract services due to the increased purchase of electricity. The Electric Fund received \$214,766 in capital contributions in 2022. These factors led to an increase in net position for the Electric Fund of \$1,046,981 or 9.48%.

Gas Fund

The Gas Fund had operating revenues of \$2,099,669 in 2022, which was an increase of \$797,075 from the prior year. This increase was caused by increased usage during the winter months. The operating expenses of the Gas Fund totaled \$2,071,224 in 2022. The operating expenses of the Gas Fund increased \$596,394, primarily in the area of contract services caused by the increased purchase of natural gas. The Gas Fund received \$170,700 in capital contributions in 2022. These factors led to an increase in the net position for the Gas Fund of \$199,145 or 7.41%.

Refuse Fund

The Refuse Fund had operating revenues of \$433,799 in 2022, which was an increase of \$78,924. Operating revenues increased due to increased revenues generated from services. The operating expenses of the Refuse Fund totaled \$412,589 in 2022. Operating expenses increased \$77,292 in the area of contract services due to an increase in the service contract with Waste Management. These factors led to an increase in the net position for the Refuse Fund of \$21,210 or 9.99%.

General Fund Budgeting Highlights

The City's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the City's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the City's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly. Advances in and advances out are not required to be budgeted.

Budgetary information is presented for the General Fund. In the General Fund, the actual revenues and other financing sources came in \$1,528,455 higher than they were in the final budget, primarily due to increased revenues received from fees, licenses, and permits caused by increased building permits. Budgeted revenues increased slightly from the original budget to the final budget.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

In the General Fund, actual expenditures were \$5,266,483 less than the amount in the final budget due to conservative budgeting practices. Actual expenditures for general government saw the largest variance coming in \$3,239,980 less than the final budget due to no property tax refund during 2022. Leisure time activity expenditures were \$708,204 less than the final budget due to the City canceling many events and activities due to the COVID-19 Pandemic. Budgeted expenditures were increased \$3,602,543 from the original to the final budget. The increase in the budget was in most functional areas of the City and resulted from the City's conservative budgeting practices. The largest increase from the original budget to final budget was in municipal income taxes. The City had higher income tax collections during 2022.

Capital Assets and Debt Administration

Capital Assets

At the end of 2022, the City had \$127,248,142 (net of accumulated depreciation) invested in land, rights of way, construction in progress, buildings, improvements other than buildings, infrastructure, equipment, intangible right to use equipment, and vehicles. Of this total, \$98,874,296 was reported in governmental activities and \$28,373,846 was reported in business-type activities. See Note 9 for further description of capital assets. The following table shows December 31, 2022 balances compared to December 31, 2021. The capital assets at December 31, 2021 have been restated as described in Note 3.

**Capital Assets at December 31, 2022
(Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2022	Restated 2021	2022	2021	2022	Restated 2021
Land	\$ 20,027,635	\$ 19,227,635	\$ 18,090	\$ 18,090	\$ 20,045,725	\$ 19,245,725
Rights of way	4,339,994	4,339,994	-	-	4,339,994	4,339,994
Construction in progress	383,570	377,560	-	-	383,570	377,560
Buildings	28,342,963	28,820,848	352,179	156,948	28,695,142	28,977,796
Improvements other than buildings	7,148,413	7,297,175	-	-	7,148,413	7,297,175
Infrastructure	36,210,068	37,754,177	25,714,687	22,513,552	61,924,755	60,267,729
Equipment	1,791,932	2,026,403	2,221,377	2,104,955	4,013,309	4,131,358
Vehicles	627,123	840,789	67,513	83,101	694,636	923,890
<i>Intangible right to use:</i>						
Equipment	2,598	4,329	-	-	2,598	4,329
Totals	\$ 98,874,296	\$ 100,688,910	\$ 28,373,846	\$ 24,876,646	\$ 127,248,142	\$ 125,565,556

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2022

The City's governmental activities infrastructure is the largest capital assets category. The net book value of the City's infrastructure represents approximately 36.62% of the City's total governmental capital assets.

The City's largest business-type capital assets category is infrastructure, which includes water, sewer, electric and gas lines. These items play a vital role in the income producing ability of the business-type activities. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 90.63% of the City's total business-type capital assets.

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2022 and 2021. The outstanding debt at June 30, 2021 has been restated as described in Note 3.

	<u>Governmental Activities</u>	
	<u>2022</u>	<u>Restated 2021</u>
General obligation bonds	\$ 8,490,000	\$ 9,280,000
TIF revenue bonds	3,550,000	3,760,000
Income tax revenue bonds	25,440,000	26,640,000
Unamortized premium	2,490,582	2,664,808
OPWC loans	193,016	216,124
Net pension liability	4,794,757	5,653,286
Net OPEB liability	592,686	555,301
Lease payable	3,572	5,305
Compensated absences	392,468	354,243
Total long-term obligations	<u>\$ 45,947,081</u>	<u>\$ 49,129,067</u>
	<u>Business-type Activities</u>	
	<u>2022</u>	<u>2021</u>
Net pension liability	\$ 347,499	\$ 520,895
Compensated absences	51,184	60,234
Total long-term obligations	<u>\$ 398,683</u>	<u>\$ 581,129</u>

Further detail on the City's long-term obligations can be found in Note 14 to the financial statements.

CITY OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2022

Economic Conditions and Outlook

As of 2023, Obetz continues to leverage its strong base of private employers, focusing on attracting and retaining those with robust foundations. Benefiting from a concentration of industries that showed resilience throughout the COVID-19 pandemic, Obetz has maintained an advantage over many other local governments that rely primarily on income tax funding. The City's economy remains robust, with a significant development project named Buckstone underway, featuring commercial and public space on an 800-acre site, including housing and a public park.

However, the economy faces challenges from broader macroeconomic conditions. High inflation, tightening financial conditions due to rising interest rates, and a labor market that remains extremely tight are potential headwinds that could affect the Obetz economy over the next three to five years. Despite these challenges, the City remains proactive in its efforts to attract new businesses and support the expansion of existing ones, offering various local programs and incentives, such as the Community Reinvestment Area program and Tax Increment Financing Districts.

The City of Obetz, home to approximately 5,600 people, boasts a workforce of an estimated 12,800 resident employees and hosts over 300 employers. Income taxes, the primary driver of the City's General Fund, have been positively impacted by Obetz' growing and diverse workforce, significantly enhancing its financial position over the past two decades. However, competition from other regional locations offering rich abatements may pose challenges to Obetz' ability to attract and retain income tax drivers.

The Obetz team remains committed to increasing employment opportunities and enhancing the economic wellbeing of the City's residents. Major development corridors, such as the well-known E-commerce parks, Alum Creek Retail Corridor, and the Downtown Expansion project, continue to be a focus of the City's development efforts. Interest in the Alum Creek Retail Corridor has increased, spurred by diverse anchors such as Vance Outdoors and OhioHealth's standalone emergency medical facility.

Obetz continues to expand its economic development strategy, anticipating the addition of nearly 1,000 new living units including single-family homes by Pulte, market-rate apartments by JBM/Daimler, the Buckstone mixed-use development, and the expansion of the Bixby Grove residential development.

While the economic outlook for Obetz appears to be stable, it is subject to larger federal policy decisions and challenges. The City anticipates that its expanding economic offerings will help to modestly offset any potential losses in the near term and replace those losses in the long-term. Given the overall U.S. economic environment in 2023, conservative estimates of anticipated revenues and expenditures are deemed necessary.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information please contact: M. Matthew Cramblit, Finance Director, 4175 Alum Creek Drive, Obetz, Ohio 43207 or email at mcramblit@obetz.oh.us.

CITY OF OBETZ, OHIO

STATEMENT OF NET POSITION
DECEMBER 31, 2022

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 20,072,902	\$ 14,585,226	\$ 34,658,128
Cash with fiscal agent	116,494	-	116,494
Cash with bond trustee	1,830,604	-	1,830,604
Receivables:			
Municipal income taxes	2,309,725	-	2,309,725
Property taxes	368,939	-	368,939
Payments in lieu of taxes	669,648	-	669,648
Other local taxes	6,819	-	6,819
Accounts	21,313	3,161,702	3,183,015
Due from other governments	1,391,670	-	1,391,670
Lease receivable	24,893	-	24,893
Prepayments	46,570	7,389	53,959
Net pension asset	56,030	13,744	69,774
Net OPEB asset	510,428	125,212	635,640
Capital assets:			
Nondepreciable capital assets	24,751,199	18,090	24,769,289
Depreciable capital assets, net	74,123,097	28,355,756	102,478,853
Total assets	<u>126,300,331</u>	<u>46,267,119</u>	<u>172,567,450</u>
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	20,169	-	20,169
Pension	2,304,551	268,951	2,573,502
OPEB	373,906	12,419	386,325
Total deferred outflows of resources	<u>2,698,626</u>	<u>281,370</u>	<u>2,979,996</u>
Liabilities:			
Accounts payable	939,715	1,096,774	2,036,489
Accrued wages and benefits payable	74,119	9,904	84,023
Due to other governments	1,668,958	795,478	2,464,436
Accrued interest payable	123,690	-	123,690
Unearned revenue	553,362	-	553,362
Long-term liabilities:			
Due within one year	2,101,527	14,490	2,116,017
Due in more than one year:			
Net pension liability	4,794,757	347,499	5,142,256
Net OPEB liability	592,686	-	592,686
Other amounts due in more than one year	38,458,111	36,694	38,494,805
Total liabilities	<u>49,306,925</u>	<u>2,300,839</u>	<u>51,607,764</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	360,219	-	360,219
Payments in lieu of taxes levied for the next fiscal year	669,648	-	669,648
Leases	24,162	-	24,162
Pension	2,978,562	428,272	3,406,834
OPEB	783,119	133,096	916,215
Total deferred inflows of resources	<u>4,815,710</u>	<u>561,368</u>	<u>5,377,078</u>
Net position:			
Net investment in capital assets	61,007,839	28,373,846	89,381,685
Restricted for:			
Debt service	2,502,072	-	2,502,072
Capital projects	2,173,398	-	2,173,398
Street construction, maintenance and repair	1,927,347	-	1,927,347
Police operations	43,771	-	43,771
Economic development programs	10,005	-	10,005
Court operations	99,746	-	99,746
Park improvements	6,994	-	6,994
Other purposes	78,181	-	78,181
Unrestricted	7,026,969	15,312,436	22,339,405
Total net position	<u>\$ 74,876,322</u>	<u>\$ 43,686,282</u>	<u>\$ 118,562,604</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF OBETZ, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
General government	\$ 1,910,723	\$ 1,230,486	\$ 10	\$ -
Security of persons and property	3,337,350	59,194	85,023	-
Public health	63,194	-	-	-
Transportation	4,615,108	-	499,440	2,017,910
Community environment	3,840,825	-	-	-
Leisure time activity	4,048,245	687,992	-	-
Interest and fiscal charges	1,313,402	-	-	-
Total governmental activities	<u>19,128,847</u>	<u>1,977,672</u>	<u>584,473</u>	<u>2,017,910</u>
Business-type activities:				
Water	1,850,751	2,566,012	-	1,704,288
Sewer	2,796,333	2,583,499	-	706,903
Electric	6,656,949	7,489,135	-	214,766
Gas	2,071,224	2,099,644	-	170,700
Refuse	412,589	433,799	-	-
Total business-type activities	<u>13,787,846</u>	<u>15,172,089</u>	<u>-</u>	<u>2,796,657</u>
Total primary government	<u>\$ 32,916,693</u>	<u>\$ 17,149,761</u>	<u>\$ 584,473</u>	<u>\$ 4,814,567</u>

General revenues:

- Property taxes levied for:
 - General purposes
- Municipal income taxes levied for:
 - General purposes
 - Police enforcement
 - Debt service
- Other local taxes
- Payments in lieu of taxes
- Grants and entitlements not restricted to specific programs
- Investment earnings
- Miscellaneous

Total general revenues

Change in net position

Net position at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue
and Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (680,227)	\$ -	\$ (680,227)
(3,193,133)	-	(3,193,133)
(63,194)	-	(63,194)
(2,097,758)	-	(2,097,758)
(3,840,825)	-	(3,840,825)
(3,360,253)	-	(3,360,253)
(1,313,402)	-	(1,313,402)
<u>(14,548,792)</u>	<u>-</u>	<u>(14,548,792)</u>
-	2,419,549	2,419,549
-	494,069	494,069
-	1,046,952	1,046,952
-	199,120	199,120
-	21,210	21,210
<u>-</u>	<u>4,180,900</u>	<u>4,180,900</u>
<u>(14,548,792)</u>	<u>4,180,900</u>	<u>(10,367,892)</u>
343,534	-	343,534
8,492,645	-	8,492,645
2,654,773	-	2,654,773
3,195,000	-	3,195,000
408,633	-	408,633
1,213,143	-	1,213,143
3,394,166	-	3,394,166
440,310	-	440,310
222,961	123	223,084
<u>20,365,165</u>	<u>123</u>	<u>20,365,288</u>
5,816,373	4,181,023	9,997,396
69,059,949	39,505,259	108,565,208
<u>\$ 74,876,322</u>	<u>\$ 43,686,282</u>	<u>\$ 118,562,604</u>

CITY OF OBETZ, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	<u>General</u>	<u>General Obligation Debt Service</u>	<u>Toy Road TIF</u>	<u>Nonmajor Governmental Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 12,838,379	\$ 888,918	\$ 97,547	\$ 6,245,036
Cash with fiscal agent	-	-	-	116,494
Receivables:				
Municipal income taxes	2,029,725	90,000	-	190,000
Property taxes	368,939	-	-	-
Payments in lieu of taxes	-	-	576,692	92,956
Other local taxes	6,819	-	-	-
Accounts	21,313	-	-	-
Due from other governments	1,155,137	-	-	236,533
Lease receivable	24,893	-	-	-
Prepayments	45,867	-	-	703
Restricted assets:				
Equity in pooled cash and cash equivalents	3,022	-	-	-
Cash with bond trustee	-	-	501,565	1,329,039
Total assets	\$ 16,494,094	\$ 978,918	\$ 1,175,804	\$ 8,210,761
Liabilities:				
Accounts payable	\$ 922,938	\$ -	\$ -	\$ 16,777
Accrued wages and benefits payable	72,590	-	-	1,529
Due to other governments	1,668,896	-	-	62
Unearned revenue	-	-	-	553,362
Total liabilities	2,664,424	-	-	571,730
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	360,219	-	-	-
Payments in lieu of taxes levied for the next fiscal year	-	-	576,692	92,956
Delinquent property tax revenue not available	8,720	-	-	-
Lease revenue not available	24,162	-	-	-
Miscellaneous revenue not available	28,314	-	-	-
Income tax revenue not available	151,123	-	-	-
Fees, licenses and permits revenue not available	6,493	-	-	-
Intergovernmental revenue not available	866,191	-	-	202,850
Total deferred inflows of resources	1,445,222	-	576,692	295,806
Fund balances:				
Nonspendable	45,867	-	-	703
Restricted	-	-	599,112	6,961,907
Committed	-	978,918	-	380,615
Assigned	922,336	-	-	-
Unassigned	11,416,245	-	-	-
Total fund balances	12,384,448	978,918	599,112	7,343,225
Total liabilities, deferred inflows of resources and fund balances	\$ 16,494,094	\$ 978,918	\$ 1,175,804	\$ 8,210,761

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Total
Governmental
Funds**

\$ 20,069,880
116,494

2,309,725
368,939
669,648
6,819
21,313
1,391,670
24,893
46,570

3,022
1,830,604

\$ 26,859,577

\$ 939,715
74,119
1,668,958
553,362

3,236,154

360,219

669,648
8,720
24,162
28,314
151,123
6,493

1,069,041

2,317,720

46,570
7,561,019
1,359,533
922,336
11,416,245

21,305,703

\$ 26,859,577

CITY OF OBETZ, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2022

Total governmental fund balances		\$	21,305,703
<i>Amounts reported for governmental activities on 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.			98,874,296
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Municipal income taxes receivable	\$	151,123	
Delinquent property taxes receivable		8,720	
Accounts receivable		34,807	
Intergovernmental receivable		1,069,041	
Total		1,069,041	1,263,691
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(123,690)
Unamortized deferred amounts on refundings are not recognized in the governmental funds.			20,169
Unamortized premiums on bond issuances are not recognized in the funds.			(2,490,582)
The net pension liability and net pension asset are not due in the current period; therefore, the liability, asset and related deferred inflows/outflows are not reported in the governmental funds:			
Deferred outflows of resources - pension		2,304,551	
Deferred inflows of resources - pension		(2,978,562)	
Net pension asset		56,030	
Net pension liability		(4,794,757)	
Total		(4,794,757)	(5,412,738)
The net OPEB liability and net OPEB asset are not due in the current period; therefore, the liability, asset and related deferred inflows/outflows are not reported in the governmental funds:			
Deferred outflows of resources		373,906	
Deferred inflows of resources		(783,119)	
Net OPEB asset		510,428	
Net OPEB liability		(592,686)	
Total		(592,686)	(491,471)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(392,468)	
OPWC loans payable		(193,016)	
Lease payable		(3,572)	
General obligation bonds payable		(8,490,000)	
Revenue bonds payable		(28,990,000)	
Total		(28,990,000)	(38,069,056)
Net position of governmental activities		\$	74,876,322

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	General	General Obligation Debt Service	Toy Road TIF	Nonmajor Governmental Funds
Revenues:				
Municipal income taxes	\$ 11,511,623	\$ 1,080,000	\$ -	\$ 2,115,000
Property taxes	343,131	-	-	-
Payments in lieu of taxes	-	-	958,447	254,696
Other local taxes	361,963	-	-	46,670
Charges for services	938,184	-	-	-
Fees, licenses and permits	885,843	-	-	113,500
Fines and forfeitures	42,911	-	-	5,107
Intergovernmental	3,344,475	-	-	563,710
Investment income	440,310	-	-	17,840
Other	227,225	-	-	11
Total revenues	18,095,665	1,080,000	958,447	3,116,534
Expenditures:				
Current:				
General government	2,106,066	-	10,467	15,336
Security of persons and property	3,090,663	-	-	-
Public health	62,320	-	-	874
Transportation	586,144	-	-	318,479
Community environment	3,982,148	-	-	-
Leisure time activity	2,911,848	-	-	-
Capital outlay	1,296,338	-	-	468,812
Debt service:				
Principal retirement	1,733	813,108	210,000	1,200,000
Interest and fiscal charges	226	286,865	139,026	1,058,989
Total expenditures	14,037,486	1,099,973	359,493	3,062,490
Net change in fund balances	4,058,179	(19,973)	598,954	54,044
Fund balances at beginning of year	8,326,269	998,891	158	7,289,181
Fund balances at end of year	\$ 12,384,448	\$ 978,918	\$ 599,112	\$ 7,343,225

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Total
Governmental
Funds**

\$ 14,706,623
343,131
1,213,143
408,633
938,184
999,343
48,018
3,908,185
458,150
227,236

23,250,646

2,131,869
3,090,663
63,194
904,623
3,982,148
2,911,848
1,765,150

2,224,841
1,485,106

18,559,442

4,691,204

16,614,499

\$ 21,305,703

CITY OF OBETZ, 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, 2022

Net change in fund balances - total governmental funds	\$	4,691,204
<i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>		
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/amortization expense. This is the amount by which depreciation/amortization expense exceed capital outlays in the current period.		
Capital assets additions	\$ 3,834,340	
Current year depreciation/amortization	<u>(5,647,350)</u>	
Total		(1,813,010)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(1,604)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds:		
Municipal income tax revenue	(364,205)	
Delinquent property tax revenue	403	
Intergovernmental revenues	48,509	
Fees, licenses and permits revenue	(904)	
Charges for services	<u>(7,139)</u>	
Total		(323,336)
Repayment of principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities on the Statement of Net Position.		
General obligation bonds payable	790,000	
TIF revenue bonds payable	210,000	
Income tax revenue bonds payable	1,200,000	
Capital lease obligation	1,733	
OPWC loans payable	<u>23,108</u>	
Total		2,224,841
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		
Amortization of deferred amounts on refunding	(2,522)	
Amortization of bond premiums	<u>174,226</u>	
Total		171,704
Contractually required pension/OPEB contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.		
Pension		818,231
OPEB		13,543
Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability and net OPEB asset/liability are reported as pension/OPEB expense in the Statement of Activities.		
Pension		(297,248)
OPEB		370,273
Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		<u>(38,225)</u>
Change in net position of governmental activities	\$	<u>5,816,373</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF OBETZ, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal income taxes	\$ 8,180,342	\$ 10,184,502	\$ 10,093,867	\$ (90,635)
Property taxes	305,599	380,470	343,131	(37,339)
Other local taxes	253,013	315,000	361,963	46,963
Charges for services	627,311	781,000	1,002,578	221,578
Fees, licenses and permits	461,848	575,000	888,407	313,407
Fines and forfeitures	28,916	36,000	40,411	4,411
Intergovernmental	2,370,124	2,950,797	3,308,257	357,460
Investment income	24,096	30,000	439,426	409,426
Other	-	-	214,425	214,425
Total revenues	<u>12,251,249</u>	<u>15,252,769</u>	<u>16,692,465</u>	<u>1,439,696</u>
Expenditures:				
Current:				
General government	2,704,356	5,621,773	2,381,793	3,239,980
Security of persons and property	3,218,021	3,442,076	3,259,086	182,990
Public health	60,600	63,000	62,320	680
Transportation	654,094	675,117	608,824	66,293
Community environment	4,866,182	4,892,600	4,168,646	723,954
Leisure time activity	3,393,743	3,804,973	3,096,769	708,204
Capital outlay	2,484,435	2,484,435	2,064,094	420,341
Total expenditures	<u>17,381,431</u>	<u>20,983,974</u>	<u>15,641,532</u>	<u>5,342,442</u>
Excess (deficiency) of expenditures over (under) revenues	(5,130,182)	(5,731,205)	1,050,933	6,782,138
Other financing sources (uses):				
Sale of capital assets	-	-	12,800	12,800
Advances in	-	-	75,959	75,959
Advances out	-	-	(75,959)	(75,959)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>12,800</u>	<u>12,800</u>
Net change in fund balance	(5,130,182)	(5,731,205)	1,063,733	6,794,938
Fund balance at beginning of year	8,837,676	8,837,676	8,837,676	-
Prior year encumbrances appropriated	<u>1,112,282</u>	<u>1,112,282</u>	<u>1,112,282</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,819,776</u>	<u>\$ 4,218,753</u>	<u>\$ 11,013,691</u>	<u>\$ 6,794,938</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF OBETZ, OHIO

STATEMENT OF FUND NET POSITION
 PROPRIETARY FUNDS
 DECEMBER 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Electric
Assets:			
Current assets:			
Equity in pooled cash and investments	\$ 5,253,584	\$ 2,012,421	\$ 6,271,475
Receivables:			
Accounts	362,122	376,228	1,480,109
Prepayments	2,462	1,625	1,801
Total current assets	5,618,168	2,390,274	7,753,385
Noncurrent assets:			
Net pension asset	4,094	2,725	3,853
Net OPEB asset	37,299	24,824	35,101
Capital assets:			
Land	18,090	-	-
Depreciable capital assets, net	9,848,852	11,714,783	4,956,906
Total noncurrent assets	9,908,335	11,742,332	4,995,860
Total assets	15,526,503	14,132,606	12,749,245
Deferred outflows of resources:			
Pension	77,316	56,922	73,856
OPEB	2,542	2,465	3,128
Total deferred outflows of resources	79,858	59,387	76,984
Liabilities:			
Current liabilities:			
Accounts payable	16,241	5,294	475,912
Accrued wages and benefits payable	3,068	2,158	2,585
Due to other governments	249,363	544,605	886
Compensated absences payable - current	8,340	6,150	-
Total current liabilities	277,012	558,207	479,383
Long-term liabilities:			
Compensated absences payable	21,960	14,734	-
Net pension liability	103,516	68,894	97,415
Total long-term liabilities	125,476	83,628	97,415
Total liabilities	402,488	641,835	576,798
Deferred inflows of resources:			
Pension	128,515	85,435	119,243
OPEB	40,844	27,069	36,266
Total deferred inflows of resources	169,359	112,504	155,509
Net position:			
Net investment in capital assets	9,866,942	11,714,783	4,956,906
Unrestricted	5,167,572	1,722,871	7,137,016
Total net position	\$ 15,034,514	\$ 13,437,654	\$ 12,093,922

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Gas	Refuse	Total
\$ 849,093	\$ 198,653	\$ 14,585,226
871,079	72,164	3,161,702
1,501	-	7,389
<u>1,721,673</u>	<u>270,817</u>	<u>17,754,317</u>
3,072	-	13,744
27,988	-	125,212
-	-	18,090
<u>1,835,215</u>	<u>-</u>	<u>28,355,756</u>
<u>1,866,275</u>	<u>-</u>	<u>28,512,802</u>
<u>3,587,948</u>	<u>270,817</u>	<u>46,267,119</u>
60,857	-	268,951
4,284	-	12,419
<u>65,141</u>	<u>-</u>	<u>281,370</u>
562,129	37,198	1,096,774
2,093	-	9,904
624	-	795,478
-	-	14,490
<u>564,846</u>	<u>37,198</u>	<u>1,916,646</u>
-	-	36,694
<u>77,674</u>	<u>-</u>	<u>347,499</u>
<u>77,674</u>	<u>-</u>	<u>384,193</u>
<u>642,520</u>	<u>37,198</u>	<u>2,300,839</u>
95,079	-	428,272
28,917	-	133,096
<u>123,996</u>	<u>-</u>	<u>561,368</u>
1,835,215	-	28,373,846
<u>1,051,358</u>	<u>233,619</u>	<u>15,312,436</u>
<u>\$ 2,886,573</u>	<u>\$ 233,619</u>	<u>\$ 43,686,282</u>

CITY OF OBETZ, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>
Operating revenues:			
Charges for services	\$ 2,566,012	\$ 2,583,499	\$ 7,489,135
Other	44	25	29
Total operating revenues	<u>2,566,056</u>	<u>2,583,524</u>	<u>7,489,164</u>
Operating expenses:			
Personal services	280,013	192,890	193,679
Contract services	1,253,475	1,969,612	6,341,911
Materials and supplies	87,164	3,345	1,045
Depreciation	230,099	295,641	120,314
Other	-	334,845	-
Total operating expenses	<u>1,850,751</u>	<u>2,796,333</u>	<u>6,656,949</u>
Operating income (loss)	715,305	(212,809)	832,215
Capital contributions	<u>1,704,288</u>	<u>706,903</u>	<u>214,766</u>
Change in net position	2,419,593	494,094	1,046,981
Net position at beginning of year	<u>12,614,921</u>	<u>12,943,560</u>	<u>11,046,941</u>
Net position at end of year	<u>\$ 15,034,514</u>	<u>\$ 13,437,654</u>	<u>\$ 12,093,922</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Gas	Refuse	Total
\$ 2,099,644	\$ 433,799	\$ 15,172,089
25	-	123
<u>2,099,669</u>	<u>433,799</u>	<u>15,172,212</u>
168,907	-	835,489
1,863,880	412,589	11,841,467
-	-	91,554
38,437	-	684,491
-	-	334,845
<u>2,071,224</u>	<u>412,589</u>	<u>13,787,846</u>
28,445	21,210	1,384,366
<u>170,700</u>	<u>-</u>	<u>2,796,657</u>
199,145	21,210	4,181,023
<u>2,687,428</u>	<u>212,409</u>	<u>39,505,259</u>
<u>\$ 2,886,573</u>	<u>\$ 233,619</u>	<u>\$ 43,686,282</u>

CITY OF OBETZ, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Electric
Cash flows from operating activities:			
Cash received from customers	\$ 2,555,040	\$ 2,569,928	\$ 7,286,021
Cash received from other operations	44	25	29
Cash payments for personal services	(349,054)	(237,412)	(241,271)
Cash payments for contract services	(1,235,220)	(1,928,366)	(6,301,835)
Cash payments for materials and supplies	(87,164)	(3,345)	(1,045)
Cash payments for other expenses	-	(423,127)	-
Net cash provided by (used in) operating activities	<u>883,646</u>	<u>(22,297)</u>	<u>741,899</u>
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(1,226,298)	(37,003)	(183,990)
Capital contributions	152,040	-	3,180
Net cash (used in) capital and related financing activities	<u>(1,074,258)</u>	<u>(37,003)</u>	<u>(180,810)</u>
Net increase (decrease) in cash and cash equivalents	(190,612)	(59,300)	561,089
Cash and cash equivalents at beginning of year	<u>5,444,196</u>	<u>2,071,721</u>	<u>5,710,386</u>
Cash and cash equivalents at end of year	<u><u>\$ 5,253,584</u></u>	<u><u>\$ 2,012,421</u></u>	<u><u>\$ 6,271,475</u></u>

Gas	Refuse	Total
\$ 1,927,278	\$ 427,945	\$ 14,766,212
25	-	123
(198,562)	-	(1,026,299)
(1,651,117)	(404,083)	(11,520,621)
-	-	(91,554)
-	-	(423,127)
<u>77,624</u>	<u>23,862</u>	<u>1,704,734</u>
(148,363)	-	(1,595,654)
<u>55,400</u>	<u>-</u>	<u>210,620</u>
<u>(92,963)</u>	<u>-</u>	<u>(1,385,034)</u>
(15,339)	23,862	319,700
<u>864,432</u>	<u>174,791</u>	<u>14,265,526</u>
<u>\$ 849,093</u>	<u>\$ 198,653</u>	<u>\$ 14,585,226</u>

(Continued)

CITY OF OBETZ, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ 715,305	\$ (212,809)	\$ 832,215
Adjustments:			
Depreciation	230,099	295,641	120,314
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
(Increase) in accounts receivable	(10,972)	(13,571)	(203,114)
(Increase) decrease in prepayments	1,394	(1,406)	(1,584)
(Increase) in deferred outflows - pension	(32,965)	(29,330)	(23,905)
Decrease in deferred outflows - OPEB	13,035	7,204	13,935
(Increase) in net pension asset	(1,188)	(914)	(1,083)
(Increase) in net OPEB asset	(18,349)	(13,012)	(17,036)
Increase (decrease) in accounts payable	(7,908)	2,509	40,076
Increase (decrease) in accrued wages and benefits payable	(596)	(153)	182
Increase (decrease) in intergovernmental payable	21,753	(51,687)	(2,205)
(Decrease) in compensated absences payable	(5,579)	(3,471)	-
(Decrease) in net pension liability	(52,355)	(28,264)	(51,176)
Increase in deferred inflows - pension	54,966	39,651	54,233
(Decrease) in deferred inflows - OPEB	(22,994)	(12,685)	(18,953)
Net cash provided by (used in) operating activities	<u>\$ 883,646</u>	<u>\$ (22,297)</u>	<u>\$ 741,899</u>

Non-Cash Transactions:

During 2022, the Water Fund received \$1,552,248 in contributed capital assets.

During 2022, the Sewer Fund received \$706,903 in contributed capital assets.

During 2022, the Electric Fund received \$211,586 in contributed capital assets.

During 2022, the Gas Fund received \$115,300 in contributed capital assets.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Gas</u>	<u>Refuse</u>	<u>Total</u>
\$ 28,445	\$ 21,210	\$ 1,384,366
38,437	-	684,491
(172,366)	(5,854)	(405,877)
(1,278)	-	(2,874)
(12,576)	-	(98,776)
14,486	-	48,660
(848)	-	(4,033)
(13,487)	-	(61,884)
212,763	8,506	255,946
154	-	(413)
(1,972)	-	(34,111)
-	-	(9,050)
(41,601)	-	(173,396)
42,895	-	191,745
(15,428)	-	(70,060)
<u>\$ 77,624</u>	<u>\$ 23,862</u>	<u>\$ 1,704,734</u>

CITY OF OBETZ, OHIO

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2022

	<u>Custodial</u>
Assets:	
Equity in pooled cash and cash equivalents	\$ 418,667
Receivables (net of allowances for uncollectibles):	
Income taxes	410,672
Accounts	<u>2,307</u>
Total assets	<u>831,646</u>
Liabilities:	
Due to other governments	<u>1,608,540</u>
Net position:	
Restricted for individuals, organizations and other governments	<u>\$ (776,894)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF OBETZ, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Custodial
Additions:	
From local sources:	
Licenses, permits and fees for other governments	\$ 12,481
Fines and forfeitures for other governments	20,449
Contributions and donations	1
Income tax collections for other governments	5,335,399
Other custodial fund collections	33,159
Total additions	5,401,489
Deductions:	
Distributions to the State of Ohio	12,506
Distributions as fiscal agent	168,476
Fines and forfeitures distributions to other governments	21,390
Income tax distributions to other governments	5,375,691
Total deductions	5,578,063
Net change in fiduciary net position	(176,574)
Net position beginning of year	(600,320)
Net position end of year	\$ (776,894)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 1 - DESCRIPTION OF THE REPORTING ENTITY

A. The City

The City of Obetz (the “City”) is a charter municipal corporation founded in 1928, with the charter adopted by the electors on November 3, 2009. The City may exercise all powers of home rule granted under Article XVIII, Section 3, of the Ohio Constitution not in conflict with applicable general laws in Ohio.

The City operates under a mayor-council form of government. Legislative power is vested in a six-member council, each elected to four-year terms. The Mayor is elected to a four-year term, serves as the President of the Council, and votes only to break a tie. The City has a full-time Administrator appointed by the Mayor to assist the mayor in the day-to-day operations of the City.

The City is divided into various departments and financial management and control systems. Services provided include police protection, street maintenance and repair, parks and recreation, water, sewer, refuse, gas, and electric utilities, as well as staff support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operation and control of these activities is provided by the City Council through the budgetary process and by the Mayor and City Administrator through administrative and managerial requirements and procedures.

B. Reporting Entity

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading.

The primary government of the City consists of all funds, departments, boards, and agencies that are not legally separate from the City. For the City, this includes all departments and activities that are directly operated by the elected City officials.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization’s Governing Board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization’s resources; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the City has no component units.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City participates in two jointly governed organizations and two public entity shared risk pools. These organizations are the Big Walnut Area Community Improvement Corporation, the Prairie-Obetz Joint Economic Development Zone, the Public Entities Pool of Ohio, and the Central Ohio Health Care Consortium. These organizations are presented in Notes 18 and 19 to the basic financial statements.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (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. Following are the more significant of the City’s accounting policies.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

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

A. Basis of Presentation

The City's basic financial statements consist of government-wide financial statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

The Statement of Net Position presents the financial condition of the governmental and business-type activities of the City at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and business-type activities. 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements

During the year, the City segregates transactions related to certain City 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 City 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. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

B. Fund Accounting

The City 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. The funds of the City are reported in three categories: governmental, proprietary, and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the City 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 purpose 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 and liabilities and deferred inflows of resources is reported as fund balance. The following are the City'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 City for any purpose provided it is expended or transferred according to the general laws of Ohio.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

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

General Obligation Debt Service Fund - This fund accounts for resources that are committed for the payment of principal, interest, and fiscal charges on general obligation debt.

Toy Road TIF Fund - This fund accounts for monies restricted for public infrastructure improvements in the Toy Road area.

The other governmental funds of the City account for grants and other resources whose use is restricted, committed, or assigned for a particular purpose.

Proprietary Funds

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The City's reported proprietary funds are enterprise funds.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

Water Fund - This fund accounts for the provision of water treatment and distribution to residential and commercial users within the City.

Sewer Fund - This fund accounts for the provision of sanitary sewer service to residential and commercial users within the City.

Electric Fund - This fund accounts for the provision of electric service to commercial users within the City.

Gas Fund - This fund accounts for the provision of natural gas service to commercial users within the City.

Refuse Fund - This fund accounts for the provision of refuse services to residential users within the City.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension 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 arrangements that have certain characteristics. The City did not have any trust funds in 2022. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The City's custodial funds account for income tax revenues from the Prairie-Obetz Joint Economic Development Zone, building permit fees, transient fees collected for use by a convention and visitor's bureau, donations for the Community Improvement Corporation, and the activity of the Mayor's Court.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the Statement of Net Position. The Statement of Activities presents increases (e.g., revenues) and decreases (e.g., expenses) in total net position.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

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

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 of resources are generally included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reflects 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 financial statements and the fund financial statements for governmental funds.

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

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds. Fiduciary funds are accounted for on a flow of 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 funds and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows and inflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Measurable means the amount of the transaction can be determined and available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within 31 days after year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, payments in lieu of taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes and payments in lieu of taxes are recognized in the year for which the taxes are levied. Revenue from income taxes is recognized in the year in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the 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 City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

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

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year-end: income taxes, charges for services, fines and forfeitures, state-levied locally shared taxes (including gasoline tax and motor vehicle license tax), grants, and interest.

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will 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. See Notes 11 and 12 for deferred outflows of resources related to net pension liability/asset and net OPEB liability/asset, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources include property taxes, payments in lieu of taxes, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2022, but which were levied to finance 2023 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. Unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The deferred inflow of resources for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease.

See Notes 11 and 12 for deferred inflows of resources related to net pension liability/asset and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position.

Expenses/Expenditures

On the accrual basis, 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 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 ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount City Council may appropriate. The appropriations ordinance is City Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by City Council. The legal level of control has been established by City Council at the object level within each department within each fund for all funds.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time final appropriations were passed by City Council.

The appropriations ordinance 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 appropriations ordinance 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 City Council during the year, including all supplemental appropriations.

F. Cash and Investments

To improve cash management, cash received by the City, except cash held by fiscal agents and bond trustees, is pooled and invested. Individual fund integrity is maintained through City records. Interest in the pool is presented as "Equity in Pooled Cash and Investments".

Cash resources for use on street construction/improvement projects held for the City by the Franklin County Engineer are included on the financial statements as "Cash with Fiscal Agent". At December 31, 2022, the amount held by the Franklin County Engineer was a balance of \$116,494.

Cash resources held by Trustee for repayment of the Series 2016A and 2018 income tax revenue bonds and 2007 TIF Revenue bonds are included on the financial statements as "Cash with Bond Trustee".

During 2022, the City invested in U.S. government money market mutual funds. These investments are reported at fair value which is based on quoted market prices.

During 2022, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of 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 City measures its 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.

For 2022, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Interest earnings are allocated to City funds according to State statutes, City charter, grant requirements, or debt-related restrictions. Interest revenue credited to the General Fund during 2022 was \$440,310 which includes \$282,078 assigned from other City funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

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

G. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Unclaimed monies that have a legal restriction on their use are reported as restricted. The City also has funds held by Huntington National Bank as Trustee for the 2016A and 2018 income tax revenue bonds which are restricted for debt service payments and a debt service reserve.

H. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column on the government-wide Statement of Net Position but are not reported on the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column on the government-wide Statement of Net Position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost which is determined by indexing the replacement cost back to the year of acquisition) and updated for additions and reductions during the year. Donated capital assets are recorded at their acquisition value. The City maintains a capitalization threshold of \$5,000. 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. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land, rights of way, 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 City's historical records of necessary improvements and replacement. The City reports all infrastructure, including those acquired prior to 1980. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings	50 years	50 years
Improvements Other Than Buildings	20 years	N/A
Streets	20 years	N/A
Water, Sewer, Electric and Gas Lines	N/A	50-75 years
Equipment	10-50 years	10-20 years
Intangible Leased Assets	5 years	5 years
Vehicles	3-15 years	10 years

The City is reporting intangible right to use assets related to leased equipment. The intangible assets are being amortized in a systematic and rational manner of the shorter of the lease term or the useful life of the underlying asset.

CITY OF OBETZ, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

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

I. Compensated Absences

Vacation 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 probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end taking into consideration any limits specified in City policies. The City records a liability for accumulated unused sick leave for all employees with 10 or more years of governmental service (including service with the City and prior service years with another governmental organization).

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

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements.

J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the 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, claims and judgements, and compensated absences, that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long-term notes, bonds, and loans are recognized as liabilities on the fund financial statements when due. Net pension/OPEB liability and net pension asset should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

K. Net Position

Net position represents the difference between all other elements on the Statement of Net Position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance 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 its use either through constitutional provisions or enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for other purposes includes unclaimed monies which have legal restrictions on their use. The City'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.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

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

L. Fund Balance

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

Nonspendable - The nonspendable classification includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. The “not in spendable form” includes items that are not expected to be converted to cash.

Restricted - The restricted classification includes amounts restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for purposes specified by the legislation.

Committed - The committed classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of City Council. The committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds, other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. Assigned amounts represent intended uses established by City Council. The City Council has authorized the City Finance Director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. Fund balance is also assigned for any 2022 appropriations in excess of estimated receipts for the General Fund.

Unassigned - Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

CITY OF OBETZ, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

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

M. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the City, these revenues are charges for services for water, sewer, electric, refuse, and natural gas services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

N. Contributions of Capital

Capital contributions on the proprietary fund financial statements arise from outside contributions of capital assets, grants, or outside contributions of resources restricted to capital acquisition and construction. For the governmental activities, capital contributions are reported as a capital grant and contribution on the Statement of Activities.

O. Estimates

The preparation of the financial statements in conformity with GAAP 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.

P. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability and net pension asset, net OPEB asset, 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.

Q. Prepayments

Payments made to vendors for services that benefit future periods are recorded as prepayments in both government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase, and the expenditure is reported in the year in which services are consumed. Governmental fund balance has been presented as nonspendable equal to the balance of the prepayments at year-end.

R. Accounting Gain or Loss on Refunding, Bond Issuance Costs, and Bond Premiums

For bond refunds resulting in the defeasance of the debt reported in the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources or deferred inflow of resources.

S. Bond Issuance Costs and Bond Premiums

On both the government-wide financial statements and the fund financial statements, bond issuance costs are recognized in the period in which these items are incurred.

On the government-wide financial statements, bond premiums are amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds. On the governmental fund financial statements, bond premiums are recognized in the period in which these items are incurred. The reconciliation between the face value of bonds and the amount reported on the Statement of Net Position is presented in Note 14.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For 2022, the City has implemented GASB Statement No. 87, "Leases", GASB Implementation Guide 2019-3, "Leases", GASB Implementation Guide 2020-1, "Implementation Guide Update - 2020", GASB Statement No. 91, "Conduit Debt Obligations", GASB Statement No. 92, "Omnibus 2020", GASB Statement No. 93, "Replacement of Interbank Offered Rates", GASB Statement No. 97, "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32" and certain paragraphs of GASB Statement No. 99, "Omnibus 2022".

GASB Statement No. 87 and GASB Implementation Guide 2019-3 enhance the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

These changes were incorporated in the City's 2022 financial statements. The City recognized \$33,223 in governmental activities in leases receivable at January 1, 2022, due to the implementation of GASB 87; however, this entire amount was offset by deferred inflows of resources for leases.

GASB Implementation Guide 2020-1 provides clarification on issues related to previously established GASB guidance. The implementation of GASB Implementation Guide 2020-1 did not have an effect on the financial statements of the City.

GASB Statement No. 91 provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The implementation of GASB Statement No. 91 did not have an effect on the financial statements of the City.

GASB Statement No. 92 enhances comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The implementation of GASB Statement No. 92 did not have an effect on the financial statements of the City.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

GASB Statement No. 93 establishes accounting and financial reporting requirements related to the replacement of Interbank Offered Rates (IBORs) in hedging derivative instruments and leases. It also identifies appropriate benchmark interest rates for hedging derivative instruments. The implementation of GASB Statement No. 93 did not have an effect on the financial statements of the City.

GASB Statement No. 97 is to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The implementation of GASB Statement No. 97 did not have an effect on the financial statements of the City.

GASB Statement No. 99 is to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The implementation of GASB Statement No. 99 did not have an effect on the financial statements of the City.

B. Deficit Fund Balances

Fund balances at December 31, 2022 included the following individual fund deficits:

<u>Custodial funds</u>	<u>Deficit</u>
JEDZ Income Tax Fund	\$ 818,780

The General Fund is liable for any deficit in this fund and provides transfers when cash is required, not when accruals occur. The deficit fund balance resulted from adjustments for accrued liabilities.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations and changes in fund balances on the basis of GAAP, the budgetary basis as provided by law and described above is based upon accounting for certain transactions on a basis of cash receipts, disbursements, appropriations, and encumbrances (budget basis).

The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with State statute. The major differences between the budget basis and the GAAP basis are revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis) are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrued (GAAP basis);

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis); and
3. In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement for the General Fund (as reported in the fund financial statements) to the budgetary basis statement.

Net Changes in Fund Balance		<u>General Fund</u>
Budget basis		\$ 1,063,733
Net adjustment for revenue accruals		1,403,200
Net adjustment for expenditure accruals		347,661
Net adjustment for other financing sources/(uses)		(12,800)
Encumbrances		<u>1,256,385</u>
GAAP basis		<u>\$ 4,058,179</u>

**Certain funds that are legally budgeted in separate special revenue funds are considered part of the General Fund on a GAAP basis. This includes the Unclaimed Monies Fund.

NOTE 5 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories.

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

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

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

Interim monies held by the City may be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio; and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
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, the State Treasury Asset Reserve of Ohio (STAR Ohio); and
8. Certain bankers' acceptances (for a period not to exceed 180 days) and commercial paper notes (for a period not to exceed 270 days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions 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.

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

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Finance Director or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash on Hand

At year-end, the City had \$1,700 in cash on hand which is included on the financial statements as part of "Equity in Pooled Cash and Investments".

B. Cash with Fiscal Agent

At year-end, the City had \$116,494 on deposit with the Franklin County Treasurer. The data regarding insurance and collateralization can be obtained from the Franklin County Annual Comprehensive Financial Report for the year ended December 31, 2022. This amount is not included in the City's depository balance below.

C. Cash with Bond Trustee

At year-end, the City had \$1,830,604 on deposit with a financial institution for monies set aside for debt service payments and a debt service reserve related to the Series 2016A and 2018 income tax revenue bonds and the 2007 TIF revenue bonds. The amount held by the Trustee is included in the City's depository balance below.

D. Deposits with Financial Institutions

At December 31, 2022, the carrying amount of all City deposits was \$10,496,357 and the bank balance of all City deposits was \$10,489,254. Of the bank balance, \$250,000 was covered by the FDIC, \$5,119,627 was covered by the Ohio Pooled Collateral System (OPCS), and \$5,119,627 was exposed to custodial credit risk.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

Custodial credit risk is the risk that, in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the City's 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 percent of the deposits being secured, or (2) participation in the 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 percent of the deposits being secured or a rate set by the Treasurer of State. For 2022, the City's financial institutions were approved for a reduced collateral rate of 50 percent through the OPCS. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

E. Investments

As of December 31, 2022, the City had the following investments:

Measurement/ Investment Type	Measurement Value	Investment Maturities 6 months or less
<i>Fair Value:</i>		
U.S. Government Money		
Market Mutual Fund	\$ 1,162,631	\$ 1,162,631
<i>Amortized Cost:</i>		
STAR Ohio	<u>25,246,711</u>	<u>25,246,711</u>
Total	<u>\$ 26,409,342</u>	<u>\$ 26,409,342</u>

The weighted average of maturity of investments is one day.

Fair Value Measurements: The City categorizes 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 City's investments in U.S. government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs).

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The investment policy restricts the City from investing in any securities other than those identified in the Ohio Revised Code and that all investments must mature within five years from the date of investment unless they are matched to a specific obligation or debt of the City.

Credit Risk: Standard & Poor's has assigned STAR Ohio and U.S. government money market mutual funds an AAAM money market rating. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy dealing with credit risk beyond the requirements of State statute.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the City Finance Director or qualified trustee.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any single issuer. The following table includes the percentage of each investment type held by the City at December 31, 2022:

Measurement/ Investment Type	Measurement Value	% of Total
<i>Fair Value:</i>		
U.S. Government Money		
Market Mutual Fund	\$ 1,162,631	4.40
<i>Amortized Cost:</i>		
STAR Ohio	25,246,711	95.60
Total	\$ 26,409,342	100.00

F. Reconciliation of Cash and Investments to Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the Statement of Net Position as of December 31, 2022:

<u>Cash and Investments per Note</u>	
Carrying amount of deposits	\$ 10,496,357
Cash on hand	1,700
Cash with fiscal agent	116,494
Investments	26,409,342
Total	\$ 37,023,893
 <u>Cash and Investments per Statement of Net Position</u>	
Governmental activities	\$ 22,020,000
Business-type activities	14,585,226
Custodial funds	418,667
Total	\$ 37,023,893

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 6 - RECEIVABLES

Receivables at December 31, 2022 consisted of municipal income taxes; property taxes; payments in lieu of taxes; other local taxes; accounts (billings for user charged services, including unbilled utility services); leases and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full and will be received within one year, except for municipal income taxes, property taxes, and leases. Municipal income taxes and property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of amounts Due from Other Governments follows:

	<u>Amount</u>
Governmental Activities:	
General Fund	
Local government	\$ 72,065
Homestead and rollback	11,674
Prairie-Obetz JEDZ	1,052,396
Other	<u>19,002</u>
Total General Fund	<u>1,155,137</u>
Nonmajor Fund	
Street Construction, Maintenance and Repair Fund	
Gasoline tax	181,407
Motor vehicle license tax	<u>55,126</u>
Total Nonmajor Fund	<u>236,533</u>
Total Governmental Activities	<u>\$ 1,391,670</u>

Leases Receivable

The City is reporting a lease receivable of \$24,893 in the General Fund. For fiscal year 2022, the City recognized lease revenue of \$9,061, which is reported in charges for services income, and interest revenue of \$884.

The City has entered into a lease agreement for a cell tower with terms as follows:

<u>Purpose</u>	<u>Lease Commencement Date</u>	<u>Years</u>	<u>Lease End Date</u>	<u>Payment Method</u>
Cell Tower	1996	30	2025	Monthly

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 6 - RECEIVABLES - (Continued)

Lease payments will be paid into the General Fund. The following is a schedule of future lease payments under the lease agreements:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 8,865	\$ 627	\$ 9,492
2024	9,427	353	9,780
2025	<u>6,601</u>	<u>75</u>	<u>6,676</u>
Total	<u>\$ 24,893</u>	<u>\$ 1,055</u>	<u>\$ 25,948</u>

NOTE 7 - TAXES

A. Municipal Income Taxes

The City levies a two and one-half percent income tax whose proceeds are placed into the General Fund, the General Obligation Debt Service Fund, the Park Improvement Debt Service Fund (a nonmajor governmental fund), and the Infrastructure Debt Service Fund (a nonmajor governmental fund). Of the two and one-half percent income tax, one-half percent is restricted to support police enforcement operations. The City levies and collects the tax on all income earned within the City as well as on incomes of residents earned outside the City. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Individual taxpayers, whose only income is subject to withholding by employers and the employers file a final return annually, are not required to file a final annual return. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually.

B. Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value 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 revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

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 is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2022 public utility property taxes became a lien December 31, 2021, are levied after October 1, 2022, and are collected in 2023 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 7 - TAXES - (Continued)

The Franklin County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City. The Franklin County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, delinquent tangible personal property taxes and other outstanding delinquencies which are measurable as of December 31, 2022 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow of resources since the current taxes were not levied to finance 2022 operations and the collection of delinquent taxes has been offset by a deferred inflow of resources since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is considered a deferred inflow of resources.

The full tax rate for all City operations for the year ended December 31, 2022 was \$1.70 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2022 property tax receipts were based are as follows:

Real property	\$ 235,909,300
Public utility personal property	<u>6,579,780</u>
Total assessed value	<u>\$ 242,489,080</u>

C. Tax Abatements

As of December 31, 2022, the City provides tax abatements through the Community Reinvestment Area (CRA) program. This program relates to the abatement of property taxes.

CRA - Under the authority of Ohio Revised Code (ORC) Section 3735.67, the CRA 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. CRAs are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing is desired. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

The City has entered into agreements to abate property taxes through this program. During 2022, the City's property tax revenues were reduced as a result of these agreements as follows:

	City
<u>Tax Abatement Program</u>	<u>Taxes Abated</u>
CRA	<u>\$ 264,525</u>

During 2022, the City did not incur a reduction in taxes by agreements entered into by other governments that reduced the City's taxes.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 8 - PAYMENTS IN LIEU OF TAXES (PILOT)

According to State law, the City has entered into agreements with a number of property owners under which the City has granted property tax exemptions to those property owners. The property owners have agreed to make payments to the City which reflect all or a portion of the property taxes which the property owners would have paid if the taxes had not been exempted. The property owners contractually promise to make these payments in lieu of taxes until the agreement expires. The City reports PILOT revenue in the Toy Road TIF Fund and nonmajor governmental funds.

NOTE 9 - CAPITAL ASSETS

A. Governmental Activities

Due to the implementation of GASB Statement No. 87 (see Note 3.A for detail), the City has reported capital assets for the right to use leased equipment which are reflected in the schedule below. Capital assets activity for the year ended December 31, 2022, was as follows:

	Restated Balance 12/31/21	Additions	Disposals	Balance 12/31/22
<u>Governmental Activities:</u>				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 19,227,635	\$ 800,000	\$ -	\$ 20,027,635
Rights of way	4,339,994	-	-	4,339,994
Construction in progress	<u>377,560</u>	<u>6,010</u>	<u>-</u>	<u>383,570</u>
Total capital assets, not being depreciated/amortized	<u>23,945,189</u>	<u>806,010</u>	<u>-</u>	<u>24,751,199</u>
<i>Capital assets, being depreciated/amortized:</i>				
Buildings	33,797,318	200,067	-	33,997,385
Improvements Other Than Buildings	10,016,321	360,580	-	10,376,901
Streets	95,740,957	2,178,624	-	97,919,581
Equipment	4,569,892	239,055	(106,661)	4,702,286
Vehicles	2,456,896	50,004	(103,324)	2,403,576
<i>Intangible right to use:</i>				
Equipment	<u>8,657</u>	<u>-</u>	<u>-</u>	<u>8,657</u>
Total capital assets, being depreciated/amortized	<u>146,590,041</u>	<u>3,028,330</u>	<u>(209,985)</u>	<u>149,408,386</u>
<i>Less: accumulated depreciation/amortization:</i>				
Buildings	(4,976,470)	(677,952)	-	(5,654,422)
Improvements Other Than Buildings	(2,719,146)	(509,342)	-	(3,228,488)
Streets	(57,986,780)	(3,722,733)	-	(61,709,513)
Equipment	(2,543,489)	(471,922)	105,057	(2,910,354)
Vehicles	(1,616,107)	(263,670)	103,324	(1,776,453)
<i>Intangible right to use:</i>				
Equipment	<u>(4,328)</u>	<u>(1,731)</u>	<u>-</u>	<u>(6,059)</u>
Total accumulated depreciation/amortization	<u>(69,846,320)</u>	<u>(5,647,350)</u>	<u>208,381</u>	<u>(75,285,289)</u>
Total capital assets, being depreciated/amortized, net	<u>76,743,721</u>	<u>(2,619,020)</u>	<u>(1,604)</u>	<u>74,123,097</u>
Governmental activities capital assets, net	<u>\$ 100,688,910</u>	<u>\$ (1,813,010)</u>	<u>\$ (1,604)</u>	<u>\$ 98,874,296</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation/amortization expense was charged to governmental functions/programs of the City as follows:

Governmental Activities:

General government	\$ 189,220
Security of persons and property	215,399
Transportation	3,822,103
Community environment	7,318
Leisure time activity	<u>1,413,310</u>
Total depreciation/amortization expense	<u><u>\$ 5,647,350</u></u>

B. Business-Type Activities

Capital assets activity for the year ended December 31, 2022, was as follows:

	Balance <u>12/31/21</u>	Additions	Disposals	Balance <u>12/31/22</u>
<u>Business-type Activities:</u>				
<i>Capital assets, not being depreciated:</i>				
Land	<u>\$ 18,090</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,090</u>
<i>Capital assets, being depreciated:</i>				
Buildings	195,572	205,580	-	401,152
Water, Sewer, Electric and Gas Lines	31,753,575	3,726,271	-	35,479,846
Equipment	2,744,385	249,840	-	2,994,225
Vehicles	<u>170,084</u>	<u>-</u>	<u>-</u>	<u>170,084</u>
Total capital assets, being depreciated	<u>34,863,616</u>	<u>4,181,691</u>	<u>-</u>	<u>39,045,307</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(38,624)	(10,349)	-	(48,973)
Water, Sewer, Electric and Gas Lines	(9,240,023)	(525,136)	-	(9,765,159)
Equipment	(639,430)	(133,418)	-	(772,848)
Vehicles	<u>(86,983)</u>	<u>(15,588)</u>	<u>-</u>	<u>(102,571)</u>
Total accumulated depreciation	<u>(10,005,060)</u>	<u>(684,491)</u>	<u>-</u>	<u>(10,689,551)</u>
Total capital assets, being depreciated, net	<u>24,858,556</u>	<u>3,497,200</u>	<u>-</u>	<u>28,355,756</u>
Business-type capital assets, net	<u><u>\$ 24,876,646</u></u>	<u><u>\$ 3,497,200</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,373,846</u></u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to enterprise funds of the City as follows:

Business-type Activities:

Water	\$ 230,099
Sewer	295,641
Electric	120,314
Gas	<u>38,437</u>
Total depreciation expense	<u>\$ 684,491</u>

NOTE 10 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. There has been no significant reduction in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

A. General Liability

The City participates in the Public Entities Pool of Ohio, a public entity shared risk pool. The City pays an annual premium to the pool for various types of insurance coverage. Members agree to share in the coverage of losses and pay all premiums necessary for the specified insurance coverage. Upon withdrawal from the Pool, a participant is responsible for the payment of all liabilities accruing as a result of withdrawal. See Note 19.A for more information on the Public Entities Pool of Ohio.

B. Workers' Compensation

The City participates in the Ohio Municipal League (OML) public entity insurance purchasing pool for workers' compensation. The Group Rating Plan is administered by CareWorksComp. The OML Group Rating Plan is intended to achieve lower workers' compensation premium rates for the participants, and result in the establishment of a safer working environment. There are no additional contributions required by a participant other than their annual fee based on a percentage of the savings.

C. Employee Health, Vision, Dental, and Accident Insurance

The City provides employee health, vision, and dental benefits through the Central Ohio Health Care Consortium (the "Consortium"). The Consortium is a public entity shared risk pool and the risk of loss transfers to the Consortium upon payment of the premium by the City. Employees share the cost of the monthly premium with the City. See Note 19.B for more information on the Consortium. The City provides accident insurance for the City's full-time employees through AFLAC.

NOTE 11 - DEFINED BENEFIT PENSION PLANS

The Statewide retirement systems provide both pension benefits and other postemployment benefits (OPEB).

Net Pension Liability/Asset and Net OPEB Liability/Asset

The net pension liability/asset and the net OPEB liability/asset reported on the Statement of Net Position represents a liability or asset to employees for pensions and OPEB, respectively.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Pensions and OPEB are a component of exchange transactions – between an employer and its employees – of salaries and benefits for employee services. Pensions and 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 pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability/asset and the net OPEB liability/asset represent the City's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB liability/asset 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 City's obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions/OPEB are financed; however, the City does receive the benefit of employees' services in exchange for compensation including pension and OPEB.

GASB 68/75 assumes the liability/asset is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability. Resulting adjustments to the net pension/OPEB liability would be effective when the changes are legally enforceable. The Ohio Revised Code permits, but does not require, the retirement systems to provide health care to eligible benefit recipients.

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

The remainder of this note includes the pension disclosures. See Note 12 for the OPEB disclosures.

Plan Description - Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police 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 combination cost-sharing, multiple-employer defined benefit/defined contribution pension plan. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost-of-living adjustments to members of the traditional and combined plans. 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.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members in the traditional and combined plans 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 and combined plans as per the reduced benefits adopted by SB 343 (see OPERS Annual Report referenced above for additional information, including requirements for reduced and unreduced benefits):

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
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Combined Plan Formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined Plan Formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined Plan Formula: 1% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

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. The initial amount of a member's pension benefit is vested upon receipt of the initial benefit payment for calculation of an annual cost-of-living adjustment.

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost-of-living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost-of-living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost-of-living adjustment is 3 percent. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, current law provides that the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3.00%.

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the member's contributions plus or minus the investment gains or losses resulting from the member's investment selections. The amount available for defined contribution benefits in the combined plan consists of the member's contributions plus or minus the investment gains or losses resulting from the member's investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the annuitization of the benefit (which includes joint and survivor options), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options. When members choose to annuitize their defined contribution benefit, the annuitized portion of the benefit is reclassified to a defined benefit.

Beginning in 2022, the Combined Plan will be consolidated under the Traditional pension plan (defined benefit plan) and the Combined Plan option will no longer be available for new hires beginning in 2022.

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

	State and Local
2022 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
2022 Actual Contribution Rates	
Employer:	
Pension	14.0 %
Post-employment Health Care Benefits **	0.0 %
Total Employer	14.0 %
Employee	10.0 %

* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

** This employer health care rate is for the traditional and combined plans. The employer contribution for the member-directed plan is 4.00%.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll.

The City's contractually required contribution for the Traditional pension plan, the Combined Plan and Member-directed plan was \$617,313 for 2022.

Plan Description - Ohio Police & Fire Pension Fund (OP&F)

Plan Description - City full-time police participate in Ohio Police and Fire Pension Fund (OP&F), a cost-sharing, multiple-employer defined benefit pension plan administered by OP&F. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OP&F fiduciary net position. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Upon attaining a qualifying age with sufficient years of service, a member of OP&F may retire and receive a lifetime monthly pension. OP&F offers four types of service retirement: normal, service commuted, age/service commuted and actuarially reduced. Each type has different eligibility guidelines and is calculated using the member's average annual salary. The following discussion of the pension formula relates to normal service retirement.

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.50% for each of the first 20 years of service credit, 2.00% for each of the next five years of service credit and 1.50% for each year of service credit in excess of 25 years. The maximum pension of 72.00% of the allowable average annual salary is paid after 33 years of service credit (see OP&F Annual Comprehensive Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

Under normal service retirement, retired members who are at least 55 years old and have been receiving OP&F benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit, surviving beneficiaries, and statutory survivors. Members participating in the DROP program have separate eligibility requirements related to COLA.

The COLA amount for members who have 15 or more years of service credit as of July 1, 2013, and members who are receiving a pension benefit that became effective before July 1, 2013, will be equal to 3.00% of the member's base pension benefit.

The COLA amount for members who have less than 15 years of service credit as of July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will be equal to a percentage of the member's base pension benefit where the percentage is the lesser of 3.00% or the percentage increase in the consumer price index, if any, over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

Members who retired prior to July 24, 1986, or their surviving beneficiaries under optional plans are entitled to cost-of-living allowance increases. The annual increase is paid on July 1st of each year. The annual COLA increase is \$360 under a Single Life Annuity Plan with proportional reductions for optional payment plans.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

	Police
2022 Statutory Maximum Contribution Rates	
Employer	19.50 %
Employee	12.25 %
2022 Actual Contribution Rates	
Employer:	
Pension	19.00 %
Post-employment Health Care Benefits	0.50 %
Total Employer	19.50 %
Employee	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$322,519 for 2022.

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

The net pension liability and net pension asset for OPERS was measured as of December 31, 2021, and the total pension liability or asset used to calculate the net pension liability or asset was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2021, and was determined by rolling forward the total pension liability as of January 1, 2021, to December 31, 2021. The City's proportion of the net pension liability or asset was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities.

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Following is information related to the proportionate share and pension expense:

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Proportion of the net pension liability/asset prior measurement date	0.01756700%	0.01529600%	0.02380100%	0.05241080%	
Proportion of the net pension liability/asset current measurement date	<u>0.02027600%</u>	<u>0.01663400%</u>	<u>0.02332500%</u>	<u>0.05407290%</u>	
Change in proportionate share	<u>0.00270900%</u>	<u>0.00133800%</u>	<u>-0.00047600%</u>	<u>0.00166210%</u>	
Proportionate share of the net pension liability	\$ 1,764,094	\$ -	\$ -	\$ 3,378,162	\$ 5,142,256
Proportionate share of the net pension asset	-	(65,539)	(4,235)	-	(69,774)
Pension expense	42,666	(2,365)	(680)	294,769	334,390

At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Deferred outflows of resources					
Differences between expected and actual experience	\$ 89,930	\$ 407	\$ 4,192	\$ 97,406	\$ 191,935
Changes of assumptions	220,598	3,292	140	617,383	841,413
Changes in employer's proportionate percentage/difference between employer contributions	434,446	-	-	165,876	600,322
Contributions subsequent to the measurement date	<u>590,631</u>	<u>10,941</u>	<u>15,741</u>	<u>322,519</u>	<u>939,832</u>
Total deferred outflows of resources	<u>\$ 1,335,605</u>	<u>\$ 14,640</u>	<u>\$ 20,073</u>	<u>\$ 1,203,184</u>	<u>\$ 2,573,502</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Deferred inflows of resources					
Differences between expected and actual experience	\$ 38,693	\$ 7,338	\$ -	\$ 175,619	\$ 221,650
Net difference between projected and actual earnings on pension plan investments	2,098,330	14,053	971	885,703	2,999,057
Changes in employer's proportionate percentage/ difference between employer contributions	34,197	-	-	151,930	186,127
Total deferred inflows of resources	<u>\$ 2,171,220</u>	<u>\$ 21,391</u>	<u>\$ 971</u>	<u>\$ 1,213,252</u>	<u>\$ 3,406,834</u>

\$939,832 is reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of/increase to the net pension liability/asset in the year ending December 31, 2023.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Year Ending December 31:					
2023	\$ 246	\$ (4,309)	\$ 418	\$ 6,428	\$ 2,783
2024	(599,292)	(5,956)	312	(240,179)	(845,115)
2025	(493,401)	(3,908)	380	(109,778)	(606,707)
2026	(333,799)	(2,886)	394	(70,623)	(406,914)
2027	-	(384)	519	81,565	81,700
Thereafter	-	(249)	1,338	-	1,089
Total	<u>\$ (1,426,246)</u>	<u>\$ (17,692)</u>	<u>\$ 3,361</u>	<u>\$ (332,587)</u>	<u>\$ (1,773,164)</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.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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, 2021, 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, 2021, are presented below.

Wage inflation	
Current measurement date	2.75%
Prior measurement date	3.25%
Future salary increases, including inflation	
Current measurement date	2.75% to 10.75% including wage inflation
Prior measurement date	3.25% to 10.75% including wage inflation
COLA or ad hoc COLA	
Current measurement date	Pre 1/7/2013 retirees: 3.00%, simple Post 1/7/2013 retirees: 3.00%, simple through 2022, then 2.05% simple
Prior measurement date	Pre 1/7/2013 retirees: 3.00%, simple Post 1/7/2013 retirees: 0.50%, simple through 2021, then 2.15% simple
Investment rate of return	
Current measurement date	6.90%
Prior measurement date	7.20%
Actuarial cost method	Individual entry age

In July 2021, the OPERS Board adopted a change in COLA for Post-January 7, 2013 retirees, changing it from 0.50% simple through 2021 then 2.15% simple to 3.00% simple through 2022 then 2.05% simple.

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.

During 2021, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care 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 investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was a gain of 15.3% for 2021.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees 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 real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic 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, 2021, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed income	24.00 %	1.03 %
Domestic equities	21.00	3.78
Real estate	11.00	3.66
Private equity	12.00	7.43
International equities	23.00	4.88
Risk Parity	5.00	2.92
Other investments	4.00	2.85
Total	<u>100.00 %</u>	<u>4.21 %</u>

Discount Rate - The discount rate used to measure the total pension liability/asset was 6.90%, post-experience study results, for the traditional pension plan, the combined plan and member-directed plan. The discount rate used to measure total pension liability prior to December 31, 2021 was 7.20%. 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 contractually required rates, as actuarially determined. 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 for the traditional pension plan, combined plan and member-directed plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability/Asset to Changes in the Discount Rate - The following table presents the proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of 6.90%, as well as what the proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one percentage point lower (5.90%) or one percentage point higher (7.90%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 4,651,112	\$ 1,764,094	\$ 638,288
Combined Plan	(48,904)	(65,539)	(78,512)
Member-Directed Plan	(3,732)	(4,235)	(4,665)

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - OP&F

OP&F's total pension liability as of December 31, 2021, is based on the results of an actuarial valuation date of January 1, 2021, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2022, are presented below.

Valuation date	1/1/21 with actuarial liabilities rolled forward to 12/31/21
Actuarial cost method	Entry age normal (level percent of payroll)
Investment rate of return	
Current measurement date	7.50%
Prior measurement date	8.00%
Projected salary increases	3.75% - 10.50%
Payroll increases	3.25% per annum, compounded annually, consisting of inflation rate of 2.75% plus productivity increase rate of 0.50%
Cost-of-living adjustments	2.20% per year simple

Mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted and projected with the Buck Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120%.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
67 or less	77%	68%
68-77	105%	87%
78 and up	115%	120%

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
59 or less	35%	35%
60-69	60%	45%
70-79	75%	70%
80 and up	100%	90%

The most recent experience study was completed for the five-year period ended December 31, 2016.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy and Guidelines. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2021 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash and cash equivalents	0.00 %	0.00 %
Domestic equity	21.00	3.60
Non-US equity	14.00	4.40
Private markets	8.00	6.80
Core fixed income *	23.00	1.10
High yield fixed income	7.00	3.00
Private credit	5.00	4.50
U.S. inflation linked bonds *	17.00	0.80
Midstream energy infrastructure	5.00	5.00
Real assets	8.00	5.90
Gold	5.00	2.40
Private real estate	12.00	4.80
Total	<u>125.00 %</u>	

Note: assumptions are geometric.

* levered 2x

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return and creating a more risk-balanced portfolio based on the relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate - The total pension liability was calculated using the discount rate of 7.50%. A discount rate of 8.00% was used in the previous measurement date. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.00%. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50%), or one percentage point higher (8.50%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net pension liability	\$ 5,009,767	\$ 3,378,162	\$ 2,019,438

NOTE 12 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

See Note 11 for a description of the net OPEB liability/asset.

Plan Description - 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.

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. Currently, Medicare-eligible retirees are able to select medical and prescription drug plans from a range of options and may elect optional vision and dental plans. Retirees and eligible dependents enrolled in Medicare Parts A and B have the option to enroll in a Medicare supplemental plan with the assistance of the OPERS Medicare Connector. The OPERS Medicare Connector is a relationship with a vendor selected by OPERS to assist retirees, spouses and dependents with selecting a medical and pharmacy plan. Monthly allowances, based on years of service and the age at which the retiree first enrolled in OPERS coverage, are deposited into an HRA. For non-Medicare retirees and eligible dependents, OPERS sponsors medical and prescription coverage through a professionally managed self-insured plan. An allowance to offset a portion of the monthly premium is offered to retirees and eligible dependents. The allowance is based on the retiree's years of service and age when they first enrolled in OPERS coverage.

Medicare-eligible retirees who choose to become re-employed or survivors who become employed in an OPERS-covered position are prohibited from participating in an HRA. For this group of retirees, OPERS sponsors secondary coverage through a professionally managed self-insured program. Retirees who enroll in this plan are provided with a monthly allowance to offset a portion of the monthly premium. Medicare-eligible spouses and dependents can also enroll in this plan as long as the retiree is enrolled.

OPERS provides a monthly allowance for health care coverage for eligible retirees and their eligible dependents. The base allowance is determined by OPERS.

The health care 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 separation, member-directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

Effective January 1, 2022, OPERS discontinued the group plans currently offered to non-Medicare retirees and re-employed retirees. Instead, eligible non-Medicare retirees will select an individual medical plan. OPERS will provide a subsidy or allowance via an HRA allowance to those retirees who meet health care eligibility requirements. Retirees will be able to seek reimbursement for plan premiums and other qualified medical expenses.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have 20 or more years of qualifying Ohio service credit with a minimum age of 60, or generally 30 years of qualifying service at any age. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. Current retirees eligible (or who became eligible prior to January 1, 2022) to participate in the OPERS health care program will continue to be eligible after January 1, 2022. Eligibility requirements will change for those retiring after January 1, 2022, with differing eligibility requirements for Medicare retirees and non-Medicare retirees. 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' Annual Comprehensive Financial Report 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 allowing public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2022, state and local employers contributed at a rate of 14.00% of earnable salary and public safety and law enforcement employers contributed at 18.10%. 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. For 2022, OPERS did not allocate any employer contribution to health care for members in the Traditional pension plan and Combined Plan. 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 2022 was 4.00%.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$6,296 for 2022.

Plan Description - Ohio Police & Fire Pension Fund (OP&F)

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined postemployment health care plan administered by a third-party provider. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees. On January 1, 2019, OP&F implemented a new model for health care. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements.

OP&F contracted with a vendor who assists eligible retirees in choosing health care plans that are available where they live (both Medicare-eligible and pre-65 populations). A stipend funded by OP&F is available to these members through a Health Reimbursement Arrangement and can be used to reimburse retirees for qualified health care expenses.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

A retiree is eligible for the OP&F health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OP&F. Even if an OP&F member or their dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

OP&F maintains funds for health care in two separate accounts: one account for health care benefits and one account for Medicare Part B reimbursements. A separate health care trust accrual account is maintained for health care benefits under IRS Code Section 115 trust. IRS Code Section 401(h) account is maintained for Medicare Part B reimbursements.

The Ohio Revised Code allows, but does not mandate, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.50% and 24.00% of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2022, the portion of employer contributions allocated to health care was 0.50% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

The OP&F Board of Trustees is also authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contractually required contribution to OP&F was \$8,487 for 2022.

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

The net OPEB liability/asset and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2020, rolled forward to the measurement date of December 31, 2021, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2021, and was determined by rolling forward the total OPEB liability as of January 1, 2021, to December 31, 2021. The City's proportion of the net OPEB liability/asset was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the net OPEB liability/asset prior measurement date	0.01775100%	0.05241080%	
Proportion of the net OPEB liability/asset current measurement date	<u>0.02029400%</u>	<u>0.05407290%</u>	
Change in proportionate share	<u>0.00254300%</u>	<u>0.00166210%</u>	
Proportionate share of the net OPEB liability	\$ -	\$ 592,686	\$ 592,686
Proportionate share of the net OPEB asset	(635,640)	-	(635,640)
OPEB expense	(510,123)	57,805	(452,318)

At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ -	\$ 26,961	\$ 26,961
Changes of assumptions	-	262,343	262,343
Changes in employer's proportionate percentage/ difference between employer contributions	46,802	35,436	82,238
Contributions subsequent to the measurement date	<u>6,296</u>	<u>8,487</u>	<u>14,783</u>
Total deferred outflows of resources	<u>\$ 53,098</u>	<u>\$ 333,227</u>	<u>\$ 386,325</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

	OPERS	OP&F	Total
Deferred inflows of resources			
Differences between expected and actual experience	\$ 96,416	\$ 78,331	\$ 174,747
Net difference between projected and actual earnings on OPEB plan investments	303,029	53,536	356,565
Changes of assumptions	257,299	68,836	326,135
Changes in employer's proportionate percentage/difference between employer contributions	39,766	19,002	58,768
Total deferred inflows of resources	<u>\$ 696,510</u>	<u>\$ 219,705</u>	<u>\$ 916,215</u>

\$14,783 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of/increase to the net OPEB liability/asset in the year ending December 31, 2023.

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

	OPERS	OP&F	Total
Year Ending December 31:			
2023	\$ (413,981)	\$ 29,716	\$ (384,265)
2024	(126,000)	21,770	(104,230)
2025	(66,209)	23,776	(42,433)
2026	(43,518)	5,150	(38,368)
2027	-	11,965	11,965
Thereafter	-	12,658	12,658
Total	<u>\$ (649,708)</u>	<u>\$ 105,035</u>	<u>\$ (544,673)</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 health care costs 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 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, 2020, rolled forward to the measurement date of December 31, 2021.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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	
Current measurement date	2.75%
Prior measurement date	3.25%
Projected salary increases, including inflation	
Current measurement date	2.75 to 10.75%
	including wage inflation
Prior measurement date	3.25 to 10.75%
	including wage inflation
Single discount rate:	
Current measurement date	6.00%
Prior measurement date	6.00%
Investment rate of return	
Current measurement date	6.00%
Prior measurement date	6.00%
Municipal bond rate	
Current measurement date	1.84%
Prior measurement date	2.00%
Health care cost trend rate	
Current measurement date	5.50% initial, 3.50% ultimate in 2034
Prior measurement date	8.50% initial, 3.50% ultimate in 2035
Actuarial cost method	Individual Entry Age Normal

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 2021, 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 14.3% for 2021.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

The allocation of investment assets within the Health Care portfolio is approved by the Board of Trustees 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. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined 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 real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

For each major asset class that is included in the Health Care portfolio's target asset allocation as of December 31, 2021, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed income	34.00 %	0.91 %
Domestic equities	25.00	3.78
Real Estate Investment Trusts (REITs)	7.00	3.71
International equities	25.00	4.88
Risk parity	2.00	2.92
Other investments	7.00	1.93
Total	<u>100.00 %</u>	<u>3.45 %</u>

Discount Rate - A single discount rate of 6.00% was used to measure the total OPEB liability on the measurement date of December 31, 2021. A single discount rate of 6.00% was used to measure the total OPEB liability on the measurement date of December 31, 2021. 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) a 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 the actuarial assumed rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 1.84%. 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 the year 2121. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2121, the duration of the projection period through which projected health care payments are fully funded.

Sensitivity of the City's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate - The following table presents the proportionate share of the net OPEB asset calculated using the single discount rate of 6.00%, as well as what the proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (5.00%) or one percentage point higher (7.00%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City's proportionate share of the net OPEB asset	\$ 373,815	\$ 635,640	\$ 852,957

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Sensitivity of the City's Proportionate Share of the Net OPEB 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 asset. The following table presents the net OPEB asset calculated using the assumed trend rates, and the expected net OPEB asset if it were calculated using a health care cost trend rate that is 1.00% lower or 1.00% higher than the current rate.

Retiree health care valuations use a health care cost trend assumption with changes over several years built into that assumption. The near-term rates reflect increases in the current cost of healthcare; the trend starting in 2022 is 5.50%. 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 the health care 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% in the most recent valuation.

	1% Decrease	Current Health Care Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB asset	\$ 642,508	\$ 635,640	\$ 627,490

Actuarial Assumptions - OP&F

OP&F's total OPEB liability as of December 31, 2021, is based on the results of an actuarial valuation date of January 1, 2021, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, 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 and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee's entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases, actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below.

Valuation Date	January 1, 2021, with actuarial liabilities rolled forward to December 31, 2021
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Investment Rate of Return	
Current measurement date	7.50%
Prior measurement date	8.00%
Projected Salary Increases	3.75% to 10.50%
Payroll Growth	3.25%
Single discount rate:	
Current measurement date	2.84%
Prior measurement date	2.96%
Cost-of-Living Adjustments	2.20% simple per year

Mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120%.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
67 or less	77%	68%
68-77	105%	87%
78 and up	115%	120%

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
59 or less	35%	35%
60-69	60%	45%
70-79	75%	70%
80 and up	100%	90%

The most recent experience study was completed for the five-year period ended December 31, 2016.

The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2020, are summarized below:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Cash and cash equivalents	0.00 %	0.00 %
Domestic equity	21.00	3.60
Non-US equity	14.00	4.40
Private markets	8.00	6.80
Core fixed income *	23.00	1.10
High yield fixed income	7.00	3.00
Private credit	5.00	4.50
U.S. inflation linked bonds *	17.00	0.80
Midstream energy infrastructure	5.00	5.00
Real assets	8.00	5.90
Gold	5.00	2.40
Private real estate	12.00	4.80
Total	125.00 %	

Note: assumptions are geometric.

* levered 2x

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate - For 2021, the total OPEB liability was calculated using the discount rate of 2.84%. For 2020, the total OPEB liability was calculated using the discount rate of 2.96%. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 7.50%. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payment of current plan members. Therefore, a municipal bond rate of 2.05% at December 31, 2021 and 2.12% at December 31, 2020 was blended with the long-term rate of 7.50%, which resulted in a blended discount rate of 2.84%.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate - Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 2.84%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.84%), or one percentage point higher (3.84%) than the current rate.

	Current		
	1% Decrease	Discount Rate	1% Increase
City's proportionate share of the net OPEB liability	\$ 745,019	\$ 592,686	\$ 467,467

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate - The total OPEB liability is based on a medical benefit that is a flat dollar amount; therefore, it is unaffected by a health care cost trend rate. An increase or decrease in the trend rate would have no effect on the total OPEB liability.

NOTE 13 - OTHER EMPLOYEE BENEFITS

A. Health Care Benefits

The City offers employee health, vision, and dental benefits through the Central Ohio Health Care Consortium. The City offers life and disability insurance benefits through the Standard Life Insurance Company. The City offers accident insurance benefits through AFLAC. The employees share the cost of the monthly health care premium with the City, while the City fully pays for vision, dental, life, disability, and accident premiums.

B. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from City policies and State laws.

City employees earn and accumulate vacation at varying rates depending on length of service. Vacation accrual rates change on the employees' anniversary date, when applicable. Employees are paid for up to two years of earned unused vacation leave upon termination.

Sick leave is earned at 5.54 hours per pay period. All employees with 10 or more years of full-time service with the City (including prior service years with another governmental organization), who elect to retire, are entitled to receive one-fourth of the value of their accumulated unused sick leave up to a maximum of 60 days. At year-end, the police department employees got a retroactive adjustment to 1/1/22 for the new rate of 5.54 hours. The rest of the full-time employees got this in January of 2023.

C. Deferred Compensation

City employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death, or an unforeseen emergency.

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 14 - LONG-TERM OBLIGATIONS

A. Governmental Activities

Due to the implementation of GASB Statement No. 87 (see Note 3.A for detail), the City has reported obligations for leases payable which are reflected in the schedule below. The City's governmental activities long-term obligations activity for 2022 follows.

	Interest Rate	Balance 12/31/21	Additions	Reductions	Balance 12/31/22	Amounts Due in One Year
<u>Governmental Activities:</u>						
Series 2020A Refunding bonds (original amount \$2,320,000)	1.75-2.75%	\$ 1,845,000	\$ -	\$ (495,000)	\$ 1,350,000	\$ 150,000
Series 2020B various purpose bonds (original amount \$2,855,000)	1.50-4.00%	2,750,000	-	(110,000)	2,640,000	115,000
Series 2020C various purpose bonds (original amount \$4,865,000)	3.00-3.30%	4,685,000	-	(185,000)	4,500,000	190,000
Revenue bonds:						
Series 2007 TIF bonds (original amount \$5,735,000)	3.75%	3,760,000	-	(210,000)	3,550,000	220,000
Series 2016A income tax bonds (original amount \$16,000,000)	2.00-4.00%	13,100,000	-	(665,000)	12,435,000	690,000
Series 2018 income tax bonds (original amount \$15,000,000)	3.625-5.00%	13,540,000	-	(535,000)	13,005,000	565,000
OPWC loans (direct borrowing):						
#CC06R (original amount \$242,794)	0.00%	196,104	-	(9,338)	186,766	9,338
#CC909 (original amount \$250,410)	0.00%	12,520	-	(12,520)	-	-
#CT10H (original amount \$25,000)	0.00%	7,500	-	(1,250)	6,250	1,250
Total OPWC loans		216,124	-	(23,108)	193,016	10,588
Net pension liability		5,653,286	-	(858,529)	4,794,757	-
Net OPEB liability		555,301	37,385	-	592,686	-
Compensated absences		354,243	177,448	(139,223)	392,468	159,118
Lease obligation		5,305	-	(1,733)	3,572	1,821
Unamortized premium		2,664,808	-	(174,226)	2,490,582	-
Total governmental activities		<u>\$ 49,129,067</u>	<u>\$ 214,833</u>	<u>\$ (3,396,819)</u>	<u>\$ 45,947,081</u>	<u>\$ 2,101,527</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

Series 2020A Various Purpose Refunding and Improvement Bonds

On October 22, 2020, the City issued \$2,320,000 of Series 2020A Various Purpose Refunding and Improvement Bonds for the purpose of advance refunding the callable portion of the Series 2012 Various Purpose Refunding and Improvement Bonds (\$2,455,000). The City deposited bond proceeds in the amount of \$2,480,633 with an escrow agent to refund the bonds. The refunded bonds are not included in the City's outstanding debt since the City has satisfied its obligations through the refunding. The assets held in trust as a result of the refunding are not included in the financial statements. At December 31, 2022, the balance of the refunded Series 2012 Various Purpose Refunding and Improvement Bonds was \$1,420,000. The Series 2020A Various Purpose Refunding and Improvement Bonds bear annual interest ranging from 1.75-2.75% and mature December 1, 2030. Proceeds of the refunding bonds are reported in the General Obligation Debt Service Fund with principal payments due December 1 of each year and interest payments due June 1 and December 1 of each year.

The reacquisition price exceeded the net carrying value of the old debt by \$25,633. This amount is being amortized against interest expense over the life of the refunding bonds. The unamortized balance of the deferred charge on debt refunding is reported as a deferred outflow of resources on the government-wide financial statements. The refunding reduced future debt service payments by \$73,958 resulting in an economic gain of \$68,844.

Series 2020B Various Purpose Bonds

On October 22, 2020, the City issued \$2,855,000 in Series 2020B Various Purpose Bonds. The bonds were issued to retire the Series 2020 Infrastructure Notes. The Series 2020B Various Purpose Bonds mature on December 1, 2040. Principal payments are due December 1 of each year and interest payments are due June 1 and December 1 of each year. Payments will be made from the General Obligation Debt Service Fund.

Series 2020C Land Acquisition and Improvement Bonds

On October 22, 2020, the City issued \$4,865,000 in Series 2020C Land Acquisition and Improvement Bonds. The bonds were issued to retire the Series 2019B Land Acquisition and Improvement Notes. The Series 2020C Land Acquisition and Improvement Bonds mature on December 1, 2040. Principal payments are due December 1 of each year and interest payments are due June 1 and December 1 of each year. Payments will be made from the General Obligation Debt Service Fund.

Series 2007 TIF Revenue Bonds

On October 2, 2007, the City issued tax increment financing (TIF) revenue bonds, in the amount of \$5,735,000, to construct and widen Toy Road. The joint project was completed by a developer and the City. The City's responsibility for the debt is limited to the amount of payments in lieu of taxes collected on the abated property. Any shortage between the amount collected and the amount due to be paid on the debt is paid by the developer. The developer was required to post a letter of credit upon which the developer may draw to satisfy the debt obligation. The letter of credit was issued by Huntington Bank. For the year ended December 31, 2022, the City collected and remitted to Huntington Bank \$850,591. The amount required to service this debt (both principal and interest) for the year ended December 31, 2022, was \$349,026. The excess money is held by Huntington Bank and used to make scheduled payments. The bonds will be retired through the Toy Road TIF Fund. The bonds mature on December 1, 2034.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

Series 2016A Income Tax Revenue Bonds

On August 30, 2016, the City issued Series 2016A income tax revenue bonds in the amount of \$16,000,000 for the purpose of: (a) financing the costs of expanding and improving the municipal parks located within the City (the "Parks") and to finance the costs of acquiring, constructing, designing, equipping, improving, and installing capital improvements outside of the Parks, within the boundaries of the City, including, but not limited to land acquisition, land site work, design, construction and improvements, roads, sidewalks, and paths, water, sewer, stormwater drainage, and all appurtenances and improvements related thereto. The Series 2016A bonds are unvoted special obligations of the City secured by income tax monies as pledged funds. The Series 2016A bonds are guaranteed by a municipal bond insurance policy provided by AGM to secure the payment, when due, of the principal and interest on the Series 2016A bonds. Huntington National Bank acts as Trustee for the Series 2016A bonds. The City makes payments to the Trustee and the Trustee makes scheduled payments on the bonds. The Series 2016A bonds bear interest rates ranging from 2.0 percent to 4.0 percent and mature on December 1, 2036. The Series 2016A bonds will be retired through the Park Improvement Debt Service Fund (a nonmajor governmental fund).

Series 2018 Income Tax Revenue Bonds

On August 14, 2018, the City issued Series 2018 income tax revenue bonds in the amount of \$15,000,000 for the purpose of financing the (a) acquisition, construction, designing, equipping, improving, and installation of certain road improvements and related City facilities, all located within the boundaries of the City, (b) acquisition, construction, designing, equipping, improving, and installation of the City's municipal park system and related facilities, all located within the boundaries of the City. The Series 2018 bonds are unvoted special obligations of the City secured by income tax monies as pledged funds. The Series 2018 bonds are guaranteed by a municipal bond insurance policy provided by AGM to secure the payment, when due, of the principal and interest on the Series 2018 bonds. Huntington National Bank acts as Trustee for the Series 2018 bonds. The City makes payments to the Trustee and the Trustee makes scheduled payments on the bonds. The Series 2018 bonds bear interest rates ranging from 3.625 percent to 5.0 percent and mature on December 1, 2038. The Series 2018 bonds will be retired through the Infrastructure Debt Service Fund (a nonmajor governmental fund). At December 31, 2022, the bonds had \$866,334 in unspent proceeds.

OPWC Loans

OPWC loans consist of money owed to the Ohio Public Works Commission (OPWC) for engineering costs for the widening of Alum Creek Drive and for Frusta/McGaw Road reconstruction. OPWC loans will be paid from the General Obligation Debt Service Fund. The CC06R loan had an authorized loan amount of \$501,876, however, the project came in under budget and only received borrowings of \$242,794. Loan CC06R matures on July 1, 2042, loan CC909 matured on July 1, 2022, and loan CT10H matures on July 1, 2027.

OPWC loans are direct borrowings that have terms negotiated directly between the City and the OPWC and are not offered for public sale. In the event of default, the OPWC may (1) charge an 8% default interest rate from the date of the default to the date of the payment and charge the City for all costs incurred by the OPWC in curing the default, (2) in accordance with Ohio Revised Code 164.05, direct the county treasurer of the county in which the City is located to pay the amount of the default from funds that would otherwise be appropriated to the City from such county's undivided local government fund pursuant to ORC 5747.51-5747.53, or (3) at its discretion, declare the entire principal amount of loan then remaining unpaid, together with all accrued interest and other charges, become immediately due and payable.

Net Pension Liability and Net OPEB Liability

The City pays obligations related to employee compensation for governmental activities from the General Fund and the Street Maintenance and Repair Fund (a nonmajor governmental fund). See Notes 11 and 12 for further information.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

Compensated Absences

The compensated absences liability will be paid from the funds from which the employees' salaries are paid. For governmental activities, compensated absences are paid primarily from the General Fund.

Legal Debt Margin

At December 31, 2022, the City's overall legal debt margin was \$17,950,271 and the unvoted debt margin was \$13,336,899.

Future Debt Service Requirements

The City's future annual debt service requirements payable from the governmental activities follows:

Year Ending December 31,	Governmental Activities					
	General Obligation Bonds			TIF Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 455,000	\$ 263,165	\$ 718,165	\$ 220,000	\$ 131,057	\$ 351,057
2024	465,000	249,515	714,515	235,000	123,101	358,101
2025	480,000	235,565	715,565	245,000	113,475	358,475
2026	500,000	218,415	718,415	255,000	104,525	359,525
2027	520,000	200,515	720,515	270,000	94,774	364,774
2028 - 2032	2,420,000	761,002	3,181,002	1,575,000	308,897	1,883,897
2033 - 2037	2,185,000	424,233	2,609,233	750,000	35,599	785,599
2038 - 2040	1,465,000	89,040	1,554,040	-	-	-
Total	<u>\$ 8,490,000</u>	<u>\$ 2,441,450</u>	<u>\$ 10,931,450</u>	<u>\$ 3,550,000</u>	<u>\$ 911,428</u>	<u>\$ 4,461,428</u>

Year Ending December 31,	Governmental Activities					
	Income Tax Revenue Bonds			OPWC Loans		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 1,255,000	\$ 1,005,638	\$ 2,260,638	\$ 10,588	\$ -	\$ 10,588
2024	1,310,000	949,787	2,259,787	10,588	-	10,588
2025	1,370,000	891,487	2,261,487	10,589	-	10,589
2026	1,435,000	830,487	2,265,487	10,588	-	10,588
2027	1,495,000	766,537	2,261,537	10,589	-	10,589
2028 - 2032	8,445,000	2,866,287	11,311,287	46,692	-	46,692
2033 - 2037	9,050,000	1,116,256	10,166,256	46,692	-	46,692
2038 - 2042	1,080,000	43,200	1,123,200	46,690	-	46,690
Total	<u>\$ 25,440,000</u>	<u>\$ 8,469,679</u>	<u>\$ 33,909,679</u>	<u>\$ 193,016</u>	<u>\$ -</u>	<u>\$ 193,016</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

Leases Payable - The City has entered into lease agreements for the use of right to use equipment. Due to the implementation of GASB Statement No. 87, the City will report an intangible capital asset and corresponding liability for the future scheduled payments under the leases. The lease payments will be paid from the General Fund.

The City has entered into a lease agreement for a mail machine at the terms as follows:

<u>Purpose</u>	<u>Lease Commencement Date</u>	<u>Years</u>	<u>Lease End Date</u>	<u>Payment Method</u>
Mail Machine	2019	5	2024	Monthly

The following is a schedule of future lease payments under the lease agreements:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 1,821	\$ 137	\$ 1,958
2024	<u>1,751</u>	<u>44</u>	<u>1,795</u>
Total	<u>\$ 3,572</u>	<u>\$ 181</u>	<u>\$ 3,753</u>

B. Business-Type Activities

The City's business-type activities long-term obligations activity for 2022 follows.

	<u>Balance 12/31/2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/2022</u>	<u>Amounts Due in One Year</u>
<u>Business-type Activities:</u>					
Net pension liability	\$ 520,895	\$ -	\$ (173,396)	\$ 347,499	\$ -
Compensated absences	<u>60,234</u>	<u>7,075</u>	<u>(16,125)</u>	<u>51,184</u>	<u>14,490</u>
Total business-type activities	<u>\$ 581,129</u>	<u>\$ 7,075</u>	<u>\$ (189,521)</u>	<u>\$ 398,683</u>	<u>\$ 14,490</u>

Net Pension Liability and Net OPEB Liability

The City pays obligations related to employee compensation for business-type activities from the Water Fund, Sewer Fund, Electric Fund, and Gas Fund. See Notes 11 and 12 for further information.

Compensated Absences

The compensated absences liability will be paid from the funds from which the employees' salaries are paid. For the business-type activities, the compensated absences will be paid from the Water, Sewer, Electric, and Gas Funds.

CITY OF OBETZ, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

NOTE 15 - CONTINGENT LIABILITIES

A. Litigation

There are currently no matters in litigation with the City as defendant.

B. Federal and State Grants

For the period January 1, 2022, to December 31, 2022, the City received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowances, if any, would be immaterial.

NOTE 16 - OTHER COMMITMENTS

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year-end, the City's commitments for encumbrances (not already included in payables) in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General Fund	\$ 1,066,439
Nonmajor Governmental Funds	<u>804,478</u>
Total	<u>\$ 1,870,917</u>

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 17 - FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balance	General	General Obligation Debt Service	Toy Road TIF	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:					
Prepayments	\$ 45,867	\$ -	\$ -	\$ 703	\$ 46,570
Restricted:					
Court operations	-	-	-	99,746	99,746
Debt retirement	-	-	599,112	1,914,541	2,513,653
Drug enforcement	-	-	-	5,663	5,663
Economic development	-	-	-	10,005	10,005
Park improvements	-	-	-	6,994	6,994
Infrastructure improvements	-	-	-	3,088,707	3,088,707
Police operations	-	-	-	70,422	70,422
Other purposes	-	-	-	234,104	234,104
Street construction and maintenance	-	-	-	1,531,725	1,531,725
Total restricted	-	-	599,112	6,961,907	7,561,019
Committed:					
Debt retirement	-	978,918	-	-	978,918
Park operations	-	-	-	337,344	337,344
Permanent improvements	-	-	-	43,212	43,212
Police operations	-	-	-	59	59
Total committed	-	978,918	-	380,615	1,359,533
Assigned:					
General government	179,258	-	-	-	179,258
Security of persons & property	39,610	-	-	-	39,610
Community environment	174,111	-	-	-	174,111
Leisure time activity	97,496	-	-	-	97,496
Transportation	3,339	-	-	-	3,339
Capital improvements	428,522	-	-	-	428,522
Total assigned	922,336	-	-	-	922,336
Unassigned	11,416,245	-	-	-	11,416,245
Total fund balances	<u>\$ 12,384,448</u>	<u>\$ 978,918</u>	<u>\$ 599,112</u>	<u>\$ 7,343,225</u>	<u>\$ 21,305,703</u>

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS

A. Big Walnut Area Community Improvement Corporation

The Big Walnut Area Community Improvement Corporation (the “CIC”) is a not-for-profit corporation formed to promote economic development within the City. The CIC is governed by a seven-member board which includes the Mayor, President Pro Tempore of City Council, and the City Administrator. The primary asset of the CIC is a building. The CIC’s primary revenue is rent from a lease of the building to the Columbus Crew Soccer Team. Financial information can be obtained from the City of Obetz, 4175 Alum Creek Drive, Obetz, Ohio 43207.

B. Prairie-Obetz Joint Economic Development Zone

The City participates in the Prairie-Obetz Joint Economic Development Zone (the “JEDZ”), a jointly governed organization created according to the provisions of Ohio Revised Code Section 715.691. The JEDZ is to facilitate new or expanded growth for commercial and economic development within the JEDZ and the State for the benefit of the City, the Township, the State, and its residents. The board consists of three members representing the City of Obetz and appointed by the City Council and three members representing Prairie Township and appointed by the Township Trustees. Financial information can be obtained from the City of Obetz, 4175 Alum Creek Drive, Obetz, Ohio 43207.

NOTE 19 - PUBLIC ENTITY SHARED RISK POOLS

A. Public Entities Pool of Ohio

The Public Entities Pool of Ohio (the “Pool”) is a public entity shared risk pool which provides various risk management services to its members. The Pool is governed by a seven-member board of directors; six are member representatives or elected officials and one is a representative of the Pool administrator, American Risk Pooling Consultants, Inc. Each member has one vote on all issues addressed by the Board of Directors. Participation in the Pool is by written application subject to the terms of the Pool agreement. Members must continue membership for a full year and may withdraw from the Pool by giving a 60-day written notice prior to their annual anniversary. Financial information can be obtained from the Public Entities Pool of Ohio, 6797 North High Street, Suite 131, Worthington, Ohio 43085.

B. Central Ohio Health Care Consortium

The Central Ohio Health Care Consortium (the “Consortium”) was established in 1992, as a joint self-insurance program formed by several political subdivisions throughout Central Ohio. The Consortium is a legally separate entity organized under Ohio Revised Code Section 9.833. The purpose of the Consortium is to maximize benefits and reduce the costs of medical and prescription drug coverages for Consortium member employees and eligible dependents. Each Consortium member appoints one individual to be its representative on the Board of Directors. The Board of Directors sets all premiums and other amounts to be paid by the Consortium members.

All Consortium members are required to remit monthly contributions to the Consortium’s administrator, which are used to pay claims and related claim settlement expenses, to purchase excess loss insurance for the plan and to establish and maintain sufficient loss reserves. The monthly contribution is determined for each Consortium member in accordance with the number of covered employees and dependents and the prior loss experience of the respective member group.

Consortium members may withdraw from the Consortium as of the end of the three year trust term by giving written notice no later than September 1 of that year. Non-founding members must remain in the Consortium for a minimum of three years, regardless of the trust term. At and after the effective time of withdrawal, the withdrawing member is wholly and solely responsible for providing health care benefits that had been previously provided by the Consortium, including, but not limited to, any and all incurred, but not reported claims related to its prior participation.

CITY OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 20 - COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June, 2021 while the national state of emergency ended in April, 2023. During 2022, the City received COVID-19 funding. The financial impact of COVID-19 and the emergency measures may impact subsequent periods of the City. The impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

THIS PAGE IS INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST NINE YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<i>Traditional Plan:</i>				
City's proportion of the net pension liability	0.020276%	0.017567%	0.018703%	0.017600%
City's proportionate share of the net pension liability	\$ 1,764,094	\$ 2,601,290	\$ 3,696,774	\$ 4,820,283
City's covered payroll	\$ 4,093,214	\$ 3,286,400	\$ 3,327,479	\$ 2,918,293
City's proportionate share of the net pension liability as a percentage of its covered payroll	43.10%	79.15%	111.10%	165.17%
Plan fiduciary net position as a percentage of the total pension liability	92.62%	86.88%	82.17%	74.70%
<i>Combined Plan:</i>				
City's proportion of the net pension asset	0.016634%	0.015296%	0.026103%	0.019945%
City's proportionate share of the net pension asset	\$ 65,539	\$ 44,155	\$ 54,431	\$ 22,303
City's covered payroll	\$ 75,836	\$ 67,407	\$ 116,200	\$ 85,300
City's proportionate share of the net pension asset as a percentage of its covered payroll	86.42%	65.51%	46.84%	26.15%
Plan fiduciary net position as a percentage of the total pension asset	169.88%	157.67%	145.28%	126.64%
<i>Member-Directed Plan:</i>				
City's proportion of the net pension asset	0.023325%	0.023801%	0.017228%	0.001134%
City's proportionate share of the net pension asset	\$ 4,235	\$ 4,339	\$ 651	\$ 26
City's covered payroll	\$ 146,240	\$ 142,940	\$ 102,410	\$ 6,480
City's proportionate share of the net pension asset as a percentage of its covered payroll	2.90%	3.04%	0.64%	0.40%
Plan fiduciary net position as a percentage of the total pension asset	171.84%	188.21%	118.84%	113.42%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the City's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2018	2017	2016	2015	2014
0.016937%	0.015701%	0.014305%	0.012638%	0.012638%
\$ 2,657,087	\$ 3,565,430	\$ 2,477,806	\$ 1,524,285	\$ 1,489,856
\$ 2,884,654	\$ 2,454,108	\$ 2,330,683	\$ 2,018,733	\$ 1,816,054
92.11%	145.28%	106.31%	75.51%	82.04%
84.66%	77.25%	81.08%	86.45%	86.36%
0.013450%	0.000288%			
\$ 18,311	\$ 160			
\$ 55,085	\$ 1,125			
33.24%	14.22%			
137.28%	116.55%			
0.001095%	0.005120%	0.033391%		
\$ 38	\$ 21	\$ 129		
\$ 6,000	\$ 21,042	\$ 185,958		
0.63%	0.10%	0.07%		
124.46%	103.40%	103.91%		

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY/NET PENSION ASSET
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST NINE YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
City's proportion of the net pension liability	0.05407290%	0.05241080%	0.05581250%	0.05445900%
City's proportionate share of the net pension liability	\$ 3,378,162	\$ 3,572,891	\$ 3,759,828	\$ 4,445,293
City's covered payroll	\$ 1,613,142	\$ 1,426,100	\$ 1,471,953	\$ 1,376,800
City's proportionate share of the net pension liability as a percentage of its covered payroll	209.42%	250.54%	255.43%	322.87%
Plan fiduciary net position as a percentage of the total pension liability	75.03%	70.65%	69.89%	63.07%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the City's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2018	2017	2016	2015	2014
0.05435400%	0.05329700%	0.04809800%	0.03705820%	0.03705820%
\$ 3,335,953	\$ 3,375,802	\$ 3,094,172	\$ 1,919,769	\$ 1,804,851
\$ 1,328,532	\$ 1,277,505	\$ 1,054,153	\$ 821,726	\$ 1,116,266
251.10%	264.25%	293.52%	233.63%	161.69%
70.91%	68.36%	66.77%	72.20%	73.00%

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY PENSION CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 590,631	\$ 573,050	\$ 460,096	\$ 465,847
Contributions in relation to the contractually required contribution	<u>(590,631)</u>	<u>(573,050)</u>	<u>(460,096)</u>	<u>(465,847)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,218,793	\$ 4,093,214	\$ 3,286,400	\$ 3,327,479
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%
<i>Combined Plan:</i>				
Contractually required contribution	\$ 10,941	\$ 10,617	\$ 9,437	\$ 16,268
Contributions in relation to the contractually required contribution	<u>(10,941)</u>	<u>(10,617)</u>	<u>(9,437)</u>	<u>(16,268)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 78,150	\$ 75,836	\$ 67,407	\$ 116,200
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%
<i>Member-Directed Plan:</i>				
Contractually required contribution	\$ 15,741	\$ 14,624	\$ 14,294	\$ 10,241
Contributions in relation to the contractually required contribution	<u>(15,741)</u>	<u>(14,624)</u>	<u>(14,294)</u>	<u>(10,241)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 157,410	\$ 146,240	\$ 142,940	\$ 102,410
Contributions as a percentage of covered payroll	10.00%	10.00%	10.00%	10.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 408,561	\$ 375,005	\$ 294,493	\$ 279,682	\$ 242,248	\$ 236,087
<u>(408,561)</u>	<u>(375,005)</u>	<u>(294,493)</u>	<u>(279,682)</u>	<u>(242,248)</u>	<u>(236,087)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,918,293	\$ 2,884,654	\$ 2,454,108	\$ 2,330,683	\$ 2,018,733	\$ 1,816,054
14.00%	13.00%	12.00%	12.00%	12.00%	13.00%
\$ 11,942	\$ 7,161	\$ 135			
<u>(11,942)</u>	<u>(7,161)</u>	<u>(135)</u>			
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>			
\$ 85,300	\$ 55,085	\$ 1,125			
14.00%	13.00%	12.00%			
\$ 648	\$ 600	\$ 2,525	\$ 22,315		
<u>(648)</u>	<u>(600)</u>	<u>(2,525)</u>	<u>(22,315)</u>		
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		
\$ 6,480	\$ 6,000	\$ 21,042	\$ 185,958		
10.00%	10.00%	12.00%	12.00%		

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY PENSION CONTRIBUTIONS
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<i>Police:</i>				
Contractually required contribution	\$ 322,519	\$ 306,497	\$ 270,959	\$ 279,671
Contributions in relation to the contractually required contribution	<u>(322,519)</u>	<u>(306,497)</u>	<u>(270,959)</u>	<u>(279,671)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,697,468	\$ 1,613,142	\$ 1,426,100	\$ 1,471,953
Contributions as a percentage of covered payroll	19.00%	19.00%	19.00%	19.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 261,592	\$ 252,421	\$ 242,726	\$ 200,289	\$ 156,128	\$ 177,263
<u>(261,592)</u>	<u>(252,421)</u>	<u>(242,726)</u>	<u>(200,289)</u>	<u>(156,128)</u>	<u>(177,263)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,376,800	\$ 1,328,532	\$ 1,277,505	\$ 1,054,153	\$ 821,726	\$ 1,116,031
19.00%	19.00%	19.00%	19.00%	19.00%	15.88%

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY/NET OPEB ASSET
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST SIX YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
City's proportion of the net OPEB liability/asset	0.020294%	0.017751%	0.018865%	0.017021%
City's proportionate share of the net OPEB liability/(asset)	\$ (635,640)	\$ (316,249)	\$ 2,605,746	\$ 2,219,137
City's covered payroll	\$ 4,315,290	\$ 3,496,747	\$ 3,546,089	\$ 3,010,073
City's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	14.73%	9.04%	73.48%	73.72%
Plan fiduciary net position as a percentage of the total OPEB liability/asset	128.23%	115.57%	47.80%	46.33%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the City's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>
0.016230%	0.014835%
\$ 1,762,458	\$ 1,498,347
\$ 2,945,739	\$ 2,476,275
59.83%	60.51%
54.14%	54.05%

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY/NET OPEB ASSET
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST SIX YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
City's proportion of the net OPEB liability	0.05407290%	0.05241080%	0.05581250%	0.05445900%
City's proportionate share of the net OPEB liability	\$ 592,686	\$ 555,301	\$ 551,301	\$ 495,933
City's covered payroll	\$ 1,613,142	\$ 1,426,100	\$ 1,471,953	\$ 1,376,800
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	36.74%	38.94%	37.45%	36.02%
Plan fiduciary net position as a percentage of the total OPEB liability	46.86%	45.42%	47.08%	46.57%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the City's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>
0.05435400%	0.05329700%
\$ 3,079,627	\$ 2,529,889
\$ 1,328,532	\$ 1,277,505
231.81%	198.03%
14.13%	15.96%

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY OPEB CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 6,296	\$ 5,849	\$ 5,718	\$ 4,097
Contributions in relation to the contractually required contribution	<u>(6,296)</u>	<u>(5,849)</u>	<u>(5,718)</u>	<u>(4,097)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,454,353	\$ 4,315,290	\$ 3,496,747	\$ 3,546,089
Contributions as a percentage of covered payroll	0.14%	0.14%	0.16%	0.12%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 259	\$ 29,637	\$ 50,300	\$ 46,614	\$ 48,799	\$ 18,161
<u>(259)</u>	<u>(29,637)</u>	<u>(50,300)</u>	<u>(46,614)</u>	<u>(48,799)</u>	<u>(18,161)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,010,073	\$ 2,945,739	\$ 2,476,275	\$ 2,516,641	\$ 2,018,733	\$ 1,816,054
0.01%	1.01%	2.03%	1.85%	2.42%	1.00%

CITY OF OBETZ, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY OPEB CONTRIBUTIONS
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<i>Police:</i>				
Contractually required contribution	\$ 8,487	\$ 8,066	\$ 7,131	\$ 7,360
Contributions in relation to the contractually required contribution	<u>(8,487)</u>	<u>(8,066)</u>	<u>(7,131)</u>	<u>(7,360)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,697,468	\$ 1,613,142	\$ 1,426,100	\$ 1,471,953
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 6,884	\$ 6,643	\$ 6,288	\$ 5,413	\$ 4,071	\$ 40,363
<u>(6,884)</u>	<u>(6,643)</u>	<u>(6,288)</u>	<u>(5,413)</u>	<u>(4,071)</u>	<u>(40,363)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,376,800	\$ 1,328,532	\$ 1,277,505	\$ 1,054,153	\$ 821,726	\$ 1,116,031
0.50%	0.50%	0.50%	0.50%	0.50%	3.62%

CITY OF OBETZ, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022

PENSION

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for 2014.
- There were no changes in benefit terms from the amounts reported for 2015.
- There were no changes in benefit terms from the amounts reported for 2016.
- There were no changes in benefit terms from the amounts reported for 2017.
- There were no changes in benefit terms from the amounts reported for 2018.
- There were no changes in benefit terms from the amounts reported for 2019.
- There were no changes in benefit terms from the amounts reported for 2020.
- There were no changes in benefit terms from the amounts reported for 2021.
- There were no changes in benefit terms from the amounts reported for 2022.

Changes in assumptions :

- There were no changes in assumptions for 2014.
- There were no changes in assumptions for 2015.
- There were no changes in assumptions for 2016.
- For 2017, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.00% down to 7.50%, (b) for defined benefit investments, decreasing the wage inflation from 3.75% to 3.25% and (c) changing the future salary increases from a range of 4.25%-10.05% to 3.25%-10.75%.
- There were no changes in assumptions for 2018.
- For 2019, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the assumed rate of return and discount rate were reduced from 7.50% down to 7.20%.
- There were no changes in assumptions for 2020.
- There were no changes in assumptions for 2021.
- For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) wage inflation was changed from 3.25% to 2.75%, (b) future salary increases, including inflation were changed from 3.25%-10.75% to 2.75%-10.75%, (c) COLA for post 1/7/2013 retirees were changed from 0.50%, simple through 2021, then 2.15% simple to 3.00%, simple through 2022, then 2.05% simple and (d) the actuarially assumed rate of return was changed from 7.20% to 6.90%.

(Continued)

CITY OF OBETZ, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

PENSION

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for 2014.
- There were no changes in benefit terms from the amounts reported for 2015.
- There were no changes in benefit terms from the amounts reported for 2016.
- There were no changes in benefit terms from the amounts reported for 2017.
- There were no changes in benefit terms from the amounts reported for 2018.
- There were no changes in benefit terms from the amounts reported for 2019.
- There were no changes in benefit terms from the amounts reported for 2020.
- There were no changes in benefit terms from the amounts reported for 2021.
- There were no changes in benefit terms from the amounts reported for 2022.

Changes in assumptions :

- There were no changes in assumptions for 2014.
- There were no changes in assumptions for 2015.
- There were no changes in assumptions for 2016.
- There were no changes in assumptions for 2017.
- For 2018, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.25% down to 8.00%, (b) changing the future salary increases from a range of 4.25%-11.00% to 3.75%-10.50%, (c) reduction in payroll increases from 3.75% down to 3.25%, (d) reduction in inflation assumptions from 3.25% down to 2.75% and (e) Cost-of-Living Adjustments (COLA) were reduced from 2.60% and 3.00% simple to 2.20% and 3.00% simple.
- There were no changes in assumptions for 2019.
- There were no changes in assumptions for 2020.
- There were no changes in assumptions for 2021.
- For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the actuarially assumed rate of return was changed from 8.00% to 7.50%.

(Continued)

CITY OF OBETZ, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for 2017.
- There were no changes in benefit terms from the amounts reported for 2018.
- There were no changes in benefit terms from the amounts reported for 2019.
- There were no changes in benefit terms from the amounts reported for 2020.
- For 2021, the following were the most significant changes in benefit terms since the prior measurement date: the Board approved several changes to the health care plan offered to Medicare and non-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 non-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are reflected in the December 31, 2020 measurement date health care valuation. These changes significantly decreased the total OPEB liability for the measurement date December 31, 2020.
- There were no changes in benefit terms from the amounts reported for 2022.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2017.
- For 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 4.23% down to 3.85%.
- For 2019, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.85% up to 3.96%, (b) The investment rate of return was decreased from 6.50% percent down to 6.00%, (c) the municipal bond rate was increased from 3.31% up to 3.71% and (d) the health care cost trend rate was increased from 7.50%, initial/3.25%, ultimate in 2028 up to 10.00%, initial/3.25% ultimate in 2029.
- For 2020, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.96% up to 3.16%, (b) the municipal bond rate was decreased from 3.71% up to 2.75% and (c) the health care cost trend rate was increased from 10.00%, initial/3.25%, ultimate in 2029 up to 10.50%, initial/3.50% ultimate in 2030.
- For 2021, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.16% up to 6.00%, (b) the municipal bond rate was decreased from 2.75% up to 2.00% and (c) the health care cost trend rate was decreased from 10.00%, initial/3.50%, ultimate in 2030 down to 8.50%, initial/3.50% ultimate in 2035.
- For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) wage inflation changed from 3.25% to 2.75%, (b) projected salary increases, including inflation changed from 3.25%-10.75% to 2.75%-10.75%, (c) the municipal bond rate was changed from 2.00% to 1.84% and (d) the health care cost trend rate was changed from 8.50% initial, 3.50% ultimate in 2035 to 5.50% initial, 3.50% ultimate in 2034.

(Continued)

CITY OF OBETZ, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for 2017.
- There were no changes in benefit terms from the amounts reported for 2018.
- For 2019, OP&F changed its retiree health care model from a self-insured health care plan to a stipend-based health care model.
- There were no changes in benefit terms from the amounts reported for 2020.
- There were no changes in benefit terms from the amounts reported for 2021.
- There were no changes in benefit terms from the amounts reported for 2022.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2017.
- For 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date: (a) DROP interest rate was reduced from 4.50% to 4.00%, (b) CPI-based COLA was reduced from 2.60% to 2.20%, (c) investment rate of return was reduced from 8.25% to 8.00%, (d) salary increases were reduced from 3.75% to 3.25% and (e) payroll growth was reduced from 3.75% to 3.25%.
- For 2019, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.24% up to 4.66%.
- For 2020, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 4.66% up to 3.56%.
- For 2021, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.56% down to 2.96%.
- For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the investment rate of return was changed from 8.00% to 7.50% and (b) the discount rate was changed from 2.96% to 2.84%.

THIS PAGE IS INTENTIONALLY LEFT BLANK

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

CITY OF OBETZ, OHIO

FUND DESCRIPTIONS - NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for specific revenue sources that are restricted or committed to expenditure for specified expenditure purposes, other than debt service or capital projects. The following are the nonmajor special revenue funds which the City operates:

Street Construction, Maintenance and Repair Fund

This fund accounts for state gasoline tax and motor vehicle registration fees which are restricted for maintenance of streets within the City.

Parks and Recreation Fund

This fund accounts for a fee charged to developers in accordance with City planning and zoning codes.

Drug Law Enforcement Fund

This fund accounts for fines resulting from drug-related arrests which are restricted for the benefit of the Police Department.

Permissive Motor Vehicle License Tax Fund

This fund accounts for permissive motor vehicle registration fees levied by the City which are restricted for maintenance of streets within the City.

DUI Education Fund

This fund accounts for monies generated from DUI fines which are restricted to DUI education.

Mayor's Court Computer "A" Fund

This fund accounts for the collection of Mayor's Court fees that are restricted to subsidize computers operated by the court.

Keith Evans Memorial Fields Fund

This fund accounts for donations to purchase playground equipment at Memorial Park.

Police Improvement Fund

This fund accounts for fines collected from traffic tickets and other Mayor's Court costs which are restricted for purchasing uniforms or other equipment for the Police Department.

Mayor's Court Computer "B" Fund

This fund accounts for the collection of Mayor's Court fees that are restricted to subsidize computers operated by the Clerk of the Mayor's Court.

Continuing Education for Police Fund

This fund accounts for funds received from the Ohio Attorney General's office which are restricted for mandatory police training.

CRA Fund

This fund accounts for fees charged in accordance with Ohio Revised Code 3735 which are restricted for the City to comply with 3735.672 of the ORC.

Law Enforcement Trust Fund

This fund accounts for forfeited properties from police investigations that are restricted for the benefit of the Police Department.

Stambaugh TIF Fund

This fund accounts for the distributions to the City of tax increment financing service payments made from properties in the TIF area and expenditures for the cost of public infrastructure improvements directly benefitting the TIF area.

CITY OF OBETZ, OHIO

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS - (Continued)

Coronavirus Relief Fund

This fund accounts for revenues and disbursements related to monies received from the Coronavirus Aid, Relief, and Economic Security (CARES) Act.

Local Fiscal Recovery Fund

This fund accounts for and reports federal grants received to help offset the financial effects of the COVID-19 Pandemic.

Body Worn Camera Grant Fund

This fund accounts for revenues and disbursements which are restricted for purchasing and maintaining body worn cameras.

Unclaimed Monies Fund

This fund accounts for monies which have yet to be claimed by their rightful owners. After five years, any money still within the fund is credited to the General Fund. Even though this fund is restricted by ORC, the fund balance will be shown as nonspendable. This fund is included in the General Fund (GAAP basis), but has a legally separate adopted budget (budget basis). This fund is not included in the combining statements for the nonmajor special revenue funds since it is reported in the General Fund (GAAP basis); however, the budgetary schedule for this fund is presented in this section.

NONMAJOR DEBT SERVICE FUNDS

To account for the resources that are restricted, committed, or assigned to expenditure for debt principal, interest, and related costs. Following is a description of the City's nonmajor debt service funds:

Park Improvement Debt Service Fund

This fund accounts for income tax monies restricted for the payment of principal and interest related to the Series 2016A income tax revenue bonds issued for park improvements.

Park Improvement Debt Service Reserve Fund

This fund accounts for a debt service reserve required by a Trust Agreement related to the Series 2016A income tax revenue bonds issued for park improvements.

Infrastructure Debt Service Reserve Fund

This fund accounts for a debt service reserve required by a Trust Agreement related to the Series 2018 income tax revenue bonds issued for infrastructure improvements.

NONMAJOR CAPITAL PROJECTS FUNDS

To account for resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities and other capital assets. Following are descriptions of the City's nonmajor capital projects funds:

Permanent Improvement Fund

This fund accounts for resources received to purchase permanent improvements.

Williams Road Capital Improvement Fund

This fund accounts for the resources that are received for improvements in the Williams Road area.

Walnut Creek Improvement Fund

This fund accounts for the resources that are received for improvements in the Walnut Creek area.

INDIVIDUAL FUND SCHEDULES

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

NONMAJOR CAPITAL PROJECTS FUNDS - (Continued)

Parks Capital Improvements Project Fund

This fund accounts for resources that are restricted for improvements to the City's parks.

Streets Capital Improvements Fund

This fund accounts for the resources that are restricted for improvements to the City's streets.

Parks Improvements Fund

This fund accounts for resources for improvements to the City's parks and to purchase capital assets.

Creekside South TIF Fund

This fund accounts for monies restricted for public infrastructure improvements in the Creekside South area.

2019 Capital Improvements Fund

This fund accounts for 2019 note proceeds that are restricted for capital improvements to the City's capital assets.

2020 Capital Projects Fund

This fund accounts for the resources from the 2020 bond issuance that are restricted for capital improvements to the City's capital assets.

CITY OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS AND OTHER DEBITS				
Assets:				
Equity in pooled cash and investments	\$ 2,717,231	\$ 395,502	\$ 3,132,303	\$ 6,245,036
Cash with fiscal agent	116,494	-	-	116,494
Receivables:				
Municipal income taxes	-	190,000	-	190,000
Payments in lieu of taxes	58,188	-	34,768	92,956
Due from other governments	236,533	-	-	236,533
Prepayments	703	-	-	703
Restricted assets:				
Cash with bond trustee	-	1,329,039	-	1,329,039
Total assets	<u>\$ 3,129,149</u>	<u>\$ 1,914,541</u>	<u>\$ 3,167,071</u>	<u>\$ 8,210,761</u>
Liabilities:				
Accounts payable	\$ 16,393	\$ -	\$ 384	\$ 16,777
Accrued wages and benefits payable	1,529	-	-	1,529
Due to other governments	62	-	-	62
Unearned revenue	553,362	-	-	553,362
Total liabilities	<u>571,346</u>	<u>-</u>	<u>384</u>	<u>571,730</u>
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	58,188	-	34,768	92,956
Intergovernmental revenue not available	202,850	-	-	202,850
Total deferred inflows of resources	<u>261,038</u>	<u>-</u>	<u>34,768</u>	<u>295,806</u>
Fund balances:				
Nonspendable	703	-	-	703
Restricted	1,958,659	1,914,541	3,088,707	6,961,907
Committed	337,403	-	43,212	380,615
Total fund balances	<u>2,296,765</u>	<u>1,914,541</u>	<u>3,131,919</u>	<u>7,343,225</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,129,149</u>	<u>\$ 1,914,541</u>	<u>\$ 3,167,071</u>	<u>\$ 8,210,761</u>

CITY OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2022

	Street Construction, Maintenance and Repair	Parks and Recreation	Drug Law Enforcement	Permissive Motor Vehicle License Tax
Assets:				
Equity in pooled cash and investments	\$ 1,312,604	\$ 337,344	\$ 150	\$ 86,776
Cash with fiscal agent	-	-	-	116,494
Receivables:				
Payments in lieu of taxes	-	-	-	-
Due from other governments	236,533	-	-	-
Prepayments	703	-	-	-
Total assets	<u>\$ 1,549,840</u>	<u>\$ 337,344</u>	<u>\$ 150</u>	<u>\$ 203,270</u>
Liabilities:				
Accounts payable	\$ 16,241	\$ -	\$ -	\$ -
Accrued wages and benefits payable	1,529	-	-	-
Due to other governments	62	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>17,832</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	-	-	-	-
Intergovernmental revenue not available	202,850	-	-	-
Total deferred inflows of resources	<u>202,850</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable	703	-	-	-
Restricted	1,328,455	-	150	203,270
Committed	-	337,344	-	-
Total fund balances	<u>1,329,158</u>	<u>337,344</u>	<u>150</u>	<u>203,270</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,549,840</u>	<u>\$ 337,344</u>	<u>\$ 150</u>	<u>\$ 203,270</u>

CITY OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2022

	CRA	Law Enforcement Trust	Stambaugh TIF	Local Fiscal Recovery
Assets:				
Equity in pooled cash and investments	\$ 10,005	\$ 13,748	\$ 234,104	\$ 553,362
Cash with fiscal agent	-	-	-	-
Receivables:				
Payments in lieu of taxes	-	-	58,188	-
Due from other governments	-	-	-	-
Prepayments	-	-	-	-
Total assets	<u>\$ 10,005</u>	<u>\$ 13,748</u>	<u>\$ 292,292</u>	<u>\$ 553,362</u>
Liabilities:				
Accounts payable	-	152	-	-
Accrued wages and benefits payable	-	-	-	-
Due to other governments	-	-	-	-
Unearned revenue	-	-	-	553,362
Total liabilities	<u>-</u>	<u>152</u>	<u>-</u>	<u>553,362</u>
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	-	-	58,188	-
Intergovernmental revenue not available	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>58,188</u>	<u>-</u>
Fund balances:				
Nonspendable	-	-	-	-
Restricted	10,005	13,596	234,104	-
Committed	-	-	-	-
Total fund balances	<u>10,005</u>	<u>13,596</u>	<u>234,104</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,005</u>	<u>\$ 13,748</u>	<u>\$ 292,292</u>	<u>\$ 553,362</u>

<u>Body Worn Camera Grant</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 32,314	\$ 2,717,231
-	116,494
-	58,188
-	236,533
-	703
<u>\$ 32,314</u>	<u>\$ 3,129,149</u>
\$ -	\$ 16,393
-	1,529
-	62
-	553,362
<u>-</u>	<u>571,346</u>
-	58,188
-	202,850
<u>-</u>	<u>261,038</u>
-	703
32,314	1,958,659
-	337,403
<u>32,314</u>	<u>2,296,765</u>
<u>\$ 32,314</u>	<u>\$ 3,129,149</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2022

	<u>Park Improvement Debt Service</u>	<u>Park Improvement Debt Service Reserve</u>	<u>Infrastructure Debt Service Reserve</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 205,391	\$ -	\$ 190,111	\$ 395,502
Receivables:				
Municipal income taxes	95,000	-	95,000	190,000
Restricted assets:				
Cash with bond trustee	96,088	1,139,164	93,787	1,329,039
	<u>396,479</u>	<u>1,139,164</u>	<u>378,898</u>	<u>1,914,541</u>
Total assets	<u>\$ 396,479</u>	<u>\$ 1,139,164</u>	<u>\$ 378,898</u>	<u>\$ 1,914,541</u>
Fund balances:				
Restricted	<u>\$ 396,479</u>	<u>\$ 1,139,164</u>	<u>\$ 378,898</u>	<u>\$ 1,914,541</u>
Total fund balances	<u>\$ 396,479</u>	<u>\$ 1,139,164</u>	<u>\$ 378,898</u>	<u>\$ 1,914,541</u>

CITY OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2022

	<u>Permanent Improvement</u>	<u>Williams Road Capital Improvement</u>	<u>Walnut Creek Improvement</u>	<u>Parks Capital Improvements Project</u>
Assets:				
Equity in pooled cash and investments	\$ 43,212	\$ 2,846	\$ 236,175	\$ 90,941
Receivables:				
Payments in lieu of taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 43,212</u>	<u>\$ 2,846</u>	<u>\$ 236,175</u>	<u>\$ 90,941</u>
Liabilities:				
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Restricted	-	2,846	236,175	90,941
Committed	<u>43,212</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>43,212</u>	<u>2,846</u>	<u>236,175</u>	<u>90,941</u>
Total liabilities and fund balances	<u>\$ 43,212</u>	<u>\$ 2,846</u>	<u>\$ 236,175</u>	<u>\$ 90,941</u>

Streets Capital Improvements	Parks Improvements	Creekside South TIF	2019 Capital Improvements	2020 Capital Projects	Total Nonmajor Capital Projects Funds
\$ 775,393	\$ 2,422	\$ 819,451	\$ 161,863	\$ 1,000,000	\$ 3,132,303
-	-	34,768	-	-	34,768
<u>\$ 775,393</u>	<u>\$ 2,422</u>	<u>\$ 854,219</u>	<u>\$ 161,863</u>	<u>\$ 1,000,000</u>	<u>\$ 3,167,071</u>
\$ 384	\$ -	\$ -	\$ -	\$ -	\$ 384
-	-	34,768	-	-	34,768
775,009	2,422	819,451	161,863	1,000,000	3,088,707
-	-	-	-	-	43,212
<u>775,009</u>	<u>2,422</u>	<u>819,451</u>	<u>161,863</u>	<u>1,000,000</u>	<u>3,131,919</u>
<u>\$ 775,393</u>	<u>\$ 2,422</u>	<u>\$ 854,219</u>	<u>\$ 161,863</u>	<u>\$ 1,000,000</u>	<u>\$ 3,167,071</u>

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Municipal income taxes	\$ -	\$ 2,115,000	\$ -	\$ 2,115,000
Payments in lieu of taxes	58,882	-	195,814	254,696
Other local taxes	46,670	-	-	46,670
Fees, licenses and permits	113,500	-	-	113,500
Fines and forfeitures	5,107	-	-	5,107
Intergovernmental	563,710	-	-	563,710
Investment income	17,840	-	-	17,840
Other	11	-	-	11
Total revenues	805,720	2,115,000	195,814	3,116,534
Expenditures:				
Current:				
General government	13,126	-	2,210	15,336
Public health	874	-	-	874
Transportation	318,479	-	-	318,479
Capital outlay	78,368	-	390,444	468,812
Debt service:				
Principal retirement	-	1,200,000	-	1,200,000
Interest and fiscal charges	-	1,058,989	-	1,058,989
Total expenditures	410,847	2,258,989	392,654	3,062,490
Net change in fund balances	394,873	(143,989)	(196,840)	54,044
Fund balances at beginning of year	1,901,892	2,058,530	3,328,759	7,289,181
Fund balances at end of year	\$ 2,296,765	\$ 1,914,541	\$ 3,131,919	\$ 7,343,225

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Street Construction, Maintenance and Repair	Parks and Recreation	Drug Law Enforcement	Permissive Motor Vehicle License Tax
Revenues:				
Payments in lieu of taxes	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	46,670
Fees, licenses and permits	-	113,500	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	478,687	-	-	-
Investment income	16,726	-	-	1,104
Other	11	-	-	-
Total revenues	495,424	113,500	-	47,774
Expenditures:				
Current:				
General government	-	-	-	-
Public health	-	-	-	-
Transportation	318,479	-	-	-
Capital outlay	-	32,936	-	-
Total expenditures	318,479	32,936	-	-
Net change in fund balances	176,945	80,564	-	47,774
Fund balances at beginning of year	1,152,213	256,780	150	155,496
Fund balances at end of year	\$ 1,329,158	\$ 337,344	\$ 150	\$ 203,270

<u>DUI Education</u>	<u>Mayor's Court Computer "A"</u>	<u>Keith Evans Memorial Fields</u>	<u>Police Improvement</u>	<u>Mayor's Court Computer "B"</u>	<u>Continuing Education for Police</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
338	3,663	-	-	1,106	-
-	-	-	-	-	9,064
-	-	-	-	-	-
-	-	-	-	-	-
338	3,663	-	-	1,106	9,064
-	12,567	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	12,567	-	-	-	-
338	(8,904)	-	-	1,106	9,064
<u>5,175</u>	<u>76,647</u>	<u>6,994</u>	<u>59</u>	<u>30,897</u>	<u>15,448</u>
<u>\$ 5,513</u>	<u>\$ 67,743</u>	<u>\$ 6,994</u>	<u>\$ 59</u>	<u>\$ 32,003</u>	<u>\$ 24,512</u>

(Continued)

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>CRA</u>	<u>Law Enforcement Trust</u>	<u>Stambaugh TIF</u>	<u>Coronavirus Relief</u>
Revenues:				
Payments in lieu of taxes	\$ -	\$ -	\$ 58,882	\$ -
Other local taxes	-	-	-	-
Fees, licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Investment income	-	-	-	10
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>58,882</u>	<u>10</u>
Expenditures:				
Current:				
General government	-	-	559	-
Public health	-	-	-	874
Transportation	-	-	-	-
Capital outlay	-	1,787	-	-
Total expenditures	<u>-</u>	<u>1,787</u>	<u>559</u>	<u>874</u>
Net change in fund balances	-	(1,787)	58,323	(864)
Fund balances at beginning of year	<u>10,005</u>	<u>15,383</u>	<u>175,781</u>	<u>864</u>
Fund balances at end of year	<u>\$ 10,005</u>	<u>\$ 13,596</u>	<u>\$ 234,104</u>	<u>\$ -</u>

Body Worn Camera Grant	Total Nonmajor Special Revenue Funds
\$ -	\$ 58,882
-	46,670
-	113,500
-	5,107
75,959	563,710
-	17,840
-	11
<hr/> 75,959	<hr/> 805,720
-	13,126
-	874
-	318,479
43,645	78,368
<hr/> 43,645	<hr/> 410,847
32,314	394,873
-	1,901,892
<hr/> <u>\$ 32,314</u>	<hr/> <u>\$ 2,296,765</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Park Improvement Debt Service	Park Improvement Debt Service Reserve	Infrastructure Debt Service Reserve	Total Nonmajor Debt Service Funds
Revenues:				
Municipal income taxes	\$ 1,140,000	\$ -	\$ 975,000	\$ 2,115,000
Expenditures:				
Debt service:				
Principal retirement	665,000	-	535,000	1,200,000
Interest and fiscal charges	471,051	-	587,938	1,058,989
Total expenditures	1,136,051	-	1,122,938	2,258,989
Net change in fund balances	3,949	-	(147,938)	(143,989)
Fund balances at beginning of year	392,530	1,139,164	526,836	2,058,530
Fund balances at end of year	\$ 396,479	\$ 1,139,164	\$ 378,898	\$ 1,914,541

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Permanent Improvement	Williams Road Capital Improvement	Walnut Creek Improvement	Parks Capital Improvements Project
Revenues:				
Payments in lieu of taxes	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	-	1,189	153,068
Total expenditures	-	-	1,189	153,068
Net change in fund balances	-	-	(1,189)	(153,068)
Fund balances at beginning of year	<u>43,212</u>	<u>2,846</u>	<u>237,364</u>	<u>244,009</u>
Fund balances at end of year	<u><u>\$ 43,212</u></u>	<u><u>\$ 2,846</u></u>	<u><u>\$ 236,175</u></u>	<u><u>\$ 90,941</u></u>

<u>Streets Capital Improvements</u>	<u>Parks Improvements</u>	<u>Creekside South TIF</u>	<u>2019 Capital Improvements</u>	<u>2020 Capital Projects</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ -	\$ -	\$ 195,814	\$ -	\$ -	\$ 195,814
-	-	2,210	-	-	2,210
231,764	4,423	-	-	-	390,444
231,764	4,423	2,210	-	-	392,654
(231,764)	(4,423)	193,604	-	-	(196,840)
1,006,773	6,845	625,847	161,863	1,000,000	3,328,759
<u>\$ 775,009</u>	<u>\$ 2,422</u>	<u>\$ 819,451</u>	<u>\$ 161,863</u>	<u>\$ 1,000,000</u>	<u>\$ 3,131,919</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

FUND DESCRIPTIONS - CUSTODIAL FUNDS

CUSTODIAL FUNDS

Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. These funds do not account for the City's own source revenue. The following is a description of the City's custodial funds.

JEDZ Income Tax Fund

This fund accounts for the proceeds of the JEDZ income tax which are distributed to the designated recipients.

State Building Permit Fund

This fund accounts for building standards fee assessments collected by the City which are remitted to the State.

Big Walnut CIC Fund

This fund accounts for the collections by the City to be distributed to the Big Walnut CIC.

Convention and Visitors Bureau Fund

This fund accounts for fees received from hotels/motels used to benefit visitors to the City of Obetz.

Mayor's Court Fund

This fund accounts for Mayor's Court activity.

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2022

	JEDZ Income Tax	State Building Permit	Big Walnut CIC	Convention and Visitors Bureau
Assets:				
Equity in pooled cash and cash equivalents	\$ 378,868	\$ 220	\$ 1	\$ 32,659
Receivables (net of allowances for uncollectibles):				
Income taxes	410,672	-	-	-
Accounts	-	34	-	2,273
	789,540	254	1	34,932
Total assets				
	789,540	254	1	34,932
Liabilities:				
Due to other governments	1,608,320	220	-	-
	1,608,320	220	-	-
Net position:				
Restricted for individuals, organizations and other governments	\$ (818,780)	\$ 34	\$ 1	\$ 34,932
	\$ (818,780)	\$ 34	\$ 1	\$ 34,932

<u>Mayor's Court</u>	<u>Total</u>
\$ 6,919	\$ 418,667
-	410,672
-	<u>2,307</u>
<u>6,919</u>	<u>831,646</u>
-	<u>1,608,540</u>
<u>\$ 6,919</u>	<u>\$ (776,894)</u>

CITY OF OBETZ, OHIO

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	JEDZ Income Tax	State Building Permit	Big Walnut CIC	Convention and Visitors Bureau
Additions:				
From local sources:				
Licenses, permits and fees for other governments	\$ -	\$ 12,481	\$ -	\$ -
Fines and forfeitures for other governments	-	-	-	-
Contributions and donations	-	-	1	-
Income tax collections for other governments	5,335,399	-	-	-
Other custodial fund collections	-	-	-	33,159
Total additions	<u>5,335,399</u>	<u>12,481</u>	<u>1</u>	<u>33,159</u>
Deductions:				
Distributions to the State of Ohio	-	12,506	-	-
Distributions as fiscal agent	-	-	3,017	165,459
Fines and forfeitures distributions to other governments	-	-	-	-
Income tax distributions to other governments	5,375,691	-	-	-
Total deductions	<u>5,375,691</u>	<u>12,506</u>	<u>3,017</u>	<u>165,459</u>
Net change in fiduciary net position	(40,292)	(25)	(3,016)	(132,300)
Net position beginning of year	<u>(778,488)</u>	<u>59</u>	<u>3,017</u>	<u>167,232</u>
Net position end of year	<u>\$ (818,780)</u>	<u>\$ 34</u>	<u>\$ 1</u>	<u>\$ 34,932</u>

<u>Mayor's Court</u>	<u>Total</u>
\$ -	\$ 12,481
20,449	20,449
-	1
-	5,335,399
-	33,159
20,449	5,401,489
-	12,506
-	168,476
21,390	21,390
-	5,375,691
21,390	5,578,063
(941)	(176,574)
7,860	(600,320)
\$ 6,919	\$ (776,894)

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:				
Municipal income taxes	\$ 8,180,342	\$ 10,184,502	\$ 10,093,867	\$ (90,635)
Property taxes	305,599	380,470	343,131	(37,339)
Other local taxes	253,013	315,000	361,963	46,963
Charges for services	627,311	781,000	1,002,578	221,578
Fees, licenses and permits	461,848	575,000	888,407	313,407
Fines and forfeitures	28,916	36,000	40,411	4,411
Intergovernmental	2,370,124	2,950,797	3,308,257	357,460
Investment income	24,096	30,000	439,426	409,426
Other	-	-	214,425	214,425
Total revenues	<u>12,251,249</u>	<u>15,252,769</u>	<u>16,692,465</u>	<u>1,439,696</u>
Expenditures:				
Current:				
General government				
Mayor and administrator				
Personal services	519,021	534,021	495,023	38,998
Contract services	37,521	39,521	32,867	6,654
Materials and supplies	15,579	15,579	13,305	2,274
City council				
Personal services	214,057	214,518	85,487	129,031
Contract services	95,452	99,952	61,272	38,680
Materials and supplies	2,341	2,341	2,083	258
Mayor's court				
Personal services	52,149	52,581	51,170	1,411
Contract services	21,293	21,293	14,996	6,297
Finance department				
Personal services	427,896	432,030	415,716	16,314
Contract services	57,636	64,936	60,642	4,294
Materials and supplies	39,868	39,868	30,120	9,748
Land and Buildings				
Personal services	274,132	274,132	249,945	24,187
Contract services	110,575	110,575	102,935	7,640
Materials and supplies	49,088	51,088	43,668	7,420
Tax collection fees				
Contract services	10,000	10,000	6,251	3,749
Other	-	1,500,000	-	1,500,000
Accounting/Legal				
Personal services	269,051	294,473	290,127	4,346
Contract services	288,112	288,112	254,913	33,199
Materials and supplies	5,000	5,000	38	4,962
Payment to another political subdivision				
Other	195,585	195,585	170,585	25,000
Compensation and damages				
Contract services	5,000	5,000	-	5,000
Other	-	1,356,168	-	1,356,168
Other				
Contract Services	15,000	15,000	650	14,350
Total general government	<u>\$ 2,704,356</u>	<u>\$ 5,621,773</u>	<u>\$ 2,381,793</u>	<u>\$ 3,239,980</u>

Continued

CITY OF OBETZ, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Security of persons and property				
Police				
Personal services	\$ 2,748,369	\$ 2,936,224	\$ 2,853,888	\$ 82,336
Contract services	131,675	142,875	122,422	20,453
Materials and supplies	165,381	190,381	116,969	73,412
Other	68,705	68,705	63,785	4,920
Street lighting				
Materials and supplies	94,891	94,891	93,056	1,835
Emergency management				
Contract services	9,000	9,000	8,966	34
Total security of persons and property	<u>3,218,021</u>	<u>3,442,076</u>	<u>3,259,086</u>	<u>182,990</u>
Public health				
Contract services	600	600	-	600
Other	60,000	62,400	62,320	80
Total public health	<u>60,600</u>	<u>63,000</u>	<u>62,320</u>	<u>680</u>
Transportation				
Street maintenance				
Personal services	587,299	608,322	558,679	49,643
Contract services	36,565	36,565	20,448	16,117
Materials and supplies	30,230	30,230	29,697	533
Total transportation	<u>654,094</u>	<u>675,117</u>	<u>608,824</u>	<u>66,293</u>
Community environment				
Community planning and zoning				
Personal services	467,105	473,523	469,626	3,897
Contract services	91,826	91,826	67,290	24,536
Materials and supplies	2,525	2,525	1,261	1,264
Other	45,000	45,000	42,350	2,650
Economic development				
Personal services	153,044	153,044	76,186	76,858
Contract services	601,242	601,242	265,596	335,646
Materials and supplies	10,000	10,000	4,773	5,227
Other	2,855,110	2,855,110	2,734,206	120,904
Building department				
Personal services	250	250	129	121
Contract services	596,764	552,277	435,324	116,953
Materials and supplies	2,310	2,060	1,768	292
Other	41,006	105,743	70,137	35,606
Total community environment	<u>\$ 4,866,182</u>	<u>\$ 4,892,600</u>	<u>\$ 4,168,646</u>	<u>\$ 723,954</u>

Continued

CITY OF OBETZ, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Leisure time activity				
Athletic				
Personal services	\$ 321,284	\$ 335,567	\$ 298,910	\$ 36,657
Contract services	87,912	89,412	79,883	9,529
Materials and supplies	90,842	102,842	94,682	8,160
Provide and maintain parks				
Personal services	676,745	691,745	584,367	107,378
Contract services	155,823	455,823	412,777	43,046
Materials and supplies	216,023	220,023	125,358	94,665
Cultural programs				
Personal services	249,840	291,122	248,907	42,215
Contract services	317,539	332,539	268,441	64,098
Materials and supplies	175,729	188,729	122,972	65,757
Other	10,000	10,000	6,200	3,800
Other leisure time activity				
Personal services	278,274	273,439	255,872	17,567
Contract services	509,108	529,108	469,700	59,408
Materials and supplies	304,624	284,624	128,700	155,924
Total leisure time activity	<u>3,393,743</u>	<u>3,804,973</u>	<u>3,096,769</u>	<u>708,204</u>
Capital outlay:				
Capital outlay	<u>2,484,435</u>	<u>2,484,435</u>	<u>2,064,094</u>	<u>420,341</u>
Total expenditures	<u>17,381,431</u>	<u>20,983,974</u>	<u>15,641,532</u>	<u>5,342,442</u>
Excess (deficiency) of revenues over (under) expenditures	(5,130,182)	(5,731,205)	1,050,933	6,782,138
Other financing sources (uses):				
Sale of capital assets	-	-	12,800	12,800
Advances in	-	-	75,959	75,959
Advances out	-	-	(75,959)	(75,959)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>12,800</u>	<u>12,800</u>
Net change in fund balance	(5,130,182)	(5,731,205)	1,063,733	6,794,938
Fund balance at beginning of year	8,837,676	8,837,676	8,837,676	-
Prior year encumbrances appropriated	<u>1,112,282</u>	<u>1,112,282</u>	<u>1,112,282</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,819,776</u>	<u>\$ 4,218,753</u>	<u>\$ 11,013,691</u>	<u>\$ 6,794,938</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OBLIGATION DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal income taxes	\$ 1,080,000	\$ 1,080,000	\$ 1,080,000	\$ -
Expenditures:				
Current:				
Debt service:				
Principal retirement	1,099,974	1,099,973	1,099,973	-
Net change in fund balance	(19,974)	(19,973)	(19,973)	-
Fund balance at beginning of year	908,891	908,891	908,891	-
Fund balance at end of year	<u>\$ 888,917</u>	<u>\$ 888,918</u>	<u>\$ 888,918</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOY ROAD TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Payments in lieu of taxes	\$ 150,000	\$ 958,447	\$ 958,447	\$ -
Expenditures:				
Current:				
General government				
Contract services	1,700	10,820	10,467	353
Debt service:				
Principal retirement	160,000	947,785	850,591	97,194
Total expenditures	<u>161,700</u>	<u>958,605</u>	<u>861,058</u>	<u>97,547</u>
Net change in fund balance	(11,700)	(158)	97,389	97,547
Fund balance at beginning of year	<u>158</u>	<u>158</u>	<u>158</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ (11,542)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 97,547</u></u>	<u><u>\$ 97,547</u></u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 425,000	\$ 425,000	\$ 477,354	\$ 52,354
Investment income	1,000	1,000	16,726	15,726
Licenses and permits	-	-	11	11
Total revenues	<u>426,000</u>	<u>426,000</u>	<u>494,091</u>	<u>68,091</u>
Expenditures:				
Current:				
Transportation				
Street construction				
Personal services	114,579	115,697	112,002	3,695
Contract services	51,767	51,767	82,159	(30,392)
Materials and supplies	224,038	240,038	176,592	63,446
Total expenditures	<u>390,384</u>	<u>407,502</u>	<u>370,753</u>	<u>36,749</u>
Net change in fund balance	35,616	18,498	123,338	104,840
Fund balance at beginning of year	1,105,356	1,105,356	1,105,356	-
Prior year encumbrances appropriated	<u>32,790</u>	<u>32,790</u>	<u>32,790</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,173,762</u>	<u>\$ 1,156,644</u>	<u>\$ 1,261,484</u>	<u>\$ 104,840</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

PARKS AND RECREATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fees, licenses and permits	\$ 50,000	\$ 50,000	\$ 113,500	\$ 63,500
Expenditures:				
Current:				
Capital outlay:				
Capital outlay	250,000	250,000	32,935	217,065
Net change in fund balance	(200,000)	(200,000)	80,565	280,565
Fund balance at beginning of year	256,780	256,780	256,780	-
Fund balance at end of year	<u>\$ 56,780</u>	<u>\$ 56,780</u>	<u>\$ 337,345</u>	<u>\$ 280,565</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG LAW ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ -</u>
Fund balance at end of year	<u><u>\$ 150</u></u>	<u><u>\$ 150</u></u>	<u><u>\$ 150</u></u>	<u><u>\$ -</u></u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMISSIVE MOTOR VEHICLE LICENSE TAX FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Other local taxes	\$ 12,900	\$ 12,900	\$ 16,881	\$ 3,981
Investment income	-	-	1,104	1,104
Total revenues	<u>12,900</u>	<u>12,900</u>	<u>17,985</u>	<u>5,085</u>
Net change in fund balance	12,900	12,900	17,985	5,085
Fund balance at beginning of year	<u>68,791</u>	<u>68,791</u>	<u>68,791</u>	<u>-</u>
Fund balance at end of year	<u>\$ 81,691</u>	<u>\$ 81,691</u>	<u>\$ 86,776</u>	<u>\$ 5,085</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DUI EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ -	\$ -	\$ 338	\$ 338
Expenditures:				
Current:				
Security of persons and property				
Personal services	4,775	4,775	-	4,775
Net change in fund balance	(4,775)	(4,775)	338	5,113
Fund balance at beginning of year	5,175	5,175	5,175	-
Fund balance at end of year	<u>\$ 400</u>	<u>\$ 400</u>	<u>\$ 5,513</u>	<u>\$ 5,113</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER "A" FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 6,000	\$ 3,000	\$ 4,133	\$ 1,133
Expenditures:				
Current:				
General government				
Contract services	8,000	21,700	16,567	5,133
Materials and supplies	1,000	1,000	-	1,000
Capital outlay:				
Capital outlay	5,000	5,000	-	5,000
Total expenditures	<u>14,000</u>	<u>27,700</u>	<u>16,567</u>	<u>11,133</u>
Net change in fund balance	(8,000)	(24,700)	(12,434)	12,266
Fund balance at beginning of year	<u>76,177</u>	<u>76,177</u>	<u>76,177</u>	<u>-</u>
Fund balance at end of year	<u>\$ 68,177</u>	<u>\$ 51,477</u>	<u>\$ 63,743</u>	<u>\$ 12,266</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
KEITH EVANS MEMORIAL FIELDS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay:				
Capital outlay	\$ 6,994	\$ 6,994	\$ -	\$ 6,994
Net change in fund balance	(6,994)	(6,994)	-	6,994
Fund balance at beginning of year	<u>6,994</u>	<u>6,994</u>	<u>6,994</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,994</u>	<u>\$ 6,994</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

POLICE IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 59	\$ 59	\$ 59	\$ -
Fund balance at end of year	<u>\$ 59</u>	<u>\$ 59</u>	<u>\$ 59</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER "B" FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 1,500	\$ 900	\$ 1,247	\$ 347
Expenditures:				
Current:				
Capital outlay:				
Capital outlay	5,000	5,000	-	5,000
Net change in fund balance	(3,500)	(4,100)	1,247	5,347
Fund balance at beginning of year	<u>30,756</u>	<u>30,756</u>	<u>30,756</u>	<u>-</u>
Fund balance at end of year	<u>\$ 27,256</u>	<u>\$ 26,656</u>	<u>\$ 32,003</u>	<u>\$ 5,347</u>

CITY OF OBETZ, OBETZ

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONTINUING EDUCATION FOR POLICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 9,064	\$ 9,064
Net change in fund balance	-	-	9,064	9,064
Fund balance at beginning of year	<u>15,448</u>	<u>15,448</u>	<u>15,448</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,448</u>	<u>\$ 15,448</u>	<u>\$ 24,512</u>	<u>\$ 9,064</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CRA FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
General government				
Contract services	\$ 5,000	\$ 5,000	\$ -	\$ 5,000
Net change in fund balance	(5,000)	(5,000)	-	5,000
Fund balance at beginning of year	<u>10,005</u>	<u>10,005</u>	<u>10,005</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 5,005</u></u>	<u><u>\$ 5,005</u></u>	<u><u>\$ 10,005</u></u>	<u><u>\$ 5,000</u></u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

LAW ENFORCEMENT TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Security of Persons and Property				
Supplies and Materials	\$ 4,565	\$ 4,565	\$ 4,565	\$ -
Net change in fund balance	(4,565)	(4,565)	(4,565)	-
Fund balance at beginning of year	10,974	10,974	10,974	-
Prior year encumbrances appropriated	4,565	4,565	4,565	-
Fund balance at end of year	<u>\$ 10,974</u>	<u>\$ 10,974</u>	<u>\$ 10,974</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STAMBAUGH TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Payments in lieu of taxes	\$ 60,000	\$ 50,000	\$ 58,883	\$ 8,883
Expenditures:				
Current:				
General government				
Contract services	400	700	560	140
Debt service:				
Principal retirement	225,000	225,000	-	225,000
Total expenditures	<u>225,400</u>	<u>225,700</u>	<u>560</u>	<u>225,140</u>
Net change in fund balance	(165,400)	(175,700)	58,323	234,023
Fund balance at beginning of year	<u>175,781</u>	<u>175,781</u>	<u>175,781</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,381</u>	<u>\$ 81</u>	<u>\$ 234,104</u>	<u>\$ 234,023</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CORONAVIRUS RELIEF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Investment income	\$ 10	\$ 10	\$ 10	\$ -
Expenditures:				
Current:				
Public Health Services				
Materials and supplies	102,477	103,351	103,351	-
Net change in fund balance	(102,467)	(103,341)	(103,341)	-
Fund balance at beginning of year	864	864	864	-
Prior year encumbrances appropriated	102,477	102,477	102,477	-
Fund balance at end of year	<u>\$ 874</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LOCAL FISCAL RECOVERY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ 272,143	\$ 274,316	\$ 2,173
Investment income	-	-	6,820	6,820
Total revenues	-	272,143	281,136	8,993
Expenditures:				
Current:				
Public Health Services				
Materials and supplies	544,345	544,345	-	544,345
Net change in fund balance	(544,345)	(272,202)	281,136	553,338
Fund balance at beginning of year	<u>272,226</u>	<u>272,226</u>	<u>272,226</u>	<u>-</u>
Fund balance at end of year	<u>\$ (272,119)</u>	<u>\$ 24</u>	<u>\$ 553,362</u>	<u>\$ 553,338</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BODY WORN CAMERA GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 75,959	\$ 75,959	\$ -
Expenditures:				
Current:				
Capital outlay:				
Capital outlay	-	75,959	43,645	32,314
Excess of revenues over expenditures	-	-	32,314	(32,314)
Other financing sources (uses):				
Advances in	-	-	75,959	75,959
Advances out	-	-	(75,959)	(75,959)
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	32,314	32,314
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ 32,314	\$ 32,314

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

UNCLAIMED MONIES FUND

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 3,022	\$ 3,022	\$ 3,022	\$ -
Fund balance at end of year	<u>\$ 3,022</u>	<u>\$ 3,022</u>	<u>\$ 3,022</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARK IMPROVEMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 1,140,000	\$ 1,140,000	\$ 1,140,000	\$ -
Expenditures:				
Debt service:				
Principal retirement	1,138,134	1,138,134	1,138,133	1
Net change in fund balance	1,866	1,866	1,867	1
Fund balance at beginning of year	<u>201,308</u>	<u>201,308</u>	<u>201,308</u>	<u>-</u>
Fund balance at end of year	<u>\$ 203,174</u>	<u>\$ 203,174</u>	<u>\$ 203,175</u>	<u>\$ 1</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARK IMPROVEMENT DEBT SERVICE RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 1,139,164	\$ 1,139,164	\$ 1,139,164	\$ -
Fund balance at end of year	<u>\$ 1,139,164</u>	<u>\$ 1,139,164</u>	<u>\$ 1,139,164</u>	<u>\$ -</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INFRASTRUCTURE DEBT SERVICE RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 1,140,000	\$ 960,000	\$ 960,000	\$ -
Expenditures:				
Debt service:				
Principal retirement	1,125,438	1,125,438	1,125,437	1
Net change in fund balance	14,562	(165,438)	(165,437)	1
Fund balance at beginning of year	<u>353,320</u>	<u>353,320</u>	<u>353,320</u>	<u>-</u>
Fund balance at end of year	<u>\$ 367,882</u>	<u>\$ 187,882</u>	<u>\$ 187,883</u>	<u>\$ 1</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay	\$ 43,212	\$ 43,212	\$ -	\$ 43,212
Net change in fund balance	(43,212)	(43,212)	-	43,212
Fund balance at beginning of year	<u>43,212</u>	<u>43,212</u>	<u>43,212</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,212</u>	<u>\$ 43,212</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WILLIAMS ROAD CAPITAL IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 2,846	\$ 2,846	\$ -	\$ 2,846
Net change in fund balance	(2,846)	(2,846)	-	2,846
Fund balance at beginning of year	<u>2,846</u>	<u>2,846</u>	<u>2,846</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,846</u>	<u>\$ 2,846</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WALNUT CREEK IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 237,364	\$ 237,364	\$ 24,039	\$ 213,325
Net change in fund balance	(237,364)	(237,364)	(24,039)	213,325
Fund balance at beginning of year	<u>237,364</u>	<u>237,364</u>	<u>237,364</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 213,325</u>	<u>\$ 213,325</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARKS CAPITAL IMPROVEMENTS PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 233,777	\$ 233,777	\$ 153,093	\$ 80,684
Net change in fund balance	(233,777)	(233,777)	(153,093)	80,684
Fund balance at beginning of year	142,309	142,309	142,309	-
Prior year encumbrances appropriated	<u>101,725</u>	<u>101,725</u>	<u>101,725</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,257</u>	<u>\$ 10,257</u>	<u>\$ 90,941</u>	<u>\$ 80,684</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREETS CAPITAL IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 1,026,538	\$ 1,026,538	\$ 985,399	\$ 41,139
Net change in fund balance	(1,026,538)	(1,026,538)	(985,399)	41,139
Fund balance at beginning of year	700,812	700,812	700,812	-
Prior year encumbrances appropriated	325,726	325,726	325,726	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,139</u>	<u>\$ 41,139</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARKS IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay				
Capital outlay	\$ 9,433	\$ 9,433	\$ 9,217	\$ 216
Net change in fund balance	(9,433)	(9,433)	(9,217)	216
Fund balance at beginning of year	6,845	6,845	6,845	-
Prior year encumbrances appropriated	<u>4,794</u>	<u>4,794</u>	<u>4,794</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,206</u>	<u>\$ 2,206</u>	<u>\$ 2,422</u>	<u>\$ 216</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CREEKSIDE SOUTH TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Payments in lieu of taxes	\$ 112,000	\$ 162,000	\$ 195,813	\$ 33,813
Expenditures:				
Current:				
General government				
Contract services	2,750	2,750	2,209	541
Capital outlay:				
Capital outlay	625,000	625,000	-	625,000
Total expenditures	<u>627,750</u>	<u>627,750</u>	<u>2,209</u>	<u>625,541</u>
Net change in fund balance	(515,750)	(465,750)	193,604	659,354
Fund balance at beginning of year	<u>625,847</u>	<u>625,847</u>	<u>625,847</u>	<u>-</u>
Fund balance at end of year	<u>\$ 110,097</u>	<u>\$ 160,097</u>	<u>\$ 819,451</u>	<u>\$ 659,354</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
2019 CAPITAL IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 161,863	\$ 161,863	\$ -	\$ 161,863
Net change in fund balance	(161,863)	(161,863)	-	161,863
Fund balance at beginning of year	161,863	161,863	161,863	-
Fund balance at end of year	\$ -	\$ -	\$ 161,863	\$ 161,863

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
2020 CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Capital outlay:				
Capital outlay	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000
Net change in fund balance	(1,000,000)	(1,000,000)	-	1,000,000
Fund balance at beginning of year	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,000,000</u></u>	<u><u>\$ 1,000,000</u></u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,755,000	\$ 1,755,000	\$ 2,555,040	\$ 800,040
Other	-	-	44	44
Total revenues	<u>1,755,000</u>	<u>1,755,000</u>	<u>2,555,084</u>	<u>800,084</u>
Expenses:				
Personal services	356,713	378,265	354,977	23,288
Contractual services	1,982,840	1,957,840	1,441,521	516,319
Materials and supplies	111,199	119,199	103,247	15,952
Other	-	25,000	-	25,000
Capital outlay	<u>2,678,606</u>	<u>2,728,722</u>	<u>1,378,985</u>	<u>1,349,737</u>
Total expenses	<u>5,129,358</u>	<u>5,209,026</u>	<u>3,278,730</u>	<u>1,930,296</u>
Excess of revenues over (under) expenses	<u>(3,374,358)</u>	<u>(3,454,026)</u>	<u>(723,646)</u>	<u>2,730,380</u>
Nonoperating revenues (expenses):				
Transfers in	-	-	5,157	5,157
Transfers out	-	(22,025)	(22,025)	-
Total nonoperating revenues (expenses)	<u>-</u>	<u>(22,025)</u>	<u>(16,868)</u>	<u>5,157</u>
Net loss before capital contributions	(3,374,358)	(3,476,051)	(740,514)	2,735,537
Capital contributions	<u>-</u>	<u>-</u>	<u>152,040</u>	<u>152,040</u>
Net change in fund equity	(3,374,358)	(3,476,051)	(588,474)	2,887,577
Fund equity at beginning of year	4,673,866	4,673,866	4,673,866	-
Prior year encumbrances appropriated	<u>770,330</u>	<u>770,330</u>	<u>770,330</u>	<u>-</u>
Fund equity at end of year	<u>\$ 2,069,838</u>	<u>\$ 1,968,145</u>	<u>\$ 4,855,722</u>	<u>\$ 2,887,577</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 2,027,500	\$ 1,927,500	\$ 2,569,928	\$ 642,428
Expenses:				
Personal services	228,391	250,919	242,154	8,765
Contractual services	2,664,686	2,664,686	2,437,769	226,917
Materials and supplies	7,667	7,667	3,959	3,708
Other	722,994	722,994	493,139	229,855
Capital outlay	101,124	101,124	19,203	81,921
Total expenses	<u>3,724,862</u>	<u>3,747,390</u>	<u>3,196,224</u>	<u>551,166</u>
Excess of revenues over (under) expenses	(1,697,362)	(1,819,890)	(626,270)	1,193,620
Nonoperating revenues (expenses):				
Transfers in	-	-	7,772	7,772
Net change in fund equity	(1,697,362)	(1,819,890)	(618,498)	1,201,392
Fund equity at beginning of year	1,142,759	1,142,759	1,142,759	-
Prior year encumbrances appropriated	<u>928,962</u>	<u>928,962</u>	<u>928,962</u>	<u>-</u>
Fund equity at end of year	<u>\$ 374,359</u>	<u>\$ 251,831</u>	<u>\$ 1,453,223</u>	<u>\$ 1,201,392</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ELECTRIC FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 6,260,000	\$ 6,060,000	\$ 7,286,021	\$ 1,226,021
Other	-	-	29	29
Total revenues	6,260,000	6,060,000	7,286,050	1,226,050
Expenses:				
Personal services	273,833	290,983	242,751	48,232
Contractual services	7,519,438	7,519,438	7,029,853	489,585
Materials and supplies	2,000	2,000	1,068	932
Capital outlay	1,216,135	1,216,135	266,394	949,741
Total expenses	9,011,406	9,028,556	7,540,066	1,488,490
Net loss before capital contributions	(2,751,406)	(2,968,556)	(254,016)	2,714,540
Capital contributions	-	200,000	3,180	(196,820)
Net change in fund equity	(2,751,406)	(2,768,556)	(250,836)	2,517,720
Fund equity at beginning of year	3,585,918	3,585,918	3,585,918	-
Prior year encumbrances appropriated	2,124,468	2,124,468	2,124,468	-
Fund equity at end of year	\$ 2,958,980	\$ 2,941,830	\$ 5,459,550	\$ 2,517,720

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GAS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ -	\$ 1,561,000	\$ 1,927,278	\$ 366,278
Other	-	-	25	25
Total revenues	<u>-</u>	<u>1,561,000</u>	<u>1,927,303</u>	<u>366,303</u>
Expenses:				
Personal services	230,402	255,111	199,719	55,392
Contractual services	1,541,850	2,047,688	2,038,553	9,135
Capital outlay	299,566	299,566	155,269	144,297
Total expenses	<u>2,071,818</u>	<u>2,602,365</u>	<u>2,393,541</u>	<u>208,824</u>
Net loss before capital contributions	(2,071,818)	(1,041,365)	(466,238)	575,127
Capital contributions	<u>294,545</u>	<u>300,000</u>	<u>55,400</u>	<u>(244,600)</u>
Net change in fund equity	(1,777,273)	(741,365)	(410,838)	330,527
Fund equity at beginning of year	450,184	450,184	450,184	-
Prior year encumbrances appropriated	<u>414,248</u>	<u>414,248</u>	<u>414,248</u>	<u>-</u>
Fund equity at end of year	<u>\$ (912,841)</u>	<u>\$ 123,067</u>	<u>\$ 453,594</u>	<u>\$ 330,527</u>

CITY OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REFUSE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 300,400	\$ 425,400	\$ 427,945	\$ 2,545
Expenses:				
Contractual services	439,192	451,192	439,192	12,000
Excess of revenues over (under) expenses	(138,792)	(25,792)	(11,247)	14,545
Nonoperating revenues:				
Advances in	-	-	9,096	9,096
Net change in fund equity	(138,792)	(25,792)	(2,151)	23,641
Fund equity at beginning of year	160,599	160,599	160,599	-
Prior year encumbrances appropriated	14,192	14,192	14,192	-
Fund equity at end of year	<u>\$ 35,999</u>	<u>\$ 148,999</u>	<u>\$ 172,640</u>	<u>\$ 23,641</u>

STATISTICAL SECTION

CITY OF OBETZ, OHIO

**STATISTICAL SECTION
TABLE OF CONTENTS**

This part of the City of Obetz' Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	206-217
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the municipal income tax.	218-220
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	222-230
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	231-232
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	234-239

CITY OF OBETZ, OHIO

NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2022	2021	2020	2019	2018
Governmental Activities					
Net investment in capital assets	\$ 61,007,839	\$ 60,927,488	\$ 60,793,570	\$ 61,626,967	\$ 59,256,000
Restricted for:					
Debt service	2,502,072	2,058,530	2,218,618	2,196,554	2,360,892
Capital projects	2,173,398	1,966,000	1,777,141	469,219	205,047
Street construction, maintenance and repair	1,927,347	1,628,230	1,511,275	1,156,321	872,793
Police operations	43,771	36,156	35,988	30,236	27,797
Economic development programs	10,005	10,005	10,005	10,005	10,005
Court operations	99,746	107,544	106,868	105,557	99,683
Park improvements	6,994	6,994	6,994	6,994	6,994
Other purposes	78,181	40,804	218,239	36,312	34,933
Unrestricted	7,026,969	2,278,198	1,914,577	1,287,349	2,756,542
Total governmental activities net position	<u>\$ 74,876,322</u>	<u>\$ 69,059,949</u>	<u>\$ 68,593,275</u>	<u>\$ 66,925,514</u>	<u>\$ 65,630,686</u>
Business-type Activities					
Net investment in capital assets	\$ 28,373,846	\$ 24,876,646	\$ 22,735,044	\$ 22,698,722	\$ 22,380,547
Unrestricted	15,312,436	14,628,613	13,131,517	10,687,379	8,605,736
Total business-type activities net position	<u>\$ 43,686,282</u>	<u>\$ 39,505,259</u>	<u>\$ 35,866,561</u>	<u>\$ 33,386,101</u>	<u>\$ 30,986,283</u>
Total Primary Government					
Net investment in capital assets	\$ 89,381,685	\$ 85,804,134	\$ 83,528,614	\$ 84,325,689	\$ 81,636,547
Restricted	6,841,514	5,854,263	5,885,128	4,011,198	3,618,144
Unrestricted	22,339,405	16,906,811	15,046,094	11,974,728	11,362,278
Total primary government net position	<u>\$ 118,562,604</u>	<u>\$ 108,565,208</u>	<u>\$ 104,459,836</u>	<u>\$ 100,311,615</u>	<u>\$ 96,616,969</u>

Source: City Finance Department.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 56,265,624	\$ 50,757,006	\$ 49,768,028	\$ 50,395,488	\$ 51,573,697
1,911,016	1,419,938	-	-	-
845,940	43,806	94,134	89,292	64,348
581,220	720,538	598,799	810,091	897,377
745,545	15,103	8,417	13,110	13,336
10,005	10,005	10,005	10,005	10,005
93,491	95,758	89,598	84,894	73,364
6,994	6,994	6,994	6,994	6,994
36,703	60,879	1,367	2,879	2,879
9,762,613	9,094,584	6,442,925	5,654,909	6,021,728
<u>\$ 70,259,151</u>	<u>\$ 62,224,611</u>	<u>\$ 57,020,267</u>	<u>\$ 57,067,662</u>	<u>\$ 58,663,728</u>
\$ 20,886,999	\$ 19,680,703	\$ 16,374,423	\$ 15,691,591	\$ 15,164,188
8,835,403	8,213,460	5,982,855	4,835,611	5,263,989
<u>\$ 29,722,402</u>	<u>\$ 27,894,163</u>	<u>\$ 22,357,278</u>	<u>\$ 20,527,202</u>	<u>\$ 20,428,177</u>
\$ 77,152,623	\$ 70,437,709	\$ 66,142,451	\$ 66,087,079	\$ 66,737,885
4,230,914	2,373,021	809,314	1,017,265	1,068,303
18,598,016	17,308,044	12,425,780	10,490,520	11,285,717
<u>\$ 99,981,553</u>	<u>\$ 90,118,774</u>	<u>\$ 79,377,545</u>	<u>\$ 77,594,864</u>	<u>\$ 79,091,905</u>

CITY OF OBETZ, OHIO

CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Program Revenues:					
Governmental activities:					
Charges for services and sales:					
General government	\$ 1,230,486	\$ 1,119,918	\$ 980,842	\$ 778,154	\$ 550,657
Security of persons and property	59,194	16,115	13,415	12,778	11,209
Transportation	-	-	330	20,500	-
Leisure time activity	687,992	561,050	148,718	312,874	288,368
Subtotal - charges for services	<u>1,977,672</u>	<u>1,697,083</u>	<u>1,143,305</u>	<u>1,124,306</u>	<u>850,234</u>
Operating grants and contributions:					
General government	10	134	116,240	-	-
Security of persons and property	85,023	1,234	91,514	2,389	11,227
Transportation	499,440	498,148	441,489	459,899	282,697
Community environment	-	-	35,930	-	-
Leisure time activity	-	-	152,167	-	-
Interest and fiscal charges	-	191,096	196,349	195,513	197,982
Subtotal - operating grants and contributions	<u>584,473</u>	<u>690,612</u>	<u>1,033,689</u>	<u>657,801</u>	<u>491,906</u>
Capital grants and contributions:					
Transportation	2,017,910	1,882,821	233,156	625,569	1,339,531
Leisure time activity	-	-	-	-	-
Subtotal - capital grants and contributions	<u>2,017,910</u>	<u>1,882,821</u>	<u>233,156</u>	<u>625,569</u>	<u>1,339,531</u>
Total governmental activities program revenues	<u>4,580,055</u>	<u>4,270,516</u>	<u>2,410,150</u>	<u>2,407,676</u>	<u>2,681,671</u>
Business-type activities:					
Charges for services and sales:					
Water	2,566,012	2,319,315	2,296,153	1,873,012	1,603,789
Sewer	2,583,499	2,482,529	2,291,449	1,981,893	1,812,116
Electric	7,489,135	6,782,970	6,468,211	6,901,495	6,221,092
Gas	2,099,644	1,302,594	998,446	1,261,926	1,083,061
Refuse	433,799	354,875	287,525	292,295	289,343
Subtotal - charges for services	<u>15,172,089</u>	<u>13,242,283</u>	<u>12,341,784</u>	<u>12,310,621</u>	<u>11,009,401</u>
Capital grants and contributions:					
Water	1,704,288	789,011	94,089	199,670	400,834
Sewer	706,903	1,085,081	48,256	158,374	246,010
Electric	214,766	539,643	373,212	7,595	48,812
Gas	170,700	241,890	150,450	159,349	4,204
Subtotal - capital grants and contributions	<u>2,796,657</u>	<u>2,655,625</u>	<u>666,007</u>	<u>524,988</u>	<u>699,860</u>
Total business-type activities program revenues	<u>17,968,746</u>	<u>15,897,908</u>	<u>13,007,791</u>	<u>12,835,609</u>	<u>11,709,261</u>
Total primary government	<u>\$ 22,548,801</u>	<u>\$ 20,168,424</u>	<u>\$ 15,417,941</u>	<u>\$ 15,243,285</u>	<u>\$ 14,390,932</u>

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	802,580	\$ 712,243	\$ 607,768	\$ 527,264	\$ 579,965
	11,922	12,028	6,543	3,604	5,687
	-	-	26,138	5,155	7,692
	<u>217,874</u>	<u>163,479</u>	<u>194,598</u>	<u>161,926</u>	<u>257,990</u>
	<u>1,032,376</u>	<u>887,750</u>	<u>835,047</u>	<u>697,949</u>	<u>851,334</u>
	-	-	-	-	-
	10,498	6,546	-	-	-
	628,070	252,995	236,340	235,213	266,560
	-	-	-	-	-
	-	7,450	-	-	-
	<u>184,583</u>	<u>200,192</u>	<u>226,193</u>	<u>141,118</u>	<u>18,629</u>
	<u>823,151</u>	<u>467,183</u>	<u>462,533</u>	<u>376,331</u>	<u>285,189</u>
	1,021,642	3,994,053	328,531	1,120,078	3,777,111
	-	-	-	-	1,017,150
	<u>1,021,642</u>	<u>3,994,053</u>	<u>328,531</u>	<u>1,120,078</u>	<u>4,794,261</u>
	<u>2,877,169</u>	<u>5,348,986</u>	<u>1,626,111</u>	<u>2,194,358</u>	<u>5,930,784</u>
	2,017,617	1,634,004	1,745,510	1,341,881	1,796,456
	1,900,908	1,872,809	1,680,017	1,570,741	1,500,315
	5,842,778	5,927,664	5,485,518	3,762,431	3,986,694
	1,068,001	987,841	814,159	1,224,385	1,047,483
	295,946	334,031	296,094	280,543	277,920
	<u>11,125,250</u>	<u>10,756,349</u>	<u>10,021,298</u>	<u>8,179,981</u>	<u>8,608,868</u>
	-	531,821	301,747	93,597	91,415
	-	1,682,998	5,600	16,550	175,640
	280,396	607,406	39,708	485,168	-
	293,119	146,554	90,100	58,530	46,555
	<u>573,515</u>	<u>2,968,779</u>	<u>437,155</u>	<u>653,845</u>	<u>313,610</u>
	<u>11,698,765</u>	<u>13,725,128</u>	<u>10,458,453</u>	<u>8,833,826</u>	<u>8,922,478</u>
\$	<u>14,575,934</u>	<u>\$ 19,074,114</u>	<u>\$ 12,084,564</u>	<u>\$ 11,028,184</u>	<u>\$ 14,853,262</u>

(Continued)

CITY OF OBETZ, OHIO

CHANGES IN NET POSITION (CONTINUED)
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2022	2021	2020	2019	2018
Expenses:					
Governmental Activities:					
General government	\$ 1,910,723	\$ 3,345,822	\$ 2,267,873	\$ 2,335,172	\$ 2,216,755
Security of persons and property	3,337,350	3,068,263	3,100,319	862,338	3,137,206
Public health	63,194	122,197	93,492	44,738	42,156
Transportation	4,615,108	4,502,271	4,465,216	4,856,617	4,548,019
Community environment	3,840,825	4,342,274	3,543,572	3,894,505	4,250,033
Leisure time activity	4,048,245	3,305,493	2,057,755	4,215,513	3,321,300
Other	-	-	-	-	-
Interest and fiscal charges	1,313,402	1,388,157	1,688,331	1,388,754	1,326,028
Total governmental activities expenses	<u>19,128,847</u>	<u>20,074,477</u>	<u>17,216,558</u>	<u>17,597,637</u>	<u>18,841,497</u>
Business-type activities:					
Water	1,850,751	1,613,670	1,727,077	1,422,296	1,429,802
Sewer	2,796,333	2,566,597	2,522,800	2,164,733	1,801,480
Electric	6,656,949	6,268,816	5,132,091	5,382,167	5,519,377
Gas	2,071,224	1,474,830	846,159	1,192,389	1,134,212
Refuse	412,589	335,297	299,204	274,603	266,514
Total business-type activities expenses	<u>13,787,846</u>	<u>12,259,210</u>	<u>10,527,331</u>	<u>10,436,188</u>	<u>10,151,385</u>
Total primary government program expenses	<u>32,916,693</u>	<u>32,333,687</u>	<u>27,743,889</u>	<u>28,033,825</u>	<u>28,992,882</u>
Net (Expense) Revenue					
Governmental activities	(14,548,792)	(15,803,961)	(14,806,408)	(15,189,961)	(16,159,826)
Business-type activities	4,180,900	3,638,698	2,480,460	2,399,421	1,557,876
Total primary government net expense	<u>\$ (10,367,892)</u>	<u>\$ (12,165,263)</u>	<u>\$ (12,325,948)</u>	<u>\$ (12,790,540)</u>	<u>\$ (14,601,950)</u>

	2017	2016	2015	2014	2013
\$	1,660,347	\$ 1,551,273	\$ 1,540,466	\$ 1,355,977	\$ 1,410,120
	2,731,880	2,539,515	1,976,222	1,643,779	1,680,829
	36,840	31,395	28,245	23,373	23,200
	4,105,569	4,040,003	5,152,756	4,184,179	3,514,602
	3,478,107	3,225,397	2,791,350	1,833,880	1,744,525
	2,179,499	1,697,055	1,489,719	1,478,732	1,272,339
	-	-	1,512	-	-
	874,920	647,561	295,593	311,035	326,341
	<u>15,067,162</u>	<u>13,732,199</u>	<u>13,275,863</u>	<u>10,830,955</u>	<u>9,971,956</u>
	1,160,231	1,029,056	1,143,253	1,190,149	923,159
	2,059,694	1,482,944	1,661,148	1,361,163	1,627,769
	5,256,793	4,612,841	4,715,324	4,263,768	3,587,150
	1,013,960	820,682	824,879	1,351,598	955,546
	258,148	251,775	289,234	309,851	255,296
	<u>9,748,826</u>	<u>8,197,298</u>	<u>8,633,838</u>	<u>8,476,529</u>	<u>7,348,920</u>
	<u>24,815,988</u>	<u>21,929,497</u>	<u>21,909,701</u>	<u>19,307,484</u>	<u>17,320,876</u>
	(12,189,993)	(8,383,213)	(11,649,752)	(8,636,597)	(4,041,172)
	<u>1,949,939</u>	<u>5,527,830</u>	<u>1,824,615</u>	<u>357,297</u>	<u>1,573,558</u>
\$	<u>(10,240,054)</u>	<u>(2,855,383)</u>	<u>(9,825,137)</u>	<u>(8,279,300)</u>	<u>(2,467,614)</u>

(Continued)

CITY OF OBETZ, OHIO

CHANGES IN NET POSITION (CONTINUED)
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Property taxes levied for:					
General purposes	\$ 343,534	\$ 336,793	\$ 269,687	\$ 266,440	\$ 244,552
Municipal income taxes levied for:					
General purposes	8,492,645	5,858,034	6,452,717	5,990,709	5,919,658
Police enforcement ⁽¹⁾	2,654,773	2,760,798	2,441,032	2,479,252	2,258,890
Debt service	3,195,000	3,180,000	3,360,002	3,180,000	2,300,000
Other local taxes	408,633	389,358	381,423	411,362	418,096
Payments in lieu of taxes	1,213,143	407,086	340,539	287,653	279,221
Grants and entitlements not restricted to specific programs	3,394,166	2,990,658	2,915,029	2,818,681	3,180,035
Investment earnings	440,310	30,108	193,372	633,485	422,113
Increase (decrease) in fair value of investments	-	-	240	24,905	9,335
Gain on sale of capital assets	-	-	-	-	-
Miscellaneous	222,961	317,800	120,128	392,302	197,422
Transfers	-	-	-	-	-
Total governmental activities	<u>20,365,165</u>	<u>16,270,635</u>	<u>16,474,169</u>	<u>16,484,789</u>	<u>15,229,322</u>
Business-type activities:					
Investment earnings	-	-	-	-	-
Gain on sale of capital assets	-	-	-	-	-
Miscellaneous	123	-	-	397	-
Transfers	-	-	-	-	-
Total business-type activities	<u>123</u>	<u>-</u>	<u>-</u>	<u>397</u>	<u>-</u>
Total primary government	<u>20,365,288</u>	<u>16,270,635</u>	<u>16,474,169</u>	<u>16,485,186</u>	<u>15,229,322</u>
Change in Net Position					
Governmental activities	5,816,373	466,674	1,667,761	1,294,828	(930,504)
Business-type activities	4,181,023	3,638,698	2,480,460	2,399,818	1,557,876
Total primary government	<u>\$ 9,997,396</u>	<u>\$ 4,105,372</u>	<u>\$ 4,148,221</u>	<u>\$ 3,694,646</u>	<u>\$ 627,372</u>

⁽¹⁾ Revenue collections for a voter approved 0.5% income tax increase for police enforcement services began in 2015.

Source: City Finance Department.

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	199,013	\$ 179,584	\$ 159,783	\$ 168,938	\$ 153,982
	10,748,462	6,545,464	5,388,225	5,190,459	4,851,419
	2,939,447	1,763,568	1,455,575	-	-
	1,910,000	730,000	540,000	540,000	585,000
	338,230	354,113	332,966	423,323	185,686
	958,367	925,111	945,217	431,106	355,330
	2,557,155	2,762,892	2,749,231	2,227,625	2,366,558
	234,977	67,185	26,400	44,102	31,218
	5,571	(34,179)	(7,580)	44,257	(40,462)
	1,100	-	-	7,171	-
	210,511	293,819	12,540	94,287	205,692
	121,700	-	-	-	-
	<u>20,224,533</u>	<u>13,587,557</u>	<u>11,602,357</u>	<u>9,171,268</u>	<u>8,694,423</u>
	-	5,652	5,461	2,863	-
	-	-	-	841	-
	-	3,403	-	1,742	2,801
	(121,700)	-	-	-	-
	<u>(121,700)</u>	<u>9,055</u>	<u>5,461</u>	<u>5,446</u>	<u>2,801</u>
	<u>20,102,833</u>	<u>13,596,612</u>	<u>11,607,818</u>	<u>9,176,714</u>	<u>8,697,224</u>
	8,034,540	5,204,344	(47,395)	534,671	4,653,251
	1,828,239	5,536,885	1,830,076	362,743	1,576,359
\$	<u>9,862,779</u>	<u>\$ 10,741,229</u>	<u>\$ 1,782,681</u>	<u>\$ 897,414</u>	<u>\$ 6,229,610</u>

CITY OF OBETZ, OHIO

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund					
Nonspendable	\$ 45,867	\$ 39,940	\$ 46,727	\$ 36,312	\$ 34,933
Restricted	-	-	-	-	-
Assigned	922,336	4,719,313	3,886,822	2,281,815	4,083,437
Unassigned	<u>11,416,245</u>	<u>3,567,016</u>	<u>5,225,427</u>	<u>4,367,655</u>	<u>4,612,370</u>
Total General Fund	<u>12,384,448</u>	<u>8,326,269</u>	<u>9,158,976</u>	<u>6,685,782</u>	<u>8,730,740</u>
All Other Governmental Funds					
Nonspendable	703	575	591	556	434
Restricted	7,561,019	6,988,713	9,117,596	10,432,630	13,883,329
Committed	1,359,533	1,298,942	1,243,414	1,749,251	2,276,012
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,317,233)</u>	<u>(1,376,477)</u>
Total all other governmental funds	<u>8,921,255</u>	<u>8,288,230</u>	<u>10,361,601</u>	<u>6,865,204</u>	<u>14,783,298</u>
Total governmental funds	<u>\$ 21,305,703</u>	<u>\$ 16,614,499</u>	<u>\$ 19,520,577</u>	<u>\$ 13,550,986</u>	<u>\$ 23,514,038</u>

Source: City Finance Department.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 36,703	\$ 60,879	\$ 1,367	\$ 2,879	\$ 2,879
719,759	-	-	-	-
958,549	6,414,014	2,566,234	1,575,653	868,484
<u>8,269,622</u>	<u>3,352,056</u>	<u>4,851,097</u>	<u>5,341,562</u>	<u>4,398,079</u>
<u>9,984,633</u>	<u>9,826,949</u>	<u>7,418,698</u>	<u>6,920,094</u>	<u>5,269,442</u>
412	1,028	-	-	-
3,380,418	14,190,751	711,582	921,965	974,951
2,838,662	2,283,481	1,608,434	817,644	741,971
<u>(1,598,069)</u>	<u>-</u>	<u>-</u>	<u>(124,512)</u>	<u>-</u>
<u>4,621,423</u>	<u>16,475,260</u>	<u>2,320,016</u>	<u>1,615,097</u>	<u>1,716,922</u>
<u>\$ 14,606,056</u>	<u>\$ 26,302,209</u>	<u>\$ 9,738,714</u>	<u>\$ 8,535,191</u>	<u>\$ 6,986,364</u>

CITY OF OBETZ, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Revenues				
Municipal income taxes	\$ 14,706,623	\$ 12,344,013	\$ 11,411,501	\$ 11,587,982
Property taxes	343,131	335,461	270,309	268,348
Payments in lieu of taxes	1,213,143	407,086	321,398	287,653
Other local taxes	408,633	389,358	400,564	411,362
Charges for services	938,184	903,996	334,307	592,914
Fees, licenses and permits	999,343	792,596	732,617	397,150
Fines and forfeitures	48,018	44,275	38,631	89,513
Intergovernmental	3,908,185	3,472,591	3,777,526	3,217,552
Special assessments	-	-	-	-
Investment income	458,150	31,327	198,932	648,232
Contributions and donations	-	191,096	196,349	195,513
Increase (decrease) in fair value of investments	-	-	240	24,905
Other	227,236	311,295	128,542	407,378
Total revenues	<u>23,250,646</u>	<u>19,223,094</u>	<u>17,810,916</u>	<u>18,128,502</u>
Expenditures				
Current:				
General government	2,131,869	3,848,478	1,822,913	1,834,048
Security of persons and property	3,090,663	2,750,497	2,495,218	2,656,350
Public health	63,194	122,197	93,492	44,738
Transportation	904,623	834,364	606,767	805,568
Community environment	3,982,148	4,622,542	3,366,744	3,674,524
Leisure time activity	2,911,848	2,466,163	1,715,515	2,722,109
Other	-	-	-	-
Capital outlay	1,765,150	3,783,526	4,280,852	13,108,766
Debt service:				
Principal retirement	2,224,841	2,134,757	3,708,123	3,638,245
Interest and fiscal charges	1,485,106	1,566,648	1,565,674	1,530,583
Bond issuance costs	-	-	299,001	-
Note issuance costs	-	-	-	44,125
Total expenditures	<u>18,559,442</u>	<u>22,129,172</u>	<u>19,954,299</u>	<u>30,059,056</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,691,204</u>	<u>(2,906,078)</u>	<u>(2,143,383)</u>	<u>(11,930,554)</u>
Other Financing Sources (Uses)				
Issuance of revenue bonds	-	-	10,040,000	-
Issuance of notes	-	-	-	1,900,000
Capital lease transaction	-	-	-	8,657
Premium on bonds issued	-	-	553,607	-
Payment to refunded bond escrow agent	-	-	(2,480,633)	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	7,968,705	1,000,000
Transfers out	-	-	(7,968,705)	(1,000,000)
Premium on notes issued	-	-	-	58,845
Issuance of loans	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>8,112,974</u>	<u>1,967,502</u>
Net change in fund balances	<u>\$ 4,691,204</u>	<u>\$ (2,906,078)</u>	<u>\$ 5,969,591</u>	<u>\$ (9,963,052)</u>
Capital expenditures	<u>\$ 3,834,340</u>	<u>\$ 5,632,546</u>	<u>\$ 5,738,097</u>	<u>\$ 13,648,865</u>
Debt service as a percentage of noncapital expenditures	25.19%	22.44%	37.10%	31.50%

Source: City Finance Department.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	10,467,729	\$ 15,557,199	\$ 9,073,901	\$ 7,520,090	\$ 5,748,322	\$ 5,230,061
	241,915	200,077	178,679	168,906	164,466	162,041
	279,221	564,545	925,111	945,217	383,386	355,330
	418,096	732,052	354,113	332,966	423,323	213,201
	528,057	427,703	389,487	338,858	291,071	332,337
	242,635	538,271	431,509	378,265	304,720	436,442
	79,072	66,319	67,291	93,977	96,057	74,988
	2,622,987	4,204,759	3,027,537	3,321,570	3,281,202	7,242,300
	-	-	-	26,138	5,155	7,692
	428,838	241,750	76,265	24,579	50,104	40,887
	197,982	184,583	200,192	226,193	188,838	186,291
	9,335	5,571	(34,179)	(7,580)	44,257	(40,462)
	182,627	209,151	290,918	12,540	94,287	205,692
	<u>15,698,494</u>	<u>22,931,980</u>	<u>14,980,824</u>	<u>13,381,719</u>	<u>11,075,188</u>	<u>14,446,800</u>
	1,782,487	1,638,819	1,410,880	1,413,109	1,251,071	1,203,277
	2,432,789	2,246,005	2,118,978	1,838,473	1,503,565	1,562,032
	42,156	36,840	31,395	28,245	23,373	23,200
	751,604	653,126	475,960	516,223	617,799	317,562
	4,115,986	3,366,363	3,168,324	2,796,684	1,816,161	1,736,831
	2,178,825	1,878,948	1,348,872	1,108,212	1,181,404	1,063,804
	-	-	-	1,512	-	-
	8,602,797	25,162,463	6,162,012	3,787,901	2,515,178	7,054,215
	3,648,109	1,088,108	658,439	643,770	820,394	903,919
	1,067,020	964,769	283,707	296,866	312,228	328,415
	273,732	-	333,364	-	-	-
	24,225	31,355	-	-	-	-
	<u>24,919,730</u>	<u>37,066,796</u>	<u>15,991,931</u>	<u>12,430,995</u>	<u>10,041,173</u>	<u>14,193,255</u>
	<u>(9,221,236)</u>	<u>(14,134,816)</u>	<u>(1,011,107)</u>	<u>950,724</u>	<u>1,034,015</u>	<u>253,545</u>
	15,000,000	-	16,000,000	-	-	-
	1,900,000	2,400,000	-	-	-	-
	-	-	-	-	-	-
	1,199,306	-	1,563,302	-	-	-
	-	-	-	-	-	-
	4,100	1,100	11,300	10,005	7,171	-
	1,000,000	-	11,000	-	11,000	184
	(1,000,000)	-	(11,000)	-	(11,000)	(184)
	25,812	37,563	-	-	-	-
	-	-	-	242,794	-	-
	<u>18,129,218</u>	<u>2,438,663</u>	<u>17,574,602</u>	<u>252,799</u>	<u>7,171</u>	<u>-</u>
\$	<u>8,907,982</u>	<u>\$ (11,696,153)</u>	<u>\$ 16,563,495</u>	<u>\$ 1,203,523</u>	<u>\$ 1,041,186</u>	<u>\$ 253,545</u>
\$	<u>9,890,335</u>	<u>\$ 26,073,043</u>	<u>\$ 6,561,131</u>	<u>\$ 2,650,771</u>	<u>\$ 2,427,953</u>	<u>\$ 6,915,391</u>
	31.37%	18.67%	9.99%	9.62%	14.88%	16.93%

CITY OF OBETZ, OHIO

INCOME TAX REVENUE BASE AND COLLECTIONS (CASH BASIS)
LAST TEN YEARS

Tax Year	Tax Rate	Taxes from Withholding	Percentage of Taxes from Withholdings	Taxes from Net Profits	Percentage of Taxes from Net Profits	Taxes from Individuals
2022	2.50%	\$ 11,225,145	84.34%	\$ 1,877,905	14.11%	\$ 206,742
2021	2.50%	9,569,724	70.35%	3,877,211	28.50%	155,997
2020	2.50%	9,075,588	86.02%	1,310,337	12.42%	164,343
2019	2.50%	8,999,122	80.46%	2,059,040	18.41%	125,759
2018	2.50%	8,916,690	87.96%	1,103,586	10.89%	116,764
2017 (1)	2.50%	8,349,640	54.11%	6,999,032	45.36%	81,938
2016	2.50%	7,639,436	82.92%	1,487,006	16.14%	86,177
2015	2.50%	6,645,853	89.14%	736,568	9.88%	73,211
2014	2.00%	4,991,756	88.31%	592,861	10.49%	68,151
2013	2.00%	4,258,343	85.21%	679,294	13.59%	60,087

(1) In 2017, the City received a one time tax receipt of \$4,500,000 from a local business

Source: City Finance Department.

Percentage of Taxes from Individuals	Total Gross Tax Collected	Refunds	Total Net Tax Collected
1.55%	\$ 13,309,792	\$ (131,668)	\$ 13,178,124
1.15%	13,602,932	(191,495)	13,411,437
1.56%	10,550,268	(101,553)	10,448,715
1.12%	11,183,921	(60,240)	11,123,681
1.15%	10,137,040	(275,334)	9,861,706
0.53%	15,430,610	(282,700)	15,147,910
0.94%	9,212,619	(112,946)	9,099,673
0.98%	7,455,632	(110,485)	7,345,147
1.21%	5,652,768	(59,635)	5,593,133
1.20%	4,997,724	(216,624)	4,781,100

CITY OF OBETZ, OHIO

PRINCIPAL INCOME TAXPAYERS - WITHHOLDING ACCOUNTS
CURRENT YEAR AND NINE YEARS AGO

Range of Withholding Amount	2022			2013		
	Number of Withholding Accounts	Income Tax Withheld	Percentage of Total Withholding Revenue	Number of Withholding Accounts	Income Tax Withheld	Percentage of Total Withholding Revenue
\$500,001 and higher	5	\$ 4,028,387	37.42%	-	\$ -	0.00%
\$400,001 - \$500,000	2	901,692	8.38%	1	430,180	9.44%
\$300,001 - \$400,000	1	331,241	3.08%	1	300,309	6.59%
\$200,001 - \$300,000	1	293,071	2.72%	5	1,268,894	27.83%
\$100,001 - \$200,000	8	1,086,154	10.09%	1	122,530	2.69%
\$50,001 - \$100,000	24	1,734,095	16.11%	9	583,107	12.79%
\$50,000 and lower	660	2,391,232	22.21%	232	1,853,635	40.66%
Total	701	\$10,765,872	100.00%	249	\$4,558,655	100.00%

Note: Due to confidentiality issues, the names of the 10 largest income tax payers are not available. The categories presented are included to provide alternative information regarding the sources of the City's income tax revenues.

Sources: 2013 City of Columbus, Division of Income Tax.
2022 City of Cleveland, Central Collection Agency

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

**LEGAL DEBT MARGIN
LAST TEN YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total Assessed Property Value	<u>\$ 242,489,080</u>	<u>\$ 220,128,060</u>	<u>\$ 208,135,100</u>	<u>\$ 169,732,280</u>
Overall Legal Debt Limit (10 1/2 % of assessed valuation)	25,461,353	23,113,446	21,854,186	17,821,889
Debt Subject to Limitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin within 10 1/2 % limitation	<u>\$ 25,461,353</u>	<u>\$ 23,113,446</u>	<u>\$ 21,854,186</u>	<u>\$ 17,821,889</u>
Legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%
<hr/>				
Unvoted Debt Limitation (5 1/2 % of assessed valuation)	\$ 13,336,899	\$ 12,107,043	\$ 11,447,431	\$ 9,335,275
Debt Subject to Limitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin within 5 1/2 % limitations	<u>\$ 13,336,899</u>	<u>\$ 12,107,043</u>	<u>\$ 11,447,431</u>	<u>\$ 9,335,275</u>
Unvoted legal debt margin as a percentage of the unvoted debt limitation	100.00%	100.00%	100.00%	100.00%

⁽¹⁾ Assessed value of property revised based upon new information available.

Notes: The City's bonds are supported by income taxes or tax increment financing (TIF) revenues.
None of the City's bonds are general obligations of the City.

Source: City Finance Department.

<u>2018</u>	<u>2017</u>	<u>2016 ⁽¹⁾</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>\$ 163,508,520</u>	<u>\$ 133,878,410</u>	<u>\$ 114,783,710</u>	<u>\$ 110,860,440</u>	<u>\$ 106,124,200</u>	<u>\$ 108,594,260</u>
17,168,395	14,057,233	12,052,290	11,640,346	11,143,041	11,402,398
-	-	-	-	-	-
<u>\$ 17,168,395</u>	<u>\$ 14,057,233</u>	<u>\$ 12,052,290</u>	<u>\$ 11,640,346</u>	<u>\$ 11,143,041</u>	<u>\$ 11,402,398</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
<hr/>					
\$ 8,992,969	\$ 7,363,313	\$ 6,313,104	\$ 6,097,324	\$ 5,836,831	\$ 5,972,684
-	-	-	-	-	-
<u>\$ 8,992,969</u>	<u>\$ 7,363,313</u>	<u>\$ 6,313,104</u>	<u>\$ 6,097,324</u>	<u>\$ 5,836,831</u>	<u>\$ 5,972,684</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

CITY OF OBETZ, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Year	Governmental Activities				Business-Type Activities	
	Notes Payable	Lease Payable	Bonds Payable	OPWC Loans	OWDA Loans	
2022	\$ -	\$ 3,572	\$ 37,480,000	\$ 193,016	\$ 37,676,588	\$ -
2021	-	5,305	42,344,808	216,124	42,566,237	-
2020	-	6,953	44,629,034	239,233	44,875,220	-
2019	1,900,000	8,521	38,427,686	250,788	40,586,995	-
2018	1,900,000	-	40,278,552	273,897	42,452,449	-
2017	2,400,000	-	25,400,790	297,006	28,097,796	-
2016	-	-	26,542,674	320,114	26,862,788	81,302
2015	-	-	9,645,000	338,553	9,983,553	239,272
2014	-	-	10,275,000	109,529	10,384,529	388,132
2013	-	-	10,890,000	123,299	11,013,299	528,407

⁽¹⁾ See notes to the financial statements regarding the City's outstanding debt information. Includes unamortized bond premiums.

Note: Amounts from 2013 have been restated to show only long-term debt instruments

Note: Population and personal income data are presented on the Demographic and Economic Statistics statistical table.

Source: City Finance Department.

	Total Primary Government ⁽¹⁾	Percentage of Personal Income	Per Capita
\$	37,676,588	23.07%	\$ 6,951
	42,566,237	26.74%	7,558
	44,875,220	31.44%	8,405
	40,586,995	31.53%	7,766
	42,452,449	38.87%	8,385
	28,097,796	32.11%	6,023
	26,944,090	29.23%	5,852
	10,222,825	10.88%	2,227
	10,772,661	11.64%	2,383
	11,541,706	12.44%	2,604

CITY OF OBETZ, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2022

Jurisdiction	Governmental Activities Debt Outstanding	Estimated Percentage Applicable ⁽¹⁾	Estimated Amount Applicable to City
Direct - City of Obetz			
Bonds and Loans	\$ 7,140,000	100.00%	\$ 7,140,000
Overlapping Debt:			
Franklin County	98,791,035	0.65%	642,142
Groveport-Madison Local School District	32,773,732	6.17%	2,022,139
Hamilton Local School District	11,540,000	47.24%	5,451,496
Columbus State Community College	122,740,000	0.65%	797,810
Madison Township	1,100,000	5.36%	58,960
Solid Waste Authority of Central Ohio	56,905,000	0.61%	347,121
Total Overlapping Debt	<u>323,849,767</u>		<u>9,319,668</u>
Total Direct and Overlapping Debt	<u>\$ 330,989,767</u>		<u>\$ 16,459,668</u>

⁽¹⁾ Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total valuation.

Source: Ohio Municipal Advisory Council (OMAC).

CITY OF OBETZ, OHIO

**PLEDGED REVENUE COVERAGE - TIF REVENUE BONDS
LAST TEN YEARS**

Year	Payments in Lieu of Taxes ⁽¹⁾	Contributions from Developer	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2022	\$ 850,591	\$ -	\$ 850,591	\$ 210,000	\$ 139,026	2.44
2021	155,489	191,096	346,585	200,000	146,585	1.00
2020	147,105	196,349	343,454	190,000	153,454	1.00
2019	146,389	195,513	341,902	180,000	160,247	1.00
2018	145,266	197,982	343,248	175,000	168,248	1.00
2017	153,997	184,583	338,580	165,000	173,580	1.00
2016	139,475	200,192	339,667	160,000	179,667	1.00
2015	109,147	226,193	335,340	150,000	185,340	1.00
2014	141,327	188,838	330,165	140,000	190,165	1.00
2013	143,973	186,291	330,264	135,000	195,264	1.00

⁽¹⁾ Revenue bonds are supported by TIF revenues. To the extent the TIF revenues are not sufficient to support the debt service, the shortfall is supported by a line-of-credit maintained at Huntington National Bank by the developer.

Source: City Finance Department.

CITY OF OBETZ, OHIO

PLEDGED REVENUE COVERAGE - INCOME TAX REVENUE BONDS
LAST FIVE YEARS⁽¹⁾

Year	Income Taxes ⁽²⁾	Debt Service		Coverage
		Principal	Interest	
2022	\$ 11,687,645	\$ 1,200,000	\$ 1,058,988	5.17
2021	9,038,034	1,150,000	1,110,088	4.00
2020	9,812,719	1,105,000	1,152,938	4.35
2019	9,170,709	1,070,000	1,194,338	4.05
2018	8,219,658	590,000	715,942	6.29

⁽¹⁾ The income tax revenue bonds were issued in 2016 and 2018.

⁽²⁾ Revenue bonds are supported by municipal income tax revenues exclusive of the 0.5% income tax which is restricted to support police operations. Amount reflects municipal income tax revenues reported on the Statement of Activities.

Source: City Finance Department.

CITY OF OBETZ, OHIO

**PLEGGED REVENUE COVERAGE - WATER FUND OWDA LOANS
LAST TEN YEARS**

Year	Operating Revenues	Direct Operating Expenses ⁽¹⁾	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2022	\$ 2,566,056	\$ 1,620,652	\$ 945,404	\$ -	\$ -	-
2021	2,319,315	1,418,586	900,729	-	-	-
2020	2,296,153	1,545,689	750,464	-	-	-
2019	1,873,012	1,248,628	624,384	-	-	-
2018	1,603,789	1,268,134	335,655	-	-	-
2017	2,017,617	1,008,712	1,008,905	29,516	1,191	32.86
2016	1,637,407	886,062	751,345	57,349	2,259	12.60
2015	1,745,510	985,977	759,533	54,042	8,624	12.12
2014	1,343,623	1,059,467	284,156	50,925	11,740	4.53
2013	1,799,257	811,993	987,264	47,988	14,677	15.75

⁽¹⁾ Operating expenses do not include depreciation.

Source: City Finance Department.

CITY OF OBETZ, OHIO

**PLEDGED REVENUE COVERAGE - SEWER FUND OWDA LOANS
LAST TEN YEARS**

Year	Operating Revenues	Direct Operating Expenses ⁽¹⁾	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2022	\$ 2,583,524	\$ 2,500,692	\$ 82,832	\$ -	\$ -	-
2021	2,482,529	2,285,642	196,887	-	-	-
2020	2,291,449	2,251,647	39,802	-	-	-
2019	1,981,893	1,899,317	82,576	-	-	-
2018	1,812,116	1,534,815	277,301	-	-	-
2017	1,900,908	1,797,038	103,870	51,786	2,090	1.93
2016	1,872,809	1,232,123	640,686	100,621	3,963	6.13
2015	1,680,017	1,409,107	270,910	94,818	15,130	2.46
2014	1,570,741	1,111,295	459,446	89,350	20,598	4.18
2013	1,500,315	1,374,115	126,200	84,197	25,751	1.15

⁽¹⁾ Operating expenses do not include depreciation.

Source: City Finance Department.

CITY OF OBETZ, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

<u>Year</u>	<u>Population ⁽¹⁾</u>	<u>Total Personal Income ⁽²⁾</u>	<u>Per Capita Income ⁽¹⁾</u>	<u>Unemployment Rate ⁽³⁾</u>		
				<u>Federal</u>	<u>State</u>	<u>Franklin County</u>
2022	5,420	\$ 163,282,920	\$ 30,126	3.3%	3.6%	3.1%
2021	5,632	159,171,584	28,262	3.7%	3.4%	2.9%
2020	5,339	142,722,148	26,732	6.5%	5.2%	4.9%
2019	5,226	128,711,154	24,629	3.4%	3.8%	3.1%
2018	5,063	109,219,036	21,572	3.7%	4.8%	3.9%
2017	4,665	87,496,740	18,756	4.4%	4.9%	3.7%
2016	4,604	92,176,684	20,021	4.9%	4.9%	4.0%
2015	4,591	93,950,224	20,464	5.3%	4.9%	4.1%
2014	4,521	92,517,744	20,464	6.2%	5.8%	4.8%
2013	4,432	92,761,760	20,930	7.4%	7.5%	6.4%

⁽¹⁾ **Source:** U.S. Census, American Community Survey.

Years 2013 - 2015 Federal Census Bureau and Years 2016 - 2022 Estimated by the Mid-Ohio Regional Planning Commission

⁽²⁾ Computation of per capita personal income multiplied by population.

⁽³⁾ **Source:** Ohio Job & Family Services, Office of Workforce Development.

CITY OF OBETZ, OHIO

PRINCIPAL EMPLOYERS
BY NUMBER OF EMPLOYEES
CURRENT YEAR AND NINE YEARS AGO

Employer	Nature of Business	2022		Rank
		Estimated Number of Employees	Percentage of Total City Employment	
Company A	Withheld	1,119	9.04%	1
Company B	Withheld	998	8.06%	2
Company C	Withheld	909	7.34%	3
Company D	Withheld	541	4.37%	4
Company E	Withheld	541	4.37%	5
Company F	Withheld	486	3.92%	6
Company G	Withheld	452	3.65%	7
Company H	Withheld	356	2.88%	8
Company I	Withheld	306	2.47%	9
Company J	Withheld	150	1.21%	10
Total		5,857	47.30%	
All Other Employers		6,525	52.70%	
Total		12,382	100.00%	

Employer	Nature of Business	2013		Rank
		Estimated Number of Employees	Percentage of Total City Employment	
Company A	Withheld	617	10.10%	1
Company B	Withheld	431	7.05%	2
Company C	Withheld	425	6.96%	3
Company D	Withheld	405	6.64%	4
Company E	Withheld	393	6.44%	5
Company F	Withheld	306	5.01%	6
Company G	Withheld	290	4.75%	7
Company H	Withheld	176	2.88%	8
Company I	Withheld	127	2.08%	9
Company J	Withheld	98	1.60%	10
Total		3,267	53.51%	
All Other Employers		2,838	46.49%	
Total		6,105	100.00%	

Note: Since many companies consider this data confidential, employee counts are estimated and are derived from income tax withholdings.

Source: City of Obetz Finance Department.

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF OBETZ, OHIO

EMPLOYEES BY FUNCTION/PROGRAM ⁽¹⁾
LAST TEN YEARS

Function/Program	2022		2021		2020		2019	
	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
General Government								
Council	-	6	-	6	-	6	-	5
Mayor's Office	-	1	-	1	-	1	-	1
Law	1	2	1	2	1	2	-	1
Finance	3	3	3	3	3	3	3	3
Administration	7	7	6	6	6	6	6	6
Lands and Buildings	2	2	3	3	3	4	4	5
Engineer	2	2	2	2	1	1	1	1
Building	-	-	-	-	1	1	1	1
Security of Persons and Property								
Police - Administration	3	3	3	3	3	3	3	3
Police - Officers	16	16	19	19	18	18	17	17
Leisure Time Activity								
Community Center	2	5	2	5	1	3	3	6
Recreation	4	28	4	23	5	16	6	22
Park Maintenance	3	3	8	8	6	6	7	7
Community Development								
Economic Development	-	-	1	1	1	1	1	1
Transportation								
Street Maintenance	6	6	8	8	6	6	8	8
Basic Utility Services								
Utilities Director	-	-	1	1	1	1	-	-
Utilities Office	2	2	2	2	2	2	2	2
Utilities Service Department	2	2	2	2	3	3	3	3
Total	53	88	65	95	61	83	65	92

⁽¹⁾ Employed as of December 31.

Source: City Finance Department.

2018		2017		2016		2015		2014		2013	
Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
-	6	-	6	-	6	-	6	-	6	-	6
-	1	-	1	-	1	-	1	-	1	1	2
-	1	-	1	-	-	1	2	1	2	1	2
3	3	3	3	3	3	2	2	2	3	2	3
3	3	4	4	5	6	3	3	3	3	3	3
2	3	3	6	1	2	1	2	1	1	1	1
1	1	1	1	2	2	1	1	1	1	1	1
2	2	2	2	1	1	1	1	2	2	-	-
2	2	2	2	2	2	2	2	2	2	2	2
19	19	18	18	18	18	16	16	14	14	14	14
3	5	1	6	2	6	2	6	2	6	2	5
7	27	5	21	2	15	1	10	1	14	1	10
1	1	1	2	1	2	1	2	2	3	2	4
1	1	1	1	1	1	1	1	1	1	-	-
10	10	8	8	5	5	4	4	4	4	3	3
-	-	-	-	-	-	-	-	-	-	-	-
2	2	2	2	2	2	1	1	2	2	2	2
3	3	3	3	3	3	3	3	3	3	3	3
<u>59</u>	<u>90</u>	<u>54</u>	<u>87</u>	<u>48</u>	<u>75</u>	<u>40</u>	<u>63</u>	<u>41</u>	<u>68</u>	<u>38</u>	<u>61</u>

CITY OF OBETZ, OHIO

**CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2022	2021	2020	2019
General Government				
General government centers	1	1	1	1
Vehicles	9	9	8	9
Security of Persons and Property				
Police stations	1	1	1	1
Vehicles	14	16	14	18
Motorcycles	1	1	1	1
Leisure Time Activity				
Number of parks	14	13	12	12
Parks area (acres)	428	432	432	384
Number of community centers	1	1	1	1
Number of athletic centers	1	1	1	1
Number of playground sites	4	4	4	4
Number of basketball courts	6	5	6	6
Number of football/soccer fields	13	11	11	11
Number of baseball fields	4	4	4	4
Number of tennis courts	1	1	1	1
Number of volleyball courts	2	2	1	1
Number of archery ranges	1	1	1	1
Number of bocce ball courts	2	2	2	2
Number of splash pads/ice rinks	1	1	1	1
Number of shelter houses	5	5	6	6
Number of concession stands	5	4	5	5
Vehicles	3	3	4	3
Public Service Department				
Streets (miles)	51.89	51.69	50.40	34.57
Number of buildings	15	15	15	15
Vehicles	14	16	16	16
Utilities Department				
Water lines (miles)	36.83	32.37	30.89	30.87
Sanitary sewers (miles)	38.14	35.42	33.80	26.22
Electric distribution lines (miles)	19.02	18.38	18.38	16.12
Natural gas lines (miles)	7.41	7.41	7.41	4.87
Number of buildings	3	3	3	3
Vehicles	3	3	4	3

Source: City of Obetz departments.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
1	1	1	1	1	1
9	8	6	6	5	3
1	1	1	1	1	1
18	17	16	13	11	10
2	2	2	2	2	1
12	10	10	7	7	6
371	304	287	150	136	97
1	1	1	1	1	1
1	1	1	1	1	1
4	5	5	5	5	5
6	4	5	5	5	5
11	6	4	4	3	3
4	4	4	4	4	4
1	1	1	1	1	1
-	1	1	1	1	1
1	1	1	1	1	-
2	2	2	2	2	2
1	1	1	1	1	1
6	4	4	4	3	3
5	3	3	3	3	3
3	4	3	3	4	4
34.19	33.38	33.38	32.60	32.60	32.40
15	15	7	5	5	5
13	13	11	12	10	10
30.33	29.53	29.28	28.03	27.70	27.50
25.70	25.27	24.93	24.10	24.10	23.90
15.94	15.94	13.15	10.20	10.20	9.20
4.85	4.85	4.60	4.21	4.04	3.66
3	3	3	3	3	3
3	3	3	3	3	3

CITY OF OBETZ, OHIO

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2022	2021	2020	2019
General Government				
Number of ordinances passed	56	48	59	56
Number of checks/vouchers issued	5,123	4,966	4,250	5,274
Building Department				
Construction permits issued	318	276	320	190
Estimated value of construction	\$ 87,208,634	\$ 76,844,692	\$ 53,189,538	\$ 36,572,939
Security of Persons & Property				
Police				
Total calls for services	5,479	5,732	5,515	5,493
Traffic violations	709	1,098	990	2,399
Motor vehicle accidents	165	200	143	52
Total criminal arrests	197	187	275	471
Leisure Time Activity				
Recreation				
Obetz Athletic Club Check-ins	36,191	23,588	13,247	37,206
Obetz Athletic Club Receipts	\$64,778	\$46,941	\$21,686	\$57,454
Baseball/Softball Program Participants	318	247	0	96
Baseball/Softball Program Receipts	\$16,130	\$0	\$0	\$5,675
Football Program Participants	111	96	70	105
Football Program Receipts	\$9,200	\$8,025	\$0	\$5,925
Cheerleading Program Participants	118	103	62	62
Cheerleading Program Receipts	\$9,600	\$8,800	\$0	\$3,825
Splash Pad/Ice Rink Receipts ⁽¹⁾	\$5,755	\$0	\$35	\$4,166
Dixon Quarry Rentals	\$25,650	\$23,950	\$0	\$16,500
Fortress Obetz Rentals	\$262,744	\$205,363	\$21,450	\$71,822
Community Center				
Meals Served in House	1,007	575	256	1,187
Meals Delivered to Shut-ins	479	638	661	300
Senior Meal Donations	\$2,230	\$1,184	\$592	\$2,199
Senior Transportation Trips - Doctor Appointments/Grocery Shopping	97	122	101	98
Senior Transportation Leisure Trips	12	6	5	11
Community Center Rentals	\$25,720	\$14,200	\$910	\$22,620
Utilities Department				
Water				
Average daily gallons sold per consumer	345	329	348	310
Number of customers (per year)	26,646	25,224	23,805	22,901
Average number of customers per month	2,221	2,102	1,984	1,908
Annual water collections	\$1,949,651	\$1,703,673	\$1,663,370	\$1,554,518
Gallons of water treated (thousands of gallons)	314,332	294,771	277,393	239,589
Sewer				
Residential sewer rate (flat monthly rate)	\$23.86	\$23.86	\$23.86	\$23.86
Average number of customers per month	2,115	1,997	1,881	1,807
Refuse				
Refuse collection rate (flat monthly rate)	\$19.00	\$16.00	\$14.77	\$14.77
Average number of customers per month	1,977	1,863	1,750	1,677
Electric				
Commercial electric billings (per year in millions)	\$7.75	\$7.03	\$6.73	\$6.64
Number of customers	105	104	100	96
Gas				
Commercial gas billings (per year in millions)	\$2.10	\$1.30	\$1.00	\$1.22
Number of customers	91	88	86	83

⁽¹⁾ Splash Pad/Ice Rink Receipts were not tracked separately until 2016

Source: City of Obetz departments.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
	62	65	87	93	76	76
	4,956	5,093	4,438	4,075	4,048	3,944
	190	187	136	137	95	124
\$	\$ 39,817,303	\$ 59,840,622	\$ 14,876,540	\$ 70,756,018	\$ 37,392,735	\$ 37,457,000
	6,531	6,368	5,736	5,454	4,797	4,853
	1,645	1,347	1,137	2,945	1,776	1,154
	175	172	205	186	171	167
	341	282	283	320	219	195
	39,766	35,763	47,258	46,469	43,374	50,762
	\$60,412	\$58,877	\$94,138	\$82,758	\$97,951	\$122,204
	88	76	91	89	70	83
	\$4,520	\$3,686	\$4,690	\$5,190	\$6,285	\$14,559
	101	132	106	114	128	147
	\$8,095	\$10,235	\$7,950	\$10,980	\$9,080	\$12,950
	48	55	40	47	46	49
	\$4,325	\$3,785	\$3,000	\$2,650	\$3,125	\$3,675
	\$5,569	\$5,491	\$8,759	-	-	-
	\$18,550	\$18,100	\$10,000	-	-	-
	\$77,503	\$3,000	\$0	-	-	-
	1,342	1,214	1,070	1,826	1,650	1,872
	172	280	426	506	510	460
	\$2,149	\$3,045	\$3,451	\$3,959	\$4,220	\$5,084
	90	85	108	102	124	172
	10	13	12	14	15	15
	\$15,200	\$10,031	\$4,757	\$3,735	\$2,723	\$5,597
	310	277	339	310	261	246
	22,309	22,817	21,638	21,240	20,918	20,860
	1,859	1,901	1,803	1,770	1,743	1,738
	\$1,524,281	\$1,414,882	\$1,361,249	\$1,327,075	\$1,249,781	\$1,191,062
	243,488	215,349	222,823	231,758	166,257	156,332
	\$23.86	\$23.86	\$23.86	\$23.86	\$23.86	\$23.86
	1,759	1,808	1,670	1,766	1,738	1,734
	\$14.77	\$14.77	\$14.77	\$14.77	\$14.77	\$14.41
	1,633	1,663	1,670	1,638	1,614	1,607
	\$6.77	\$6.03	\$5.89	\$6.24	\$4.86	\$4.04
	94	94	80	71	66	58
	\$1.35	\$0.83	\$0.75	\$1.00	\$1.48	\$1.07
	82	82	73	68	70	60

THIS PAGE IS INTENTIONALLY LEFT BLANK

This page intentionally left blank.

CITY OF OBETZ
FRANKLIN COUNTY, OHIO

REGULAR AUDIT

FOR THE YEAR ENDED
DECEMBER 31, 2022

**CITY OF OBETZ
FRANKLIN COUNTY, OHIO**

TABLE OF CONTENTS

PAGES

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	1 - 2
---	-------

**Independent Auditor's 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***

City of Obetz
Franklin County
4175 Alum Creek Drive
Obetz, Ohio 43207

To the Members of the City Council and Mayor:

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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Obetz, Franklin County, Ohio, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Obetz' basic financial statements, and have issued our report thereon dated June 26, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Obetz' 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 City of Obetz' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Obetz' 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 City of Obetz' 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 City of Obetz' 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 City of Obetz' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Obetz' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Julian & Grube, Inc.
June 26, 2023

OHIO AUDITOR OF STATE KEITH FABER



CITY OF OBETZ

FRANKLIN 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 8/15/2023

88 East Broad 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