



**CITY OF FAIRBORN
GREENE COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2022

CITY OF FAIRBORN
GREENE COUNTY
DECEMBER 31, 2022

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**CITY OF FAIRBORN
GREENE COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Direct Program</i>			
CDBG - Entitlement Grants Cluster			
Community Development Block Grants/Entitlement Grants	14.218		\$392,477
<i>Passed Through Ohio Department of Development</i>			
Home Investment Partnerships Program	14.239	A-C-20-2BK-2	163,393
Total U.S. Department of Housing and Urban Development			<u>555,870</u>
U.S. DEPARTMENT OF JUSTICE			
<i>Passed Through Ohio Department of Public Safety</i>			
Crime Victim Assistance	16.575	2022-VOCA-134714953 2023-VOCA-135105978	24,308 <u>16,168</u> 40,476
Total Crime Victim Assistance			40,476
Violence Against Women Formula Grants	16.588	2021-WF-VA2-8932 2018-WF-VA2-8932B	46,874 <u>2,300</u> 49,174
Total Violence Against Women Formula Grants			49,174
<i>Direct Program</i>			
Bulletproof Vest Partnership Program	16.607		5,960
<i>Passed Through Ohio Department of Public Safety</i>			
Public Safety Partnership and Community Policing Grants	16.710	2020UMWX-0316	99,213
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2021-JG-A03-6243E	4,993
<i>Passed Through Greene County, Ohio</i>			
Equitable Sharing Program	16.922	N/A	<u>3,808</u>
Total U.S. Department of Justice			<u>203,624</u>
U.S. DEPARTMENT OF TRANSPORTATION			
<i>Passed Through Ohio Department of Transportation</i>			
Highway Planning and Construction Cluster			
Highway Planning and Construction	20.205	106319 106311	955,215 <u>1,412,671</u> 2,367,886
Total Highway Planning and Construction			2,367,886
<i>Passed Through Ohio Department of Public Safety</i>			
Highway Safety Cluster			
State and Community Highway Safety	20.600	69A375223000040200HO	690
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	69A375223000016400HA	<u>1,950</u>
Total U.S. Department of Transportation			<u>2,370,526</u>
U.S. DEPARTMENT OF THE TREASURY			
<i>Direct Program</i>			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		<u>758,704</u>
Total U.S. Department of the Treasury			<u>758,704</u>
U.S. DEPARTMENT OF HOMELAND SECURITY			
<i>Passed Through Ohio Task Force 1</i>			
National Urban Search and Rescue (US&R) Response System	97.025	N/A	<u>68,897</u>
Total U.S. Department of Homeland Security			<u>68,897</u>
Total Expenditures of Federal Awards			<u><u>\$3,957,621</u></u>

The accompanying notes are an integral part of this schedule.

**CITY OF FAIRBORN
GREENE COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED DECEMBER 31, 2022**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Fairborn (the City) under programs of the federal government for the year ended December 31, 2022. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - MATCHING REQUIREMENTS

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

OHIO AUDITOR OF STATE KEITH FABER



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

City of Fairborn
Greene County
44 West Hebble Avenue
Fairborn, Ohio 45324

To the City Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairborn, Greene County, (the City) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 27, 2023, wherein we noted the City restated opening fund balance. We also noted the financial impact of COVID-19 and the continuing recovery measures may impact subsequent periods of the City.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Keith Faber
Auditor of State
Columbus, Ohio

June 27, 2023

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED
BY THE UNIFORM GUIDANCE**

City of Fairborn
Greene County
44 West Hebble Avenue
Fairborn, Ohio 45324

To the City Council:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Fairborn's, Greene County, (the City) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the City of Fairborn's major federal programs for the year ended December 31, 2022. City of Fairborn's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, the City of Fairborn complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Fairborn, Greene County, (the City) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated June 27, 2023, wherein we noted the City restated opening fund balance. We also noted the financial impact of COVID-19 and the continuing recovery measures may impact subsequent periods of the City. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Keith Faber
Auditor of State
Columbus, Ohio

June 27, 2023

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**CITY OF FAIRBORN
GREENE COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
DECEMBER 31, 2022**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	Highway Planning and Construction Cluster COVID-19 Coronavirus State and Local Fiscal Recovery Funds (AL #21.027)
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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ANNUAL COMPREHENSIVE FINANCIAL REPORT 2022



CITY OF FAIRBORN, OHIO

GREENE COUNTY

Annual Comprehensive Financial Report

For the Year Ended December 31, 2022

Prepared by:
Department of Finance

Annetta Williams
Finance Director



FAIRBORN
A CITY IN MOTION

I N T R O D U C T O R Y S E C T I O N



FAIRBORN
A CITY IN MOTION

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2022
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**CITY OF FAIRBORN
FINANCE DEPARTMENT**

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Fairborn, OH 45324
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June 27, 2023

Honorable Mayor and
Members of Council
City of Fairborn
44 West Hebble Avenue
Fairborn, Ohio 45324

Submitted for your review is the Annual Comprehensive Financial Report of the City of Fairborn (the “City”) for the year ended December 31, 2022. The report has been prepared in accordance with generally accepted accounting principles established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This report enables the City to comply with Ohio Administrative Code Section 117-2-03(B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38, which requires that cities reporting on a GAAP basis file an unaudited annual report with the Auditor of State within 150 days of year-end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Introduction

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Fairborn to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City finance department. We believe the data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operation of the City, and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been presented.

The Reporting Entity

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14/39, "*The Financial Reporting Entity*" in that the financial statements include all the organizations, activities, functions, and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either the City's ability to impose its will over the component unit, or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards, commissions and jointly governed organizations that are part of the primary government, which includes the following services: public safety (police, fire, emergency medical services and public prosecutor), sanitation, social services, culture and recreation, water and sewer, planning and zoning, construction and maintenance of highways, streets and infrastructure, income tax collection, municipal court and general administrative services. City council and the City manager have direct responsibility for these activities.

The City of Fairborn

The City of Fairborn is located in the west central part of the state of Ohio, approximately sixty miles north of Cincinnati, 70 miles west of Columbus and 10 miles northeast of Dayton, on Interstate 675. Easy access to both Interstates 70 and 75 place Fairborn within approximately a one-hour drive of Cincinnati and Columbus. The home of aviation, Fairborn is the site of Wright State University, Wright-Patterson Air Force Base, the Wright Brothers Memorial, Air Force Institute of Technology and Wright Field.

The City of Fairborn is a home rule municipal corporation operating under its own charter. In November 1946, the electors of the Village of Osborn adopted a charter to take effect January 1, 1948. In the November 1948 election, the Village of Osborn voted to annex the Village of Fairfield and to change the name of the Village to Fairborn, effective January 1, 1950. The Village of Fairborn became a City on August 20, 1951, with the electorate adopting the City's first charter on November 2, 1971.

The City operates under a council-manager form of government. City council consists of seven members, six of which are elected to four-year terms in the general municipal election. The mayor, as seventh council member, is elected to a two-year term by a separate ballot from the municipality at large. City council appoints the City Manager who oversees the daily operations of the City. The City manager appoints all department managers of the City.

City Council is required to adopt, by ordinance, an annual budget for each fiscal year. Upon presentation by the City manager of a proposed budget, city council calls and publicizes a public hearing on the budget. Following the public hearing, city council adopts the budget as it may have been amended, as the City's annual budget effective for the next fiscal year. If the annual budget is not adopted prior to the beginning of the fiscal year, city council may adopt a temporary budget to cover the first three months of the year, with the annual budget required to be adopted by April 1st.

Economic Condition and Outlook

With economic diversity, key governmental institutions, and prime land for additional development, the City has what it takes to fuel business growth. Wise and prudent City planning as well as collaboration with other organizations helps the City maintain its current business base and expand horizons with new and exciting ventures in commercial, industrial, government, and office development.

Located with four interchanges on I-675 near the intersection of I-70, Fairborn is ideally situated for connectivity to the Dayton regional market and larger metro markets. This connectivity provides easy access for not only transportation and distribution operations but also for the local workforce whose average commute times are five minutes lower than the national average. Another benefit to the local workforce is the extremely competitive cost of living which currently is approximately 13 percent less than the national average.

As home to Wright State University (WSU) and the gateway to Wright-Patterson Air Force Base, the City gains economic strength from two of the largest employers in the Miami Valley region. WSU is the region's largest university with nearly 10,000 students and is a fully accredited State university. Its eight colleges and three schools offer more than ninety undergraduate degrees and eighty-eight graduate, masters, doctoral, and professional degree programs. The WSU Nutter Center provides a 12,000-seat sport and entertainment venue that continually draws national performers and events to the Dayton region. Additionally, WSU provides a significant draw for complimentary businesses who either work in partnership or do research with the institution.

Because of its proximity to Wright-Patterson Air Force Base, the City attracts the defense industry and related businesses that serve the Air Force and other branches of the military. While government and defense-related businesses are a vital part of the City's economy, there are many other businesses that provide economic support and add to the diversity of the business community including manufacturing, distribution, healthcare, education, information technology and various retail and hospitality venues.

Recognizing that Fairborn has a unique opportunity to capitalize on its location, economic makeup, transportation network, buildable land, and various other factors, the City leadership remains committed to taking the necessary steps to enhance economic development activity within the community. The City continues to utilize its community improvement corporation, the Fairborn Development Corporation (FDC), a 501(c)(3) non-profit organization created to advance, encourage, promote, and pursue civic, economic, commercial, and industrial development within the greater Fairborn area. The FDC serves as an important advisory board that allows community stakeholders and business leaders the opportunity to participate and contribute in a meaningful way to local economic development efforts.

Many other organizations are attracted to the City due to the available real estate poised for development. The City has the next great development frontier along I-675, which connects I-75 to I-70. The Dayton-Yellow Springs Road, State Route 235, and State Route 444 interchanges on I-675 provide prime industrial, office and commercial development sites. Additionally, these are the last two remaining exits along the twenty-six miles of I-675 that have not been completely developed.

If air travel is a concern, Fairborn is fortunate to be located within 60 minutes of three international airports with daily operations that rival most metropolitan areas. The Dayton International Airport is conveniently located along a major highway network allowing the local businesses to easily reach 55 percent of the total US population in only 90 minutes by air.

Wright State University's Vishal Soin Innovation Park along Colonel Glenn Highway, adjacent to the technology-based business office space in Wright Executive Park, continues to encourage growth in technology-based fields primarily supporting national security missions and government transformation for intelligence, defense, and federal civilian customers. The Valle Greene North and South development areas continue to see growth, despite the COVID-19 pandemic, with its acres of shovel ready sites available adjacent to the largest Kroger Marketplace in the region and the recently opened Menard's Home Improvement Center. The City is ready to assist businesses looking for prime locations along I-675. The City is also one of an extremely limited number of cities that has rail service adjacent to industrial zoned land that is also ready for development.

The City's progress in economic growth would not be possible without the assistance of the Fairborn Development Corporation (FDC), Fairborn Chamber of Commerce, and the Downtown Fairborn Committee. These groups of caring residents and business professionals help facilitate business growth by organizing networking opportunities through various programs and events held during the year. Looking to the future, the City will continue to pursue successful collaborations among businesses, community organizations, and government as a catalyst for economic growth in the City.

Major Initiatives

For 2022-2023

Economic Development – Prior to the Pandemic, the Economic Development Staff had achieved most of the goals set forth in the 2016 City Economic Development Plan/Strategy. In late 2021, staff published an RFP for consulting services to aid in the creation of a new five year strategy to help guide efforts from 2023-2027. Red Tiger Investments, LLC was selected as the lowest and best bidder to work with on this new plan. In late 2022, the final draft plan was submitted to the city for review. And in early 2023, both the Fairborn City Council and the Fairborn Development Corporation (FDC) adopted this plan.

Economic Development Strategy for the Plan: The pandemic has caused cities to begin updating and reevaluating their economic development strategies. The winners will be those whose strategic plans enhance their ability to grow jobs in ways that both align with disruptive forces in the economy and focused on emerging industries where the city has a distinct “right to win” in the marketplace. The City of Fairborn is well positioned to be a leading destination for innovative technologies. A well-planned and activated economic development strategy will allow leading edge anchor institutions and companies to cluster and connect with start-ups, stage-2 businesses, incubators, and accelerators where good ideas become viable enterprises contributing to society through their innovation, products, and job creation.

Protecting Against Future Economic Disruptions: While planning its future, the city must also plan against current and future economic disruptions. COVID-19 has critically impacted our nation's economy and workforce. The pandemic has exposed the importance of having a resilient

economy, able to weather economic disruptions such as pandemics, international conflicts, social unrest, natural disasters, and other disturbances. To foster a durable and prosperous economy, the city must cultivate a diversity of thriving industries and a unique sense of place to withstand economic downturns.

A Framework for the Future: The Fairborn Economic Development Strategic Plan (EDSP) is to provide a 5-year framework to facilitate decision-making, while serving as a catalyst for future investment by the city in the coming fiscal years to drive economic success in relation to identified emerging industries, priority development areas and opportunities. The study takes an honest look at the city's existing conditions and the trends shaping its future with a focus on the following:

1. Optimal Industries: Ranking of industries that are the most desirable for Fairborn that will best contribute to the creation of high wage jobs.
2. Potential Sites: Identification of existing specific sites ideal for recommended industries. Suggested will be industry-based improvements and amenities for these sites. Analysis of improvements to existing infrastructure, assets, and improvements, including potential sources of funding to best serve identified clusters.
3. Catalytic Projects: Recommended transformational projects.

Talent Cultivation and Retention: Fueled by Wright Patterson Air Force Base and Wright State University, the City of Fairborn must cultivate and retain this talent pipeline and skilled workforce, through collaboration between existing businesses and local government. Principal to these efforts are increasing high wage jobs in emerging industries, while advancing capital investments that increase tax revenue and boost existing programs and services.

The EDSP Strategic Goals are:

- Easy Access to Data - Provide comprehensive data and information to retain and attract business development.
- Small Business Environment - Improve and support Fairborn's local Small Business environment.
- Entrepreneurs & Startups - Focus on fostering an environment that supports entrepreneurs and startup businesses.
- Business Friendly - Promote a Business-Friendly Environment.
- Retention & Expansion - Promote Business Retention and Expansion.
- Wright Patterson Air Force Base (WPAFB) Partnership - Leverage, support, and boost WPAFB.
- Military & Defense - Increase the economic impact of the military and defense industry in Fairborn.
- Business Development & Innovation - Position Fairborn to nationally compete for innovative high-quality investment and jobs.
- Communications & Marketing - Engage in a comprehensive campaign to raise awareness of Fairborn's advantages and successes.
- Strategic Areas of Influence - Commit to targeted resources and work with regional allies to support workforce development, entrepreneurship, community development, and economic equity in the city.

Residential Development

Residential development continues to be diversified in the City of Fairborn with single-family home sites available, as well as multi-family opportunities for every age group. Despite the Pandemic, 2022 was a good year for Fairborn's housing market and the outlook for 2023 and beyond continues to be healthy. In 2023, the final lot in CESO's Waterford Landing single-family home development was sold. Former members of the CESO team applied and received permission to move forward with a new 130+ single-family home development on Armstrong Road in the northeastern part of the city. Fischer Home's Arden Place single-family home development continues to see strong sales, and Redwood Living has completed all their multi-family housing projects along Commerce Center Blvd.

In 2022, a total of 1,157 residential permits were issued, including sixty-five new single-family homes. This was down 28 percent from 2021 which saw 1,604 residential permits issued, including ninety-eight new single-family homes.

Commercial Development

In 2022, a total of 248 commercial permits were issued. Permits were down 55 percent from 2021 which saw 548 commercial permits issued.

Continuing into 2022 and beyond, the City maintained its efforts to push for more commercial growth by improving/expanding infrastructure to strategic corridors and aggressively taking on the redevelopment of blighted/abandoned commercial property. We have created a definite buzz around our historic downtown, creating more events and space for entertainment and use in our community's core. Events such as Bluegrass & Brew, Hairborn and the local radio station WTUE's St. Pat ROCK's Day continue to attract visitors to our downtown, who we hope will return repeatedly to visit our shops and restaurants. The City is also exploring new financial tools to facilitate the City's participation in redevelopment and potential incentive programs to encourage desired investment, such as the clean energy program known as PACE.

Public Safety Police and Fire - Voters approved at the November 2014 ballot a one-quarter of one percent income tax rate for ten years for police and fire equipment and operations. This replaced the 0.25 percent income tax that for the previous ten years had been used for the acquisition of fire and EMS equipment and facility capital improvements that expired as of December 31, 2014. This levy generated approximately \$2.6 million dollars in 2022 and is used for police and fire equipment and vehicles, as well as a portion of the police and fire personnel costs.

Streets - Residents also approved in 2014 a renewal of the one-quarter of one percent income tax levy for resurfacing, reconstructing, and repairing the City's thoroughfares and residential streets. The renewal of this ten-year levy was important as it provides predictable funding that allows the City to continue its efforts to upgrade and maintain City streets for a ten-year period. This levy generated approximately \$2.6 million dollars in 2022.

Typically, a street program is undertaken annually to address streets that need repair or treatments to extend their useful life. The 2022 street programs identified thirty-nine street segments needing a variety of treatments including asphalt milling and resurfacing, base repairs and resurfacing, micro-surfacing, and asphalt rejuvenation.

Ahead of the street program, a curb-sidewalk-approach (CSA) program is typically performed. This program replaces deteriorated concrete infrastructure between the street and right-of-way line and is performed the year before planned street work is conducted. The 2023 CSA program was unsuccessfully advertised in 2022 as bid results came in over three times of the engineer's estimate. The engineer's estimate was re-evaluated, and the program was postponed a year with the work now taking place alongside the Street Program. This work will take place in the summer of 2023.

Several major street renovation projects were also undertaken and completed in 2022, such as the Maple Avenue Phase 2 Improvements Project. Grant funds were received from ODOT's Surface Transportation Program (STP) in the amount of \$1,754,344, as well as a grant from the Ohio Public Works Commission for \$1,000,000. This project added a 12" transmission water line along the south half of Maple Avenue, narrowed the asphalt pavement of Maple Avenue and added a 10' bike path on the west side of the roadway. The project was finished in the second half of 2022. The Colonel Glenn Highway Enhancements Project began in 2021 and was completed in 2022. This project installed a multi-use 10' bike path on the north side of Colonel Glenn and sidewalk along the south side of the roadway from University Boulevard to Old-Yellow Springs Road. A pedestrian mid-block crossing with a Rapid Rectangular Flashing Beacon, and new enhanced crosswalks across Colonel Glenn Highway at the intersections were installed. This project received Congestion Mitigation and Air Quality grant funds in the amount of \$920,349 and Transportation Alternatives (TA) funds for \$350,000.

Water and Sewer - As with most cities of similar vintage, the City of Fairborn is beginning to see condition concerns as the water and sewer infrastructure ages. Assets are continually evaluated to determine needs for renovation or replacement, their ability to meet current and future needs, and methods that can be utilized to extend the life of this important and expensive infrastructure.

To address older, problematic infrastructure, water main replacement projects are being completed. In 2022, this included the replacement of cast iron water main on Forest Street from Tennessee Street to Wiley Avenue. All service lines, the majority of which were galvanized iron, were also replaced with new copper service lines to the property line.

The replacement of water mains on 15 residential streets across Fairborn that have experienced a high volume of water breaks was completed. These design projects will be labeled, "Tree Streets" and "Circle Drive." These designs will give the City of Fairborn several shovel-ready projects to put out to bid.

Also undertaken in 2022 were upgrades to Digester 4 at the Water Reclamation. The aeration system was at the end of its operational life and required replacement. The objective of this project was to remove failing structure and replace it with an Evoqua's Diffuser Course Bubble Aeration System.

Parks – The basketball courts at Wedgewood and Sandhill parks were resurfaced. A new administration building was constructed at the Mercer Smith Park. ADA compliant sidewalks were installed at Maplewood Park to the playground and shelter house.

Plant Maintenance – The Municipal Court building was completely repainted on the exterior and the soffits were replaced. Engineering was done for the construction of a new pole barn for the Parks Department.

For the Future

The City's comprehensive plan helps facilitate managed and orderly growth. Growth, however, continues to challenge the capacity of City infrastructure and the City's ability to maintain it, especially its water distribution, sewer collection, wastewater treatment, and street and thoroughfare systems. The City remains steadfast in its commitment to ensure the maintenance of existing infrastructure and the development of adequate new infrastructure to meet future demands. A perpetual five-year capital improvement plan is maintained and updated annually to assist the City in targeting the most important near-term capital improvements and the resources required to fund them.

Streets - The Engineering Division continues to oversee the paving program for the 467 public streets in Fairborn. The vision for the future is to diversify the road treatments to treat City streets resulting more efficiently in the lowest life cycle cost for the roadway system.

Broad Street improvements will also continue over the next several years, occurring in three phases from Dayton Drive to Spangler Road. Improvements will include bicycle facilities in the form of striped bike lanes near downtown, and a separate path as you leave town toward I-675. The projects will also create a more consistent roadway cross section throughout the corridor. This project has been broken down into four phases with all phases approved for grant funding through ODOT. Phase 1 is complete, phase 2 from Dayton Drive to Pierce Drive received a TA grant from ODOT and the Miami Valley Regional Planning Commission (MVRPC) for \$350,000 and will be constructed in 2023. Broad Street phase 3 from Central Avenue to Sandhill Road received a STP grant from ODOT and MVRPC for \$1,518,870. Design started in 2022 with construction scheduled for 2025. Broad Street Improvements phase 4, the final phase, will occur from Xenia Drive to Central Avenue and the City has received a grant from ODOT and MVRPC for \$1,674,240. Phase 4 will begin design in 2023 with construction occurring in 2026.

Xenia Drive (SR 235) is planning on being reconstructed from just west of the I-675 SB on-ramp to Trebein Road. The City intends to apply for grant funds through MVRPC as well as utilizing ODOT Urban Paving Funds for this project. This project will look to improve stormwater as well as increasing the bridge clearance of I-675 to meet current standards. This project is scheduled for 2027/2028.

The City will also resurface the concrete roadway of Dayton-Yellow Springs Road from the I-675 SB onramp to just east of Gateway Drive. The City has applied for and received Coronavirus Response and Relief Supplemental Appropriations Act Funds in the amount of \$474,023. This will begin construction in 2024.

The Cleary Drive Extension Project is scheduled for construction in 2026. This project would connect the dead end of Cleary Drive to the signalized intersection of Yellow Springs Fairfield Road and Xenia Drive. The City is actively researching and applying for grant funding to potentially construct this project earlier than scheduled.

Water and Sewer - Long range planning for water and sewer systems is driven, not only by anticipated growth, but also by Ohio Environmental Protection Agency rules and mandates, advances in treatment and contamination detection technology, aging facilities, and the aesthetic demands of citizens.

Addressing water main replacement projects will continue in 2023 with the addition of a 12” ductile iron water main on Funderburg Road from Wilbur Avenue to Rice Blvd. This project will address older, failing piping.

Broad Street Phase Two will resurface existing roadway, sidewalk, bike path and water main replacement between Dayton Drive and Ash Street.

Sewer mains will be lined in areas that have been identified as having condition concerns based on City televising efforts. The lining process, which requires no excavation, results in regained pipe capacity, reduced entry of ground and surface water into the sanitary sewer system and will extend the infrastructure’s life by fifty years or more.

Parks - Community Park’s basketball court will have lights added and the City will now have two lighted courts for residents to enjoy. Fairfield Park will receive a permanent restroom facility near fields 4 and 5. Atherton Amphitheater will undergo a major renovation that will include new seating and a roof system over the stage.

Plant Maintenance - The Municipal Court will have all the interior lighting changed to LED fixtures. Fairfield Cemetery will get a new roof and new HVAC. New HVAC rooftop units will also be installed on Fire Stations #3 and #4 in 2024. A new salt barn will be constructed at Osborn Park. The Government Center will also get a much-needed update to all its restroom facilities.

Economic Development – As we continue to move through 2023, economic uncertainty continues to be an issue on all levels of government throughout the United States. Fairborn is not immune to high inflation, rising prices, supply chain issues, and a dwindling workforce. Economists and politicians’ debate whether the United States is currently in a recession, but most agree that it could be soon. The City of Fairborn continues to look to the future with its economic development efforts.

Five Year Economic Development Strategic Plan - In 2021, the City of Fairborn advertised for consultant services to prepare a new five year economic development strategic plan to guide city efforts in business retention, expansion, and recruitment efforts. The city partnered with Red Tiger Investments, LLC to produce the plan. Citizens, business leaders and civic organizations were engaged to help produce the plan that was adopted by both the Fairborn Development Corporation, the city’s Community Improvement Corporation, and the Fairborn City Council. This plan will serve as a “roadmap” for Fairborn’s economic development efforts for the next five years.

Fairborn is fortunate to be able to focus on a variety of development and redevelopment initiatives. In today's climate, economic development is an incredibly challenging endeavor. Many communities focus their efforts on the recruitment of large employers. With so many cities concentrating on this type of development, the likelihood of success is marginal at best. Over the last six years, the City of Fairborn has focused economic development efforts on the revitalization of the downtown area, the retention and expansion of current businesses, the cultivation of small startup businesses within the City, as well as preparing the areas adjacent to Wright State University and Wright-Patterson Air Force Base for redevelopment.

Business outreach activity will build upon previous years efforts. Specifically, the economic development team will continue to focus on meeting with current businesses to gain a greater understanding of their current positions and needs. Staff does not come empty handed to these meetings, as the city offers incentive programs that help with growing and/or transforming the current business and helping move the business to Fairborn.

Revitalization is a key long-term project moving forward and the city continues to see growth and new developments as noted previously. The Fairborn City School District has been an active partner with the City in revitalization efforts. In 2020, the new Fairborn Primary School was opened, and in August of 2022, the new Fairborn Intermediate School opened. In November of 2020, Fairborn residents approved a levy to build a new high school. Construction began on the new high school, along Commerce Center Boulevard, during the first quarter of 2022 and is scheduled for completion in August of 2024. A new junior high school will be built adjacent to the new high school in the future. The city is grateful to its residents for their continued support of the city and the school district.

Defense Related Industry: There are many that contend that communities like the City of Fairborn are somewhat immune to economic downturns due to their proximity to US military installations. The city shares its entire western border with Wright-Patterson Air Force Base, the largest single site employer in the State of Ohio. Wright-Patt employs over 35,000 civilian and military personnel with more than eleven different missions. Wright-Patterson is home to the US Air Force Material Command headquarters, Air Force Institute of Technology, National Air and Space Intelligence Center and the 88th Air Base Wing to name several of those missions. With so many research and development missions, the areas surrounding Wright-Patt are prime for defense related corporations to establish offices. Economic Development staff continue to work with JobsOhio and the Dayton Development Corporation to retain and expand current defense related contractors, but also to attract new ones. From the third quarter of 2022 to present, the city has welcomed more than four new defense related contractors to the city.

Housing - To encourage military and civilian personnel to choose Fairborn as a place to reside, the city works to encourage new housing developments and to preserve existing housing stock. The strong residential growth that has occurred over the past ten years will likely continue with the addition of a variety of residential choices being offered with several planned developments. As mentioned in previous reports, the Bluffs of Trebein and Waterford Landing was recently completed. These two developments combined to bring over five hundred new single-family homes to Fairborn since 2014. Fischer Homes continues to build Arden Place, a 162-unit single-family residential community. City Council recently approved a new 135+ unit single-family home development off Armstrong Road in the northeastern part of the city. Build out is expected to begin by late 2023. For those who do not wish to own their own home, Redwood's Fairfield

Oakes Community has added over 200+ market rate “empty nester” luxury rentals adjacent to I-675. The city’s efforts are not limited to new single-family home construction, but also the redevelopment of other areas of the city. Fairborn continues to explore new housing opportunities in the historic downtown area of the city in the Main Street/Broad Street corridor just outside Gate 1A of Wright-Patterson. We hope to announce a partnership with a developer on a project that will bring over 150 market rate apartments by the end of 2024.

Despite the economic uncertainty, Fairborn continued to live up to the city motto, a city in motion.

Financial Information

Basis of Accounting

The City uses fund accounting to maintain its financial records and operates on a cash basis of accounting during the year. For the purposes of this report and to present the most accurate picture of the City’s finances for the fiscal year ended December 31, the cash basis records are converted to the modified accrual and the accrual basis of accounting consistent with generally accepted accounting principles (GAAP) as applied to governmental units.

Internal Control Structure

Development of the City's accounting system included consideration of internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements. The concept of reasonable assurance states that internal control should be evaluated to ensure that the expense associated with providing internal controls does not exceed the benefit expected to be derived from its implementation. This evaluation involves estimates and judgment by City administration and members of the finance department. The administrative and financial management personnel believe that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

Budgetary Control

The City adopts an annual budget that includes estimated revenues and appropriations (authorized spending levels) for the year for all funds except for certain custodial funds. The budget is amended during the year as appropriate according to Ohio budgetary law. Budgetary control is maintained by encumbering appropriations prior to ordering goods or services or the release of purchase orders to vendors. Purchase orders are not issued when insufficient appropriations preclude the encumbrance of the purchase amount. Transaction details for budgeted and actual revenues, appropriations, expenditures, and fund balances are available at any time via queries of the financial system or are contained in monthly reports. The legal level of budgetary control is by fund, department, and line item.

A more detailed description of the basis of accounting, budgetary process, and various funds and accounts utilized by the City are included in Note 2 to the basic financial statements.

Management's Discussion and Analysis (MD&A)

GASB Statement No. 34 requires management to provide an introductory overview and narrative, known as Management's Discussion and Analysis (MD&A), to accompany the basic financial statements. This transmittal letter is intended to be read in conjunction with that analysis. The MD&A can be found immediately following the Independent Auditor's Report.

Independent Audit

Ohio law and the City charter require an annual audit of the City's financial statements by an independent auditor. The Auditor of State performed the audit for the year ended December 31, 2022, and included in this report is their unmodified opinion rendered on the City's basic financial statements. The annual audit also provides an opportunity for an independent review of the City's financial policies and procedures and the comments and recommendations generated continually strengthen the City's accounting and budgeting controls. The results of the audit are presented in the Independent Auditor's Report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Fairborn for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2021. This was the thirty-third consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized annual comprehensive financial report whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A certificate of achievement is valid for one year. We believe our current report for the fiscal year ended December 31, 2022, continues to conform to program requirements and we will be submitting it to the GFOA to determine its eligibility for another certificate of achievement.

Acknowledgements

The preparation of this Annual Comprehensive Financial Report was made possible by the efficient and dedicated services of the entire staff of the finance department and fiscal personnel in other City departments. Special appreciation is expressed to Danielle Wolfe, Assistant Finance Director and supporting finance staff for their efforts and commitment to the preparation of this report and to ensuring it conforms to the highest standards in governmental financial reporting. We also thank the members of City council for their interest and support in planning and conducting the financial operations of the City of Fairborn in a responsible and progressive manner.

It is the mission of the finance department to serve the City and its citizens with the highest degree of fiscal responsibility and professionalism. By issuing this Annual Comprehensive Financial Report, we endeavor to remain fiscally accountable to preserve the public's confidence in our ability to govern the City's finances.

Respectfully submitted,

A handwritten signature in blue ink that reads "Annetta Williams". The signature is written in a cursive, flowing style.

Annetta Williams
Finance Director



Government Finance Officers Association

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**City of Fairborn
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morill

Executive Director/CEO

City of Fairborn, Ohio

Principal Officials

December 31, 2022

COUNCIL - MANAGER FORM OF GOVERNMENT

CITY COUNCIL

Paul Keller, Mayor

Kevin Knepp, Deputy Mayor

Clint Allen, Council Member

Tana Stanton, Council Member

Mary Reaster, Council Member

Rodney McCubbins, Council Member

Adam Fritzsche, Council Member

CITY MANAGER

Rob Anderson

CITY SOLICITOR

Michael Mayer

FINANCE DIRECTOR

Annetta L. Williams

ASSISTANT FINANCE DIRECTOR

Danielle Wolfe



- Citizen Boards and Committees**
- Audit Committee
 - Board of Adjudication
 - Board of Tax Appeals
 - Communications Advisory Board
 - Community Reinvestment Area Housing Council
 - Mayor's Beautification Committee
 - Neighborhood Betterment
 - Parks & Recreation Advisory Board
 - Personnel Advisory Board
 - Planning Board
 - Tax Incentive Review Council
 - Zoning Board of Appeals



FAIRBORN

A CITY IN MOTION

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OHIO AUDITOR OF STATE KEITH FABER



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

INDEPENDENT AUDITOR'S REPORT

City of Fairborn
Greene County
44 West Hebble Avenue
Fairborn, Ohio 45324

To the City Council:

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairborn, Greene County, Ohio as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General, Fire and EMS, Police, County Motor Vehicle Tax, Public Safety Police/Fire, and American Rescue Plan funds for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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, 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.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2022, the City restated opening fund balance in the General Fund and Community Redevelopment Fund (a nonmajor governmental fund) due to the correction of an error. Our opinion is not modified with respect to this matter.

As discussed in Note 26 to the financial statements, the financial impact of COVID-19 and the continuing recovery measures may impact subsequent periods of the City. Our opinion is not modified with respect to this matter.

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's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit contributions 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's basic financial statements. The 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 financial 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 27, 2023, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio

June 27, 2023

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2022
(Unaudited)

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis is an introspective look at the finances of the City of Fairborn for the year ending December 31, 2022, providing an overview of the City's financial performance as a whole while assisting readers in interpreting the basic financial statements. In addition to the information presented here, readers are also encouraged to review the transmittal letter, notes to the basic financial statements, combining financial statements and individual fund schedules to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- The COVID-19 pandemic has critically impacted our nation's economy and workforce. As a result, the City experienced significant increases in contractual services, commodities and overall construction project costs. This resulted in the need for the City to re-align project budgets, identify savings in other areas to provide funding for priority services and projects, as well as re-bid and or postpone projects of lesser priority. The City has collaborated with other governmental agencies in an effort to provide economies of scale to better afford projects, such as joining with Greene County to bid out the annual street program and curb and sidewalk project.
- In accordance with the requirements of GASB 68 and GASB 75, the City was required to report a net pension liability (asset) and a net other post-employment benefit liability (asset) (OPEB). For reasons discussed below in The City as a Whole and detailed in Notes 12 and 13, reporting the net pension liability (asset) and net OPEB liability (asset) distorts the financial statements causing a significant reduction to net position of governmental activities and business-type activities. The net pension liability for governmental activities decreased 12 percent to \$28.8 million and the net OPEB liability increased 7 percent to \$4.2 million. The net pension liability for business-type activities decreased 43 percent to \$1.3 million.
- The effects of GASB 68 and GASB 75 thus also significantly affected the total net position of governmental activities which realized an increase of 8.8 percent to \$69.4 million. Governmental activities total net position makes up 70 percent of the City's total net position. Business-type activities total net position increased 1.5 percent to \$29.1 million.
- The net pension and net OPEB liabilities also significantly influenced unrestricted net position of governmental activities, which increased but is still a deficit. Unrestricted net position of governmental activities increased 13 percent in 2022 to negative \$21.9 million. Unrestricted business-type activities net position increased 9 percent to \$12.4 million.
- Net Investment in Capital Assets for governmental activities increased 3.5 percent to \$71.8 million.

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OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. These statements are presented so the reader can understand the City's financial situation as a whole and to give a detailed view of the City's fiscal condition.

The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a long-term view of the City's finances. Major 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 the amount of funds available for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

REPORTING THE CITY AS A WHOLE

Statement of Net Position and the Statement of Activities

The analysis of the City as a whole begins with the Statement of Net Position and the Statement of Activities. These government-wide financial statements provide information that will help the reader to determine if the City of Fairborn is financially better or worse as a result of the year's activities. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting which is similar to the accounting used by private sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the City's net position and changes to that position. These changes inform the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements should take into account non-financial factors that also impact the City's financial well-being. Some of these factors include the City's tax base and the condition of capital assets.

In the Statement of Net Position and the Statement of Activities, the City's operations are divided into two kinds of activities, governmental activities and business-type activities.

Governmental Activities – Most of the City's services are reported here including police, fire and emergency medical services, court operations, community development, recreation, street maintenance and repair, and general government administration. Municipal income taxes, property taxes, intergovernmental revenues, court fines and costs, and charges for services finance most of these activities.

Business-type Activities – These activities consist of water, sewer, and sanitation services. Service charges for these operations are assessed based upon the amount of usage and a usage fee. The intent is that the fees charged to users provide sufficient funding to cover operating costs, capital outlay and associated debt service, while maintaining an appropriate reserve balance.

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REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

Information about the City's major funds is presented in the fund financial statements that begin on page 22. Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and some by bond covenants. Other funds may be established by the City, with approval of Council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for the use of grants. The City's major funds are the General, Fire and EMS, Police, County Motor Vehicle Tax, Public Safety Police/Fire, American Rescue Plan, Water, Sewer, and Sanitation funds.

Governmental Funds

Most of the City's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for future spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps to determine whether there are more or less financial resources that can be spent in the near future on services provided to City residents. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Funds

Services for which the City charges its citizens fees to generate sufficient funding to cover operating costs, capital outlay and associated debt service are generally reported in enterprise funds. Enterprise funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected on the government-wide financial statements because the resources of these funds are not available to support the City's programs. All of the City's fiduciary assets and liabilities are reported in a separate Statement of Fiduciary Net Position.

City of Fairborn, Ohio
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THE CITY AS A WHOLE

As stated previously, the Statement of Net Position looks at the City as a whole. Over time, net position can serve as a useful indicator of a government's financial position. Table 1 provides a summary of the City's net position for 2022 compared to 2021.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	Restated 2021	2022	Restated 2021	2022	Restated 2021
Assets:						
Current Assets	50,369,653	48,064,970	16,313,853	\$16,765,790	\$66,683,506	\$64,830,760
Net Pension Asset	213,996	132,353	56,882	39,529	270,878	171,882
Net OPEB Asset	1,692,065	878,495	449,796	262,410	2,141,861	1,140,905
Capital Assets, Net	82,154,595	80,908,920	34,229,400	35,893,532	116,383,995	116,802,452
Total Assets	134,430,309	129,984,738	51,049,931	52,961,261	185,480,240	182,945,999
Deferred Outflow of Resources:						
Deferred Charges on Refunding	0	0	186,360	214,799	186,360	214,799
Pension	10,892,656	4,947,857	550,995	343,227	11,443,651	5,291,084
OPEB	2,559,451	3,005,600	3,217	131,596	2,562,668	3,137,196
Total Deferred Outflow of Resources	13,452,107	7,953,457	740,572	689,622	14,192,679	8,643,079
Liabilities:						
Current and other liabilities	13,060,940	10,081,690	1,898,084	1,542,412	14,959,024	11,624,102
Long-Term Liabilities:						
Net Pension Liability	28,804,872	32,672,876	1,275,474	2,220,785	30,080,346	34,893,661
Net OPEB Liability	4,211,880	3,922,517	0	0	4,211,880	3,922,517
Other Amounts	8,293,068	10,004,488	17,448,144	19,416,122	25,741,212	29,420,610
Total Liabilities	54,370,760	56,681,571	20,621,702	23,179,319	74,992,462	79,860,890
Deferred Inflow of Resources:						
Property Tax	5,609,112	5,522,650	0	0	5,609,112	5,522,650
Revenue In Lieu Of Taxes	1,277,258	1,340,607	0	0	1,277,258	1,340,607
Leases	148,691	166,156	0	0	148,691	166,156
Pension	13,772,283	6,120,642	1,628,013	1,017,303	15,400,296	7,137,945
OPEB	3,301,130	4,314,069	479,006	825,911	3,780,136	5,139,980
Total Deferred Inflows of Resources	24,108,474	17,464,124	2,107,019	1,843,214	26,215,493	19,307,338
Net Position:						
Net Investment in						
Capital Assets	71,767,508	69,360,030	16,606,654	17,242,644	88,374,162	86,602,674
Restricted	19,582,530	19,622,908	51,435	40,785	19,633,965	19,663,693
Unrestricted (Deficit)	(21,946,856)	(25,190,438)	12,403,693	11,344,921	(9,543,163)	(13,845,517)
Total Net Position	\$69,403,182	\$63,792,500	\$29,061,782	28,628,350	\$98,464,964	\$92,420,850

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2022, and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The City also adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pension." 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 the net pension asset net OPEB asset and deferred outflows related to pension and OPEB.

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Governmental Accounting Standards Board (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* or *net OPEB liability*. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability (asset) and the net OPEB liability (asset) to equal the City's proportionate share of each plan's collective: Present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service, 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 healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension 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

City of Fairborn, Ohio
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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 the net OPEB liability (asset), respectively, not accounted for as deferred inflows/outflows.

Governmental activities net position makes up 70 percent of the City's total net position. The unrestricted net position of governmental activities increased in 2022 by \$3.2 million. Governmental activities net pension liability decreased by \$3.9 million.

The City's governmental deferred outflows of resources increased by \$5.5 million primarily due to the State-wide pension systems' changes of assumptions.

The City's governmental deferred inflows of resources increased by \$6.6 million, primarily related to the State-wide pension systems' net difference between projected and actual earnings on pension plan investments.

Total governmental assets increased by \$4.4 million primarily due to an increase of \$2.3 million in current assets. This increase is due to increases in cash and cash equivalents, and income taxes receivable. Cash and cash equivalents increased due to the American Rescue Plan Fund receiving grant money during the year that was mostly not spent as of December 31, 2022. Income taxes receivable increased due to the additional 0.5 percent income tax levy for the purpose of police, fire and emergency medical services in the City that went into effect in 2021. It is customary to receive approximately 60 percent of the income tax revenue in year one and 93 percent in year two of a newly effective income tax levy. Additionally, there has been an increase in the amount of withholding submitted by defense contract companies and an increase in the number of people working in the City at home on a permanent basis. The Governor lifted the "stay" that was in place during 2021 and in 2022 employers were required to withhold taxes for the City in which "remote" workers live instead of where the employer is located.

Total business-type assets decreased by \$1.9 million, primarily due to the decrease of \$1.7 million in capital assets. Business type capital assets decreased due to current year depreciation and transfers of assets to governmental activities exceeding additions net of construction in progress deletions. The total net position of the City as a whole increased by 6.5 percent to \$98.5 million.

Table 2 shows the changes in net position for the year ended December 31, 2022, compared to 2021.

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Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	Restated 2021	2022	Restated 2021	2022	Restated 2021
Revenues						
Program Revenues:						
Charges for Services	\$6,377,666	\$6,398,270	\$13,710,346	\$13,459,287	\$20,088,012	\$19,857,557
Operating Grants and Contributions	4,691,762	4,303,656	0	0	4,691,762	4,303,656
Capital Grants and Contributions	2,826,147	3,500,302	84,556	137,328	2,910,703	3,637,630
Total Program Revenues	<u>13,895,575</u>	<u>14,202,228</u>	<u>13,794,902</u>	<u>13,596,615</u>	<u>27,690,477</u>	<u>27,798,843</u>
General Revenues:						
Property Taxes	5,726,409	5,586,204	0	0	5,726,409	5,586,204
Other Local Taxes	680,942	620,860	0	0	680,942	620,860
Revenue in Lieu of Taxes	1,230,968	928,037	0	0	1,230,968	928,037
Income Taxes	22,008,599	19,683,084	0	0	22,008,599	19,683,084
Grants and Entitlements not Restricted to Specific Programs	1,398,716	1,489,968	0	0	1,398,716	1,489,968
Investment Earnings and Other Interest	(2,296,734)	(495,444)	15,667	28,019	(2,281,067)	(467,425)
Other	930,812	663,508	64,270	116,419	995,082	779,927
Total General Revenues	<u>29,679,712</u>	<u>28,476,217</u>	<u>79,937</u>	<u>144,438</u>	<u>29,759,649</u>	<u>28,620,655</u>
Total Revenues	<u>43,575,287</u>	<u>42,678,445</u>	<u>13,874,839</u>	<u>13,741,053</u>	<u>57,450,126</u>	<u>56,419,498</u>
Program Expenses:						
General Government	10,283,267	7,327,396	0	0	10,283,267	7,327,396
Public Safety	19,799,015	18,440,635	0	0	19,799,015	18,440,635
Leisure Time Activities	577,517	378,712	0	0	577,517	378,712
Community Development	2,790,970	1,696,585	0	0	2,790,970	1,696,585
Transportation and Street Repair	4,694,916	2,575,075	0	0	4,694,916	2,575,075
Public Health and Welfare	123,522	76,429	0	0	123,522	76,429
Public Works	120,190	0	0	0	120,190	0
Interest	381,053	270,842	0	0	381,053	270,842
Water	0	0	3,834,628	3,813,961	3,834,628	3,813,961
Sewer	0	0	5,634,630	4,814,185	5,634,630	4,814,185
Sanitation	0	0	3,166,304	2,927,174	3,166,304	2,927,174
Total Expenses	<u>38,770,450</u>	<u>30,765,674</u>	<u>12,635,562</u>	<u>11,555,320</u>	<u>51,406,012</u>	<u>42,320,994</u>
Change in Net Position Before Transfers	4,804,837	11,912,771	1,239,277	2,185,733	6,044,114	14,098,504
Transfers	805,845	2,287	(805,845)	(2,287)	0	0
Net Position January 1	<u>63,792,500</u>	<u>51,877,442</u>	<u>28,628,350</u>	<u>26,444,904</u>	<u>92,420,850</u>	<u>78,322,346</u>
Net Position December 31	<u>69,403,182</u>	<u>63,792,500</u>	<u>29,061,782</u>	<u>28,628,350</u>	<u>98,464,964</u>	<u>92,420,850</u>

Governmental Activities

The City's governmental activity expenses are funded partially through program revenues consisting of charges for services and operating and capital grants and contributions. There was minimal change in program revenues from 2021 to 2022. Capital grants and contributions decreased by \$0.7 million due to multiple street projects with related reimbursable grants that were completed in 2021. The rising contractual and construction costs caused delays in the start of similar projects in 2022.

General revenues fund the vast majority of governmental activities and consist mainly of property and income taxes. Income taxes increased by \$2.3 million, which is partly due to an additional 0.5 percent increase in police and fire and EMS funds that went into effect in 2021. The remaining increase can be attributed to increases in defense contractor employees and permanent "remote"

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workers who live in the City. Property taxes increased slightly, and total general revenues increased \$1.2 million in 2022. The City relies heavily upon tax revenues from property owners, residents, and non-residents working in the City. The City's income tax is 2.0 percent of all salaries, wages, commissions and other compensation, and net profits earned from residents living within the City, as well as salaries and wages earned by non-residents that work within the City. However, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current tax rate.

Governmental activity expenses increased by 26 percent in 2022 as a result of changes in assumptions related to pension benefits in the OPERS pension system. With an infusion of a total of \$30 million of general revenues, the City realized a \$5.6 million increase in total net position of governmental activities to \$69.4 million at December 31, 2022.

Business-type Activities

Revenues in the business-type activities exceeded expenses by \$433 thousand and net position increased by 1.5 percent to \$29 million. Net position of the City's Water and Sewer Funds constitute 96 percent of the business-type activities net position, with the Sanitation Fund making up the remainder. Business-type activities receive no support from tax revenues.

THE CITY'S FUNDS

The financial activity for governmental funds is reported with a focus on the near-term flow of expendable resources which assists in demonstrating fiscal accountability. Thus, fund balances provide us with a snapshot of what resources are available at year-end for near-term spending, and an analysis of changes to fund balances over time assists in evaluating the degree to which a specific program, or a group of activities, is "living within its means."

The City has six major governmental funds including the General, Fire and EMS, Police, County Motor Vehicle Tax, Public Safety Police/Fire and American Rescue Plan funds, which combine for 69 percent of all governmental fund balances and 72 percent of the governmental funds' total assets of \$50.3 million.

General Fund: General Fund revenues decreased seven percent in 2022, due mostly to an increase in negative investment earnings and other interest. This is due to the decrease in market value in the City's investments.

General Fund expenditures increased five percent in 2022 compared to the previous year due to increases in general government and community development expenditures due to increases in contractual services and commodity costs.

Fire and EMS Fund: Fire and emergency medical service (EMS) operations are accounted for in the Fire and EMS Fund. Property taxes, income taxes, and EMS billings are the most significant sources of revenue for this fund, which also relies on transfers from the General Fund that are made monthly in amounts as needed. Total property tax collections in the Fire and EMS Fund

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were \$2.3 million in 2022, the sixth year of tax collections from the 4.4 mill fire and EMS renewal levy approved by voters in March 2016. In March 2020, the voters approved a 10 year 0.25 percent income tax levy for the purpose of providing fire and emergency medical services in the City. This levy generated \$2.6 million in 2022. These levies contribute greatly to lessening the burden on the General Fund to subsidize fire and EMS operations with transfers and thus are critical to maintain the current level of services to City residents and businesses. Charges for services of \$1.5 million in this fund are generated for the most part by the City's policy to bill non-resident patients that have received EMS treatment and/or transport services from the fire department.

Expenditures in 2022 increased 6 percent over the previous year due to the increased contractual services costs and an addition of a Fire Marshall position to better serve the needs of the City.

Police Fund: Police operations are accounted for in the Police Fund, which benefits from a five-year 4.4 mill renewal property tax levy approved in March 2016, which raised \$2.3 million in 2022. The Police Fund also benefits from a ten-year 0.25 percent income tax levy approved in March, 2020, for police services, which raised \$2.6 million in 2022. In addition to the property tax and income tax revenues, the General Fund subsidizes a large portion of police operations with monthly transfers in amounts as needed with the intent that a minimum cash balance is maintained. Transfers from the General fund in 2022 totaled \$1.76 million, which is a decrease of \$2.24 million from 2021.

Expenditures increased minimally in 2022 due to expenditures in contractual services and commodities. The slight increase in expenditures combined with the decrease in transfers from the general fund resulted in a decrease in fund balance of \$1.26 million.

County Motor Vehicle Tax Fund: In November 2014, City residents approved a renewal of the ten-year 0.25 percent income tax levy for funding street maintenance, repair, and resurfacing for the years 2015 through 2024. This levy raised \$2.5 million in 2022 for this fund, which also receives project financing in the form of intergovernmental permissive motor vehicle license tax distributions and State and federal grant. Major projects funded in 2022 included the Maple Avenue Phase 2, and Colonel Glenn Highway Bike path and sidewalk improvements.

Public Safety Police/Fire Fund: The Public Safety Police/Fire Fund accounts for the 0.25 percent income tax levy voters approved in November of 2014 for police and fire vehicles, equipment, and personnel. The ten-year levy generated \$2.7 million in revenues in 2022. Public safety expenditures increased from the prior year due to increases in equipment purchases. Although accrued expenditures increased, accrued revenues and other financing sources still exceeded accrued expenditures and the fund balance increased to \$1.7 million.

American Rescue Plan Fund: The American Rescue Plan (ARP) Fund accounts for the federal ARP grant money. The grant monies in this fund have been receipted ahead of the expenditures, therefore the unexpended money in this fund is reported as unearned revenue, which results in no change of the fund balance.

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(Unaudited)

General Fund Budgetary Highlights

The City's budget is required by Ohio law and is prepared on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. The General Fund revenues and other sources were originally budgeted in 2022 to exceed expenditures and other uses. The final budget for revenues was higher than the original budget as an increase in expected other revenue to the payoff of the Tangible Solution loan which was paid back to the general fund to cover the debt service. The final budget for expenditures was four percent greater than the original budget due to estimated increases to expenditures in general government and debt service.

General Fund actual revenues were slightly lower than the final budgeted revenues. General Fund actual expenditures were nearly nine percent less than the final budgeted amounts due to savings in personal services and contractual obligations due to conservative budgeting. In addition, the advances were not needed in the reimbursable grant funds as budgeted.

Transfers-out of \$4 million were used to subsidize various City operations including police, fire, community redevelopment, cemetery, and victim assistance and to provide funding for general capital outlay, maintenance, or debt associated with City building and land capital improvements including the City's portion of curb and sidewalk program and handicap ramps; the electric vehicle charging station project, Colonel Glenn Highway sidepath; and municipal court building improvements. Transfers to the Police Fund in the amount of \$1.76 million, make up almost half of these transfers.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's capital assets represent all assets over the capitalization threshold used in operations that have an initial useful life of greater than one year. Table 3 summarizes the capital assets of governmental and business-type activities, net of accumulated depreciation.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2022
(Unaudited)

Table 3
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated		Restated	
	2022	2021	2022	2021	2022	2021
Land	\$25,064,275	\$23,619,330	\$159,633	\$159,633	\$25,223,908	\$23,778,963
Construction in Progress	4,363,415	5,531,640	1,196,084	1,801,082	5,559,499	7,332,722
Buildings	10,685,230	11,086,772	13,917,719	14,605,522	24,602,949	25,692,294
Improvements Other Than Buildings	582,526	679,808	2,342,391	2,732,102	2,924,917	3,411,910
Machinery and Equipment	1,472,775	1,604,031	2,237,931	2,650,927	3,710,706	4,254,958
Vehicles	2,821,173	3,126,272	783,880	952,532	3,605,053	4,078,804
Infrastructure	36,827,021	35,239,684	13,500,853	12,926,966	50,327,874	48,166,650
Intangible Right to Use Vehicles	338,180	21,383	90,909	64,768	429,089	86,151
Total	\$82,154,595	\$80,908,920	\$34,229,400	\$35,893,532	\$116,383,995	\$116,802,452

Total capital assets used in governmental activities are \$1.2 million greater than the previous year. The \$1.4 million increase in land and the \$1.6 million increase in infrastructure are due to the completion of Maple Avenue Phase II and Colonel Glenn Highway Phase I, as well as a transfer of infrastructure from business-type activities. These increases were slightly offset by current year deletions and depreciation. The net effect of all additions, deletions, and depreciation to capital assets used in business-type activities was a decrease of \$1.7 million from the previous year. Additions to capital assets were offset by deletions from construction in progress, but were exceeded by current year depreciation and a transfer of infrastructure assets to governmental activities. See Note 10 in the notes to the basic financial statements for further details on the City's capital assets.

Debt Administration

Table 4 summarizes the 2022 and 2021 long-term debt activity of governmental and business-type activities.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2022
(Unaudited)

Table 4
Outstanding Long-term Obligations at Year End

	Governmental Activities		Business-type Activities		Total	
	2022	Restated 2021	2022	Restated 2021	2022	Restated 2021
Long-term Notes	\$5,466,569	\$5,598,401	\$1,743,227	\$1,741,883	\$7,209,796	\$7,340,284
General Obligation Bonds	0	0	6,334,365	6,515,318	6,334,365	6,515,318
Tax Increment Financing Bonds	751,282	848,836	0	0	751,282	848,836
Refunding Bonds	0	0	10,085,799	10,773,232	10,085,799	10,773,232
Special Assessment Bonds	73,000	126,000	10,000	20,000	83,000	146,000
Loans	1,709,540	1,745,769	0	0	1,709,540	1,745,769
Landfill Closure and Postclosure	0	0	47,423	48,173	47,423	48,173
Leases	338,180	21,383	90,909	64,768	429,089	86,151
Compensated Absences Payable	1,476,571	1,664,099	274,681	252,748	1,751,252	1,916,847
Net Pension Liability						
OP&F	24,006,679	25,238,073	0	0	24,006,679	25,238,073
OPERS	4,798,193	7,434,803	1,275,474	2,220,785	6,073,667	9,655,588
Total Net Pension Liability	28,804,872	32,672,876	1,275,474	2,220,785	30,080,346	34,893,661
Net OPEB Liability						
OP&F	4,211,880	3,922,517	0	0	4,211,880	3,922,517
OPERS	0	0	0	0	0	0
Total Net OPEB Liability	4,211,880	3,922,517	0	0	4,211,880	3,922,517
Totals	\$42,831,894	\$46,599,881	\$19,861,878	\$21,636,907	\$62,693,772	\$68,236,788

Long-term obligations include the net pension liability per GASB 68 as well as the net OPEB liability per GASB 75. Governmental activity total debt decreased by 8 percent and business-type activity total debt also decreased by 8 percent in 2022. The changes were due mainly to the decrease in the net pension liability which are the result of changes in assumptions by the State-wide pension systems and current year principal payments. As indicated above in The City as a Whole section, changes in pension and other postemployment benefits, contribution rates, and return on investments affect the balance of the net pension and net OPEB liabilities.

See Note 17 in the notes to the basic financial statements for further details on the City's long-term obligations.

CONTACTING THE CITY'S FINANCE DEPARTMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. Questions about this report or requests for additional financial information can be directed to Annetta Williams, Finance Director, at the Fairborn Government Center, located at 44 West Hebble Avenue, Fairborn, Ohio 45324; by phone at 937-754-3005 or through the City's website at www.fairbornoh.gov/dept/finance.



City of Fairborn, Ohio
Statement of Net Position
December 31, 2022

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$30,675,705	\$13,606,403	\$44,282,108
Property Taxes Receivable	6,019,232	0	6,019,232
Other Local Taxes Receivable	100,319	0	100,319
Municipal Income Taxes Receivable	6,921,292	0	6,921,292
Revenue in Lieu of Taxes Receivable	1,277,258	0	1,277,258
Accounts Receivable	1,091,896	1,704,911	2,796,807
Intergovernmental Receivable	2,236,702	0	2,236,702
Accrued Interest Receivable	56,869	0	56,869
Internal Balances	(331,039)	331,039	0
Special Assessments Receivable	74,914	10,000	84,914
Lease Receivable	148,691	0	148,691
Assets Held for Resale	1,863,811	0	1,863,811
Materials and Supplies Inventory	234,003	661,500	895,503
Net Pension Asset	213,996	56,882	270,878
Net OPEB Asset	1,692,065	449,796	2,141,861
Nondepreciable Capital Assets	29,427,690	1,355,717	30,783,407
Depreciable Capital Assets, net	52,726,905	32,873,683	85,600,588
<i>Total Assets</i>	<u>134,430,309</u>	<u>51,049,931</u>	<u>185,480,240</u>
Deferred Outflows of Resources:			
Deferred Charge on Refunding	0	186,360	186,360
Pension	10,892,656	550,995	11,443,651
OPEB	2,559,451	3,217	2,562,668
<i>Total Deferred Outflows of Resources</i>	<u>13,452,107</u>	<u>740,572</u>	<u>14,192,679</u>
Liabilities:			
Accounts Payable	604,807	232,392	837,199
Contracts Payable	345,021	0	345,021
Retainage Payable	79,346	0	79,346
Accrued Wages Payable	683,922	87,022	770,944
Intergovernmental Payable	160,570	15,863	176,433
Unearned Revenue	5,971,577	0	5,971,577
Deposits Held and Due to Others	40,421	363,894	404,315
Accrued Interest Payable	137,644	60,653	198,297
Notes Payable	2,664,459	0	2,664,459
Claims Payable	851,099	0	851,099
Long-Term Liabilities:			
Due Within One Year	1,522,074	1,138,260	2,660,334
Due in More Than One Year:			
Net Pension Liability	28,804,872	1,275,474	30,080,346
Net OPEB Liability	4,211,880	0	4,211,880
Other Amounts	8,293,068	17,448,144	25,741,212
<i>Total Liabilities</i>	<u>\$54,370,760</u>	<u>\$20,621,702</u>	<u>\$74,992,462</u>

(continued)

City of Fairborn, Ohio
Statement of Net Position
December 31, 2022
(Continued)

	Governmental Activities	Business-Type Activities	Total
Deferred Inflows of Resources:			
Property Taxes	\$5,609,112	\$0	\$5,609,112
Revenue in Lieu of Taxes	1,277,258	0	1,277,258
Leases	148,691	0	148,691
Pension	13,772,283	1,628,013	15,400,296
OPEB	3,301,130	479,006	3,780,136
<i>Total Deferred Inflows of Resources</i>	<u>24,108,474</u>	<u>2,107,019</u>	<u>26,215,493</u>
Net Position:			
Net Investment in Capital Assets	71,767,508	16,606,654	88,374,162
Restricted for Debt Service	1,074,424	0	1,074,424
Restricted for Capital Improvements	1,674,983	0	1,674,983
Restricted for Public Safety	6,445,026	0	6,445,026
Restricted for Transportation and Street Repair	9,170,572	0	9,170,572
Restricted for Community Development	1,012,661	0	1,012,661
Restricted for Public Health	13,347	0	13,347
Restricted for Pension/OPEB Plans	191,517	51,435	242,952
Unrestricted (Deficit)	(21,946,856)	12,403,693	(9,543,163)
<i>Total Net Position</i>	<u>\$69,403,182</u>	<u>\$29,061,782</u>	<u>\$98,464,964</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Activities
For the Year Ended December 31, 2022

	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
Governmental Activities:				
General Government	\$10,283,267	\$4,568,074	\$28,438	\$2,682
Public Safety	19,799,015	1,720,785	1,345,100	0
Leisure Time Activities	577,517	17,465	29,129	5,839
Community Development	2,790,970	14,699	1,209,844	0
Transportation and Street Repair	4,694,916	8,883	1,941,197	2,817,626
Public Health and Welfare	123,522	47,760	0	0
Public Works	120,190	0	138,054	0
Interest	381,053	0	0	0
<i>Total Governmental Activities</i>	<u>38,770,450</u>	<u>6,377,666</u>	<u>4,691,762</u>	<u>2,826,147</u>
Business-Type Activities:				
Water	3,834,628	4,185,306	0	48,156
Sewer	5,634,630	6,219,764	0	36,400
Sanitation	3,166,304	3,305,276	0	0
<i>Total Business-Type Activities</i>	<u>12,635,562</u>	<u>13,710,346</u>	<u>0</u>	<u>84,556</u>
<i>Totals</i>	<u>\$51,406,012</u>	<u>\$20,088,012</u>	<u>\$4,691,762</u>	<u>\$2,910,703</u>

General Revenues:
Property Taxes Levied For:
General Purposes
Fire and EMS
Police
Other Local Taxes
Revenue in Lieu of Taxes
Municipal Income Taxes Levied For:
General Purposes
Street Programs
Public Safety
Grants and Entitlements not
Restricted to Specific Programs
Investment Earnings and Other Interest
Other
Transfers

Total General Revenues

Change in Net Position

Net Position at Beginning of Year - Restated See Note 3

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
(\$5,684,073)	\$0	(\$5,684,073)
(16,733,130)	0	(16,733,130)
(525,084)	0	(525,084)
(1,566,427)	0	(1,566,427)
72,790	0	72,790
(75,762)	0	(75,762)
17,864	0	17,864
(381,053)	0	(381,053)
<u>(24,874,875)</u>	<u>0</u>	<u>(24,874,875)</u>
0	398,834	398,834
0	621,534	621,534
0	138,972	138,972
<u>0</u>	<u>1,159,340</u>	<u>1,159,340</u>
<u>(24,874,875)</u>	<u>1,159,340</u>	<u>(23,715,535)</u>
1,021,317	0	1,021,317
2,353,346	0	2,353,346
2,351,746	0	2,351,746
680,942	0	680,942
1,230,968	0	1,230,968
11,156,222	0	11,156,222
2,766,079	0	2,766,079
8,086,298	0	8,086,298
1,398,716	0	1,398,716
(2,296,734)	15,667	(2,281,067)
930,812	64,270	995,082
805,845	(805,845)	0
<u>30,485,557</u>	<u>(725,908)</u>	<u>29,759,649</u>
5,610,682	433,432	6,044,114
<u>63,792,500</u>	<u>28,628,350</u>	<u>92,420,850</u>
<u>\$69,403,182</u>	<u>\$29,061,782</u>	<u>\$98,464,964</u>

City of Fairborn, Ohio
Balance Sheet
Governmental Funds
December 31, 2022

	General Fund	Fire and EMS Fund	Police Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$7,779,686	\$1,090,023	\$827,647
Receivables:			
Property Taxes	1,077,434	2,470,899	2,470,899
Other Local Taxes	78,587	0	0
Municipal Income Taxes	3,468,438	859,317	859,317
Revenue in Lieu of Taxes	0	0	0
Accounts	0	143,968	0
Intergovernmental	586,251	135,333	157,116
Accrued Interest	56,869	0	0
Interfund	588,416	0	0
Special Assessments	0	0	0
Leases	0	0	0
Assets Held for Resale	20,449	0	0
Materials and Supplies Inventory	33,044	0	14,261
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	46,580	0	0
<i>Total Assets</i>	<u>\$13,735,754</u>	<u>\$4,699,540</u>	<u>\$4,329,240</u>
Liabilities:			
Accounts Payable	\$294,092	\$48,126	\$2,988
Contracts Payable	0	0	0
Retainage Payable	0	0	0
Interfund Payable	0	0	0
Accrued Wages Payable	199,157	173,030	197,649
Intergovernmental Payable	32,099	55,203	49,583
Unearned Revenue	0	0	0
Deposits Held and Due to Others	0	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
<i>Total Liabilities</i>	<u>525,348</u>	<u>276,359</u>	<u>250,220</u>
Deferred Inflows of Resources:			
Property Taxes	1,003,782	2,302,665	2,302,665
Revenue in Lieu of Taxes	0	0	0
Unavailable Revenue	3,114,532	954,204	954,204
Leases	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>4,118,314</u>	<u>3,256,869</u>	<u>3,256,869</u>
Fund Balances:			
Nonspendable	79,624	0	14,261
Restricted	0	1,166,312	807,890
Committed	0	0	0
Assigned	1,469,743	0	0
Unassigned (Deficit)	7,542,725	0	0
<i>Total Fund Balances</i>	<u>9,092,092</u>	<u>1,166,312</u>	<u>822,151</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$13,735,754</u>	<u>\$4,699,540</u>	<u>\$4,329,240</u>

See accompanying notes to the basic financial statements

County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$3,928,718	\$1,656,978	\$6,052,664	\$8,403,816	\$29,739,532
0	0	0	0	6,019,232
0	0	0	21,732	100,319
657,110	867,110	0	210,000	6,921,292
0	0	0	1,277,258	1,277,258
0	0	0	947,928	1,091,896
315,403	0	0	1,042,599	2,236,702
0	0	0	0	56,869
0	0	0	0	588,416
0	0	0	74,914	74,914
0	0	0	148,691	148,691
0	0	0	1,843,362	1,863,811
0	0	0	135,196	182,501
0	0	0	0	46,580
<u>\$4,901,231</u>	<u>\$2,524,088</u>	<u>\$6,052,664</u>	<u>\$14,105,496</u>	<u>\$50,348,013</u>
\$0	\$12,596	\$81,087	\$38,940	\$477,829
345,021	0	0	0	345,021
79,346	0	0	0	79,346
0	0	0	538,416	538,416
0	34,736	0	50,453	655,025
0	8,776	0	8,723	154,384
0	0	5,971,577	0	5,971,577
0	0	0	40,421	40,421
0	1,462	0	30,184	31,646
0	100,184	0	2,564,275	2,664,459
<u>424,367</u>	<u>157,754</u>	<u>6,052,664</u>	<u>3,271,412</u>	<u>10,958,124</u>
0	0	0	0	5,609,112
0	0	0	1,277,258	1,277,258
530,387	650,637	0	1,867,542	8,071,506
0	0	0	148,691	148,691
<u>530,387</u>	<u>650,637</u>	<u>0</u>	<u>3,293,491</u>	<u>15,106,567</u>
0	0	0	135,196	229,081
3,946,477	1,715,697	0	7,680,797	15,317,173
0	0	0	891,105	891,105
0	0	0	840,275	2,310,018
0	0	0	(2,006,780)	5,535,945
<u>3,946,477</u>	<u>1,715,697</u>	<u>0</u>	<u>7,540,593</u>	<u>24,283,322</u>
<u>\$4,901,231</u>	<u>\$2,524,088</u>	<u>\$6,052,664</u>	<u>\$14,105,496</u>	<u>\$50,348,013</u>

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2022*

Total Governmental Fund Balances \$24,283,322

Amounts reported for governmental activities in the Statement of Net Position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 82,154,595

Internal service funds are used by management to charge the costs of equipment repairs and maintenance, information technology services and payments of employee assistance programs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.

Net Position	(574,358)
Net Pension Asset	(18,959)
Net OPEB Asset	(149,930)
Capital Assets	(315,940)
Deferred Outflows - Pension	(221,521)
Deferred Outflows - OPEB	(5,944)
Net Pension Liability	425,152
Deferred Inflows - Pension	527,126
Deferred Inflows - OPEB	157,145
Compensated Absences Payable	55,164

Total (122,065)

Adjustment to reflect the consolidation of internal service fund activities related to enterprise activity. (331,039)

Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred inflows of resources in the funds:

Property Taxes	410,120
Municipal Income Taxes	5,205,095
Intergovernmental	1,411,006
Special Assessments	74,914
Accounts	947,928
Accrued Interest	22,443

Total \$8,071,506

(continued)

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2022
 (Continued)*

The net pension/OPEB liabilities are not due and payable in the current period; therefore, the liabilities (asset) and related deferred inflows/outflows are not reported in the governmental funds:

Net Pension Asset	\$213,996
Net OPEB Asset	1,692,065
Deferred Outflows - Pension	10,892,656
Deferred Outflows - OPEB	2,559,451
Net Pension Liability	(28,804,872)
Net OPEB Liability	(4,211,880)
Deferred Inflows - Pension	(13,772,283)
Deferred Inflows - OPEB	<u>(3,301,130)</u>

Total	(34,731,997)
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In the Statement of Activities, interest is accrued on long-term debt, whereas in governmental funds, an interest expenditure is reported when due.	(105,998)
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Notes Payable	(5,455,000)
Tax Increment Financing Revenue Bonds	(735,000)
Special Assessment Bonds	(73,000)
OPWC Loans	(1,709,540)
Leases Payable	(338,180)
Compensated Absences Payable	(1,476,571)
Premium on Debt Issued	<u>(27,851)</u>

Total	<u>(9,815,142)</u>
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<i>Net Position of Governmental Activities</i>	<u><u>\$69,403,182</u></u>
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See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2022

	General Fund	Fire and EMS Fund	Police Fund
Revenues:			
Property Taxes	\$1,008,408	\$2,318,637	\$2,317,037
Other Local Taxes	524,852	0	0
Municipal Income Taxes	10,802,374	2,571,685	2,571,607
Revenue in Lieu of Taxes	0	0	0
Fines, Licenses, Permits, and Settlements	975,740	550	0
Charges for Services	3,187,833	1,502,488	65,435
Lease Revenue	0	0	0
Investment Earnings and Other Interest	(2,304,309)	0	0
Intergovernmental	1,373,869	275,903	779,973
Special Assessments	8,883	0	0
Contributions and Donations	0	0	0
Other	453,948	49,866	55,410
<i>Total Revenues</i>	<u>16,031,598</u>	<u>6,719,129</u>	<u>5,789,462</u>
Expenditures:			
Current:			
General Government	9,013,943	0	0
Public Safety	0	7,972,887	8,816,807
Leisure Time Activities	531,163	0	0
Community Development	1,845,535	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Public Works	0	0	0
Capital Outlay	60,859	0	0
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	25,914	0	0
Interest	235,144	0	0
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>11,712,558</u>	<u>7,972,887</u>	<u>8,816,807</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,319,040</u>	<u>(1,253,758)</u>	<u>(3,027,345)</u>
Other Financing Sources (Uses):			
Inception of Lease	182,010	0	0
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Proceeds from the Sale of Capital Assets	0	3,875	3,800
Transfers-In	0	1,100,000	1,760,000
Transfers-Out	(3,987,296)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(3,805,286)</u>	<u>1,103,875</u>	<u>1,763,800</u>
<i>Net Change in Fund Balances</i>	513,754	(149,883)	(1,263,545)
<i>Fund Balances at Beginning of Year - Restated See Note 3</i>	<u>8,578,338</u>	<u>1,316,195</u>	<u>2,085,696</u>
<i>Fund Balances at End of Year</i>	<u>\$9,092,092</u>	<u>\$1,166,312</u>	<u>\$822,151</u>

See accompanying notes to the basic financial statements

County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$0	\$0	\$0	\$0	\$5,644,082
0	0	0	156,090	680,942
2,467,617	2,677,620	0	210,000	21,300,903
0	0	0	1,230,968	1,230,968
0	0	0	389,332	1,365,622
0	25,187	0	173,899	4,954,842
0	0	0	17,465	17,465
24,102	0	0	28,532	(2,251,675)
2,925,327	1,708	839,791	2,793,341	8,989,912
0	0	0	53,000	61,883
0	0	0	13,476	13,476
65,736	65,639	0	240,213	930,812
<u>5,482,782</u>	<u>2,770,154</u>	<u>839,791</u>	<u>5,306,316</u>	<u>42,939,232</u>
0	0	15,218	206,304	9,235,465
0	2,095,824	0	623,359	19,508,877
0	0	25,360	959	557,482
0	0	556,660	880,184	3,282,379
3,527,535	0	13,696	1,355,433	4,896,664
0	0	0	145,325	145,325
0	0	120,190	0	120,190
1,270,414	379,698	108,667	935,058	2,754,696
0	0	0	762,377	762,377
0	0	0	0	0
36,229	1,879,706	0	3,883,000	5,824,849
0	14,460	0	104,328	353,932
0	6,778	0	12,650	19,428
<u>4,834,178</u>	<u>4,376,466</u>	<u>839,791</u>	<u>8,908,977</u>	<u>47,461,664</u>
<u>648,604</u>	<u>(1,606,312)</u>	<u>0</u>	<u>(3,602,661)</u>	<u>(4,522,432)</u>
0	190,407	0	0	372,417
0	1,750,000	0	3,705,000	5,455,000
0	12,985	0	25,305	38,290
0	37,274	0	4,276	49,225
0	0	0	1,227,296	4,087,296
0	0	0	(100,000)	(4,087,296)
<u>0</u>	<u>1,990,666</u>	<u>0</u>	<u>4,861,877</u>	<u>5,914,932</u>
648,604	384,354	0	1,259,216	1,392,500
3,297,873	1,331,343	0	6,281,377	22,890,822
<u>\$3,946,477</u>	<u>\$1,715,697</u>	<u>\$0</u>	<u>\$7,540,593</u>	<u>\$24,283,322</u>

City of Fairborn, 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 \$1,392,500

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlay	3,301,201
Depreciation/Amortization	<u>(2,772,088)</u>

Excess of Capital Outlay and Capital Contributions over Depreciation Expense 529,113

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

Proceeds from the Sale of Capital Assets	(49,225)
Capital Assets Transferred from Business-Type Activities	805,845
Loss on Disposal of Capital Assets	<u>(40,058)</u>

Total 716,562

Repayment of long-term obligations is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current year, these amounts consist of:

Notes Payable	5,585,000
Tax Increment Financing Revenue Bonds	95,000
Special Assessment Bonds	53,000
Loans Payable	36,229
Leases Payable	<u>55,620</u>

Total 5,824,849

The Internal Service Funds used by management to charge the costs of equipment repairs and maintenance to individual funds, is reported in the Statement of Activities. The changes in net position of the internal service funds are reported with governmental activities, net of the adjustment to reflect the consolidation of internal service fund activities related to business-type activities.

Change in Net Position	(813,717)
Capital Assets	(115,435)
Compensated Absences	(34,111)
Contractually Required Contributions for Pension	(104,598)
Contractually Required Contributions for OPEB	(828)
Pension Expense	(52,614)
OPEB Expense	(129,353)
Adjustment to business type activities	<u>141,332</u>

Total (1,109,324)

Some revenues that will not be collected for several months after the City's year-end are not considered "available" revenues and are therefore recorded as deferred inflows of resources in the funds. Deferred inflows of resources related to the following items changed by the amounts shown below:

Property Taxes	82,327
Municipal Income Taxes	707,696
Fines, Licenses, Permits, and Settlements	(5,752)
Charges for Services	36,606
Intergovernmental	(139,397)
Special Assessments	<u>(53,000)</u>

Total \$628,480

(continued)

City of Fairborn, 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
(Continued)*

The issuance of long-term debt provides current financial resources to governmental funds, but in the Statement of Net Position, the debt is reported as a liability.		
Leases	(\$372,417)	
Notes	(5,455,000)	
Premium on Debt	<u>(38,290)</u>	
Total		(5,865,707)
Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.		
Pension	3,341,651	
OPEB	<u>59,919</u>	
Total		3,401,570
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability (asset) are reported as pension expense in the Statement of Activities.		
Pension	(1,098,846)	
OPEB	<u>1,031,078</u>	
Total		(67,768)
Amortization of bond premiums as well as accrued interest payable on the bonds are not reported in the funds, but are allocated as expenses over the life of the debt in the Statement of Activities.		
Accrued Interest	(69,797)	
Amortization of Premium	<u>42,676</u>	
Total		(27,121)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:		
Decrease in Compensated Absences		<u>187,528</u>
<i>Change in Net Position of Governmental Activities</i>		<u><u>\$5,610,682</u></u>
See accompanying notes to the basic financial statements		

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General 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:				
Property Taxes	\$980,733	\$968,690	\$1,008,408	\$39,718
Other Local Taxes	941,178	549,000	530,862	(18,138)
Municipal Income Taxes	10,628,027	10,628,027	10,693,613	65,586
Fines, Licenses, Permits, and Settlements	1,247,134	1,247,134	987,041	(260,093)
Charges for Services	3,307,910	3,290,060	3,209,361	(80,699)
Investment Earnings and Other Interest	200,000	170,377	177,764	7,387
Intergovernmental	1,259,527	1,292,732	1,368,566	75,834
Special Assessments	61,439	8,380	9,026	646
Other	185,037	742,549	792,143	49,594
<i>Total Revenues</i>	<u>18,810,985</u>	<u>18,896,949</u>	<u>18,776,784</u>	<u>(120,165)</u>
Expenditures:				
Current:				
General Government	9,776,532	10,061,097	9,411,586	649,511
Leisure Time Activities	627,757	672,075	548,433	123,642
Community Development	2,262,573	2,282,619	1,925,921	356,698
Capital Outlay	64,350	108,171	105,013	3,158
Debt Service:				
Principal Retirements	0	60,000	0	60,000
Interest	210,000	240,400	233,856	6,544
<i>Total Expenditures</i>	<u>12,941,212</u>	<u>13,424,362</u>	<u>12,224,809</u>	<u>1,199,553</u>
<i>Excess of Revenues Over Expenditures</i>	<u>5,869,773</u>	<u>5,472,587</u>	<u>6,551,975</u>	<u>1,079,388</u>
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	10,000	10,000	0	(10,000)
Advances-Out	(200,000)	(229,331)	(58,416)	170,915
Transfers-Out	(4,210,300)	(3,987,296)	(3,987,296)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(4,400,300)</u>	<u>(4,206,627)</u>	<u>(4,045,712)</u>	<u>160,915</u>
<i>Net Change in Fund Balance</i>	1,469,473	1,265,960	2,506,263	1,240,303
<i>Fund Balance at Beginning of Year</i>	6,659,361	6,659,361	6,659,361	0
<i>Prior Year Encumbrances Appropriated</i>	949,787	949,787	949,787	0
<i>Fund Balance at End of Year</i>	<u>\$9,078,621</u>	<u>\$8,875,108</u>	<u>\$10,115,411</u>	<u>\$1,240,303</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Fire and EMS 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:				
Property Taxes	\$2,234,450	\$2,318,637	\$2,318,637	\$0
Municipal Income Taxes	2,657,007	2,657,007	2,585,102	(71,905)
Fines, Licenses, Permits, and Settlements	1,200	1,200	550	(650)
Charges for Services	1,475,000	1,405,000	1,549,054	144,054
Intergovernmental	319,207	289,020	275,903	(13,117)
Other	0	47,329	49,866	2,537
<i>Total Revenues</i>	<u>6,686,864</u>	<u>6,718,193</u>	<u>6,779,112</u>	<u>60,919</u>
Expenditures:				
Current:				
Public Safety	8,538,528	8,604,120	8,182,662	421,458
Capital Outlay	0	2,945	2,945	0
<i>Total Expenditures</i>	<u>8,538,528</u>	<u>8,607,065</u>	<u>8,185,607</u>	<u>421,458</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,851,664)</u>	<u>(1,888,872)</u>	<u>(1,406,495)</u>	<u>482,377</u>
Other Financing Sources:				
Proceeds from the Sale of Capital Assets	0	0	3,875	3,875
Transfers-In	1,200,000	1,100,000	1,100,000	0
<i>Total Other Financing Sources</i>	<u>1,200,000</u>	<u>1,100,000</u>	<u>1,103,875</u>	<u>3,875</u>
<i>Net Change in Fund Balance</i>	<u>(651,664)</u>	<u>(788,872)</u>	<u>(302,620)</u>	<u>486,252</u>
<i>Fund Balance at Beginning of Year</i>	975,335	975,335	975,335	0
<i>Prior Year Encumbrances Appropriated</i>	<u>159,776</u>	<u>159,776</u>	<u>159,776</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$483,447</u>	<u>\$346,239</u>	<u>\$832,491</u>	<u>\$486,252</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
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:				
Property Taxes	\$2,234,450	\$2,317,037	\$2,317,037	\$0
Municipal Income Taxes	2,657,007	2,657,007	2,585,024	(71,983)
Charges for Services	37,875	63,062	65,435	2,373
Intergovernmental	637,579	904,020	807,562	(96,458)
Other	21,968	54,413	55,410	997
<i>Total Revenues</i>	<u>5,588,879</u>	<u>5,995,539</u>	<u>5,830,468</u>	<u>(165,071)</u>
Expenditures:				
Current:				
Public Safety	9,253,143	9,507,088	8,949,398	557,690
Capital Outlay	0	1,683	1,683	0
<i>Total Expenditures</i>	<u>9,253,143</u>	<u>9,508,771</u>	<u>8,951,081</u>	<u>557,690</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(3,664,264)</u>	<u>(3,513,232)</u>	<u>(3,120,613)</u>	<u>392,619</u>
Other Financing Sources:				
Proceeds from the Sale of Capital Assets	500	3,800	3,800	0
Transfers-In	1,920,000	1,760,000	1,760,000	0
<i>Total Other Financing Sources</i>	<u>1,920,500</u>	<u>1,763,800</u>	<u>1,763,800</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,743,764)	(1,749,432)	(1,356,813)	392,619
<i>Fund Balance at Beginning of Year</i>	2,019,895	2,019,895	2,019,895	0
<i>Prior Year Encumbrances Appropriated</i>	<u>62,219</u>	<u>62,219</u>	<u>62,219</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$338,350</u>	<u>\$332,682</u>	<u>\$725,301</u>	<u>\$392,619</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
County Motor Vehicle Tax 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:				
Municipal Income Taxes	\$2,447,007	\$2,447,007	\$2,440,426	(\$6,581)
Fines, Licenses, Permits, and Settlements	50,000	50,000	0	(50,000)
Investment Earnings and Other Interest	7,000	7,000	24,102	17,102
Intergovernmental	4,478,149	3,719,620	3,445,262	(274,358)
Other	0	37,100	65,736	28,636
<i>Total Revenues</i>	<u>6,982,156</u>	<u>6,260,727</u>	<u>5,975,526</u>	<u>(285,201)</u>
Expenditures:				
Current:				
Transportation and Street Repair	278,538	530,018	521,574	8,444
Capital Outlay	2,033,500	7,841,693	7,404,941	436,752
Debt Service:				
Principal Retirements	74,544	74,544	36,229	38,315
<i>Total Expenditures</i>	<u>2,386,582</u>	<u>8,446,255</u>	<u>7,962,744</u>	<u>483,511</u>
<i>Net Change in Fund Balance</i>	4,595,574	(2,185,528)	(1,987,218)	198,310
<i>Fund Balance at Beginning of Year</i>	322,604	322,604	322,604	0
<i>Prior Year Encumbrances Appropriated</i>	<u>3,684,440</u>	<u>3,684,440</u>	<u>3,684,440</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$8,602,618</u>	<u>\$1,821,516</u>	<u>\$2,019,826</u>	<u>\$198,310</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Public Safety Police/Fire Fund
For the Year Ended December 31, 2022

	Original	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$2,657,007	\$2,657,007	\$2,650,429	(\$6,578)
Charges for Services	0	0	25,187	25,187
Intergovernmental	0	0	1,708	1,708
Other	30,000	30,000	65,639	35,639
<i>Total Revenues</i>	<u>2,687,007</u>	<u>2,687,007</u>	<u>2,742,963</u>	<u>55,956</u>
Expenditures:				
Current:				
Public Safety	2,044,260	2,100,342	2,013,206	87,136
Capital Outlay	866,166	1,218,831	1,161,581	57,250
Debt Service:				
Principal Retirement	1,850,000	1,850,000	1,850,000	0
Interest	12,092	12,091	12,091	0
Issuance Costs	4,300	6,778	6,778	0
<i>Total Expenditures</i>	<u>4,776,818</u>	<u>5,188,042</u>	<u>5,043,656</u>	<u>144,386</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,089,811)</u>	<u>(2,501,035)</u>	<u>(2,300,693)</u>	<u>200,342</u>
Other Financing Sources:				
Notes Issued	1,937,330	1,937,330	1,850,000	(87,330)
Premium on Debt Issued	11,300	10,300	13,727	3,427
Proceeds from Sale of Capital Assets	0	0	37,274	37,274
<i>Total Other Financing Sources</i>	<u>1,948,630</u>	<u>1,947,630</u>	<u>1,901,001</u>	<u>(46,629)</u>
<i>Net Change in Fund Balance</i>	(141,181)	(553,405)	(399,692)	153,713
<i>Fund Balance at Beginning of Year</i>	1,059,451	1,059,451	1,059,451	0
<i>Prior Year Encumbrances Appropriated</i>	<u>133,980</u>	<u>133,980</u>	<u>133,980</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,052,250</u></u>	<u><u>\$640,026</u></u>	<u><u>\$793,739</u></u>	<u><u>\$153,713</u></u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
American Rescue Plan Fund
For the Year Ended December 31, 2022

	Original	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$3,405,484	\$3,405,684	\$3,405,684	\$0
Expenditures:				
Current:				
General Government	11,349	15,218	15,218	0
Leisure Time Activities	723,402	970,000	970,000	0
Community Development	2,198,902	2,963,481	2,948,480	15,001
Transportation and Street Repair	10,214	13,696	13,696	0
Public Works	90,628	121,522	121,522	0
Capital Outlay	286,189	408,747	383,747	25,000
<i>Total Expenditures</i>	<u>3,320,684</u>	<u>4,492,664</u>	<u>4,452,663</u>	<u>40,001</u>
<i>Net Change in Fund Balance</i>	84,800	(1,086,980)	(1,046,979)	40,001
<i>Fund Balance at Beginning of Year</i>	3,320,684	3,320,684	3,320,684	0
<i>Prior Year Encumbrances Appropriated</i>	<u>85,000</u>	<u>85,000</u>	<u>85,000</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$3,490,484</u></u>	<u><u>\$2,318,704</u></u>	<u><u>\$2,358,705</u></u>	<u><u>\$40,001</u></u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2022

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$2,451,755	\$9,897,194	\$893,560	\$13,242,509	\$558,740
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	330,853
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	121,298	121,298	121,298	363,894	0
Accounts Receivable	445,811	887,982	371,118	1,704,911	0
Special Assessments Receivable	0	10,000	0	10,000	0
Materials and Supplies Inventory	536,445	125,055	0	661,500	51,502
<i>Total Current Assets</i>	<u>3,555,309</u>	<u>11,041,529</u>	<u>1,385,976</u>	<u>15,982,814</u>	<u>941,095</u>
Non-current Assets					
Restricted Assets:					
Net Pension Asset	27,087	27,087	2,708	56,882	18,959
Net OPEB Asset	214,187	214,187	21,422	449,796	149,930
Nondepreciable Capital Assets	973,452	305,686	76,579	1,355,717	5,018
Depreciable Capital Assets, Net	13,541,341	19,194,845	137,497	32,873,683	310,922
<i>Total Non-current Assets</i>	<u>14,756,067</u>	<u>19,741,805</u>	<u>238,206</u>	<u>34,736,078</u>	<u>484,829</u>
<i>Total Assets</i>	<u>18,311,376</u>	<u>30,783,334</u>	<u>1,624,182</u>	<u>50,718,892</u>	<u>1,425,924</u>
Deferred Outflows of Resources:					
Deferred Charge on Refunding	9,722	176,638	0	186,360	0
Pension	259,674	259,674	31,647	550,995	221,521
OPEB	1,184	1,184	849	3,217	5,944
<i>Total Deferred Outflows of Resources</i>	<u>270,580</u>	<u>437,496</u>	<u>32,496</u>	<u>740,572</u>	<u>227,465</u>
Liabilities:					
Current Liabilities					
Accounts Payable	73,042	102,616	56,734	232,392	126,978
Claims Payable	0	0	0	0	851,099
Accrued Wages Payable	39,611	42,932	4,479	87,022	28,897
Intergovernmental Payable	8,538	6,633	692	15,863	6,186
Interfund Payable	0	0	0	0	50,000
Accrued Interest Payable	36,572	24,081	0	60,653	0
General Obligation Bonds Payable	337,950	492,050	0	830,000	0
Landfill Postclosure Costs Payable	0	0	47,423	47,423	0
Special Assessment Bonds Payable	0	10,000	0	10,000	0
Lease Payable	21,776	0	0	21,776	0
Compensated Absences Payable	100,012	112,741	16,308	229,061	47,929
<i>Total Current Liabilities</i>	<u>\$617,501</u>	<u>\$791,053</u>	<u>\$125,636</u>	<u>\$1,534,190</u>	<u>\$1,111,089</u>

(continued)

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2022
(Continued)

	Enterprise Funds				
	Water Fund	Sewer Fund	Sanitation Fund	Total	Internal Service Funds
Long-Term Liabilities					
Deposits Held and Due to Others	\$121,298	\$121,298	\$121,298	\$363,894	\$0
Notes Payable	1,743,227	0	0	1,743,227	0
General Obligation Bonds Payable	4,681,271	10,908,893	0	15,590,164	0
Lease Payable	69,133	0	0	69,133	0
Compensated Absences Payable	15,115	24,389	6,116	45,620	7,235
Net Pension Liability	607,368	607,366	60,740	1,275,474	425,152
<i>Total Long-Term Liabilities</i>	<u>7,237,412</u>	<u>11,661,946</u>	<u>188,154</u>	<u>19,087,512</u>	<u>432,387</u>
<i>Total Liabilities</i>	<u>7,854,913</u>	<u>12,452,999</u>	<u>313,790</u>	<u>20,621,702</u>	<u>1,543,476</u>
Deferred Inflows of Resources:					
Pension	776,353	776,355	75,305	1,628,013	527,126
OPEB	228,278	228,279	22,449	479,006	157,145
<i>Total Deferred Inflows of Resources</i>	<u>1,004,631</u>	<u>1,004,634</u>	<u>97,754</u>	<u>2,107,019</u>	<u>684,271</u>
Net Position:					
Net Investment in Capital Assets	7,881,558	8,511,020	214,076	16,606,654	315,940
Restricted for:					
Pension and OPEB Plans	24,550	24,549	2,336	51,435	16,360
Unrestricted (Deficit)	1,816,304	9,227,628	1,028,722	12,072,654	(906,658)
<i>Total Net Position</i>	<u>\$9,722,412</u>	<u>\$17,763,197</u>	<u>\$1,245,134</u>	28,730,743	<u>(\$574,358)</u>
Net Position reported for business-type activities in the statement of net position is different because it includes a proportionate share of the balance of the internal service fund.				<u>331,039</u>	
Net Position of Business-Type Activities				<u>\$29,061,782</u>	

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2022

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Operating Revenues:					
Charges for Services	\$4,185,306	\$6,219,764	\$3,305,276	\$13,710,346	\$6,041,913
Other	42,359	21,795	116	64,270	1,121,353
<i>Total Operating Revenues</i>	<u>4,227,665</u>	<u>6,241,559</u>	<u>3,305,392</u>	<u>13,774,616</u>	<u>7,163,266</u>
Operating Expenses:					
Personal Services	999,081	1,160,009	132,987	2,292,077	821,139
Contractual Services	1,807,295	2,381,844	2,983,765	7,172,904	1,353,347
Materials and Supplies	132,437	359,135	13,790	505,362	1,043,945
Claims	0	0	0	0	4,707,474
Depreciation/Amortization	677,911	1,386,775	23,913	2,088,599	58,653
<i>Total Operating Expenses</i>	<u>3,616,724</u>	<u>5,287,763</u>	<u>3,154,455</u>	<u>12,058,942</u>	<u>7,984,558</u>
<i>Operating Income (Loss)</i>	<u>610,941</u>	<u>953,796</u>	<u>150,937</u>	<u>1,715,674</u>	<u>(821,292)</u>
Non-Operating Revenues (Expenses):					
Investment Earnings and Other Interest	4,340	11,327	0	15,667	7,575
Interest	(147,903)	(281,010)	0	(428,913)	0
Issuance Costs	(6,375)	0	0	(6,375)	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(149,938)</u>	<u>(269,683)</u>	<u>0</u>	<u>(419,621)</u>	<u>7,575</u>
<i>Income (Loss) Before Capital Contributions and Disposal of Assets</i>	461,003	684,113	150,937	1,296,053	(813,717)
Capital Contributions	48,156	36,400	0	84,556	0
Loss on Disposal of Capital Assets	0	(805,845)	0	(805,845)	0
<i>Change in Net Position</i>	509,159	(85,332)	150,937	574,764	(813,717)
<i>Net Position at Beginning of Year - Restated See Note 3</i>	<u>9,213,253</u>	<u>17,848,529</u>	<u>1,094,197</u>		<u>239,359</u>
<i>Net Position (Deficit) at End of Year</i>	<u>\$9,722,412</u>	<u>\$17,763,197</u>	<u>\$1,245,134</u>		<u>(\$574,358)</u>
<i>Adjustments to reflect the consolidation of Internal Service Funds' activity related to Enterprise Funds</i>				<u>(141,332)</u>	
<i>Change in net position of business-type activities</i>				<u>\$433,432</u>	

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2022

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities:					
Cash Received from Customers	\$4,237,759	\$6,276,641	\$3,316,228	\$13,830,628	\$0
Cash Received from Interfund Services Provided	0	0	0	0	6,091,913
Cash Received from Other Operating Revenues	42,359	21,795	116	64,270	1,121,353
Cash Payments for Claims	0	0	0	0	(4,704,095)
Cash Payments for Employee Services and Benefits	(1,438,145)	(1,619,744)	(174,579)	(3,232,468)	(1,140,329)
Cash Payments to Suppliers	(2,588,889)	(2,905,536)	(2,980,713)	(8,475,138)	(2,285,374)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>253,084</u>	<u>1,773,156</u>	<u>161,052</u>	<u>2,187,292</u>	<u>(916,532)</u>
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(377,955)	(813,069)	0	(1,191,024)	(174,088)
Note Proceeds	1,740,000	0	0	1,740,000	0
Note Premiums	12,911	0	0	12,911	0
Notes Principal Payments	(2,100,000)	0	0	(2,100,000)	0
Interest on Notes	(13,725)	0	0	(13,725)	0
Issuance Cost of Notes	(6,375)	0	0	(6,375)	0
General Obligation Bond Principal Payments	(74,000)	(91,000)	0	(165,000)	0
General Obligation Bond Interest Payments	(68,944)	(42,143)	0	(111,087)	0
Refunding Bond Principal Payments	(258,000)	(392,000)	0	(650,000)	0
Refunding Bond Interest Payments	(67,711)	(258,674)	0	(326,385)	0
Special Assessment Bond Principal Payments	0	(10,000)	0	(10,000)	0
Special Assessment Bond Interest Payments	0	(470)	0	(470)	0
Lease Principal Payments	(13,147)	0	0	(13,147)	0
Lease Interest Payments	(630)	0	0	(630)	0
Capital Contributions by Customers and Governmental Funds	48,156	46,870	0	95,026	0
<i>Net Cash Provided by (Used for) Capital and Related Financing Activities</i>	<u>(1,179,420)</u>	<u>(1,560,486)</u>	<u>0</u>	<u>(2,739,906)</u>	<u>(174,088)</u>
Cash Flows from Investing Activities:					
Interest	4,340	10,387	0	14,727	7,575
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>(921,996)</u>	<u>223,057</u>	<u>161,052</u>	<u>(537,887)</u>	<u>(1,083,045)</u>
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>3,495,049</u>	<u>9,795,435</u>	<u>853,806</u>	<u>14,144,290</u>	<u>1,972,638</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$2,573,053</u>	<u>\$10,018,492</u>	<u>\$1,014,858</u>	<u>\$13,606,403</u>	<u>\$889,593</u>

(continued)

City of Fairborn, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2022
(Continued)

	Enterprise Funds				Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	\$610,941	\$953,796	\$150,937	\$1,715,674	(\$821,292)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation/Amortization	677,911	1,386,775	23,913	2,088,599	58,653
Landfill Closure and Postclosure Costs	0	0	(750)	(750)	0
Decrease (Increase) in Assets:					
Accounts Receivable	13,703	18,127	(27,798)	4,032	0
Materials and Supplies Inventory	(245,829)	4,515	0	(241,314)	(5,520)
Net Pension Asset	(3,091)	(3,091)	(310)	(6,492)	(2,165)
Net OPEB Asset	3,104	3,104	310	6,518	2,173
Deferred Outflows of Resources - Pension	209,724	209,724	23,569	443,017	164,987
Deferred Outflows of Resources - OPEB	80,539	80,539	8,522	169,600	59,654
Increase (Decrease) in Liabilities:					
Accounts Payable	32,552	(129,666)	51,930	(45,184)	117,438
Claims Payable	0	0	0	0	3,379
Contracts Payable	(401,522)	(5,068)	0	(406,590)	0
Accrued Wages Payable	2,289	1,654	190	4,133	1,611
Intergovernmental Payable	659	(1,388)	(114)	(843)	703
Deposits Held and Due to Others	4,412	4,412	4,412	13,236	0
Interfund Payable	0	0	0	0	50,000
Compensated Absences Payable	20,257	2,287	(611)	21,933	(34,111)
Net Pension Liability	(34,894)	(34,894)	(3,489)	(73,277)	(24,427)
Deferred Inflows of Resources - Pension	(440,370)	(440,370)	(42,230)	(922,970)	(295,607)
Deferred Inflows of Resources - OPEB	(277,301)	(277,300)	(27,429)	(582,030)	(192,008)
Net Cash Provided by (Used for) Operating Activities	<u>\$253,084</u>	<u>\$1,773,156</u>	<u>\$161,052</u>	<u>\$2,187,292</u>	<u>(\$916,532)</u>

Noncash Capital Financing Activities:

During 2022, the Water Fund received assets in the amount of \$39,288 from leases.

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fiduciary Net Position
Custodial Funds
December 31, 2022

Assets:	
Equity in Pooled Cash and Cash Equivalents	\$1,236,879
Cash and Cash Equivalents in Segregated Accounts	<u>132,041</u>
<i>Total Assets</i>	<u>1,368,920</u>
Liabilities:	
Due to Other Governments	<u>132,041</u>
Net Position:	
Restricted for Individuals, Organizations, and Other Governments	<u><u>\$1,236,879</u></u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2022

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Additions:	
Amounts Received as Fiscal Agent	\$1,287,011
Fines and Forfeitures for Other Governments	1,614,904
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<i>Total Additions</i>	<i>2,901,915</i>
	<hr/>
Deductions:	
Distributions as Fiscal Agent	50,132
Distributions to the State of Ohio	446,865
Distributions to Other Governments	1,168,039
	<hr/>
<i>Total Deductions</i>	<i>1,665,036</i>
	<hr/>
<i>Change in Net Position</i>	<i>1,236,879</i>
	<hr/>
<i>Net Position at Beginning of Year</i>	<i>0</i>
	<hr/>
<i>Net Position at End of Year</i>	<i>\$1,236,879</i>
	<hr/> <hr/>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Note 1 – Description Of The City And Reporting Entity

The City of Fairborn (the "City") is a home rule municipal corporation created under the laws of the State of Ohio which operates under its own charter. A charter was first adopted by the electors of the Village of Osborn at the general election held in November 1946, effective January 1, 1948. In the November 1948 election, the Village of Osborn voted to annex the Village of Fairfield and to name the newly created entity the Village of Fairborn, effective January 1, 1950. The Village of Fairborn became a city on August 20, 1951. The current charter was first adopted by the electorate on November 2, 1971.

The municipal government provided by the charter is known as a council-manager form of government. Elected officials include six City Council members and a mayor. The Council appoints a city manager who executes the laws and administers the government of the City. The city manager appoints all the department managers of the City.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, and activities that are not legally separate from the City. They comprise the City's legal entity which provides various services including police, fire, emergency medical, planning and zoning, street construction, maintenance and repair, administrative services, water services, sewer services and postclosure care of a landfill. Council and the city manager have direct responsibility for these activities.

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; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or 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 organization's budget, the issuance of its debt or the levying of its taxes. The City has no component units.

The City participates in seven jointly governed organizations. A jointly governed organization is governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility on the part of the participating governments. The City also participates in two public entity shared risk pools. These organizations are presented in Notes 20 and 21.

Jointly Governed Organizations:
Miami Valley Regional Planning Commission
Regional Emergency Response Team

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Greene County Agencies for Combined Enforcement
Fairborn Development Corporation
Greene County Regional Planning and Coordinating Commission
Regional Income Tax Agency
Wright Patterson Regional Council of Governments

Public Entity Shared Risk Pools:
Public Entities Pool of Ohio
Jefferson Health Plan

Note 2 – Summary Of Significant Accounting Policies

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

Basis of Presentation

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

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government except for the custodial funds. The activity of the internal service funds is eliminated to avoid “doubling up” revenues and expenses. 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 for the business-type activities of the City. 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 on grants 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 segment is self-financing or draws from the general revenues of the City.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

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. Internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

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. There are three categories of funds utilized by the City: governmental, proprietary, and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the City typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the 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 are reported as fund balance. The following are the City's major governmental funds:

General Fund – The General Fund accounts for and reports all financial resources not 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 and the Charter of the City.

Fire and EMS Fund – The Fire and EMS Fund accounts for and reports the .30 mills of inside millage that is expended for fire pension payments and a property tax levy and an income tax levy that are expended for the cost of operating the fire and EMS departments as well as charges for services, related intergovernmental revenue, and transfers from the General Fund.

Police Fund – The Police Fund accounts for and reports the .30 mills of inside millage that is expended for police pension payments and a property tax levy and an income tax levy that are expended for the cost of operating the police department, as well as charges for services, related intergovernmental revenue, and transfers from the General Fund.

County Motor Vehicle Tax Fund – The County Motor Vehicle Tax Fund accounts for and reports municipal income taxes restricted for street projects and permissive license taxes received from Greene County for street projects approved by the County Engineer.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Public Safety Police/Fire Fund – The Public Safety Police/Fire Fund accounts for and reports restricted income tax money to provide police, fire and emergency medical services.

American Rescue Plan Fund – This fund is used to account for and report restricted monies received from the Federal American Rescue Plan Act, which provides additional relief to address the continued impact of COVID-19 on the economy, public health, state and local governments, individuals, and businesses.

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

Proprietary Funds

Proprietary funds are used to account for the City’s ongoing activities that are similar to those found in the private sector that focus on the determination of operating income, changes in net position, financial position, and cash flows. The City’s proprietary funds are enterprise and internal service 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 – The Water Fund is used to account for and report the operation of the City's water service.

Sewer Fund – The Sewer Fund is used to account for and report the operation of the City's sanitary sewer system.

Sanitation Fund – The Sanitation Fund is used to account for and report the operation of the City's refuse collection system, street sweeping services, and landfill monitoring.

Internal Service Funds – Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City’s internal service funds report on vehicle and equipment maintenance services, information technology services, employee assistance programs associated with employee health benefits, and Jefferson Health Plan associated with employee health and prescription drug benefits.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

the existence of a trust agreement or equivalent arrangement that has certain characteristics. The City has no trust funds. Custodial funds are used to report fiduciary activities that are not required to be separated in a trust fund. The City has two custodial funds. The Wright Patterson Regional Council of Governments Fund accounts for the activity of the Wright Patterson Regional Council of Governments, for which the City serves as the fiscal agent. The Municipal Court Fund is used to account for monies that are disbursed to other governments through the clerk of court's office.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and 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.

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

Like the government-wide statements, all proprietary funds are accounted for 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 these funds are included on the Statement of Fund Net Position. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

For proprietary funds, the Statement of Changes in Fund Net Position presents increase (i.e. revenues) and decreases (i.e. expenses) in total net position. The statement of Cash Flows provides information about 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 the custodial fund.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Basis of Accounting

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

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On 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 60 days of year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, revenue in lieu of taxes, municipal income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes and revenue in lieu of taxes are recognized in the year for which the taxes are levied (See Notes 7 and 9). Revenue from municipal income taxes is recognized in the year in which the exchange on which the tax is imposed takes place (See Note 8). 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 non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: municipal income taxes, intergovernmental revenues (including motor vehicle license tax, gasoline tax, and local government assistance), investment earnings and other interest, fines, forfeitures, and settlements, and grants.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, pension, and OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB are explained in Notes 12 and 13.

In addition to liabilities, the statement of financial position reports 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. For the City, deferred inflows of resources include property taxes, revenue in lieu of taxes, pension, OPEB, leases, and unavailable revenue. Property taxes and revenue in lieu of 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 on both the government-wide statement of net position and the governmental fund financial statements. The deferred inflow for leases is related to leases receivable and is being recognized as lease revenue in a systematic and rational manner over the term of the lease. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, intergovernmental grants, special assessments, accounts receivable, and accrued interest. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 24. Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position. (See Notes 12 and 13)

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements. The City holds money for unclaimed monies and utility deposits. These balances are recorded as "Restricted Assets: Equity in Pooled Cash and Cash Equivalents." The City participates in a risk sharing, claims servicing, and insurance purchasing pool and its balance within the pool is reported as "Cash and Cash Equivalents with Fiscal Agents."

The City's Municipal Court has its own checking accounts for the collection and distribution of court fines and forfeitures which are presented on the financial statements as "Cash and Cash Equivalents in Segregated Accounts."

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

During 2022, the City invested in a Money Market Mutual Fund, Federal Agency Securities, and U.S. Treasury Bills. Investments are reported at fair value which is based on quoted market prices.

The City Council has, by resolution, specified the funds to receive an allocation of interest earnings. Investment earnings and other interest revenue, including increases in the fair value of investments, credited to the General Fund during 2022 amounted to (\$2,304,309) which includes (\$1,925,797) assigned from other funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents.

Assets Held for Resale

Assets held for resale represent properties purchased by the City which will be sold after beautification has been completed.

Interfund Receivables/Payables

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “Interfund Receivable/Payable.” Interfund balances are eliminated on the government-wide Statement of Net Position except for any net residual amounts due between governmental and business-type activities, which are presented as “Internal Balances.”

Materials and Supplies Inventory

On government-wide financial statements, inventories are presented at cost on a first-in, first-out basis and are expensed when used. Inventory consists of expendable supplies held for consumption.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as expenditures/expenses when used.

Restricted Assets

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the General Fund represent cash and cash equivalents held as unclaimed monies. Restricted assets in the enterprise funds represent cash and cash equivalents which have been set aside for the repayment of deposits to water, sewer and sanitation customers and amounts held in trust by the pension and OPEB plans for future benefits.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Capital Assets

General capital assets are capital assets that are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position, but are not reported in the governmental fund financial statements. Internal service funds that are considered governmental activities report their capital assets in their fund financial statements as well as in the governmental activities column of the government-wide Statement of Net Position. Capital assets used by the enterprise funds are reported in both the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets (except for intangible right to use lease assets which are discussed below) are capitalized at cost (or estimated historical cost which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values on the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized and 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 expensed.

All capital assets, except land and construction in progress, are depreciated. 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 replacements. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	20-45 years
Improvements Other Than Buildings	10-20 years
Machinery and Equipment	5-15 years
Vehicles	6-20 years
Infrastructure	8-100 years

The City's infrastructure system consists of streets, curbs, gutters, sidewalks, street lights, bridges, a storm water system, and water and sewer lines.

The City is reporting intangible right to use assets related to leased vehicles. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, these intangible assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. The City recognizes unearned revenue for intergovernmental revenue received before the eligibility requirements are met.

Compensated Absences

Vacation and compensatory time benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is 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 and compensatory time when earned for all employees with more than one year of service.

Sick leave benefits are accrued 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 employees' wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for all employees after 20 years of service with the City.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in 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 compensated absences that will be 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, loans, and leases are recognized as liabilities on the governmental fund financial statements when due. Net pension/OPEB liability 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. Bonds, leases, and long-term loans are recognized as a liability on the governmental fund financial statements when due.

Pensions/Other Postemployment Benefits (OPEB)

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Deferred Charge on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This deferred amount is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the statement of net position.

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 fund balance category includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The "not in spendable form" includes items that are not expected to be converted to cash. The nonspendable fund balances for the City includes material and supplies inventory and unclaimed monies.

Restricted – The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. Fund balance is reported as 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 the purposes specified by the legislation.

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of Council. Those committed amounts cannot be used for any other purpose unless 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 classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Assigned – Amounts in the assigned fund balance 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. In the General Fund and General Capital Improvements Fund, assigned amounts represent intended uses established by the City Council or a City official delegated that authority by ordinance or by State statute. State statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. The assigned fund balance in the General Fund includes future appropriations to cover a gap between estimated revenue and appropriations in the 2023 appropriation budget.

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. The net investment in capital assets component of net position, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings 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 the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Restricted net position for pension and OPEB plans represent the corresponding restricted asset amounts after considering the related deferred outflows and deferred inflows.

Interfund Transactions/Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Payments for interfund services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

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 Council may appropriate. The appropriations ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control has been established by Council at the object level (personal services, contractual services, materials and supplies, etc.) within each department and fund. Modifications to appropriations may only be made by ordinance of Council.

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 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 Council during the year, including all supplemental appropriations.

Bond Premiums

On the government-wide financial statements (and in the enterprise funds), bond premiums are deferred and amortized over the term of the bonds using the straight-line (bonds outstanding) method, which approximates the effective interest method. Bond premiums are presented as additions to the face amount of bonds payable.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

On the governmental fund financial statements, bond premiums are recognized in the period when the debt is issued. Note premiums are presented as an addition to the face value of the notes payable.

Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, sewer, sanitation, repair and maintenance of City equipment and vehicles, information technology services, employee assistance programs, and the City's self-insurance program. Operating expenses are the necessary costs incurred to provide the services that are the primary activities of these funds. Revenues and expenses that do not meet these definitions are reported as non-operating.

Contributions of Capital

Contributions of capital arise from outside contributions of capital assets and grants, or outside contributions of resources restricted to capital acquisition and construction or transfers of governmental capital assets financed by governmental funds to enterprise funds.

Estimates

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

OneOhio Opioid Settlement Monies

During 2021, Ohio reached an agreement with the three largest distributors of opioids. Although the settlement has been reached, uncertainties remain related to measurement. As a participating subdivision, the City/County received the first of eighteen distributions in 2022. This distribution of \$13,347 is reflected as fines, licenses, permits and settlements revenue in the OneOhio Opioid Settlement Special Revenue Fund in the accompanying financial statements.

Leases

The City serves as both lessee and lessor in various noncancellable leases which are accounted for as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Lessee At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized by the principal amounts over its useful life. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Note 3 – Change In Accounting Principles and Restatement of Fund Balance and Net Position

For fiscal year 2022, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases* and related guidance from (GASB) Implementation Guide No. 2019-3, *Leases*. The City also implemented GASB Statement No. 91, *Conduit Debt Obligations*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, and *Implementation Guide No. 2020-1*.

GASB Statement 87 enhances 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 \$166,156 in leases receivable at January 1, 2022; however, this entire amount was offset by the deferred inflows related to leases. The City also recognized \$86,151 in leases payable at January 1, 2022, which was offset by the intangible asset, right to use lease – vehicles.

GASB 91 clarifies 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.

GASB 92 addresses a variety of topics including reporting by public entity risk pools for amounts that are recoverable from reinsurers or excess insurers and references to nonrecurring fair value measurements of assets or liabilities in authoritative literature. These changes did not impact the City's financial statements.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

GASB 97, among other items, requires that a Section 457 plan be classified as either a pension plan or an other employee benefit plan depending on whether the plan meets the definition of a pension plan.

The changes for GASB 91 and GASB 97 were incorporated in the City's 2022 financial statements; however, there was no effect on beginning net position/fund balance.

During 2022, the City identified an error in the prior year annual comprehensive financial report in regards to the fund that the loan receivable was reported in. A restatement was done in 2022 to correct this error.

Restatement of Fund Balances and Net Position

The correction of the error had the following effect on fund balance as of December 31, 2021:

	General	Community Redevelopment Fund
Fund Balances, December 31, 2021	\$8,078,338	\$1,792,511
Adjustments:		
Loans Receivable	500,000	(500,000)
Restated Fund Balances, December 31, 2021	\$8,578,338	\$1,292,511

The implementation of GASB Statement No. 87 had the following effect on net position as of December 31, 2021:

	Governmental Activities	Business Type Activities
Net Position, December 31, 2021	\$63,800,995	\$28,674,250
Adjustments:		
Intangible Right to Use - Vehicles	(4,708)	(29,420)
Leases Payable	(3,787)	(16,480)
Restated Net Position, December 31, 2021	\$63,792,500	\$28,628,350

	Water Fund	Sewer Fund	Sanitation Fund	Total Enterprise Funds
Net Position, December 31, 2021	\$9,259,153	\$17,848,529	\$1,094,197	\$28,201,879
Adjustments:				
Intangible Right to Use - Vehicles	(29,420)	0	0	(29,420)
Leases Payable	(16,480)	0	0	(16,480)
Restated Net Position December 31, 2021	\$9,213,253	\$17,848,529	\$1,094,197	28,155,979
			Internal Activity	472,371
			Restated Net Position December 31, 2021	\$28,628,350

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Note 4 – Accountability

At December 31, 2022, the following funds had deficit fund balances:

<u>Funds</u>	<u>Amounts</u>
Special Revenue Fund:	
Community Development Block Grant Fund	\$7,862
Capital Projects Fund:	
I-675 Corridor TIF Fund	1,998,918
Internal Service Funds:	
Equipment Fund	234,024
Jefferson Health Plan	520,246

These deficits are the result of the recognition of payables in accordance with generally accepted accounting principles as well as short-term interfund loans from the General Fund needed for operations until the receipt of grant monies. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Note 5 – Budgetary Basis Of Accounting

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Basis) for the General, Fire and EMS, Police, County Motor Vehicle Tax, Public Safety Police/Fire, and American Rescue Plan Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. The change in fair value of investments is not included on the budget basis operating statement. This amount is included on the GAAP basis operating statement.
5. Cash is held by the custodial fund on behalf of the City on a budget basis and allocated and reported on the balance sheet (GAAP basis) in the appropriate City funds.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

6. Budgetary revenues and expenditures of the Uninsured Loss special revenue fund is classified to the General Fund for GAAP Reporting.
7. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budget basis are as follows:

Net Change in Fund Balance

	General Fund	Fire and EMS Fund	Police Fund
GAAP Basis	\$513,754	(\$149,883)	(\$1,263,545)
Revenue Accruals	171,792	59,983	41,006
Expenditure Accruals	140,841	44,812	(31,928)
Encumbrances	(709,350)	(257,532)	(102,346)
Change in Fair Value of Investments - 2022	3,133,521	0	0
Change in Fair Value of Investments - 2021	(683,271)	0	0
Custodial Fund Allocation - 2022	(66,310)	0	0
Custodial Fund Allocation - 2021	77,611	0	0
Excess of revenues over expenditures for Uninsured Loss Fund	(13,909)	0	0
Advances	(58,416)	0	0
Budget Basis	<u>\$2,506,263</u>	<u>(\$302,620)</u>	<u>(\$1,356,813)</u>

	County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund
GAAP Basis	\$648,604	\$384,354	\$0
Revenue Accruals	492,744	(116,856)	2,565,893
Expenditure Accruals	(1,219,674)	196,049	81,087
Encumbrances	(1,908,892)	(863,239)	(3,693,959)
Budget Basis	<u>(\$1,987,218)</u>	<u>(\$399,692)</u>	<u>(\$1,046,979)</u>

Note 6 – Deposits And Investments

The City is a charter City and has adopted an investment policy through City ordinance. The City has elected to follow the provisions of State statute. State statutes classify monies held by the City into three categories.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

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

Inactive deposits are public deposits that the 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.

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.

Interim monies 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 obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, 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;
3. No-load money market mutual funds consisting exclusively of obligations described in (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;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;

City of Fairborn, Ohio
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For the Year Ended December 31, 2022

5. 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;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy 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; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

At December 31, 2022, the City's Self Insurance – Jefferson Health Plan Internal Service Fund had a \$330,853 balance with Jefferson Health Plan, a risk sharing, claims servicing, and insurance purchasing pool (See Note 21). The balance is held by the claims administrator in a pooled account which is representative of numerous entities and therefore cannot be included in the risk disclosures reported by the City. Disclosures for the Jefferson Health Plan as a whole may be obtained from the Plan's fiscal agent, the Jefferson County Educational Service Center. To obtain financial information, write to the Jefferson Health Plan, Treasurer, Jefferson County Educational Service Center, 2023 Sunset Blvd. Steubenville, Ohio 43952.

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 treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Investments

Investments are reported at fair value. As of December 31, 2022, the City had the following investments:

City of Fairborn, Ohio
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For the Year Ended December 31, 2022

Measurement/Investment	Measurement Amount	Maturity	S&P Rating	Percent of Total Investments
Fair Value - Level One Inputs:				
Money Market Mutual Fund	\$42,746	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Federal Home Loan Bank Mortgage Bonds	8,006,140	Less than four years	AA+	25.68 %
Federal National Mortgage Association Bonds	7,687,825	Less than four years	AA+	24.66
Federal National Mortgage Association Notes	1,789,460	Less than three years	AA+	5.74
Federal Farm Credit Bonds	9,926,590	Less than three years	AA+	31.84
U.S. Treasury Bills	3,721,950	Less than one year	AA+	11.94
Total Fair Value - Level Two Inputs	<u>31,131,965</u>			
Total Investments	<u>\$31,174,711</u>			

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 above chart identifies the City's recurring fair value measurements as of December 31, 2022. The money market mutual fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). All of the City's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs).

Interest Rate Risk

As a means of limiting its exposure to fair value losses caused by rising interest rates, the City's investment policy requires the portfolio to remain sufficiently liquid to enable the City to meet all operating requirements reasonably anticipated. Unless matched to a specific cash flow requirement, the City will not directly invest in securities maturing more than five years from the date of purchase. In the alternative, given the prevalence of newly issued investment securities, including callable and structured federal agency securities, in which the repayment of principal is anticipated prior to the stated final maturity date, the City will not directly invest in securities with a projected average life of more than five years from the date of purchase.

Credit Risk

The City's investment policy states that credit risk will be minimized by diversifying assets and ensuring that the minimum credit quality ratings required by Ohio Law exist.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Concentration of Credit Risk

The City’s investment policy states that a maximum of 60 percent of the portfolio may be invested in Star Ohio, a maximum of 25 percent of the portfolio may be invested in non U.S. government securities, commercial paper investments will be limited to 25 percent of the entire portfolio, and debt issues of the City or of any other issuing political subdivision of the State of Ohio will be limited to 10 percent of the entire portfolio.

Note 7 – Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2022 for real and public utility property taxes represents collections of 2021 taxes.

2022 real property taxes were levied after October 1, 2022, on the assessed value as of January 1, 2022, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2022 real property taxes are collected in and intended to finance 2023.

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 tangible personal property currently 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 which became a lien December 31, 2021, are levied after October 1, 2022, and are collected in 2023 with real property taxes.

The effective tax rate for all City operations for the year ended December 31, 2022, was \$9.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2022 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	\$620,979,210
Public Utility Personal	22,741,380
Totals	<u><u>\$643,720,590</u></u>

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2022, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2022 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Note 8 – Municipal Income Tax

In 2022, the City levied a municipal income tax of two percent on all salaries, wages, commissions, other compensation and net profits earned within the City as well as on incomes of residents earned outside the City. However, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current tax rate.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

One percent of the income tax was enacted effective October 1, 1976, to provide funds for the purposes of general City operations, maintenance, new equipment, extension and enlargement of City services and facilities and capital improvements of the City and is deposited into the General Fund. Three percent of the proceeds of this income tax is designated by ordinance for the purchase, lease, maintenance, repair, renovation or construction of City buildings and lands, excluding park lands, and therefore is transferred annually to the Building and Lands Fund.

One-quarter of one percent of the income tax was approved by the voters effective beginning January 1, 2015, and expiring December 31, 2024, for the purpose of thoroughfare and residential street improvements and is deposited into the County Motor Vehicle Tax Fund and the Street Maintenance and Repair Fund.

One-quarter of one percent of the income tax was approved by the voters effective beginning January 1, 2015, and expiring December 31, 2024, for the purpose of providing fire, police and emergency medical services and is deposited into the Public Safety Police/Fire Fund.

One-half of one percent of the income tax was approved by voters effective beginning January 1, 2021, and expiring December 31, 2030, for the purpose of providing police, fire, and emergency medical services and is deposited equally into the Fire/EMS Fund and the Police Fund.

Note 9 – Receivables

Receivables at December 31, 2022, consisted of property taxes, other local taxes, municipal income taxes, revenue in lieu of taxes, accounts, leases, intergovernmental, accrued interest, interfund, and special assessments. All receivables are considered fully collectible and will be received within one year with the exception of property taxes, income taxes, revenue in lieu of taxes, leases, and special assessments.

Property, income, and revenue in lieu of taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. Special assessments expected to be collected in more than one year amount to \$20,914 in the General Bond Retirement Fund. The City has \$9,259 of delinquent special assessments at December 31, 2022.

Loans receivable represent loans to stimulate new economic development by creating and/or expanding investment and employment in the City. The loan was issued at a rate of 7.5 percent and was repaid in full during 2022.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities:	Amount
Local Government	\$523,968
Homestead Exemption and Rollbacks	332,949
Gasoline Tax	796,449
Motor Vehicle Tax	93,710
Community Development Block Grant	13
Home Investment Partnership Plan	44,185
Bulletproof Vest Partnership Grant	6,815
Victims of Crime Act Grant	8,084
Domestic Violence/Stalking Investigation Grant	14,085
State and Community Highway Safety Grant	690
Repeat Offenders for Driving While Intoxicated Grant	1,950
Federal Emergency Management Agency Grant	48,343
Ohio Department of Transportation	285,411
Ohio Environmental Protection Agency Grant	45,000
Permissive Motor Vehicle License Tax	29,992
Greene County	5,058
Total Governmental Funds	\$2,236,702

Revenue in Lieu of Taxes Receivable

The City granted real property tax exemptions to landowners for improvements made to their properties. The City requires the owners to make an annual payment to the City in lieu of taxes in the amount that would be payable on the increase in the value of the property if not for the exemption. The City then uses these monies to pay for public infrastructure improvements benefiting the owners. Additional payments are made to Fairborn City School District and Greene County Vocational School District since they are impacted by the tax exemption for a period of up to 30 years. The City accrues a receivable for the amount measurable at December 31, 2022, with a corresponding credit to deferred inflows of resources-revenue in lieu of taxes.

Leases Receivable

The City is reporting leases receivable of \$148,691 in the parks and recreation improvement fund at December 31, 2022. These amounts represent the discounted future lease payments. This discount is being amortized using the interest method. For 2022, the City recognized lease revenue of \$17,465 and other interest revenue of \$3,523 in the parks and recreation improvement fund related to lease payments received. A description of the City's leasing arrangement is as follows:

Company	Lease Commencement Date	Years	Lease Ending Date	Payment Method
GTE Wireless of the Midwest Incorporated	1999	30	2029	Monthly

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

A summary of future lease revenue is as follows:

Year	Parks and Recreation Improvement Fund	
	Principal	Interest
2023	\$17,858	\$3,130
2024	18,523	2,728
2025	21,858	2,279
2026	22,350	1,787
2027	22,853	1,284
2028-2029	45,249	1,015
	\$148,691	\$12,223

Note 10 – Capital Assets

Changes in general capital assets for the year ended December 31, 2022, were as follows:

	Restated Balance at 12/31/2021	Additions	Deletions	Transfers	Balance at 12/31/2022
<u>Governmental Activities:</u>					
Capital Assets, Not Being Depreciated:					
Land	\$23,619,330	\$1,444,945	\$0	\$0	\$25,064,275
Construction in Progress	5,531,640	1,293,991	(2,462,216)	0	4,363,415
Total Capital Assets					
Not Being Depreciated	29,150,970	2,738,936	(2,462,216)	0	29,427,690
Depreciable Capital Assets:					
Buildings	21,592,679	18,604	0	0	21,611,283
Improvements Other Than Buildings	3,045,307	0	0	0	3,045,307
Machinery and Equipment	6,713,642	264,908	(92,065)	0	6,886,485
Vehicles	8,213,654	213,780	(290,613)	0	8,136,821
Infrastructure	89,113,216	2,154,772	(262,818)	805,845	91,811,015
Intangible Right to Use - Vehicles	21,383	372,417	0	0	393,800
Total Depreciable Capital Assets	\$128,699,881	\$3,024,481	(\$645,496)	\$805,845	\$131,884,711

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

	Restated Balance at 12/31/2021	Additions	Deletions	Transfers	Balance at 12/31/2022
<u>Governmental Activities:</u>					
Less Accumulated					
Depreciation:					
Buildings	(\$10,505,907)	(\$420,146)	\$0	\$0	(\$10,926,053)
Improvements Other Than Buildings	(2,365,499)	(97,282)	0	0	(2,462,781)
Machinery and Equipment	(5,109,611)	(369,461)	65,362	0	(5,413,710)
Vehicles	(5,087,382)	(496,357)	268,091	0	(5,315,648)
Infrastructure	(53,873,532)	(1,333,222)	222,760	0	(54,983,994)
Intangible Right to Use - Vehicles**	0	(55,620)	0	0	(55,620)
Total Accumulated Depreciation/Amortization	(76,941,931)	(2,772,088)	556,213	0	(79,157,806)
Depreciable Capital Assets, Net	51,757,950	252,393	(89,283)	805,845	52,726,905
Governmental Activities Capital Assets, Net	\$80,908,920	\$2,991,329	(\$2,551,499)	\$805,845	\$82,154,595

There were no additions to capital assets being depreciated that were donated by developers for the year ended December 31, 2022. The City's Sewer enterprise fund transferred assets to the governmental funds in the amount of \$805,845 during 2022. There was no depreciation associated with the transfer as these were newly constructed assets.

** Of the current year depreciation/amortization total of \$2,772,088, \$55,620 is presented as general government expense on the Statement of Activities related to the City's intangible asset of vehicles, which is included as an Intangible Right to Use Lease. With the implementation of Governmental Accounting Standards Board Statement No. 87, *Leases*, a lease meeting the criteria of this statement requires the lessee to recognize the lease liability and an intangible right to use asset.

Depreciation/Amortization expense was charged to governmental programs as follows:

General Government	\$1,884,419
Public Safety	578,989
Leisure Time Activity	139,671
Community Development	42,702
Public Health	205
Transportation and Street Repair	126,102
Total Depreciation/Amortization	<u>\$2,772,088</u>

Capital assets activities of the business-type activities for the year ended December 31, 2022, were as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

	Restated Balance at 12/31/2021	Additions	Deletions	Transfers	Balance at 12/31/2022
<u>Business-type Activities:</u>					
Capital Assets, Not Being Depreciated:					
Land	\$159,633	\$0	\$0	\$0	\$159,633
Construction in Progress	1,801,082	404,170	(1,009,168)	0	1,196,084
Total Capital Assets, Not Being Depreciated	<u>1,960,715</u>	<u>404,170</u>	<u>(1,009,168)</u>	<u>0</u>	<u>1,355,717</u>
Depreciable Capital Assets:					
Buildings	28,965,695	24,811	0	0	28,990,506
Improvements Other Than Buildings	5,859,650	0	0	0	5,859,650
Machinery and Equipment	6,596,031	12,125	0	0	6,608,156
Vehicles	2,503,616	0	0	0	2,503,616
Infrastructure	34,182,214	1,759,086	0	(805,845)	35,135,455
Intangible Right to Use - Vehicles	64,768	39,288	0	0	104,056
Total Depreciable Capital Assets	<u>78,171,974</u>	<u>1,835,310</u>	<u>0</u>	<u>(805,845)</u>	<u>79,201,439</u>
Less Accumulated Depreciation:					
Buildings	(14,360,173)	(712,614)	0	0	(15,072,787)
Improvements Other Than Buildings	(3,127,548)	(389,711)	0	0	(3,517,259)
Machinery and Equipment	(3,945,104)	(425,121)	0	0	(4,370,225)
Vehicles	(1,551,084)	(168,652)	0	0	(1,719,736)
Infrastructure	(21,255,248)	(379,354)	0	0	(21,634,602)
Intangible Right to Use - Vehicles**	0	(13,147)	0	0	(13,147)
Total Accumulated Depreciation/Amortization	<u>(44,239,157)</u>	<u>(2,088,599)</u>	<u>0</u>	<u>0</u>	<u>(46,327,756)</u>
Depreciable Capital Assets, Net	<u>33,932,817</u>	<u>(253,289)</u>	<u>0</u>	<u>(805,845)</u>	<u>32,873,683</u>
Business-type Activities Capital Assets, Net	<u>\$35,893,532</u>	<u>\$150,881</u>	<u>(\$1,009,168)</u>	<u>(\$805,845)</u>	<u>\$34,229,400</u>

The City's Sewer enterprise fund transferred assets to the governmental funds in the amount of \$805,845 during 2022. There was no depreciation associated with the transfer as these were newly constructed assets.

** Of the current year depreciation/amortization total of \$2,088,599, \$13,147 is presented as water expense on the Statement of Activities related to the City's intangible asset of vehicles, which is included as an Intangible Right to Use Lease. With the implementation of Governmental

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Accounting Standards Board Statement No. 87, *Leases*, a lease meeting the criteria of this statement requires the lessee to recognize the lease liability and an intangible right to use asset.

Note 11 – Risk Management

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

The City belongs to the Public Entities Pool of Ohio (The Pool). The Pool assumes the risk of loss up to the limits of the City’s policy. The pool covers the following risks: general liability and casualty, public official’s liability, cyber, law enforcement liability, automobile liability, vehicles, property, and equipment breakdown.

The Pool reported the following summary of assets and actuarially-measured liabilities available to pay those liabilities as of December 31, 2021 (latest information available):

	<u>2021</u>
Cash and Investments	\$41,996,850
Actuarial Liabilities	14,974,099

By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to the Pool for each year of membership. The City’s contributions for the last three years are:

<u>Contributions to the Pool</u>	
2020	\$276,948
2021	310,507
2022	372,888

The City insures against injuries to employees through the Ohio Bureau of Workers’ Compensation. The City pays the State Workers’ Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Employee Health Insurance

The City provides health insurance to its employees through a self-insurance plan. The City pays \$750 per month for eligible employees electing single coverage and \$2,176 for eligible employees electing family coverage, with the employees paying \$158 per month for single coverage, and \$457 per month for family coverage. The City participated in the Jefferson Health Plan during 2022. Jefferson Health Plan administers the health insurance plan.

	<u>Balance at</u> <u>January 1,</u>	<u>Current Year</u> <u>Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance at</u> <u>December 31,</u>
2021	\$581,357	\$4,181,420	\$3,915,057	\$847,720
2022	847,720	4,707,474	4,704,095	851,099

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Note 12 – Defined Benefit Pension Plans

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

Net Pension Liability (Asset)/Net OPEB Liability (Asset)

The net pension liability (asset) and the net OPEB liability (asset) reported on the statement of net position represent liabilities to employees for pensions and OPEB, respectively. Pensions/OPEB are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions/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/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) calculations are dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

Ohio Revised Code limits the City’s obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions 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 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 (asset). Resulting adjustments to the net pension/OPEB liability (asset) would be effective when the changes are legally enforceable. The Ohio Revised Code permits but does not require the retirement systems to provide healthcare to eligible benefit recipients.

The proportionate share of each plan’s unfunded benefits is presented as a *net pension/OPEB asset* or a long-term *net pension/OPEB liability* 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 *intergovernmental payable*. The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple employer public employee retirement system which 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.

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 Comprehensive Financial 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

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 amount of a member's pension benefit vests upon receipt of the initial benefit payment. The options for Public Safety and Law Enforcement permit early retirement under qualifying circumstances as early as age 48 with a reduced benefit.

When a traditional plan benefit recipient has received benefits for 12 months, the member is eligible 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 on or after January 7, 2013, beginning in calendar year 2019, the adjustment is based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

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. 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 and will continue to be administered by OPERS), 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.

Effective January 1, 2022, the Combined Plan is no longer available for member selection.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

	<u>State and Local</u>
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%

* Member contributions within the combined plan are not used to fund the defined benefit retirement allowance.

** These pension and employer health care rates are for the traditional and combined plans. The employer contributions rate for the member-directed plan is allocated 4 percent for health care with the remainder going to pension.

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

For 2022, the City’s contractually required contribution was \$1,448,550 for the traditional plan, \$45,711 for the combined plan and \$29,590 for the member-directed plan. Of these amounts, \$48,602 is reported as an intergovernmental payable for the traditional plan, \$1,536 for the combined plan, and \$994 for the member-directed plan.

Ohio Police and Fire Pension Fund (OP&F)

Plan Description – City full-time police and firefighters 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 that 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

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 after 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 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent 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 under optional plans, 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 3.0 percent 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 3.0 percent 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.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

	Police	Firefighters
2022 Statutory Maximum Contribution Rates:		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2022 Actual Contribution Rates:		
Employer:		
Pension	19.00%	23.50%
Post-employment Health Care Benefits	0.50	0.50
Total Employer	19.50%	24.00%
Employee	12.25%	12.25%

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$2,161,185 for 2022. Of this amount, \$85,066 is reported as an intergovernmental payable.

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

The net pension liability (asset) for OPERS was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability (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 (asset) was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense of the City's defined benefit pension plans:

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.06980900%	0.06875000%	0.38426540%	
Prior Measurement Date	0.06520600%	0.05954400%	0.37021770%	
Change in Proportionate Share	0.00460300%	0.00920600%	0.01404770%	
Proportionate Share of the:				
Net Pension (Asset)	\$0	(\$270,878)	\$0	(\$270,878)
Net Pension Liability	6,073,667	0	24,006,679	30,080,346
Pension Expense	(740,869)	(10,775)	1,604,563	852,919

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

2022 pension expense for the member-directed defined contribution plan was \$41,426. The aggregate pension expense for all pension plans was \$894,345 for 2022.

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

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Deferred Outflows of Resources:				
Differences between expected and actual experience	\$309,627	\$1,680	\$692,212	\$1,003,519
Changes of assumptions	759,506	13,613	4,387,390	5,160,509
Changes in proportion and differences between City contributions and proportionate share of contributions	617,037	16,404	990,736	1,624,177
City contributions subsequent to the measurement date	<u>1,448,550</u>	<u>45,711</u>	<u>2,161,185</u>	<u>3,655,446</u>
Total Deferred Outflows of Resources	<u>\$3,134,720</u>	<u>\$77,408</u>	<u>\$8,231,523</u>	<u>\$11,443,651</u>
Deferred Inflows of Resources:				
Differences between expected and actual experience	\$133,210	\$30,297	\$1,248,018	\$1,411,525
Net difference between projected and actual earnings on pension plan investments	7,224,404	58,072	6,294,180	13,576,656
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>105,825</u>	<u>26,086</u>	<u>280,204</u>	<u>412,115</u>
Total Deferred Inflows of Resources	<u>\$7,463,439</u>	<u>\$114,455</u>	<u>\$7,822,402</u>	<u>\$15,400,296</u>

\$3,655,446 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 the net pension liability or increase to the net pension asset in 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:

City of Fairborn, Ohio
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<u>Year Ending December 31:</u>	OPERS Traditional	OPERS Combined	OP&F	Total
	Plan	Plan		
2023	(\$607,679)	(\$18,548)	\$155,645	(\$470,582)
2024	(2,321,607)	(25,356)	(1,569,472)	(3,916,435)
2025	(1,698,751)	(16,888)	(564,262)	(2,279,901)
2026	(1,149,232)	(12,681)	(359,384)	(1,521,297)
2027	0	(2,389)	585,409	583,020
Thereafter	0	(6,896)	0	(6,896)
Total	<u>(\$5,777,269)</u>	<u>(\$82,758)</u>	<u>(\$1,752,064)</u>	<u>(\$7,612,091)</u>

Actuarial Assumptions – OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability was determined by an actuarial valuation as of December 31, 2021, using the following key actuarial assumptions and methods applied to all periods included in the measurement in accordance with the requirements of GASB 67. In 2021, the Board's actuarial consultants conducted an experience study for the period 2016 through 2020, comparing assumptions to actual results. The experience study incorporates both a historical review and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 7.2 percent down to 6.9 percent, for the defined benefit investments. Key actuarial assumptions and methods used in the latest actuarial valuation, prepared as of December 31, 2021, reflecting experience study results, are presented below:

	<u>OPERS Traditional Plan</u>	<u>OPERS Combined Plan</u>
Wage Inflation	2.75 percent	2.75 percent
Future Salary Increases, including inflation	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:		
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	3 percent, simple through 2022, then 2.05 percent, simple	3 percent, simple through 2022, then 2.05 percent, simple
Investment Rate of Return	6.9 percent	6.9 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

City of Fairborn, Ohio
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Key actuarial assumptions and methods used in the prior actuarial valuation, prepared as of December 31, 2020, are presented below:

	<u>OPERS Traditional Plan</u>	<u>OPERS Combined Plan</u>
Wage Inflation	3.25 percent	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:		
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	.5 percent, simple through 2021, then 2.15 percent, simple	.5 percent, simple through 2021, then 2.15 percent, simple
Investment Rate of Return	7.2 percent	7.2 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

For 2021, pre-retirement mortality rates are based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent 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 percent 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 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 these tables.

For 2020, pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all the above-described 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 for 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

City of Fairborn, Ohio
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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 15.3 percent for 2021.

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 geometric rates of return were provided by the Board's investment consultant. For each major class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2021, these best estimates are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
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	100.00%	4.21%

Discount Rate The discount rate used to measure the total pension liability for the current year was 6.9 percent for the traditional plan and the combined plan. The discount rate for the prior year was 7.2 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the 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.

City of Fairborn, Ohio
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Sensitivity of the City’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 6.9 percent, as well as what the City’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower (5.9 percent) or one-percentage-point higher (7.9 percent) than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
City's proportionate share of the net pension liability (asset):			
OPERS Traditional Plan	\$16,013,487	\$6,073,667	(\$2,197,587)
OPERS Combined Plan	(202,125)	(270,878)	(324,500)

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 are: 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 the latest actuarial valuation, reflecting experience study results, prepared as of January 1, 2021, are presented below.

Valuation Date	January 1, 2021, with actuarial liabilities rolled forward to December 31, 2021
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple per year

City of Fairborn, Ohio
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In February 2022, the OP&F Board adopted a change in the investment rate of return, changing it from 8 percent for the 2020 measurement period to 7.5 percent for the 2021 measurement period.

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 percent.

<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 pension 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. 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:

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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	<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 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 pension liability was calculated using the discount rate of 7.50 percent. 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 of 7.50 percent. 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.

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 percent, 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 percent), or one percentage point higher (8.50 percent) than the current rate.

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	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$35,601,571	\$24,006,679	\$14,350,998

Note 13 – Defined Benefit OPEB Plans

See Note 12 for a description of the net OPEB liability (asset).

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 (HRA) 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.

OPERS provides a monthly allowance for health care coverage for eligible retirees and their eligible dependents. The base allowance is determined by OPERS. For those retiring on or after January 1, 2015, the allowance has been determined by applying a percentage to the base allowance. The percentage applied is based on years of qualifying service credit and age when the retiree first enrolled in OPERS health care. Monthly allowances range between 51 percent and 90 percent of the base allowance. Those who retired prior to January 1, 2015, will have an allowance of at least 75 percent of the base allowance.

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.

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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.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit with a minimum age of 60. Members in Group A are eligible for coverage at any age with 30 or more years of qualifying service. Members in Group B are eligible at any age with 32 years of qualifying service, or at age 52 with 31 years of qualifying service. Members in Group C are eligible for coverage with 32 years of qualifying service and a minimum age of 55. 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 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 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. 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

City of Fairborn, Ohio
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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 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$11,836 for 2022. Of this amount, \$397 is reported as an intergovernmental payable.

Ohio Police and 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 post-employment 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.

Regardless of a benefit recipient's participation in the health care program, OP&F is required by law to pay eligible recipients of a service pension, disability benefit and spousal survivor benefit for their Medicare Part B insurance premium, up to the statutory maximum provided the benefit recipient is not eligible to receive reimbursement from any other source. Once OP&F receives the necessary documentation, a monthly reimbursement is included as part of the recipient's next benefit payment. 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.

City of Fairborn, Ohio
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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 19.5 percent and 24 percent of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent 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 0.5 percent 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 \$50,569 for 2022. Of this amount, \$2,014 is reported as an intergovernmental payable.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of 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. Following is information related to the proportionate share and OPEB expense:

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	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.06838300%	0.38426540%	
Prior Measurement Date	<u>0.06403900%</u>	<u>0.37021770%</u>	
Change in Proportionate Share	<u><u>0.00434400%</u></u>	<u><u>0.01404770%</u></u>	
Proportionate Share of the			
Net OPEB (Asset)	(\$2,141,861)	\$0	(\$2,141,861)
Net OPEB Liability	\$0	\$4,211,880	\$4,211,880
OPEB Expense	(\$1,847,883)	\$413,379	(\$1,434,504)

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	\$0	\$191,603	\$191,603
Changes of assumptions	0	1,864,307	1,864,307
Changes in proportion and differences between City contributions and proportionate share of contributions	80,018	364,335	444,353
City contributions subsequent to the measurement date	<u>11,836</u>	<u>50,569</u>	<u>62,405</u>
Total Deferred Outflows of Resources	<u><u>\$91,854</u></u>	<u><u>\$2,470,814</u></u>	<u><u>\$2,562,668</u></u>
Deferred Inflows of Resources:			
Differences between expected and actual experience	\$324,888	\$556,659	\$881,547
Changes of assumptions	867,001	489,185	1,356,186
Net difference between projected and actual earnings on pension plan investments	1,021,088	380,473	1,401,561
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>38,881</u>	<u>101,961</u>	<u>140,842</u>
Total Deferred Inflows of Resources	<u><u>\$2,251,858</u></u>	<u><u>\$1,528,278</u></u>	<u><u>\$3,780,136</u></u>

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\$62,405 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 the net OPEB liability in 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:

<u>Year Ending December 31:</u>	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
2023	(\$1,352,618)	\$244,146	(\$1,108,472)
2024	(449,477)	187,661	(261,816)
2025	(223,101)	194,000	(29,101)
2026	(146,644)	47,878	(98,766)
2027	0	103,364	103,364
Thereafter	0	114,918	114,918
Total	<u>(\$2,171,840)</u>	<u>\$891,967</u>	<u>(\$1,279,873)</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. In 2021, the Board's actuarial consultants conducted an experience study for the period 2016 through 2020, comparing historical assumptions to actual results. The experience study incorporates both a historical review and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions. The actuarial valuation used for 2021 compared to those used for 2020 are as follows:

	<u>December 31, 2021</u>	<u>December 31, 2020</u>
Wage Inflation	2.75 percent	3.25 percent
Projected Salary Increases,	2.75 to 10.75 percent	3.25 to 10.75 percent
	including wage inflation	including wage inflation
Single Discount Rate	6.00 percent	6.00 percent
Investment Rate of Return	6.00 percent	6.00 percent
Municipal Bond Rate	1.84 percent	2.00 percent
Health Care Cost Trend Rate	5.5 percent, initial	8.5 percent, initial
	3.50 percent, ultimate in 2034	3.50 percent, ultimate in 2035
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

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For 2021, pre-retirement mortality rates are based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent 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 percent 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.

For 2020, pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above-described 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 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, if any contributions are made into the plans, the contributions are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made. 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 14.3 percent for 2021.

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 rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future rates of return by the target asset allocation percentage, adjusted for

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inflation. Best estimates of geometric rates of return were provided by the Board’s investment consultant. For each major asset class that is included in the Health Care’s portfolio’s target asset allocation as of December 31, 2021, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	34.00%	0.91%
Domestic Equities	25.00	3.78
Real Estate Investment Trust	7.00	3.71
International Equities	25.00	4.88
Risk Parity	2.00	2.92
Other investments	7.00	1.93
Total	100.00%	3.45%

Discount Rate A single discount rate of 6.0 percent was used to measure the 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) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 1.84 percent (Fidelity Index’s “20-Year Municipal GO AA Index”). 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 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 City’s proportionate share of the net OPEB asset calculated using the single discount rate of 6.00 percent, as well as what the City’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (5.00 percent) or one-percentage-point higher (7.00 percent) than the current rate:

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	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
City's proportionate share of the net OPEB asset	(\$1,259,615)	(\$2,141,861)	(\$2,874,137)

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 liability. 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 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2022 is 5.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB asset	(\$2,165,006)	(\$2,141,861)	(\$2,114,402)

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.

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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.

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
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent
Blended discount rate:	
Current measurement date	2.84 percent
Prior measurement date	2.96 percent
Cost of Living Adjustments	2.2 percent simple per year

In February 2022, the OP&F Board adopted a change in the investment rate of return, changing it from 8 percent for the 2020 measurement period to 7.5 percent for the 2021 measurement period.

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 percent.

<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.

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Age	Police	Fire
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 OP&F health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 12.

Discount Rate For 2021, the total OPEB liability was calculated using the discount rate of 2.84 percent. For 2020, the total OPEB liability was calculated using the discount rate of 2.96 percent. 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 of 7.5 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.05 percent at December 31, 2021, and 2.12 percent at December 31, 2020, was blended with the long-term rate of 7.5 percent for 2021 and 8 percent for 2020, which resulted in a blended discount rate of 2.84 percent for 2021 and 2.96 percent for 2020. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2037. The long-term expected rate of return on health care investments was applied to projected costs through 2037, and the municipal bond rate was applied to all health care costs after that date.

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 percent, 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 percent), or one percentage point higher (3.84 percent) than the current rate.

	1% Decrease (1.84%)	Current Discount Rate (2.84%)	1% Increase (3.84%)
City's proportionate share of the net OPEB liability	\$5,294,426	\$4,211,880	\$3,322,024

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Note 14 – Other Employee Benefits

Compensated Absences

All full-time City employees earn vacation at varying rates based upon the employee's years of service. Employees are allowed to carry over up to two years of accumulated vacation. Upon separation from the City, the employee (or his estate) with six months or more of service, receives accumulated, unused vacation up to an allowable maximum ranging from one year to two years of accrual. Most City employees earn sick leave at a rate of 1.25 days per month of work completed. Firefighters earn sick leave at a rate of 1.58 days per month of work completed. Upon retirement, eligible employees will be compensated for their accumulated sick leave at a maximum rate of one-third of the balance provided they meet minimum accumulated sick leave hours ranging from 480 to 720 hours and do not exceed varying maximums ranging from 960 to 1,200 hours. The monetary compensation is calculated at the hourly rate of compensation of the employee at the time of retirement.

Medical, Dental and Life Insurance Benefits

The City provides medical, dental and life insurance benefits for all employees regularly scheduled to work 30 hours or more per week. On an annual basis, the City reviews health insurance options and determines the level of coverage offered, insurance carrier and plan. Currently, all employees can select either a single or family United Healthcare (UHC) health savings account (HSA). The City provides a portion of the HSA annual deductible amount on behalf of the employee; currently \$1,500 for single plans and \$3,000 for family plans.

Effective March 1, 2015, the City joined the Jefferson Health Plan consortium for the administration of the health insurance plan. The Jefferson Health Plan enables eligible employers to provide individually designed benefit programs to their employees while being able to enjoy the cost-saving advantages of group purchasing through the consortium. The fiscal agent for the consortium is the Jefferson County Educational Service Center. In its capacity as fiscal agent, the Jefferson County Educational Service Center has engaged the services of outside auditors to maintain the accuracy and integrity of the financial records of the consortium, including monthly financial reports provided to individual member organizations. Individual member organizations have the capability to monitor their financial activities daily.

The City also provides life insurance through Standard Insurance Company in the amount of \$50,000 for nonunion, FOP and IAFF personnel. The City provides, through the Ohio AFSCME Care Plan, life insurance, accidental death and dismemberment, vision and hearing aid insurance for AFSCME personnel. Life insurance through the AFSCME Care Plan is based on their hourly wage with a minimum and maximum of \$14,000 and \$26,000, respectively.

The City also provides, through the Ohio AFSCME Care Plan, dental insurance for AFSCME, FOP and IAFF personnel. Dental Insurance for non-union personnel is provided by Delta Dental.

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Note 15 – Asset Retirement Obligation

Ohio Revised Code Section 6111.44 requires the City to submit any changes to their sewerage system to the Ohio EPA for approval. Through this review process, the City would be responsible to address any public safety issues associated with the waste water treatment facilities. Any ARO associated with these public safety issues are not reasonably estimable. Currently, there is significant uncertainty as to what public safety items would need addressed; therefore, a reliable estimated amount could not be determined.

Note 16 – Short-Term Obligations

Changes in short-term obligations during 2022 were as follows:

Types/Issues	Balance at 12/31/2021	Increases	Decreases	Balance at 12/31/2022
<u>Governmental Activities:</u>				
2022 Various Purpose Bond Anticipation Note				
Series A	\$0	\$130,000	\$0	\$130,000
Premium	0	965	729	236
2022 Various Purpose Bond Anticipation Note				
Series B	0	2,522,000	0	2,522,000
Premium	0	18,335	6,112	12,223
2021 Various Purpose Bond Anticipation Note				
Series A	15,000	0	15,000	0
Premium	20	0	20	0
2021 Various Purpose Bond Anticipation Note				
Series B	2,713,300	0	2,713,300	0
Premium	14,432	0	14,432	0
Total Governmental Activities	<u>2,742,752</u>	<u>2,671,300</u>	<u>2,749,593</u>	<u>2,664,459</u>
<u>Business-type Activities:</u>				
2021 Various Purpose Bond Anticipation Note				
Series A (Water)	360,000	0	360,000	0
Premium	385	0	385	0
Total Business-type Activities	<u>\$360,385</u>	<u>\$0</u>	<u>\$360,385</u>	<u>\$0</u>

The notes are issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued. They are backed by the full faith and credit of the City and mature within one year. The liability for the notes is presented in the fund that received the note proceeds. In the event of default, the bondholders are afforded those rights that are set forth in Ohio Revised Code chapters 133 and 165.

On March 1, 2022, the City issued \$130,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2021 various purpose bond anticipation notes series A. The notes were issued at 1.75 percent and matured on March 1, 2023. The notes were paid from the Building and Land Governmental Fund.

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On August 30, 2022, the City issued \$2,522,000 in various purpose bond anticipation notes series B. The notes were issued to retire the 2021 various purpose notes series B. The notes were issued at 3.50 percent and will mature on August 29, 2023. The notes will be paid from the I-675 Corridor TIF and Community Redevelopment Governmental Funds.

Note 17 – Long-Term Obligations

The summary of changes in long-term obligations of the governmental activities of the City during 2022 follows:

Types/Issues	Restated Balance at 12/31/2021	Increases	Decreases	Balance at 12/31/2022	Due Within One Year
<u>Long Term Notes:</u>					
2022 3.5% - Special Obligation Nontax Revenue Notes	\$0	\$3,525,000	\$0	\$3,525,000	\$0
Premium	0	23,970	15,984	7,986	0
2022 1.75% - Various Purpose Bond Anticipation Notes Series A	0	1,930,000	0	1,930,000	0
Premium	0	14,320	10,737	3,583	0
2021 0.682% - Various Purpose Bond Anticipation Notes Series A	2,060,000	0	2,060,000	0	0
Premium	2,221	0	2,221	0	0
2021 1.125% - Special Obligation Nontax Revenue Notes	3,525,000	0	3,525,000	0	0
Premium	11,180	0	11,180	0	0
Total Notes Payable	5,598,401	5,493,290	5,625,122	5,466,569	0
<u>Tax Increment Financing Revenue Bonds:</u>					
2013 1.5-3% Various Purpose Revenue Bonds (TIF)	830,000	0	95,000	735,000	95,000
Premium	18,836	0	2,554	16,282	0
Total Tax Increment Financing Revenue Bonds	848,836	0	97,554	751,282	95,000
<u>Special Assessment Bonds with Governmental Commitment:</u>					
2003 4.00 to 8.30% Dayton - Yellow Springs Improvement \$305,000	40,000	0	20,000	20,000	20,000
2019 2.97% Sidewalk Construction \$89,000	56,000	0	18,000	38,000	19,000
Total Special Assessment Bonds	96,000	0	38,000	58,000	39,000
<u>Special Assessment Bonds with Governmental Commitment from Direct Placement:</u>					
2018 3.22% Curb and Sidewalk \$75,000	30,000	0	15,000	15,000	15,000
<u>Loans Payable From Direct Borrowing:</u>					
OPWC 0% Ohio & Wright \$334,832	291,444	0	11,209	280,235	11,209
OPWC 0% Broad Street \$400,000	393,333	0	13,333	380,000	13,333
OPWC 0% Yellow Springs Fairfield \$560,992	560,992	0	11,687	549,305	23,375
OPWC 0% Central \$500,000	500,000	0	0	500,000	10,000
Total Loans Payable From Direct Borrowing	\$1,745,769	\$0	\$36,229	\$1,709,540	\$57,917

(continued)

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Types/Issues	Restated Balance at 12/31/2021	Increases	Decreases	Balance at 12/31/2022	Due Within One Year
<u>Other Long-Term Obligations:</u>					
Leases Payable	\$21,383	\$372,417	\$55,620	\$338,180	\$77,977
Compensated Absences Payable	1,664,099	1,094,214	1,281,742	1,476,571	1,237,180
Total Other Long-Term Obligations	1,685,482	1,466,631	1,337,362	1,814,751	1,315,157
<u>Net Pension Liability:</u>					
OP&F	25,238,073	0	1,231,394	24,006,679	0
OPERS	7,434,803	0	2,636,610	4,798,193	0
Total Net Pension Liability	32,672,876	0	3,868,004	28,804,872	0
<u>Net OPEB Liability:</u>					
OP&F	3,922,517	289,363	0	4,211,880	0
Total Governmental Activities	\$46,599,881	\$7,249,284	\$11,017,271	\$42,831,894	\$1,522,074

The long-term notes, special assessment bonds, and tax increment financing revenue bonds all share the same remedies in case of default by the City. The security holder of the debt is afforded those rights that are set forth in Ohio Revised Code chapters 133 and 165.

On May 25, 2022, the City issued \$3,525,000 in special obligation nontax revenue notes. The notes were issued to retire the 2021 special obligation nontax revenue notes. The notes were issued at 3.5 percent and matured on May 25, 2023. The notes were paid from the Community Redevelopment Fund.

On March 1, 2022, the City issued \$1,930,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2021 various purpose bond anticipation notes series A. The notes were issued at 1.75 percent and matured on March 1, 2023. The notes were paid from the Building and Land and Public Safety Police/Fire Governmental Funds.

On April 16, 2013, the City issued \$1,700,000 in various purpose tax increment financing bonds to retire \$1,460,000 of the 2012 tax increment financing bond anticipation note and \$70,000 of the 2012 various purpose curb & sidewalk bond anticipation note. The bonds were issued with interest rates varying from 1.5 to 3.0 percent for a 16 year period. The bonds will be paid from the Tax Increment Financing and General Capital Improvements Capital Projects Funds, respectively.

The Dayton – Yellow Springs Improvement special assessment bonds were issued to finance the expansion and improvements of Dayton – Yellow Springs Road. These bonds are being paid through the General Bond Retirement Debt Service Fund with special assessments revenue.

The 2018 Curb and Sidewalk and 2019 Sidewalk Construction special assessment bonds were issued for the purpose of constructing and repairing curbs, sidewalks and driveway approaches throughout the City. Each bond issue is being paid through the General Bond Retirement Debt Service Fund with special assessments revenue. The 2018 Curb and sidewalk special assessment bonds are direct placement borrowings.

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The special assessment bond issues are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

The Ohio Public Works Commission (OPWC) loans consist of monies owed to OPWC. OPWC is a funding source used by the City for various construction projects within the City. Grant/loan combinations are available. There is no minimum or maximum loan amount. The term of the loan cannot exceed the useful life of the project or 30 years, whichever is less. The minimum term is one year. Once the project is completed a final amortization schedule is provided requiring payments every January and July until the term of the loan expires. The original amount for finalized OPWC loans is \$1,295,824. The loans will be repaid from the County Motor Vehicle Tax Fund. The loans are direct borrowings from OPWC. In the event of a default, the loans will bear interest at a default rate from date of default until date of payment; at the discretion of OPWC, under Ohio Revised Code section 164.05, for the County Auditor to pay the amount of the default from the City's portion of the undivided local government fund; OPWC will be released from any and all obligations of the loan agreement; and at OPWC's discretion, the remaining unpaid principal and any accrued interest becomes immediately due and payable.

The City has outstanding agreements to lease vehicles. Due to the implementation of GASB Statement 87, these leases plus existing prior year leases have met the criteria of leases thus requiring them to be recorded by the City. The future lease payments were discounted based on the interest rate implicit in the lease or using the City's incremental borrowing rate. This discount is being amortized using the interest method over the life of the lease.

Compensated absences will be paid from the General, the Fire and EMS, Police, Street Maintenance and Repair, State Highway, Cemetery, Victim Witness and Public Safety Police/Fire Special Revenue Funds, Water, Sewer and Sanitation and the Equipment and Information Technology Internal Service Funds. There is no repayment schedule for the net pension/OPEB liability. However, employer pension/OPEB contributions are made from the General, the Fire and EMS, Police, Street Maintenance and Repair, State Highway, Cemetery, and Victim Witness Special Revenue Funds, the Water, Sewer and Sanitation Enterprise Funds and the Equipment and Information Technology Internal Service Funds. For additional information related to the net pension and net OPEB liabilities see Notes 12 and 13.

A summary of the long-term obligations reported for business-type activities during 2022 is as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Types/Issues	Restated Balance at 12/31/2021	Increases	Decreases	Balance at 12/31/2022	Due Within One Year
<u>Notes Payable:</u>					
2022 1.75% Water Various Purpose Bond Anticipation Series A	\$0	\$1,740,000	\$0	\$1,740,000	\$0
Premium	0	12,911	9,684	3,227	0
2021 0.682% Water Various Purpose Bond Anticipation Series A	1,740,000	0	1,740,000	0	0
Premium	1,883	0	1,883	0	0
Total Notes Payable	1,741,883	1,752,911	1,751,567	1,743,227	0
<u>General Obligation Bonds:</u>					
2020 2.00 to 4.00% - Water Various Purpose \$2,695,000	2,624,000	0	74,000	2,550,000	73,000
Premium	203,676	0	7,105	196,571	0
2020 2.00 to 4.00% - Sewer Various Purpose \$3,522,000	3,434,000	0	91,000	3,343,000	93,000
Premium	253,642	0	8,848	244,794	0
Total General Obligation Bonds	6,515,318	0	180,953	6,334,365	166,000
<u>General Obligation Refunding Bonds:</u>					
2013 1.5% to 3.0% Water Various Purpose Bonds	2,255,000	0	180,000	2,075,000	185,000
Premium	37,094	0	3,575	33,519	0
2013 1.5% to 3.0% Water Various Purpose Bonds	239,850	0	78,000	161,850	79,950
Premium	3,939	0	1,658	2,281	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	375,150	0	122,000	253,150	125,050
Premium	6,163	0	2,593	3,570	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	1,195,000	0	95,000	1,100,000	95,000
Premium	19,680	0	1,897	17,783	0
2020 2.0% to 4.0% Sewer Various Purpose Bonds	5,847,000	0	175,000	5,672,000	179,000
Premium	794,356	0	27,710	766,646	0
Total General Obligation Refunding Bonds	10,773,232	0	687,433	10,085,799	664,000
<u>Special Assessment Bonds with Governmental Commitment</u>					
2003 5.00% Sewer Various Purpose \$170,000	20,000	0	10,000	10,000	10,000
<u>Other Long-Term Obligations</u>					
Landfill Closure and Postclosure	48,173	47,423	48,173	47,423	47,423
Leases Payable	64,768	39,288	13,147	90,909	21,776
Compensated Absences Payable	252,748	237,079	215,146	274,681	229,061
Net Pension Liability - OPERS	2,220,785	0	945,311	1,275,474	0
Total Other Long-Term Obligations	2,586,474	323,790	1,221,777	1,688,487	298,260
Total Business-type Activities	\$21,636,907	\$2,076,701	\$3,851,730	\$19,861,878	\$1,138,260

The notes payable, general obligation bonds, general obligation refunding bonds, and special assessment bonds with governmental commitments all share the same remedies in case of default by the City. The security holder of the debt is afforded those rights that are set forth in Ohio Revised Code chapters 133 and 165.

On March 1, 2022, the City issued \$1,740,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2021 various purpose bond anticipation notes series A. The notes were issued at 1.75 percent and matured on March 1, 2023. The notes were paid from the Water Fund with charges. The City had \$10,602 in unspent proceeds at December 31, 2022.

City of Fairborn, Ohio
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On September 3, 2020, the City issued \$6,217,000 in Water and Sewer Various Purpose general obligation bonds for the purpose of refinancing bond anticipation notes into long-term financing that were initially issued for paying the costs of upgrading the water and sewer meters, improving water lines and improvements to the sewer system. Of these bonds, \$4,007,000 were serial bonds and \$2,210,000 were term bonds. The bonds were issued for a 30 year period with final maturity in December of 2050. The bonds will be retired from the Water and Sewer Funds with charges.

The term bonds issued at \$2,210,000 and maturing December 2049 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed plus accrued interest to the date of redemption, on December 1, in the years and in the respective principal amounts as follows:

<u>Year</u>	<u>Amount</u>
2039	\$270,000
2040	275,000
2041	170,000
2042	175,000
2043	175,000
2044	180,000
2045	185,000
2046	190,000
2047	195,000
2048	195,000
2049	200,000
Total	<u><u>\$2,210,000</u></u>

On April 16, 2013, the City issued \$5,770,000 in various purpose general obligation bonds to retire \$3,770,000 of the 2012 water various purpose bond anticipation note and \$2,000,000 of the 2012 sewer various purpose bond anticipation note. The bonds were issued with interest rates varying from 1.5 to 3.0 percent for a 19 year period. The bonds will be paid from the Water and Sewer Funds with charges.

On April 16, 2013, the City issued \$1,995,000 in general obligation bonds to refund a portion of the 2004 water various purpose bonds and 2004 sewer various purpose bonds in order to take advantage of lower interest rates. The bonds were issued with interest rates varying from 1.5 to 3.0 percent. The bonds were issued for 11 year period with a final maturity during 2024. The bonds will be retired through the Water and Sewer Funds with charges. The amount unmaturred, unpaid as of December 31, 2022, is \$440,000.

On September 3, 2020, the City issued \$6,018,000 in and Sewer Various Purpose refunding bonds for the purpose of refunding the 2010 Sewer Various Purpose general obligation bonds. The bonds were issued for an 18 year period with final maturity in December of 2038. The bonds will be retired from the Sewer Funds with charges.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

The Sewer Various Purpose special assessment bonds were issued to finance the construction of sewer lines around Dayton – Yellow Springs Road. These bonds are being paid through the Sewer Fund with special assessments revenue. These bonds are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

The City has outstanding agreements to lease vehicles. Due to the implementation of GASB Statement 87, these leases plus existing prior year leases have met the criteria of leases thus requiring them to be recorded by the City. The future lease payments were discounted based on the interest rate implicit in the lease or using the City’s incremental borrowing rate. This discount is being amortized using the interest method over the life of the lease.

Compensated absences will be paid from the Water, Sewer, and Sanitation Enterprise Funds. There is no repayment schedule for the net pension/OPEB liability. However, employer pension/OPEB contributions are made from the Water, Sewer and Sanitation Enterprise Funds. For additional information related to the net pension and net OPEB liabilities see Notes 12 and 13.

The City’s overall legal debt margin was \$67,041,093 at December 31, 2022, and the unvoted debt margin was \$34,855,063.

A summary of the City’s future long-term debt funding requirements including principal and interest payments as of December 31, 2022, follows:

Governmental Activities

December 31,	TIF Revenue Bonds		Special Assessment Bonds		Direct Placement		Direct Borrowing		
	Principal	Interest	Principal	Interest	Special Assessment Bonds		OPWC Loans	Lease Payments	
					Principal	Interest	Principal	Principal	Interest
2023	\$95,000	\$20,838	\$39,000	\$2,029	\$15,000	\$483	\$57,917	\$77,977	\$3,549
2024	100,000	18,700	19,000	565	0	0	67,917	78,354	2,639
2025	100,000	16,200	0	0	0	0	67,917	79,276	1,717
2026	105,000	13,200	0	0	0	0	67,917	78,623	774
2027	110,000	10,050	0	0	0	0	67,917	23,950	90
2028-2032	225,000	10,200	0	0	0	0	339,585	0	0
2033-2037	0	0	0	0	0	0	339,586	0	0
2038-2042	0	0	0	0	0	0	339,587	0	0
2043-2047	0	0	0	0	0	0	304,528	0	0
2048-2051	0	0	0	0	0	0	56,669	0	0
Total	<u>\$735,000</u>	<u>\$89,188</u>	<u>\$58,000</u>	<u>\$2,594</u>	<u>\$15,000</u>	<u>\$483</u>	<u>\$1,709,540</u>	<u>\$338,180</u>	<u>\$8,769</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Business type Activities						
December 31,	General Obligation Bonds		Special Assessment Bonds		Direct Borrowing	
	Principal	Interest	Principal	Interest	Lease Payments	
					Principal	Interest
2023	\$830,000	\$417,772	\$10,000	\$470	\$21,776	\$945
2024	850,000	396,508	0	0	21,503	698
2025	770,000	373,484	0	0	21,758	443
2026	800,000	350,384	0	0	17,936	191
2027	830,000	321,434	0	0	7,936	51
2028-2032	4,590,000	1,141,570	0	0	0	0
2033-2037	3,360,000	528,077	0	0	0	0
2038-2042	1,600,000	229,695	0	0	0	0
2043-2047	925,000	119,417	0	0	0	0
2048-2050	600,000	24,805	0	0	0	0
Total	<u>\$15,155,000</u>	<u>\$3,903,146</u>	<u>\$10,000</u>	<u>\$470</u>	<u>\$90,909</u>	<u>\$2,328</u>

Note 18 – Landfill Closure And Postclosure Care Cost

State and federal laws and regulations require the City to perform certain maintenance and monitoring functions at the landfill site after closure. The City's landfill placed its final cover in 1989. The \$47,423 reported as a landfill post-closure care liability in the Sanitation Enterprise Fund at December 31, 2022, represents the estimated cost of maintenance and monitoring through 2022. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City is not required by State and federal laws and regulations to provide assurances that financial resources will be available to provide for post-closure care and remediation or containment of environmental hazards at the landfill. On March 1, 1990, the financial assurance rules went into effect. Prior to that, post-closure care was required (as long as the facility closed between March 1, 1987, and February 28, 1990), but there were no requirements for financial assurance since no financial assurance rules existed.

Note 19 – Interfund Assets/Liabilities

Interfund balances at December 31, 2022, consisted of the following amounts and result from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All are expected to be paid within one year.

<u>Interfund Payable</u>	<u>Interfund Receivable</u>
	General Fund
Nonmajor Governmental Funds	\$538,416
Equipment Internal Service Fund	50,000
Total	<u>\$588,416</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Interfund transfers for the year ended December 31, 2022, consisted of the following:

Transfers From	Transfers To			Total
	Fire and EMS Fund	Police Fund	Nonmajor Governmental Funds	
General Fund	\$1,100,000	\$1,760,000	\$1,127,296	\$3,987,296
Nonmajor Governmental Funds	0	0	100,000	100,000
Total	\$1,100,000	\$1,760,000	\$1,227,296	\$4,087,296

Transfers from the General Fund are used to move General Fund revenues into other funds to subsidize various programs and for debt service requirements. The transfer between nonmajor governmental funds of \$100,000 was to assist in equipment acquisitions.

Note 20 – Jointly Governed Organizations

Miami Valley Regional Planning Commission

The Miami Valley Regional Planning Commission (the “Commission”) is a jointly governed organization between Preble, Clark, Clinton, Darke, Greene, Miami, and Montgomery Counties, along with the cities of Clayton, Huber Heights, Riverside, New Carlisle, and Dayton. The Commission prepares plans, including studies, maps, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the region. These reports show recommendations for systems of transportation, highways, parks and recreational facilities, water supply, sewage disposal, garbage disposal, civic centers, and other public improvements and land uses which affect the development of the region.

The degree of control exercised by any participating government is limited to its representation on the Board. Members of the Board are as follows: the officers of the Commission (elected by member representatives), the immediate past Chair of the Commission, the Commission member representing the City of Dayton, the Commission member representing each of the respective member counties, the representatives selected by each county caucus, a nongovernmental member, and two at-large representatives. The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Payments to the Commission are made from the General Fund. Each member’s degree of control is limited to its representation on the Board. The City contributed \$14,882 for the operation of the Commission during 2022. Financial information may be obtained from the Miami Valley Regional Planning Commission, Ten North Ludlow Street, Suite 700, Dayton, Ohio 45402.

City of Fairborn, Ohio
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For the Year Ended December 31, 2022

Regional Emergency Response Team (RERT)

The Regional Emergency Response Team (RERT) is a jointly governed organization between the following cities: Huber Heights, Fairborn, and Beavercreek. The organization was created through an agreement by the cities to establish a regional council of governments for the RERT. The regional council of governments collects and expends resources to assist the RERT in fighting crime and for other related activities. The purpose of the RERT is to foster cooperation among municipalities through sharing of equipment/facilities/collective team expenses, team consultant expenses and grant sharing costs, for their common benefit. This includes the mutual interchange and sharing of police equipment, as well as police equipment to be jointly acquired and owned, to be utilized by all participating members. The Board of the RERT is made up of one representative from each municipality. The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to its representation on the Board. Payments to the RERT are made from the General Fund. The City contributed \$28,094 for the operation of the RERT for 2022. Financial information can be obtained from the fiscal agent by writing to the Regional Emergency Response Team, c/o the City of Beavercreek, at 1368 Research Park Drive, Beavercreek, Ohio 45432.

Greene County Agencies for Combined Enforcement (ACE Task Force)

The Greene County Agencies for Combined Enforcement (ACE Task Force) is a jointly governed organization comprised of the Greene County Sheriff's Office; the Beavercreek, Fairborn, Xenia, Sugarcreek Township Police Departments; and Greene County Prosecutor's Office. The ACE Task Force is a multi-jurisdictional, multi-disciplinary partnership to share information and resources in order to target the flow of illegal drugs and organized criminal activity into Ohio communities, ensuring the safety and security of Ohio's citizens. The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. Payments to the Task Force are made from the Police Fund. The City contributed \$10,000 during 2022. Financial information can be obtained from Greene County Agencies for Combined Enforcement (ACE Task Force), 120 East Main Street, Xenia, OH 45385.

Fairborn Development Corporation

The Fairborn Development Corporation is a jointly governed organization created as a not-for-profit corporation under Chapter 1724 of the Ohio Revised Code. The Fairborn Development Corporation was formed to advance, encourage, and promote the industrial, economic, commercial, and civic development of the Greene County, Ohio and the municipal corporations located therein. The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. The City contributed \$200,000 to the Fairborn Development Corporation during 2022. Financial information can be obtained by writing to Fairborn Development Corporation, c/o The City of Fairborn, at 44 West Hebble Avenue, Fairborn, OH 45324.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

Greene County Regional Planning and Coordinating Commission (GCRPCC)

The Greene County Regional Planning and Coordinating Commission (GCRPCC) is a jointly governed organization between Green County area municipalities, townships and villages. There are two governing bodies; the Planning Commission which consists of one elected official from each member jurisdiction (two Cities, five Villages and twelve Townships) and the three County Commissioners; and the Executive Committee which consists of five members of the Planning Commission.

GCRPCC guides the physical development of land in the unincorporated areas of Greene County. Specifically, the GCRPCC oversees the administration of many county development regulations, including subdivisions. The GCRPCC provides professional planning services and technical assistance to the member jurisdictions and county departments so as to enhance the quality of life for those who live, work and recreate in Greene County.

The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. The City contributed \$3,387 during 2022. Financial information can be obtained from the Greene County Regional Planning and Coordinating Commission, 651 Dayton-Xenia Road, Suite #1, Xenia, Ohio 45385.

Regional Income Tax Agency (RITA)

The Regional Income Tax Agency (RITA) is a regional council of governments formed to establish a central collection facility for the purpose of administering the income tax laws of the members and for the purpose of collection income taxes on behalf of each member. RITA currently has approximately 400 members in the council of governments. Each member has one representative to the council of governments and is entitled to one vote on items under consideration. RITA is administered by a nine-member board of trustees elected by the members of the council of governments. The board exercises total control over RITA's operation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the council. For 2022, the City paid RITA \$606,150 for income tax collection services.

Wright Patterson Regional Council of Governments

The Wright Patterson Regional Council of Governments (WPRCOG) is a jointly governed organization between the City, City of Beavercreek, City of Dayton, City of Huber Heights, City of Riverside and Bath Township (the "members"). Formed as a Council of Governments as permitted under Ohio Revised Code, Section 167, the purpose of the WPRCOG is to coordinate the powers and duties of the members to better serve and benefit the economic development and land use planning of the region to support the growth and operation of the Wright-Patterson Air Force Base and Springfield Air National Guard Base within each of the political subdivisions. The goal is to create a significant cooperation between communities surrounding Wright-Patterson Air Force Base with the initial and primary purpose of seeking funding and assistance for

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2022

commissioning a regional Combined Use Plan study. The use of this cooperative effort can be expanded upon as approved by the Board of Directors. The WPRCOG is controlled by a Governing Board of Directors consisting of one appointed and designated representative of each political subdivision. The initial primary source of funding is expected to come from grants and no member contribution fees have been established at this time. The degree of control exercised by any member is limited to its representation on the Board. In accordance with GASB Statement No. 14 as amended by GASB Statement No. 61, the City does not have any equity interest in the WPRCOG. Financial information can be obtained from the Wright Patterson Regional Council of Governments, c/o the City of Fairborn, at 44 West Hebble Avenue, Fairborn, Ohio 45324.

Note 21 – Public Entity Shared Risk Pool

Public Entities Pool of Ohio (PEP)

The Public Entities Pool of Ohio (PEP) is a statutory entity created pursuant to section 2744.081, of the Ohio Revised Code, by the execution of an intergovernmental contract (“Participation Agreements”). PEP enables the subscribing subdivisions to pool risk for property, liability and public official liability. PEP has no employees, rather it is administered through contracts with various professionals.

Pursuant to a contract, the firm of USI Insurance Services administers PEP. PEP is a separate legal entity. PEP subcontracts certain self-insurance, administrative and claims functions to a “Pool Operator,” currently Pottering Insurance. PEP has executed contracts with various professionals for actuary services, as independent auditors, as loss control representatives, as litigation management and defense law firms, as counsel to PEP and others as required.

PEP is governed by a seven member Board of Trustees elected by the members of PEP. The City makes an annual contribution to PEP for the coverage it is provided, based on rates established by PEP. Financial information may be obtained by writing to the Public Entities Pool of Ohio, 10100 Innovation Drive, Dayton, Ohio, 45342.

Jefferson Health Plan

The City participates in the Jefferson Health Plan, a risk-sharing, claims servicing, and insurance purchasing pool comprised of over two hundred members, including seven insurance consortiums. Each participant appoints a member of the insurance plan’s assembly. The Plan’s business and affairs are conducted by a nine member Board of Directors elected from the assembly. The plan offers medical, dental, vision, and prescription drug coverage to the members on a self-insured basis, as well as the opportunity to participate in the group purchasing of life insurance coverage. The medical coverage plan provides each plan participant the opportunity to choose a self-insurance deductible limit which can range from \$35,000 to \$250,000 under which the individual member is responsible for all claims through the claims servicing pool. Plan participants also participate in a shared risk internal pool for individual claims between the self-insurance deductible limit and \$1,500,000, and all claims between the deductible and the \$1,500,000 are paid from the Large Claim Reimbursement Program (LCRP). The LCRP is not owned by the plan participants.

City of Fairborn, Ohio
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All participants pay a premium rate that is actuarially calculated based on the participants' actual claims experience which are utilized for the payment of claims within the LCRP up to the self-insurance deductible limit; and for this portion of the plan, all plan participants retain their own risk. All participants pay an additional fee for participation in the LCRP that is based on the claims of the LCRP in aggregate and is not based on individual claims experience.

In the event of a deficiency in the LCRP, participants would be charged a higher rate for participation, and in the event of a surplus, the internal pool pays dividends to the participants. For all individual claims exceeding \$1,500,000, stop loss coverage is purchased, as well as for an annual total plan aggregate claims amount. All plan participants also pay a monthly administrative fee for fiscal services and third party administrative services. The plan also purchases fully insured life insurance for plan participants.

Note 22 - Significant Commitments

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control.

At year-end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

City of Fairborn, Ohio
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Governmental Funds:

General	\$709,350
Fire and EMS	257,532
Police	102,346
County Motor Vehicle Tax	1,908,892
Public Safety Police/Fire	863,239
American Rescue Plan	3,693,959
Other Governmental Funds	694,263
Total Governmental Funds	<u>8,229,581</u>

Enterprise Funds:

Water	382,075
Sewer	634,514
Sanitation	159,018
Total Enterprise Funds	<u>\$1,175,607</u>

Internal Service Funds:

Equipment	31,905
Information Technology	129,398
Total Internal Service Funds	<u>161,303</u>
Total	<u><u>\$9,566,491</u></u>

Contractual Commitments

As of December 31, 2022, the City had the following commitments with respect to capital projects:

City of Fairborn, Ohio
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Project	Construction Commitments
Tyler Technology Software	\$42,069
Maple Avenue Phase II Design	285,411
Colonel Glenn Highway Phase 1 Enhancement	10,845
Broad Street Phase II	143,128
Colonel Glenn Highway Paramount to East	140,590
Centracs Hosting to East	16,965
Dayton-Yellow Springs Skyhawk to Gateway	90,385
Broad Street Phase III	276,481
VFD Wells #7-8	80,000
Forest Street Water Main	22,589
Pleasantview Storm Sewer	12,747
Well Redevelopment	12,980
2022 Street Program	317,408
Broad/Highview/Maple/Doris Traffic Signal	27,767
Fairborn Phoenix Theater	299,806
Memorial Park Construction	474,640
Community Park Parking Lot Resurfacing	470,000
Fire Department Engine	675,000
Digester 4 Diffuser	125,000
Tree Streets Waterline	75,990

Note 23 – 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 the resources in governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented as follows:

City of Fairborn, Ohio
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Fund Balances	General Fund	Fire and EMS Fund	Police Fund	County Motor Vehicle Tax Fund
<u>Nonspendable:</u>				
Material and Supplies	\$33,044	\$0	\$14,261	\$0
Unclaimed Monies	46,580	0	0	0
Total Nonspendable	<u>79,624</u>	<u>0</u>	<u>14,261</u>	<u>0</u>
<u>Restricted for:</u>				
Public Safety	0	1,166,312	807,890	0
Transportation and Street Repair	0	0	0	3,946,477
Total Restricted	<u>0</u>	<u>1,166,312</u>	<u>807,890</u>	<u>3,946,477</u>
<u>Assigned to:</u>				
Purchases on Order for:				
General Government	472,168	0	0	0
Leisure Time Services	38,407	0	0	0
Community Development	161,047	0	0	0
Capital Projects	44,154	0	0	0
Future Appropriations	753,967	0	0	0
Total Assigned	<u>1,469,743</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Unassigned (Deficits):</u>	<u>7,542,725</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u><u>\$9,092,092</u></u>	<u><u>\$1,166,312</u></u>	<u><u>\$822,151</u></u>	<u><u>\$3,946,477</u></u>

City of Fairborn, Ohio
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Fund Balances	Public Safety Police/Fire Fund	Nonmajor Governmental Funds	Total
<u>Nonspendable:</u>			
Material and Supplies	\$0	\$135,196	\$182,501
Unclaimed Monies	0	0	46,580
Total Nonspendable	<u>0</u>	<u>135,196</u>	<u>229,081</u>
<u>Restricted for:</u>			
Debt Service	0	185,431	185,431
Capital Improvements	0	1,674,983	1,674,983
Public Safety	1,715,697	963,649	4,653,548
Transportation and Street Repair	0	3,380,726	7,327,203
Community Development	0	1,462,661	1,462,661
Public Health	0	13,347	13,347
Total Restricted	<u>1,715,697</u>	<u>7,680,797</u>	<u>15,317,173</u>
<u>Committed to:</u>			
Cemetery Operations	0	100,814	100,814
Land and Building Improvements	0	297,994	297,994
Recreation Improvements	0	492,297	492,297
Total Committed	<u>0</u>	<u>891,105</u>	<u>891,105</u>
<u>Assigned to:</u>			
Purchases on Order for:			
General Government	0	0	472,168
Leisure Time Services	0	0	38,407
Community Development	0	0	161,047
Capital Projects	0	0	44,154
General Capital Improvements	0	840,275	840,275
Future Appropriations	0	0	753,967
Total Assigned	<u>0</u>	<u>840,275</u>	<u>2,310,018</u>
<u>Unassigned (Deficits):</u>	<u>0</u>	<u>(2,006,780)</u>	<u>5,535,945</u>
Total Fund Balances	<u>\$1,715,697</u>	<u>\$7,540,593</u>	<u>\$24,283,322</u>

City of Fairborn, Ohio
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Note 24 – Contingent Liabilities

Litigation

The City of Fairborn is currently a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects as of December 31, 2022. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

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 grantor agencies or their designee. 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 disallowance, if any, would be immaterial.

Note 25 – Subsequent Events

On February 28, 2023, the City issued various Bond Anticipation Notes in the amount of \$6,170,000.

On May 24, 2023, the City issued Special Obligation Nontax Revenue Bond Anticipation Notes in the amount of \$3,525,000.

Note 26 – 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 City will continue to spend available COVID-19 funding consistent with the applicable program guidelines. The City's investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. The financial impact of COVID-19 and the continuing recovery measures may impact subsequent periods of the City.

During 2022, the City received American Rescue Plan Act Coronavirus State and Local Fiscal Recovery (SLFRF) funding. Of the amounts received, \$259,804 was sub-granted to other governments, organizations and small businesses, none was returned to the granting agency, and none was spent on-behalf of other governments.

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Public Employees Retirement System - Traditional Plan
Last Nine Years (1)

	2022	2021	2020	2019
City's Proportion of the Net Pension Liability	0.06980900%	0.06520600%	0.06646500%	0.06675800%
City's Proportionate Share of the Net Pension Liability	\$6,073,667	\$9,655,588	\$13,137,257	\$18,283,663
City's Covered Payroll	\$10,130,664	\$9,184,464	\$9,351,493	\$9,016,814
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	59.95%	105.13%	140.48%	202.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	92.62%	86.88%	82.17%	74.70%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 is not available. An additional column will be added each year.

Amounts presented 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
0.06391200%	0.06196500%	0.06053100%	0.06062000%	0.06062000%
\$10,026,554	\$14,071,198	\$10,484,734	\$7,311,449	\$7,146,308
\$9,037,292	\$8,025,850	\$7,517,724	\$7,432,075	\$7,261,831
110.95%	175.32%	139.47%	98.38%	98.41%
84.66%	77.25%	81.08%	86.45%	86.36%

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability (Asset)
Ohio Public Employees Retirement System - Combined Plan
Last Five Years (1)

	2022	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.06875000%	0.05954400%	0.05178900%	0.06476200%	0.07745400%
City's Proportionate Share of the Net Pension (Asset)	(\$270,878)	(\$171,882)	(\$107,993)	(\$72,419)	(\$105,440)
City's Covered Payroll	\$313,429	\$261,864	\$230,536	\$276,979	\$317,215
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	(86.42%)	(65.64%)	(46.84%)	(26.15%)	(33.24%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	169.88%	157.67%	145.28%	126.64%	137.28%

(1) Amounts for the combined plan are not presented prior to 2018 as the City's participation in this plan was considered immaterial in previous years.

Amounts presented as of the City's measurement date which is the prior year end.

See accompanying notes to the required supplementary information.

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability (Asset)
Ohio Public Employees Retirement System - OPEB Plan
Last Six Years (1)

	2022	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability (Asset)	0.06838300%	0.06403900%	0.06501500%	0.06575000%	0.06345000%	0.06145000%
City's Proportionate Share of the Net OPEB Liability (Asset)	(\$2,141,861)	(\$1,140,905)	\$8,980,262	\$8,572,248	\$6,890,203	\$6,206,659
City's Covered Payroll	\$10,662,918	\$9,685,003	\$9,822,404	\$9,536,868	\$9,578,782	\$8,492,908
City's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	(20.09%)	(11.78%)	91.43%	89.89%	71.93%	73.08%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)	128.23%	115.57%	47.80%	46.33%	54.14%	54.04%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2017 is not available. An additional column will be added each year.

Amounts presented as of the City's measurement date which is the prior year end.

See accompanying notes to the required supplementary information.

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Police and Fire Pension Fund
Last Nine Years (1)

	2022	2021	2020
City's Proportion of the Net Pension Liability	0.38426540%	0.37021770%	0.37390730%
City's Proportionate Share of the Net Pension Liability	\$24,006,679	\$25,238,073	\$25,188,394
City's Covered Payroll	\$9,311,478	\$8,924,622	\$8,760,530
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	257.82%	282.79%	287.52%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.03%	70.65%	69.89%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 is not available. An additional column will be added each year.

Amounts presented as of the City's measurement date which is the prior year end.

See accompanying notes to the required supplementary information.

2019	2018	2017	2016	2015	2014
0.03760330%	0.37919600%	0.36342900%	0.37672500%	0.37679490%	0.37679490%
\$30,694,228	\$23,272,972	\$23,019,228	\$24,234,984	\$19,519,547	\$18,351,094
\$8,385,409	\$8,979,786	\$6,865,876	\$7,521,151	\$7,331,137	\$6,483,988
366.04%	259.17%	335.27%	322.22%	266.26%	283.02%
63.07%	70.91%	68.36%	66.77%	72.20%	73.00%



City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability
Ohio Police and Fire Pension Fund
Last Six Years (1)

	2022	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.38426540%	0.37021770%	0.37390730%	0.03760330%	0.37919600%	0.36342900%
City's Proportionate Share of the Net OPEB Liability	\$4,211,880	\$3,922,517	\$3,693,357	\$3,424,358	\$21,484,713	\$17,251,157
City's Covered Payroll	\$9,311,478	\$8,924,622	\$8,760,530	\$8,385,409	\$8,979,786	\$6,865,876
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	45.23%	43.95%	42.16%	40.84%	239.26%	251.26%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	46.90%	45.40%	47.08%	46.57%	14.13%	15.96%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2017 is not available. An additional column will be added each year.

Amounts presented as of the City's measurement date which is the prior year end.

See accompanying notes to the required supplementary information.

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Contributions
Ohio Public Employees Retirement System
Last Ten Years (1) (2)

	2022	2021	2020	2019
Net Pension Liability - Traditional Plan:				
Contractually Required Contribution	\$1,448,550	\$1,418,293	\$1,285,825	\$1,309,209
Contributions in Relation to the Contractually Required Contribution	<u>(1,448,550)</u>	<u>(1,418,293)</u>	<u>(1,285,825)</u>	<u>(1,309,209)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$10,346,786	\$10,130,664	\$9,184,464	\$9,351,493
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
Net Pension Liability - Combined Plan:				
Contractually Required Contribution	\$45,711	\$43,880	\$36,661	\$32,275
Contributions in Relation to the Contractually Required Contribution	<u>(45,711)</u>	<u>(43,880)</u>	<u>(36,661)</u>	<u>(32,275)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$326,507	\$313,429	\$261,864	\$230,536
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
Net OPEB Liability - OPEB Plan:				
Contractually Required Contribution	\$11,836	\$8,753	\$9,547	\$9,615
Contributions in Relation to the Contractually Required Contribution	<u>(11,836)</u>	<u>(8,753)</u>	<u>(9,547)</u>	<u>(9,615)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (3)	\$10,969,193	\$10,662,918	\$9,685,003	\$9,822,404
OPEB Contributions as a Percentage of Covered Payroll	0.11%	0.08%	0.10%	0.10%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2015 is not available for the combined plan. An additional column will be added each year.

(2) Beginning in 2016, OPERS used one trust fund as the funding vehicle for all health care plans; therefore, information prior to 2016 is not presented for the OPEB plan.

(3) The OPEB plan includes the members from the traditional plan, the combined plan, and the member directed plan. The member directed pension plan is a defined contribution pension plan; therefore, the pension side is not included above.

See accompanying notes to the required supplementary information.

2018	2017	2016	2015	2014	2013
\$1,262,354	\$1,174,848	\$963,102	\$902,127	\$891,849	\$944,038
<u>(1,262,354)</u>	<u>(1,174,848)</u>	<u>(963,102)</u>	<u>(902,127)</u>	<u>(891,849)</u>	<u>(944,038)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$9,016,814	\$9,037,292	\$8,025,850	\$7,517,724	\$7,432,075	\$7,261,831
14.00%	13.00%	12.00%	12.00%	12.00%	13.00%
\$38,777	\$41,238	\$35,104	\$30,795		
<u>(38,777)</u>	<u>(41,238)</u>	<u>(35,104)</u>	<u>(30,795)</u>		
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>		
\$276,979	\$317,215	\$292,533	\$256,625		
14.00%	13.00%	12.00%	12.00%		
\$9,723	\$102,516	\$173,349			
<u>(9,723)</u>	<u>(102,516)</u>	<u>(173,349)</u>			
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>			
\$9,536,868	\$9,578,782	\$8,492,908			
0.10%	1.07%	2.04%			

City of Fairborn, Ohio
Required Supplementary Information
Schedule of the City's Contributions
Ohio Police and Fire Pension Fund
Last Ten Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Pension Liability:					
Contractually Required Contribution	\$2,161,185	\$1,996,143	\$1,914,158	\$1,873,347	\$1,795,179
Contributions in Relation to the Contractually Required Contribution	<u>(2,161,185)</u>	<u>(1,996,143)</u>	<u>(1,914,158)</u>	<u>(1,873,347)</u>	<u>(1,795,179)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (1)	\$10,113,817	\$9,311,478	\$8,924,622	\$8,760,530	\$8,385,409
Pension Contributions as a Percentage of Covered Payroll	21.37%	21.44%	21.45%	21.38%	21.41%
Net OPEB Liability:					
Contractually Required Contribution	\$50,569	\$46,557	\$44,624	\$43,803	\$41,927
Contributions in Relation to the Contractually Required Contribution	<u>(50,569)</u>	<u>(46,557)</u>	<u>(44,624)</u>	<u>(43,803)</u>	<u>(41,927)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%	0.50%
Total Contributions as a Percentage of Covered Payroll	<u>21.87%</u>	<u>21.94%</u>	<u>21.95%</u>	<u>21.88%</u>	<u>21.91%</u>

(1) The City's covered payroll is the same for pension and OPEB.

See accompanying notes to the required supplementary information.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$1,925,564	\$1,472,036	\$1,614,648	\$1,576,862	\$1,196,038
<u>(1,925,564)</u>	<u>(1,472,036)</u>	<u>(1,614,648)</u>	<u>(1,576,862)</u>	<u>(1,196,038)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$8,979,786	\$6,865,876	\$7,521,151	\$7,331,137	\$6,483,988
21.44%	21.44%	21.47%	21.51%	18.45%
\$44,899	\$34,329	\$37,605	\$36,655	\$234,505
<u>(44,899)</u>	<u>(34,329)</u>	<u>(37,605)</u>	<u>(36,655)</u>	<u>(234,505)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
0.50%	0.50%	0.50%	0.50%	3.62%
<u>21.94%</u>	<u>21.94%</u>	<u>21.97%</u>	<u>22.01%</u>	<u>22.07%</u>

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2022

Changes in Assumptions – OPERS Pension – Traditional Plan

Amounts reported beginning in 2022 incorporate changes in assumptions used by OPERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in prior years are presented below:

	<u>2022</u>	<u>2019</u>	<u>2018 and 2017</u>	<u>2016 and prior</u>
Wage Inflation	2.75 percent	3.25 percent	3.25 percent	3.75 percent
Future Salary Increases	2.75 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA:				
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees:	see below	see below	see below	see below
Investment Rate of Return	6.9 percent	7.2 percent	7.5 percent	8 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age	Individual Entry Age	Individual Entry Age

The assumptions related COLA or Ad Hoc COLA for Post-January 7, 2013 Retirees are as follows:

COLA or Ad Hoc COLA, Post-January 7, 2013 Retirees:

2022	3.0 percent, simple through 2022 then 2.05 percent, simple
2021	0.5 percent, simple through 2021 then 2.15 percent, simple
2020	1.4 percent, simple through 2020 then 2.15 percent, simple
2017 through 2019	3.0 percent, simple through 2018 then 2.15 percent, simple
2016 and prior	3.0 percent, simple through 2018 then 2.80 percent, simple 5.50 to 5.00 percent

Amounts reported beginning in 2022 use pre-retirement mortality rates based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent 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 percent 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 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 these tables.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2022

Amounts reported beginning in 2017 use pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

Amounts reported for 2016 and prior use mortality rates based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

Changes in Assumptions – OPERS Pension – Combined Plan

	<u>2022</u>	<u>2019</u>	<u>2018</u>
Wage Inflation	2.75 percent	3.25 percent	3.25 percent
Future Salary Increases	2.75 to 8.25 percent including wage inflation	3.25 to 8.25 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:			
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	see below	see below	see below
Investment Rate of Return	6.9 percent	7.2 percent	7.5 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age	Individual Entry Age

For 2022, 2021, and 2020, the Combined Plan had the same change in COLA or Ad Hoc COLA for Post-January 2, 2013, retirees as the Traditional Plan.

Changes in Assumptions – OP&F Pension

Amounts reported beginning in 2018 incorporate changes in assumptions used by OP&F in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in 2017 and prior are presented below:

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2022

	Beginning in 2018	2017 and Prior
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Investment Rate of Return	8.0 percent	8.25 percent
Projected Salary Increases	3.75 percent to 10.5 percent	4.25 percent to 11 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent	Inflation rate of 3.25 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent	3.00 percent simple; 2.6 percent simple for increases based on the lesser of the increase in CPI and 3 percent

For 2022, the OP&F Board adopted a change in the investment rate of return, changing it from 8 percent for 2018 through 2021 to 7.5 percent for 2022.

Amounts reported beginning in 2018 use valuation, 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/Conduent Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

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

Amounts reported beginning in 2018 use valuation, 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/Conduent Modified 2016 Improvement Scale.

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

Amounts reported for 2017 and prior use valuation, rates of death were based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2022

Changes in Assumptions – OPERS OPEB

Wage Inflation:	
2022	2.75 percent
2021 and prior	3.25 percent
Projected Salary Increases (including wage inflation):	
2022	2.75 to 10.75 percent
2021 and prior	3.25 to 10.75 percent
Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2022	1.84 percent
2021	2.00 percent
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2022	6.00 percent
2021	6.00 percent
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
2022	5.5 percent, initial 3.5 percent, ultimate in 2034
2021	8.5 percent, initial 3.5 percent, ultimate in 2035
2020	10.5 percent, initial 3.5 percent, ultimate in 2030
2019	10.0 percent, initial 3.25 percent, ultimate in 2029
2018	7.5 percent, initial 3.25 percent, ultimate in 2028

Changes in Assumptions – OP&F OPEB

Blended Discount Rate:	
2022	2.84 percent
2021	2.96 percent
2020	3.56 percent
2019	4.66 percent
2018	3.24 percent

For 2022, the OP&F Board adopted a change in the investment rate of return, changing it from 8 percent for 2018 through 2021 to 7.5 percent for 2022.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2022

Changes in Benefit Terms – OPERS OPEB

On January 15, 2020, 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 2021.

Changes in Benefit Terms – OP&F OPEB

For 2019, OP&F recognized a change in benefit terms. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements. This new model replaced the self-insured health care plan used in prior years.

COMBINING FINANCIAL STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES

City of Fairborn, Ohio
Nonmajor Fund Descriptions

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than major capital projects) that are restricted or committed by law and administrative action to expenditures for specified purposes. The following are descriptions of the City's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

Street Maintenance and Repair Fund

Street Maintenance and Repair Fund accounts for and reports municipal income taxes restricted for street projects, and restricted gasoline tax and motor vehicle license fees remitted to the City for routine maintenance and repairs of City streets.

State Highway Fund

State Highway Fund accounts for and reports gasoline taxes and motor vehicle license fees restricted for routine maintenance of State highways within the City.

Community Development Fund

Community Development Fund accounts for and reports restricted federal government grant money under the Community Development Block Grant program.

Cemetery Fund

Cemetery Fund accounts for and report revenues received from the sale of lots, charges for burial service and foundations committed to operation and maintenance of the City cemetery.

Neighborhood Stabilization Fund

Neighborhood Stabilization Program Fund accounts for and reports restricted federal grant money received through the Neighborhood Stabilization Program for improvements to housing stock and living environments in eligible communities.

Neighborhood Stabilization II Fund

Neighborhood Stabilization Program Fund II accounts for and reports restricted federal grant money received through the State of Ohio through the American Recovery and Reinvestment Act to improve the housing stock and living environment in eligible communities to primarily benefit low, moderate, and middle income households. The grant money was provided to the community for renovations, and is now being returned to the city.

Home Program Income Fund

Home Program Income Fund accounts for and reports restricted State grant money received through the Ohio Department of Development Community Housing Impact and Preservation Program to create affordable housing for low- and moderate-income households.

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Community Development Block Grant Fund

Community Development Block Grant Fund accounts for and reports restricted federal government grant money under the Community Development Block Grant program.

Victim Witness Fund

Victim Witness Fund accounts for and reports restricted State grant money used for local crime victim assistance programs.

Home Fund

Home Fund accounts for and reports restricted federal grant money received through U.S. Housing and Urban Development's HOME Investment Partnerships Program to create affordable housing for low income households.

Justice Reinvestment and Incentive Grant Fund

Justice Reinvestment and Incentive Grant Fund accounts for and reports restricted State grant money received for corrections and public safety programs.

OneOhio Opioid Settlement Fund

OneOhio Opioid Settlement Fund accounts for and reports restricted revenues from the Ohio opioid settlement.

Law Enforcement Trust Fund

Law Enforcement Trust Fund accounts for and reports restricted fines and forfeitures revenue generated from the prosecution of those in possession of contraband and the proceeds gained from the sale of the confiscated contraband.

Drug Law Enforcement Fund

Drug Law Enforcement Fund accounts for and reports restricted fines generated from the prosecution of illegal drug usage and sales and donations from interested civic groups.

Indigent Drivers Alcohol Treatment Fund

Indigent Drivers Alcohol Treatment fund accounts for and reports restricted fines imposed by the Municipal Court for the purpose of paying the costs of attendance of indigent OMVI offenders at alcohol and drug addiction treatment programs.

Alcohol Enforcement and Education Fund

Alcohol Enforcement and Education Fund accounts for and reports restricted fines imposed by the Municipal Court for the purpose of educating the public and enforcing the laws governing the operation of a motor vehicle while under the influence of alcohol.

Federal Forfeitures Fund

Federal Forfeitures Fund accounts for and reports restricted federal forfeitures received by the Fairborn Police Department. The revenue is used for law enforcement purposes only, excluding salaries.

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Municipal Probation Services Fund

Municipal Probation Services Fund accounts for and reports restricted fees from the Municipal Court and used by the Probation Department for staff, equipment, and probation treatment programs.

Traffic Intervention Fund

Traffic Intervention Fund accounts for and reports restricted fines from the Municipal Court to create a traffic intervention program to increase the number of licensed and insured drivers in the community.

Court Legal Research/Computerization Fund

Court Legal Research/Computerization Fund accounts for and reports a three dollar fee charged by the Municipal Court restricted for court computerization and to procure and maintain computerized legal research services.

Court Clerk Computerization Fund

Court Clerk Computerization Fund accounts for and reports a three dollar fee charged by the Municipal Court restricted to procure and maintain computer systems for the court clerk.

Indigent Driver's Interlock and Alcohol Monitoring Fund

Indigent Driver's Interlock and Alcohol Monitoring Fund accounts for and reports the monies received from fines imposed by the Municipal Court restricted for the purpose of paying costs to procure alcohol monitoring or driver interlock devices for indigent defendants.

Byrne Justice Assistance Grant Fund

Byrne Justice Assistance Grant Fund accounts for and reports restricted federal grant money received for police department equipment and training programs.

Moving Ohio Forward Fund

Moving Ohio Forward Fund accounts for and reports restricted money received to reimburse the City for the demolition of vacant, abandoned, and blighted properties that detract from existing home values and may lead to increased crime.

Federal Emergency Management Agency Fund

Federal Emergency Management Agency Fund accounts for and reports restricted federal grant money used to aid in cost reimbursements.

Community Redevelopment Fund

The Community Redevelopment Fund accounts for and reports restricted monies for the community development department to demolish, renovate, and reconstruct blighted properties in the City.

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Fire Loss Escrow Fund

To account for and report insurance proceeds arising from destruction by fire of an insured building or structure within the municipality restricted for the purpose of providing the municipality with security for the expenses in removing, repairing or securing the building or other structure.

Uninsured Loss Fund

Uninsured Loss Fund accounts for and reports expenditures to repair damage to City property. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

Debt Service Fund

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Nonmajor Debt Service Fund

General Bond Retirement Fund

To account for and report the accumulation of resources restricted to the payment of principal and interest.

Capital Projects Funds

Capital projects funds are used to account for restricted, committed, or assigned financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

Nonmajor Capital Projects Funds

Court Special Projects Fund

Court Special Projects Fund accounts for and reports restricted fines levied by the Municipal Court to be used by the court for special projects.

General Capital Improvement Fund

General Capital Improvement Fund accounts for and reports revenues assigned to purchase or construct equipment or buildings.

Parks and Recreation Improvements Fund

Parks and Recreation Improvement Fund accounts for and reports committed hotel/motel taxes received for improvements in the City's park system.

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Building and Land Fund

Building and Land Fund accounts for and reports three percent of income tax revenue that is transferred from the General Fund and is committed to fund major repairs, replacements and improvements of City owned buildings and land.

Tax Increment Financing Fund

The Tax Increment Financing Fund accounts for and reports restricted revenue received from payments in lieu of taxes from area businesses that are within tax increment financing districts, which are used for capital infrastructure improvements or pay for associated debt on past capital improvements within the designated area as well as reimbursing local school districts for a portion of the taxes lost as a result of the exemptions.

Special Assessment Construction Fund

Special Assessment Construction Fund accounts for and reports the sale of notes and the collection of special assessments restricted for the construction of specific projects which will be paid from special assessments.

I-675 Corridor Tax Increment Financing (TIF) Fund

The I-675 Corridor Tax Increment Financing Fund accounts for and reports restricted revenue received from payments in lieu of taxes from area businesses that are within tax increment financing district of the I-675 Corridor, which are used for capital infrastructure improvements or pay for associated debt on past capital improvements within the designated area as well as reimbursing local school districts for a portion of the taxes lost as a result of the exemptions.

Valle Greene South Tax Increment Financing (TIF) Fund

The Valle Greene South Tax Increment Financing Fund accounts for and reports restricted revenue received from payments in lieu of taxes from area businesses that are within tax increment financing district of Valle Greene, which are used for capital infrastructure improvements or pay for associated debt on past capital improvements within the designated area as well as reimbursing local school districts for a portion of the taxes lost as a result of the exemptions.



City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2022

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$4,934,157	\$185,431	\$3,284,228	\$8,403,816
Receivables:				
Other Local Taxes	0	0	21,732	21,732
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	1,277,258	1,277,258
Accounts	0	947,928	0	947,928
Intergovernmental	997,599	0	45,000	1,042,599
Special Assessments	0	74,914	0	74,914
Lease Payable	0	0	148,691	148,691
Assets Held for Resale	1,843,362	0	0	1,843,362
Materials and Supplies Inventory	135,196	0	0	135,196
<i>Total Assets</i>	<u>\$8,120,314</u>	<u>\$1,208,273</u>	<u>\$4,776,909</u>	<u>\$14,105,496</u>
Liabilities:				
Accounts Payable	\$32,281	\$0	\$6,659	\$38,940
Interfund Payable	538,416	0	0	538,416
Accrued Wages Payable	48,405	0	2,048	50,453
Intergovernmental Payable	8,406	0	317	8,723
Deposits Held and Due to Others	40,421	0	0	40,421
Accrued Interest Payable	6,487	0	23,697	30,184
Notes Payable	552,667	0	2,011,608	2,564,275
<i>Total Liabilities</i>	<u>1,227,083</u>	<u>0</u>	<u>2,044,329</u>	<u>3,271,412</u>
Deferred Inflows of Resources:				
Revenue in Lieu of Taxes	0	0	1,277,258	1,277,258
Unavailable Revenue	844,700	1,022,842	0	1,867,542
Leases	0	0	148,691	148,691
<i>Total Deferred Inflows of Resources</i>	<u>844,700</u>	<u>1,022,842</u>	<u>1,425,949</u>	<u>3,293,491</u>
Fund Balances:				
Nonspendable	135,196	0	0	135,196
Restricted	5,820,383	185,431	1,674,983	7,680,797
Committed	100,814	0	790,291	891,105
Assigned	0	0	840,275	840,275
Unassigned (Deficit)	(7,862)	0	(1,998,918)	(2,006,780)
<i>Total Fund Balances</i>	<u>6,048,531</u>	<u>185,431</u>	<u>1,306,631</u>	<u>7,540,593</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$8,120,314</u>	<u>\$1,208,273</u>	<u>\$4,776,909</u>	<u>\$14,105,496</u>

City of Fairborn, 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 Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Other Local Taxes	\$0	\$0	\$156,090	\$156,090
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	1,230,968	1,230,968
Fines, Licenses, Permits, and Settlements	217,574	0	171,758	389,332
Charges for Services	49,112	0	124,787	173,899
Lease Revenue	0	0	17,465	17,465
Investment Earnings and Other Interest	14,573	5,438	8,521	28,532
Intergovernmental	2,742,821	0	50,520	2,793,341
Special Assessments	0	53,000	0	53,000
Contributions and Donations	13,476	0	0	13,476
Other	210,688	0	29,525	240,213
<i>Total Revenues</i>	<u>3,458,244</u>	<u>58,438</u>	<u>1,789,634</u>	<u>5,306,316</u>
Expenditures:				
Current:				
General Government	43,350	9	162,945	206,304
Public Safety	623,359	0	0	623,359
Leisure Time Activities	0	0	959	959
Community Development	880,184	0	0	880,184
Transportation and Street Repair	1,355,433	0	0	1,355,433
Public Health and Welfare	145,325	0	0	145,325
Capital Outlay	71,267	0	863,791	935,058
Intergovernmental	0	0	762,377	762,377
Debt Service:				
Principal Retirement	3,525,000	53,000	305,000	3,883,000
Interest	54,107	4,439	45,782	104,328
Issuance Costs	5,606	0	7,044	12,650
<i>Total Expenditures</i>	<u>6,703,631</u>	<u>57,448</u>	<u>2,147,898</u>	<u>8,908,977</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,245,387)</u>	<u>990</u>	<u>(358,264)</u>	<u>(3,602,661)</u>
Other Financing Sources (Uses):				
Notes Issued	3,525,000	0	180,000	3,705,000
Premium on Debt Issued	23,970	0	1,335	25,305
Proceeds from Sale of Capital Assets	4,276	0	0	4,276
Transfers-In	567,996	0	659,300	1,227,296
Transfers-Out	(100,000)	0	0	(100,000)
<i>Total Other Financing Sources (Uses)</i>	<u>4,021,242</u>	<u>0</u>	<u>840,635</u>	<u>4,861,877</u>
<i>Net Change in Fund Balances</i>	775,855	990	482,371	1,259,216
<i>Fund Balances at Beginning of Year</i>				
<i>Restated See Note 3</i>	<u>5,272,676</u>	<u>184,441</u>	<u>824,260</u>	<u>6,281,377</u>
<i>Fund Balances at End of Year</i>	<u>\$6,048,531</u>	<u>\$185,431</u>	<u>\$1,306,631</u>	<u>\$7,540,593</u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2022

	<u>Street Maintenance and Repair Fund</u>	<u>State Highway Fund</u>	<u>Community Development Fund</u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$2,822,384	\$314,847	\$25,030
Receivables:			
Municipal Income Taxes	210,000	0	0
Intergovernmental	823,395	66,764	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	<u>135,196</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$3,990,975</u></u>	<u><u>\$381,611</u></u>	<u><u>\$25,030</u></u>
Liabilities:			
Accounts Payable	\$23,753	\$112	\$3,000
Interfund Payable	0	0	0
Accrued Wages Payable	30,473	2,209	0
Intergovernmental Payable	4,708	371	0
Deposits Held and Due to Others	0	0	0
Accrued Interest Payable	0	0	0
Notes Payable	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>58,934</u>	<u>2,692</u>	<u>3,000</u>
Deferred Inflows of Resources:			
Unavailable Revenue	<u>751,158</u>	<u>43,880</u>	<u>0</u>
Fund Balances:			
Nonspendable	135,196	0	0
Restricted	3,045,687	335,039	22,030
Committed	0	0	0
Unassigned (Deficit)	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Fund Balances</i>	<u>3,180,883</u>	<u>335,039</u>	<u>22,030</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$3,990,975</u></u>	<u><u>\$381,611</u></u>	<u><u>\$25,030</u></u>

Cemetery Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Home Program Income Fund	Community Development Block Grant Fund	Victim Witness Fund
\$106,033	\$0	\$0	\$65,171	\$451,062	\$26,191
0	0	0	0	0	0
0	0	0	0	13	8,084
0	37,605	24,053	0	0	0
0	0	0	0	0	0
<u>\$106,033</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$65,171</u>	<u>\$451,075</u>	<u>\$34,275</u>
\$2,676	\$0	\$0	\$0	\$781	\$121
0	0	0	0	455,000	0
2,203	0	0	0	2,160	6,464
340	0	0	0	983	1,246
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>5,219</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>458,924</u>	<u>7,831</u>
0	0	0	0	13	0
0	0	0	0	0	0
0	37,605	24,053	65,171	0	26,444
100,814	0	0	0	0	0
0	0	0	0	(7,862)	0
<u>100,814</u>	<u>37,605</u>	<u>24,053</u>	<u>65,171</u>	<u>(7,862)</u>	<u>26,444</u>
<u>\$106,033</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$65,171</u>	<u>\$451,075</u>	<u>\$34,275</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2022
(Continued)

	Home Fund	Justice Reinvestment and Incentive Grant Fund	OneOhio Opioid Settlement	Law Enforcement Trust Fund
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$39,231	\$41,908	\$13,347	\$82,516
Receivables:				
Municipal Income Taxes	0	0	0	0
Intergovernmental	44,185	0	0	0
Assets Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$83,416</u>	<u>\$41,908</u>	<u>\$13,347</u>	<u>\$82,516</u>
Liabilities:				
Accounts Payable	\$0	\$0	\$0	\$0
Interfund Payable	83,416	0	0	0
Accrued Wages Payable	0	2,451	0	0
Intergovernmental Payable	0	379	0	0
Deposits Held and Due to Others	0	0	0	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
<i>Total Liabilities</i>	<u>83,416</u>	<u>2,830</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources:				
Unavailable Revenue	0	0	0	0
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	0	39,078	13,347	82,516
Committed	0	0	0	0
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances</i>	<u>0</u>	<u>39,078</u>	<u>13,347</u>	<u>82,516</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$83,416</u>	<u>\$41,908</u>	<u>\$13,347</u>	<u>\$82,516</u>

<u>Drug Law Enforcement Fund</u>	<u>Indigent Drivers Alcohol Treatment Fund</u>	<u>Alcohol Enforcement and Education Fund</u>	<u>Federal Forfeitures Fund</u>	<u>Municipal Probation Services Fund</u>	<u>Traffic Intervention Fund</u>
\$10,592	\$186,949	\$8,899	\$19,920	\$123,966	\$1,099
0	0	0	0	0	0
0	0	0	6,815	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$10,592</u>	<u>\$186,949</u>	<u>\$8,899</u>	<u>\$26,735</u>	<u>\$123,966</u>	<u>\$1,099</u>
\$0	\$1,838	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	2,255	0
0	0	0	0	349	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>1,838</u>	<u>0</u>	<u>0</u>	<u>2,604</u>	<u>0</u>
0	0	0	1,306	0	0
0	0	0	0	0	0
10,592	185,111	8,899	25,429	121,362	1,099
0	0	0	0	0	0
0	0	0	0	0	0
<u>10,592</u>	<u>185,111</u>	<u>8,899</u>	<u>25,429</u>	<u>121,362</u>	<u>1,099</u>
<u>\$10,592</u>	<u>\$186,949</u>	<u>\$8,899</u>	<u>\$26,735</u>	<u>\$123,966</u>	<u>\$1,099</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2022
(Continued)

	Court Legal Research/ Computerization Fund	Court Clerk Computerization Fund	Indigent Driver's Interlock and Alcohol Monitoring Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$65,847	\$303,788	\$93,704
Receivables:			
Municipal Income Taxes	0	0	0
Intergovernmental	0	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$65,847</u>	<u>\$303,788</u>	<u>\$93,704</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	0	190	0
Intergovernmental Payable	0	30	0
Deposits Held and Due to Others	0	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>220</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	0	0	0
Fund Balances:			
Nonspendable	0	0	0
Restricted	65,847	303,568	93,704
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances</i>	<u>65,847</u>	<u>303,568</u>	<u>93,704</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$65,847</u>	<u>\$303,788</u>	<u>\$93,704</u>

Federal Emergency Management Agency Fund	Community Redevelopment Fund	Fire Loss Escrow Fund	Total Nonmajor Special Revenue Funds
\$0	\$91,252	\$40,421	\$4,934,157
0	0	0	210,000
48,343	0	0	997,599
0	1,781,704	0	1,843,362
0	0	0	135,196
<u>\$48,343</u>	<u>\$1,872,956</u>	<u>\$40,421</u>	<u>\$8,120,314</u>
\$0	\$0	\$0	\$32,281
0	0	0	538,416
0	0	0	48,405
0	0	0	8,406
0	0	40,421	40,421
0	6,487	0	6,487
0	552,667	0	552,667
<u>0</u>	<u>559,154</u>	<u>40,421</u>	<u>1,227,083</u>
<u>48,343</u>	<u>0</u>	<u>0</u>	<u>844,700</u>
0	0	0	135,196
0	1,313,802	0	5,820,383
0	0	0	100,814
0	0	0	(7,862)
<u>0</u>	<u>1,313,802</u>	<u>0</u>	<u>6,048,531</u>
<u>\$48,343</u>	<u>\$1,872,956</u>	<u>\$40,421</u>	<u>\$8,120,314</u>

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2022

	Street Maintenance and Repair Fund	State Highway Fund	Community Development Fund
Revenues:			
Municipal Income Taxes	\$210,000	\$0	\$0
Fines, Licenses, Permits, and Settlements	0	0	0
Charges for Services	0	0	0
Investment Earnings and Other Interest	12,847	1,574	0
Intergovernmental	1,742,407	141,276	0
Contributions and Donations	0	0	0
Other	63,147	30	0
<i>Total Revenues</i>	<u>2,028,401</u>	<u>142,880</u>	<u>0</u>
Expenditures:			
Current:			
General Government	0	0	0
Public Safety	0	0	0
Community Development	0	0	16,616
Transportation and Street Repair	1,243,556	111,877	0
Public Health and Welfare	0	0	0
Capital Outlay	55,526	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest	0	0	0
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>1,299,082</u>	<u>111,877</u>	<u>16,616</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>729,319</u>	<u>31,003</u>	<u>(16,616)</u>
Other Financing Sources (Uses):			
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Proceeds from Sale of Capital Assets	1,201	0	0
Transfers-In	0	0	0
Transfers-Out	(100,000)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(98,799)</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	630,520	31,003	(16,616)
<i>Fund Balances (Deficits) at Beginning of Year</i> <i>Restated See Note 3</i>	<u>2,550,363</u>	<u>304,036</u>	<u>38,646</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$3,180,883</u></u>	<u><u>\$335,039</u></u>	<u><u>\$22,030</u></u>

Cemetery Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Home Program Income Fund	Community Development Block Grant Fund	Victim Witness Fund
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
34,413	0	0	0	2,456	0
0	0	0	12	0	0
0	0	0	0	437,577	74,465
0	0	0	0	0	0
36	0	0	65,159	10,908	97
<u>34,449</u>	<u>0</u>	<u>0</u>	<u>65,171</u>	<u>450,941</u>	<u>74,562</u>
0	0	0	0	0	0
0	0	0	0	0	263,596
0	9,651	3,000	0	369,062	0
0	0	0	0	0	0
145,325	0	0	0	0	0
0	0	0	0	0	274
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>145,325</u>	<u>9,651</u>	<u>3,000</u>	<u>0</u>	<u>369,062</u>	<u>263,870</u>
<u>(110,876)</u>	<u>(9,651)</u>	<u>(3,000)</u>	<u>65,171</u>	<u>81,879</u>	<u>(189,308)</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
126,000	0	0	0	0	191,996
0	0	0	0	0	0
<u>126,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>191,996</u>
15,124	(9,651)	(3,000)	65,171	81,879	2,688
85,690	47,256	27,053	0	(89,741)	23,756
<u>\$100,814</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$65,171</u>	<u>(\$7,862)</u>	<u>\$26,444</u>

(continued)

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2022
(Continued)

	Home Fund	Justice Reinvestment and Incentive Grant Fund	OneOhio Opioid Settlement	Law Enforcement Trust Fund
Revenues:				
Municipal Income Taxes	\$0	\$0	\$0	\$0
Fines, Licenses, Permits, and Settlements	0	0	13,347	0
Charges for Services	0	0	0	0
Investment Earnings and Other Interest	0	0	0	0
Intergovernmental	173,197	95,316	0	8,544
Contributions and Donations	0	0	0	13,476
Other	14,108	0	0	19,401
<i>Total Revenues</i>	<u>187,305</u>	<u>95,316</u>	<u>13,347</u>	<u>41,421</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Public Safety	0	116,225	0	24,639
Community Development	228,269	0	0	0
Transportation and Street Repair	0	0	0	0
Public Health and Welfare	0	0	0	0
Capital Outlay	0	0	0	3,934
Debt Service:				
Principal Retirement	0	0	0	0
Interest	0	0	0	0
Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>228,269</u>	<u>116,225</u>	<u>0</u>	<u>28,573</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(40,964)</u>	<u>(20,909)</u>	<u>13,347</u>	<u>12,848</u>
Other Financing Sources (Uses):				
Notes Issued	0	0	0	0
Premium on Debt Issued	0	0	0	0
Proceeds from Sale of Capital Assets	0	0	0	3,075
Transfers-In	0	0	0	0
Transfers-Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,075</u>
<i>Net Change in Fund Balances</i>	<u>(40,964)</u>	<u>(20,909)</u>	<u>13,347</u>	<u>15,923</u>
<i>Fund Balances (Deficits) at Beginning of Year</i> <i>Restated See Note 3</i>	<u>40,964</u>	<u>59,987</u>	<u>0</u>	<u>66,593</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$39,078</u></u>	<u><u>\$13,347</u></u>	<u><u>\$82,516</u></u>

Drug Law Enforcement Fund	Indigent Drivers Alcohol Treatment Fund	Alcohol Enforcement and Education Fund	Federal Forfeitures Fund	Municipal Probation Services Fund	Traffic Intervention Fund
\$0	\$0	\$0	\$0	\$0	\$0
1,412	24,964	1,691	0	73,327	11,617
0	0	0	0	0	0
0	0	0	136	0	0
0	0	0	14,793	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,412</u>	<u>24,964</u>	<u>1,691</u>	<u>14,929</u>	<u>73,327</u>	<u>11,617</u>
0	0	0	0	0	0
0	46,664	0	11,919	64,349	11,895
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	3,808	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>46,664</u>	<u>0</u>	<u>15,727</u>	<u>64,349</u>	<u>11,895</u>
<u>1,412</u>	<u>(21,700)</u>	<u>1,691</u>	<u>(798)</u>	<u>8,978</u>	<u>(278)</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
1,412	(21,700)	1,691	(798)	8,978	(278)
<u>9,180</u>	<u>206,811</u>	<u>7,208</u>	<u>26,227</u>	<u>112,384</u>	<u>1,377</u>
<u>\$10,592</u>	<u>\$185,111</u>	<u>\$8,899</u>	<u>\$25,429</u>	<u>\$121,362</u>	<u>\$1,099</u>

(continued)

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2022
(Continued)

	Court Legal Research/ Computerization Fund	Court Clerk Computerization Fund	Indigent Driver's Interlock and Alcohol Monitoring Fund
Revenues:			
Municipal Income Taxes	\$0	\$0	\$0
Fines, Licenses, Permits, and Settlements	11,533	60,758	18,925
Charges for Services	0	0	0
Investment Earnings and Other Interest	0	0	0
Intergovernmental	0	0	0
Contributions and Donations	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>11,533</u>	<u>60,758</u>	<u>18,925</u>
Expenditures:			
Current:			
General Government	0	43,350	0
Public Safety	10,765	0	18,057
Community Development	0	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Capital Outlay	5,790	1,935	0
Debt Service:			
Principal Retirement	0	0	0
Interest	0	0	0
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>16,555</u>	<u>45,285</u>	<u>18,057</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,022)</u>	<u>15,473</u>	<u>868</u>
Other Financing Sources (Uses):			
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Proceeds from Sale of Capital Assets	0	0	0
Transfers-In	0	0	0
Transfers-Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(5,022)	15,473	868
<i>Fund Balances (Deficits) at Beginning of Year</i> <i>Restated See Note 3</i>	<u>70,869</u>	<u>288,095</u>	<u>92,836</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$65,847</u></u>	<u><u>\$303,568</u></u>	<u><u>\$93,704</u></u>

Byrne Justice Assistance Grant Fund	Moving Ohio Forward Fund	Federal Emergency Management Agency Fund	Community Redevelopment Fund	Fire Loss Escrow Fund	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$210,000
0	0	0	0	0	217,574
0	0	0	12,243	0	49,112
4	0	0	0	0	14,573
4,993	0	50,253	0	0	2,742,821
0	0	0	0	0	13,476
0	0	0	0	37,802	210,688
<u>4,997</u>	<u>0</u>	<u>50,253</u>	<u>12,243</u>	<u>37,802</u>	<u>3,458,244</u>
0	0	0	0	0	43,350
4,997	0	50,253	0	0	623,359
0	10,575	0	205,209	37,802	880,184
0	0	0	0	0	1,355,433
0	0	0	0	0	145,325
0	0	0	0	0	71,267
0	0	0	3,525,000	0	3,525,000
0	0	0	54,107	0	54,107
0	0	0	5,606	0	5,606
<u>4,997</u>	<u>10,575</u>	<u>50,253</u>	<u>3,789,922</u>	<u>37,802</u>	<u>6,703,631</u>
<u>0</u>	<u>(10,575)</u>	<u>0</u>	<u>(3,777,679)</u>	<u>0</u>	<u>(3,245,387)</u>
0	0	0	3,525,000	0	3,525,000
0	0	0	23,970	0	23,970
0	0	0	0	0	4,276
0	0	0	250,000	0	567,996
0	0	0	0	0	(100,000)
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,798,970</u>	<u>0</u>	<u>4,021,242</u>
0	(10,575)	0	21,291	0	775,855
<u>0</u>	<u>10,575</u>	<u>0</u>	<u>1,292,511</u>	<u>0</u>	<u>5,272,676</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,313,802</u>	<u>\$0</u>	<u>\$6,048,531</u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2022

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$387,132	\$795,275	\$471,524
Receivables:			
Other Local Taxes	0	0	21,732
Revenue in Lieu of Taxes	0	0	0
Intergovernmental	0	45,000	0
Lease Receivable	0	0	148,691
<i>Total Assets</i>	<u>\$387,132</u>	<u>\$840,275</u>	<u>\$641,947</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$959
Accrued Wages Payable	2,048	0	0
Intergovernmental Payable	317	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
<i>Total Liabilities</i>	<u>2,365</u>	<u>0</u>	<u>959</u>
Deferred Inflows of Resources:			
Revenue in Lieu of Taxes	0	0	0
Unavailable Revenue	0	0	0
Deferred Inflows - Leases	0	0	148,691
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>148,691</u>
Fund Balances:			
Restricted	384,767	0	0
Committed	0	0	492,297
Assigned	0	840,275	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>384,767</u>	<u>840,275</u>	<u>492,297</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$387,132</u>	<u>\$840,275</u>	<u>\$641,947</u>

Building and Land Fund	Tax Increment Financing Fund	Special Assessment Construction Fund	I-675 Corridor TIF Fund	Valle Greene South TIF Fund	Total Nonmajor Capital Projects Funds
\$333,310	\$1,123,105	\$94,541	\$5,896	\$73,445	\$3,284,228
0	0	0	0	0	21,732
0	1,048,723	0	89,089	139,446	1,277,258
0	0	0	0	0	45,000
0	0	0	0	0	148,691
<u>\$333,310</u>	<u>\$2,171,828</u>	<u>\$94,541</u>	<u>\$94,985</u>	<u>\$212,891</u>	<u>\$4,776,909</u>
\$4,825	\$0	\$875	\$0	\$0	\$6,659
0	0	0	0	0	2,048
0	0	0	0	0	317
439	0	0	23,258	0	23,697
30,052	0	0	1,981,556	0	2,011,608
<u>35,316</u>	<u>0</u>	<u>875</u>	<u>2,004,814</u>	<u>0</u>	<u>2,044,329</u>
0	1,048,723	0	89,089	139,446	1,277,258
0	0	0	0	0	0
0	0	0	0	0	148,691
<u>0</u>	<u>1,048,723</u>	<u>0</u>	<u>89,089</u>	<u>139,446</u>	<u>1,425,949</u>
0	1,123,105	93,666	0	73,445	1,674,983
297,994	0	0	0	0	790,291
0	0	0	0	0	840,275
0	0	0	(1,998,918)	0	(1,998,918)
<u>297,994</u>	<u>1,123,105</u>	<u>93,666</u>	<u>(1,998,918)</u>	<u>73,445</u>	<u>1,306,631</u>
<u>\$333,310</u>	<u>\$2,171,828</u>	<u>\$94,541</u>	<u>\$94,985</u>	<u>\$212,891</u>	<u>\$4,776,909</u>

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2022

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund	Building and Land Fund
Revenues:				
Other Local Taxes	\$0	\$0	\$156,090	\$0
Revenue in Lieu of Taxes	0	0	0	0
Fines, Licenses, Permits, and Settlements	171,758	0	0	0
Charges for Services	0	0	0	0
Lease Revenue	0	0	17,465	0
Investment Earnings and Other Interest	0	2,682	5,839	0
Intergovernmental	5,520	45,000	0	0
Other	0	0	29,525	0
<i>Total Revenues</i>	<u>177,278</u>	<u>47,682</u>	<u>208,919</u>	<u>0</u>
Expenditures:				
Current:				
General Government	125,944	2,074	0	14,224
Leisure Time Activities	0	0	959	0
Capital Outlay	5,520	444,559	91,942	206,553
Intergovernmental	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	210,000
Interest	0	0	0	1,629
Issuance Costs	0	0	0	769
<i>Total Expenditures</i>	<u>131,464</u>	<u>446,633</u>	<u>92,901</u>	<u>433,175</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>45,814</u>	<u>(398,951)</u>	<u>116,018</u>	<u>(433,175)</u>
Other Financing Sources:				
Notes Issued	0	0	0	180,000
Premium on Debt Issued	0	0	0	1,335
Transfers-In	0	299,700	0	299,600
<i>Total Other Financing Sources</i>	<u>0</u>	<u>299,700</u>	<u>0</u>	<u>480,935</u>
<i>Net Change in Fund Balances</i>	45,814	(99,251)	116,018	47,760
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>338,953</u>	<u>939,526</u>	<u>376,279</u>	<u>250,234</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u>\$384,767</u>	<u>\$840,275</u>	<u>\$492,297</u>	<u>\$297,994</u>

Tax Increment Financing Fund	Special Assessment Construction Fund	I-675 Corridor TIF Fund	Valle Greene South TIF Fund	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$0	\$156,090
979,229	0	53,948	197,791	1,230,968
0	0	0	0	171,758
0	124,787	0	0	124,787
0	0	0	0	17,465
0	0	0	0	8,521
0	0	0	0	50,520
0	0	0	0	29,525
<u>979,229</u>	<u>124,787</u>	<u>53,948</u>	<u>197,791</u>	<u>1,789,634</u>
3,483	8,241	8,377	602	162,945
0	0	0	0	959
0	115,217	0	0	863,791
610,079	0	28,554	123,744	762,377
95,000	0	0	0	305,000
22,738	181	21,234	0	45,782
0	0	6,275	0	7,044
<u>731,300</u>	<u>123,639</u>	<u>64,440</u>	<u>124,346</u>	<u>2,147,898</u>
<u>247,929</u>	<u>1,148</u>	<u>(10,492)</u>	<u>73,445</u>	<u>(358,264)</u>
0	0	0	0	180,000
0	0	0	0	1,335
0	0	60,000	0	659,300
<u>0</u>	<u>0</u>	<u>60,000</u>	<u>0</u>	<u>840,635</u>
247,929	1,148	49,508	73,445	482,371
875,176	92,518	(2,048,426)	0	824,260
<u>\$1,123,105</u>	<u>\$93,666</u>	<u>(\$1,998,918)</u>	<u>\$73,445</u>	<u>\$1,306,631</u>

City of Fairborn, Ohio
Nonmajor Fund Descriptions

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department to other departments within the City.

Equipment Fund

To account for and report charges to other funds for the labor, parts, and overhead to repair and maintain City equipment and vehicles.

Information Technology Fund

To account for and report charges to other funds for information technology services.

Employee Assistance Program Fund

To account for and report the payment of employee assistance programs and other human resource costs associated with employees' health and benefits.

Jefferson Health Plan Fund

To account for and report the operation of the City's self-insurance program for employee health benefits and prescription drugs.

City of Fairborn, Ohio
Combining Statement of Fund Net Position
Internal Service Funds
December 31, 2022

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$220,941	\$242,239	\$95,560	\$0	\$558,740
Cash and Cash Equivalents with Fiscal Agents	0	0	0	330,853	330,853
Materials and Supplies Inventory	51,502	0	0	0	51,502
<i>Total Current Assets</i>	<u>272,443</u>	<u>242,239</u>	<u>95,560</u>	<u>330,853</u>	<u>941,095</u>
Non-current Assets					
Restricted Asset:					
Net Pension Asset	10,836	8,123	0	0	18,959
Net OPEB Asset	85,673	64,257	0	0	149,930
Nondepreciable Capital Assets	0	5,018	0	0	5,018
Depreciable Capital Assets, Net	87,356	223,566	0	0	310,922
<i>Total Non-current Assets</i>	<u>183,865</u>	<u>300,964</u>	<u>0</u>	<u>0</u>	<u>484,829</u>
<i>Total Assets</i>	<u>456,308</u>	<u>543,203</u>	<u>95,560</u>	<u>330,853</u>	<u>1,425,924</u>
Deferred Outflows of Resources:					
Pension	126,583	94,938	0	0	221,521
OPEB	3,396	2,548	0	0	5,944
<i>Total Deferred Outflows of Resources</i>	<u>129,979</u>	<u>97,486</u>	<u>0</u>	<u>0</u>	<u>227,465</u>
Liabilities:					
Current Liabilities					
Accounts Payable	65,332	61,646	0	0	126,978
Claims Payable	0	0	0	851,099	851,099
Accrued Wages Payable	15,264	13,633	0	0	28,897
Intergovernmental Payable	3,357	2,829	0	0	6,186
Interfund Payable	50,000	0	0	0	50,000
Compensated Absences Payable	45,358	2,571	0	0	47,929
<i>Total Current Liabilities</i>	<u>179,311</u>	<u>80,679</u>	<u>0</u>	<u>851,099</u>	<u>1,111,089</u>
Long-Term Liabilities					
Compensated Absences Payable	7,041	194	0	0	7,235
Net Pension Liability	242,946	182,206	0	0	425,152
<i>Total Long-Term Liabilities</i>	<u>249,987</u>	<u>182,400</u>	<u>0</u>	<u>0</u>	<u>432,387</u>
<i>Total Liabilities</i>	<u>429,298</u>	<u>263,079</u>	<u>0</u>	<u>851,099</u>	<u>1,543,476</u>
Deferred Inflows of Resources:					
Pension	301,216	225,910	0	0	527,126
OPEB	89,797	67,348	0	0	157,145
<i>Total Deferred Inflows of Resources</i>	<u>391,013</u>	<u>293,258</u>	<u>0</u>	<u>0</u>	<u>684,271</u>
Net Position:					
Net Investment in Capital Assets	87,356	228,584	0	0	315,940
Restricted for Pension Plans	9,350	7,010	0	0	16,360
Unrestricted (Deficit)	(330,730)	(151,242)	95,560	(520,246)	(906,658)
<i>Total Net Position (Deficit)</i>	<u>(\$234,024)</u>	<u>\$84,352</u>	<u>\$95,560</u>	<u>(\$520,246)</u>	<u>(\$574,358)</u>

City of Fairborn, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2022

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Operating Revenues:					
Charges for Services	\$1,606,049	\$729,261	\$0	\$3,706,603	\$6,041,913
Other	0	176	37,827	1,083,350	1,121,353
<i>Total Operating Revenues</i>	<u>1,606,049</u>	<u>729,437</u>	<u>37,827</u>	<u>4,789,953</u>	<u>7,163,266</u>
Operating Expenses:					
Personal Services	417,986	359,498	43,655	0	821,139
Contractual Services	56,799	365,925	7,120	923,503	1,353,347
Materials and Supplies	1,031,534	12,411	0	0	1,043,945
Claims	0	0	0	4,707,474	4,707,474
Depreciation/Amortization	10,981	47,672	0	0	58,653
<i>Total Operating Expenses</i>	<u>1,517,300</u>	<u>785,506</u>	<u>50,775</u>	<u>5,630,977</u>	<u>7,984,558</u>
<i>Operating Income (Loss)</i>	88,749	(56,069)	(12,948)	(841,024)	(821,292)
Non-Operating Revenues:					
Investment Earnings and Other Interest	0	0	569	7,006	7,575
<i>Change in Net Position</i>	88,749	(56,069)	(12,379)	(834,018)	(813,717)
<i>Net Position (Deficit) at Beginning of Year</i>	<u>(322,773)</u>	<u>140,421</u>	<u>107,939</u>	<u>313,772</u>	<u>239,359</u>
<i>Net Position (Deficit) at End of Year</i>	<u><u>(\$234,024)</u></u>	<u><u>\$84,352</u></u>	<u><u>\$95,560</u></u>	<u><u>(\$520,246)</u></u>	<u><u>(\$574,358)</u></u>

City of Fairborn, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2022

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities:					
Cash Received from Interfund Services Provided	\$1,656,049	\$729,261	\$0	\$3,706,603	\$6,091,913
Cash Received from Other Operating Revenues	0	176	37,827	1,083,350	1,121,353
Cash Payments for Claims	0	0	0	(4,704,095)	(4,704,095)
Cash Payments for Employee Services and Benefits	(591,275)	(505,399)	(43,655)	0	(1,140,329)
Cash Payments to Suppliers	(1,035,316)	(319,435)	(7,120)	(923,503)	(2,285,374)
<i>Net Cash Provided by (Used for) Operating Activities</i>	29,458	(95,397)	(12,948)	(837,645)	(916,532)
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(50,841)	(123,247)	0	0	(174,088)
Cash Flows from Investing Activities:					
Investment Earnings and Other Interest	0	0	569	7,006	7,575
<i>Net Decrease in Cash and Cash Equivalents</i>	(21,383)	(218,644)	(12,379)	(830,639)	(1,083,045)
<i>Cash and Cash Equivalents at Beginning of Year</i>	242,324	460,883	107,939	1,161,492	1,972,638
<i>Cash and Cash Equivalents at End of Year</i>	\$220,941	\$242,239	\$95,560	\$330,853	\$889,593
Reconciliation of Operating Loss to Net Cash Provided by Income (Loss) Operating Activities:					
Operating Income (Loss)	\$88,749	(\$56,069)	(\$12,948)	(\$841,024)	(\$821,292)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Income (Loss) Operating Activities:					
Depreciation	10,981	47,672	0	0	58,653
Decrease (Increase) in Assets:					
Materials and Supplies Inventory	(5,520)	0	0	0	(5,520)
Net Pension Asset	(1,237)	(928)	0	0	(2,165)
Net OPEB Asset	1,242	931	0	0	2,173
Deferred Outflows of Resources - Pension	94,279	70,708	0	0	164,987
Deferred Outflows of Resources - OPEB	34,088	25,566	0	0	59,654
Increase (Decrease) in Liabilities:					
Accounts Payable	58,537	58,901	0	0	117,438
Claims Payable	0	0	0	3,379	3,379
Accrued Wages Payable	599	1,012	0	0	1,611
Intergovernmental Payable	390	313	0	0	703
Interfund Payable	50,000	0	0	0	50,000
Compensated Absences Payable	(10,055)	(24,056)	0	0	(34,111)
Net Pension Liability	(13,959)	(10,468)	0	0	(24,427)
Deferred Inflows of Resources - Pension	(168,918)	(126,689)	0	0	(295,607)
Deferred Inflows of Resources - OPEB	(109,718)	(82,290)	0	0	(192,008)
<i>Net Cash Provided by (Used for) Operating Activities</i>	\$29,458	(\$95,397)	(\$12,948)	(\$837,645)	(\$916,532)

City of Fairborn, Ohio
Custodial Fund Descriptions

Custodial funds are used to account for and report assets held by the City as an agent for individuals, private organizations, or other governmental units.

Wright Patterson Regional Council of Governments Fund

To account for and report the activity of the Wright Patterson Regional Council of Governments, for which the City serves as the fiscal agent.

Municipal Court Fund

To account for and report monies that are disbursed to other governments through the Clerk of Courts Office.

City of Fairborn, Ohio
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2022

	Wright Patterson Regional Council of Governments Fund	Municipal Court Fund	Total
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$1,236,879	\$0	\$1,236,879
Cash and Cash Equivalents in Segregated Accounts	0	132,041	132,041
<i>Total Assets</i>	<u>1,236,879</u>	<u>132,041</u>	<u>1,368,920</u>
Liabilities:			
Due to Other Governments	0	132,041	132,041
Net Position:			
Restricted for Individuals, Organizations, and Other Governments	<u>\$1,236,879</u>	<u>\$0</u>	<u>\$1,236,879</u>

City of Fairborn, Ohio
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2022

	Wright Patterson Regional Council of Governments Fund	Municipal Court Fund	Total
Additions:			
Amounts Received as Fiscal Agent	\$1,287,011	\$0	\$1,287,011
Fines and Forfeitures for Other Governments	0	1,614,904	1,614,904
<i>Total Additions</i>	<u>1,287,011</u>	<u>1,614,904</u>	<u>2,901,915</u>
Deductions:			
Distributions as Fiscal Agent	50,132	0	50,132
Distributions to the State of Ohio	0	446,865	446,865
Distributions to Other Governments	0	1,168,039	1,168,039
<i>Total Deductions</i>	<u>50,132</u>	<u>1,614,904</u>	<u>1,665,036</u>
<i>Change in Net Position</i>	1,236,879	0	1,236,879
<i>Net Position at Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Position at End of Year</i>	<u><u>\$1,236,879</u></u>	<u><u>\$0</u></u>	<u><u>\$1,236,879</u></u>



City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$968,690	\$1,008,408	\$39,718
Other Local Taxes	549,000	530,862	(18,138)
Municipal Income Taxes	10,628,027	10,693,613	65,586
Fines, Licenses, Permits, and Settlements	1,247,134	987,041	(260,093)
Charges for Services	3,290,060	3,209,361	(80,699)
Investment Earnings and Other Interest	170,377	177,764	7,387
Intergovernmental	1,292,732	1,368,566	75,834
Special Assessments	8,380	9,026	646
Other	742,549	792,143	49,594
<i>Total Revenues</i>	<u>18,896,949</u>	<u>18,776,784</u>	<u>(120,165)</u>
Expenditures:			
Current:			
General Government			
City Council			
Personal Services	166,229	164,851	1,378
Contractual Services	81,631	66,199	15,432
Materials and Supplies	6,307	5,768	539
<i>Total City Council</i>	<u>254,167</u>	<u>236,818</u>	<u>17,349</u>
Municipal Court			
Personal Services	1,134,800	1,090,540	44,260
Contractual Services	130,876	109,876	21,000
Materials and Supplies	21,509	19,596	1,913
<i>Total Municipal Court</i>	<u>1,287,185</u>	<u>1,220,012</u>	<u>67,173</u>
Clerk of Courts			
Personal Services	939,358	928,549	10,809
Contractual Services	88,901	88,285	616
Materials and Supplies	20,201	19,631	570
<i>Total Clerk of Courts</i>	<u>1,048,460</u>	<u>1,036,465</u>	<u>11,995</u>
City Manager's Office			
Personal Services	617,681	613,825	3,856
Contractual Services	41,780	41,780	0
Materials and Supplies	28,015	26,613	1,402
<i>Total City Manager's Office</i>	<u>687,476</u>	<u>682,218</u>	<u>5,258</u>
Administration and General Accounting			
Personal Services	930,541	830,835	99,706
Contractual Services	97,647	79,149	18,498
Materials and Supplies	7,176	7,176	0
<i>Total Administration and General Accounting</i>	<u>1,035,364</u>	<u>917,160</u>	<u>118,204</u>
Utilities Accounting			
Personal Services	252,262	189,272	62,990
Contractual Services	157,415	156,826	589
Materials and Supplies	10,848	7,748	3,100
<i>Total Utilities Accounting</i>	<u>\$420,525</u>	<u>\$353,846</u>	<u>\$66,679</u>

(continued)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Year Ended December 31, 2022
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
City Income Tax Accounting			
Personal Services	\$218,468	\$160,179	\$58,289
Contractual Services	766,116	759,016	7,100
Materials and Supplies	3,808	3,808	0
<i>Total City Income Tax Accounting</i>	<u>988,392</u>	<u>923,003</u>	<u>65,389</u>
Legal Department			
Personal Services	279,640	275,694	3,946
Contractual Services	138,325	136,525	1,800
Materials and Supplies	1,974	1,902	72
<i>Total Legal Department</i>	<u>419,939</u>	<u>414,121</u>	<u>5,818</u>
Personnel Department			
Personal Services	313,589	265,877	47,712
Contractual Services	201,198	198,748	2,450
Materials and Supplies	29,056	29,049	7
<i>Total Personnel Department</i>	<u>543,843</u>	<u>493,674</u>	<u>50,169</u>
Engineering and Drafting			
Personal Services	551,778	548,702	3,076
Contractual Services	57,249	57,186	63
Materials and Supplies	13,293	10,420	2,873
<i>Total Engineering and Drafting</i>	<u>622,320</u>	<u>616,308</u>	<u>6,012</u>
Plant Maintenance			
Personal Services	680,382	619,617	60,765
Contractual Services	253,777	253,777	0
Materials and Supplies	155,869	145,836	10,033
<i>Total Plant Maintenance</i>	<u>1,090,028</u>	<u>1,019,230</u>	<u>70,798</u>
Contingency			
Personal Services	100,459	100,459	0
Contractual Services	1,542,378	1,381,130	161,248
Materials and Supplies	20,561	17,142	3,419
<i>Total Contingency</i>	<u>1,663,398</u>	<u>1,498,731</u>	<u>164,667</u>
<i>Total General Government</i>	<u>10,061,097</u>	<u>9,411,586</u>	<u>649,511</u>
Leisure Time Activities			
Parks and Recreation			
Personal Services	313,476	243,300	70,176
Contractual Services	286,906	234,023	52,883
Materials and Supplies	71,693	71,110	583
<i>Total Leisure Time Activities</i>	<u>\$672,075</u>	<u>\$548,433</u>	<u>\$123,642</u>

(continued)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Year Ended December 31, 2022
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Community Development			
Community Development Urban Planner			
Personal Services	\$486,052	\$413,163	\$72,889
Contractual Services	205,964	136,127	69,837
Materials and Supplies	14,203	10,906	3,297
<i>Total Community Development Urban Planner</i>	<u>706,219</u>	<u>560,196</u>	<u>146,023</u>
Building Inspection and Zoning Enforcement			
Personal Services	625,040	573,870	51,170
Contractual Services	192,885	119,193	73,692
Materials and Supplies	18,245	15,999	2,246
<i>Total Building Inspection and Zoning Enforcement</i>	<u>836,170</u>	<u>709,062</u>	<u>127,108</u>
Economic Development			
Personal Services	287,508	205,510	81,998
Contractual Services	438,857	438,857	0
Materials and Supplies	13,865	12,296	1,569
<i>Total Economic Development</i>	<u>740,230</u>	<u>656,663</u>	<u>83,567</u>
<i>Total Community Development</i>	<u>2,282,619</u>	<u>1,925,921</u>	<u>356,698</u>
Capital Outlay	<u>108,171</u>	<u>105,013</u>	<u>3,158</u>
Debt Service:			
Principal Retirement	60,000	0	60,000
Interest	240,400	233,856	6,544
<i>Total Debt Service</i>	<u>300,400</u>	<u>233,856</u>	<u>66,544</u>
<i>Total Expenditures</i>	<u>13,424,362</u>	<u>12,224,809</u>	<u>1,199,553</u>
<i>Excess of Revenues Over Expenditures</i>	<u>5,472,587</u>	<u>6,551,975</u>	<u>1,079,388</u>
Other Financing Sources (Uses):			
Proceeds from the Sale of Capital Assets	10,000	0	(10,000)
Advances-Out	(229,331)	(58,416)	170,915
Transfers-Out	(3,987,296)	(3,987,296)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(4,206,627)</u>	<u>(4,045,712)</u>	<u>160,915</u>
<i>Net Change in Fund Balance</i>	1,265,960	2,506,263	1,240,303
<i>Fund Balance at Beginning of Year</i>	6,659,361	6,659,361	0
<i>Prior Year Encumbrances Appropriated</i>	<u>949,787</u>	<u>949,787</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$8,875,108</u></u>	<u><u>\$10,115,411</u></u>	<u><u>\$1,240,303</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Fire and EMS Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$2,318,637	\$2,318,637	\$0
Municipal Income Taxes	2,657,007	2,585,102	(71,905)
Fines, Licenses, Permits, and Settlements	1,200	550	(650)
Charges for Services	1,405,000	1,549,054	144,054
Intergovernmental	289,020	275,903	(13,117)
Other	47,329	49,866	2,537
<i>Total Revenues</i>	<u>6,718,193</u>	<u>6,779,112</u>	<u>60,919</u>
Expenditures:			
Current:			
Public Safety			
Fire Administrative Services			
Personal Services	1,141,119	1,005,157	135,962
Contractual Services	817,989	803,166	14,823
Materials and Supplies	43,893	41,966	1,927
<i>Total Fire Administrative Services</i>	<u>2,003,001</u>	<u>1,850,289</u>	<u>152,712</u>
Fire Life Safety			
Contractual Services	720	720	0
Materials and Supplies	5,955	5,915	40
<i>Total Fire Life Safety</i>	<u>6,675</u>	<u>6,635</u>	<u>40</u>
Fire Operations			
Personal Services	6,200,888	5,946,989	253,899
Contractual Services	127,238	126,948	290
Materials and Supplies	254,108	239,740	14,368
<i>Total Fire Operations</i>	<u>6,582,234</u>	<u>6,313,677</u>	<u>268,557</u>
Training			
Contractual Services	7,755	7,655	100
Materials and Supplies	4,455	4,406	49
<i>Total Training</i>	<u>12,210</u>	<u>12,061</u>	<u>149</u>
<i>Total Public Safety</i>	<u>8,604,120</u>	<u>8,182,662</u>	<u>421,458</u>
Capital Outlay	2,945	2,945	0
<i>Total Expenditures</i>	<u>8,607,065</u>	<u>8,185,607</u>	<u>421,458</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,888,872)</u>	<u>(1,406,495)</u>	<u>482,377</u>
Other Financing Sources:			
Proceeds from the Sale of Capital Assets	0	3,875	3,875
Transfers-In	1,100,000	1,100,000	0
<i>Total Other Financing Sources</i>	<u>1,100,000</u>	<u>1,103,875</u>	<u>3,875</u>
<i>Net Change in Fund Balance</i>	<u>(788,872)</u>	<u>(302,620)</u>	<u>486,252</u>
<i>Fund Balance at Beginning of Year</i>	975,335	975,335	0
<i>Prior Year Encumbrances Appropriated</i>	<u>159,776</u>	<u>159,776</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$346,239</u>	<u>\$832,491</u>	<u>\$486,252</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Police Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$2,317,037	\$2,317,037	\$0
Municipal Income Taxes	2,657,007	2,585,024	(71,983)
Charges for Services	63,062	65,435	2,373
Intergovernmental	904,020	807,562	(96,458)
Other	54,413	55,410	997
<i>Total Revenues</i>	<u>5,995,539</u>	<u>5,830,468</u>	<u>(165,071)</u>
Expenditures:			
Current:			
Public Safety			
Police Administrative Services			
Personal Services	932,764	893,847	38,917
Contractual Services	780,792	740,685	40,107
Materials and Supplies	54,964	41,838	13,126
<i>Total Police Administrative Services</i>	<u>1,768,520</u>	<u>1,676,370</u>	<u>92,150</u>
Police Dispatch			
Personal Services	1,118,370	1,095,438	22,932
Contractual Services	91,885	90,762	1,123
<i>Total Police Dispatch</i>	<u>1,210,255</u>	<u>1,186,200</u>	<u>24,055</u>
Police Detective Section			
Personal Services	1,097,235	1,061,447	35,788
Contractual Services	13,593	11,999	1,594
Materials and Supplies	32,680	27,246	5,434
<i>Total Police Detective Section</i>	<u>1,143,508</u>	<u>1,100,692</u>	<u>42,816</u>
Police Patrol Section			
Personal Services	4,324,690	4,075,457	249,233
Contractual Services	18,050	14,963	3,087
Materials and Supplies	253,541	205,297	48,244
<i>Total Police Patrol Section</i>	<u>4,596,281</u>	<u>4,295,717</u>	<u>300,564</u>
Jailers			
Personal Services	307,548	258,441	49,107
D.A.R.E.			
Personal Services	412,023	363,475	48,548
Contractual Services	150	0	150
<i>Total D.A.R.E.</i>	<u>412,173</u>	<u>363,475</u>	<u>48,698</u>
Violence Against Women Act			
Personal Services	68,503	68,503	0
Contractual Services	300	0	300
<i>Total Violence Against Women Act</i>	<u>68,803</u>	<u>68,503</u>	<u>300</u>
<i>Total Public Safety</i>	<u>\$9,507,088</u>	<u>\$8,949,398</u>	<u>\$557,690</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Police Fund
For the Year Ended December 31, 2022
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay	\$1,683	\$1,683	\$0
<i>Total Expenditures</i>	<u>9,508,771</u>	<u>8,951,081</u>	<u>557,690</u>
<i>Excess of Revenues Under Expenditures</i>	(3,513,232)	(3,120,613)	392,619
Other Financing Sources:			
Proceeds from the Sale of Capital Assets	3,800	3,800	0
Transfers-In	<u>1,760,000</u>	<u>1,760,000</u>	<u>0</u>
<i>Total Other Financing Sources</i>	<u>1,763,800</u>	<u>1,763,800</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,749,432)	(1,356,813)	392,619
<i>Fund Balance at Beginning of Year</i>	2,019,895	2,019,895	0
<i>Prior Year Encumbrances Appropriated</i>	<u>62,219</u>	<u>62,219</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$332,682</u></u>	<u><u>\$725,301</u></u>	<u><u>\$392,619</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
County Motor Vehicle Tax Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$2,447,007	\$2,440,426	(\$6,581)
Fines, Licenses, Permits, and Settlements	50,000	0	(50,000)
Investment Earnings and Other Interest	7,000	24,102	17,102
Intergovernmental	3,719,620	3,445,262	(274,358)
Other	37,100	65,736	28,636
<i>Total Revenues</i>	<u>6,260,727</u>	<u>5,975,526</u>	<u>(285,201)</u>
Expenditures:			
Current:			
Transportation and Street Repair Administration			
Contractual Services	231,202	222,758	8,444
Maple Ave Phase II Contractual Services	4,944	4,944	0
Phase I Bikepath Contractual Services	11,572	11,572	0
Broad Street Phase II Contractual Services	193,112	193,112	0
Pavement Analysis Contractual Services	2,603	2,603	0
Main and Central Monument Roadway Contractual Services	13,458	13,458	0
Maple Avenue Phase I Contractual Services	5,487	5,487	0
Development Inspection Services Contractual Services	67,640	67,640	0
<i>Total Transportation and Street Repair</i>	<u>530,018</u>	<u>521,574</u>	<u>8,444</u>
Capital Outlay	7,841,693	7,404,941	436,752
Debt Service:			
Principal Retirement	74,544	36,229	38,315
<i>Total Expenditures</i>	<u>8,446,255</u>	<u>7,962,744</u>	<u>483,511</u>
<i>Net Change in Fund Balance</i>	(2,185,528)	(1,987,218)	198,310
<i>Fund Balance at Beginning of Year</i>	322,604	322,604	0
<i>Prior Year Encumbrances Appropriated</i>	<u>3,684,440</u>	<u>3,684,440</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,821,516</u></u>	<u><u>\$2,019,826</u></u>	<u><u>\$198,310</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Public Safety Police/Fire Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$2,657,007	\$2,650,429	(\$6,578)
Charges for Services	0	25,187	25,187
Intergovernmental	0	1,708	1,708
Other	30,000	65,639	35,639
<i>Total Revenues</i>	<u>2,687,007</u>	<u>2,742,963</u>	<u>55,956</u>
Expenditures:			
Current:			
Public Safety			
Police Patrol			
Personal Services	693,366	677,493	15,873
Contractual Services	173,510	162,096	11,414
Materials and Supplies	48,618	41,415	7,203
<i>Total Police Patrol</i>	<u>915,494</u>	<u>881,004</u>	<u>34,490</u>
Fire Operations			
Personal Services	760,597	718,580	42,017
Contractual Services	118,315	107,686	10,629
Materials and Supplies	305,936	305,936	0
<i>Total Fire Operations</i>	<u>1,184,848</u>	<u>1,132,202</u>	<u>52,646</u>
<i>Total Public Safety</i>	<u>2,100,342</u>	<u>2,013,206</u>	<u>87,136</u>
Capital Outlay	<u>1,218,831</u>	<u>1,161,581</u>	<u>57,250</u>
Debt Service:			
Principal	1,850,000	1,850,000	0
Interest	12,091	12,091	0
Issuance Costs	6,778	6,778	0
<i>Total Debt Service</i>	<u>1,868,869</u>	<u>1,868,869</u>	<u>0</u>
<i>Total Expenditures</i>	<u>5,188,042</u>	<u>5,043,656</u>	<u>144,386</u>
<i>Excess of Revenues Under Expenditures</i>	(2,501,035)	(2,300,693)	200,342
Other Financing Sources:			
Notes Issued	1,937,330	1,850,000	(87,330)
Premium on Debt Issued	10,300	13,727	3,427
Proceeds from Sale of Capital Assets	0	37,274	37,274
<i>Total Other Financing Sources</i>	<u>1,947,630</u>	<u>1,901,001</u>	<u>(46,629)</u>
<i>Net Change in Fund Balance</i>	(553,405)	(399,692)	153,713
<i>Fund Balance at Beginning of Year</i>	1,059,451	1,059,451	0
<i>Prior Year Encumbrances Appropriated</i>	<u>133,980</u>	<u>133,980</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$640,026</u>	<u>\$793,739</u>	<u>\$153,713</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
American Rescue Plan Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$3,405,684	\$3,405,684	\$0
Expenditures:			
Current:			
General Government			
Premium Pay			
Personal Services	15,218	15,218	0
Leisure Time Activities			
Memorial Park			
Contractual Services	500,000	500,000	0
Community Park Resurfacing			
Contractual Services	470,000	470,000	0
<i>Total Leisure Time Activities</i>	<u>970,000</u>	<u>970,000</u>	<u>0</u>
Community Development			
Broad Street Fire House Renovation			
Contractual Services	2,000,000	2,000,000	0
Fairborn Phoenix			
Contractual Services	500,000	500,000	0
US Bank Drive Thru			
Contractual Services	41,253	41,253	0
ARPA Project Manager			
Contractual Services	100,000	100,000	0
Ali Industries			
Contractual Services	40,000	40,000	0
Non-Profit and Grants			
Contractual Services	282,228	267,227	15,001
<i>Total Community Development</i>	<u>2,963,481</u>	<u>2,948,480</u>	<u>15,001</u>
Transportation			
Premium Pay			
Personal Services	13,696	13,696	0
Public Works			
Fairborn Apartments			
Contractual Services	85,000	85,000	0
Premium Pay			
Personal Services	36,522	36,522	0
<i>Total Public Works</i>	<u>\$121,522</u>	<u>\$121,522</u>	<u>\$0</u>

(continued)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
American Rescue Plan Fund
For the Year Ended December 31, 2022
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay	\$408,747	\$383,747	\$25,000
<i>Total Expenditures</i>	4,492,664	4,452,663	40,001
<i>Net Change in Fund Balance</i>	(1,086,980)	(1,046,979)	40,001
<i>Fund Balance at Beginning of Year</i>	3,320,684	3,320,684	0
<i>Prior Year Encumbrances Appropriated</i>	85,000	85,000	0
<i>Fund Balance at End of Year</i>	\$2,318,704	\$2,358,705	\$40,001

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Water Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$4,302,368	\$4,237,759	(\$64,609)
Tap-In Fees	40,000	47,130	7,130
Investment Earnings and Other Interest	3,000	4,340	1,340
Notes Issued	1,740,000	1,740,000	0
Premium on Debt Issued	12,911	12,911	0
Special Assessments	0	1,026	1,026
Other	29,500	42,359	12,859
<i>Total Revenues</i>	<u>6,127,779</u>	<u>6,085,525</u>	<u>(42,254)</u>
Expenses:			
Personal Services	1,533,643	1,438,145	95,498
Contractual Services	1,990,690	1,866,133	124,557
Materials and Supplies	475,136	437,810	37,326
Capital Outlay	1,260,990	1,058,753	202,237
Debt Service:			
Principal Retirement	2,432,000	2,432,000	0
Interest	150,380	150,380	0
Issuance Costs	6,875	6,375	500
<i>Total Expenses</i>	<u>7,849,714</u>	<u>7,389,596</u>	<u>460,118</u>
<i>Net Change in Fund Equity</i>	(1,721,935)	(1,304,071)	417,864
<i>Fund Equity at Beginning of Year</i>	2,400,191	2,400,191	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,094,855</u>	<u>1,094,855</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$1,773,111</u></u>	<u><u>\$2,190,975</u></u>	<u><u>\$417,864</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Sewer Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$6,301,734	\$6,276,641	(\$25,093)
Tap-In Fees	20,000	36,400	16,400
Investment Earnings and Other Interest	9,000	10,387	1,387
Other	15,285	21,795	6,510
<i>Total Revenues</i>	<u>6,346,019</u>	<u>6,345,223</u>	<u>(796)</u>
Expenses:			
Personal Services	1,636,628	1,619,744	16,884
Contractual Services	2,683,549	2,587,085	96,464
Materials and Supplies	509,732	484,195	25,537
Capital Outlay	1,637,826	1,281,839	355,987
Debt Service:			
Principal Retirement	483,000	483,000	0
Interest	300,817	300,817	0
<i>Total Expenses</i>	<u>7,251,552</u>	<u>6,756,680</u>	<u>494,872</u>
<i>Net Change in Fund Equity</i>	(905,533)	(411,457)	494,076
<i>Fund Equity at Beginning of Year</i>	8,540,191	8,540,191	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,255,240</u>	<u>1,255,240</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$8,889,898</u></u>	<u><u>\$9,383,974</u></u>	<u><u>\$494,076</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Sanitation Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$3,296,103	\$3,316,228	\$20,125
Other	0	116	116
<i>Total Revenues</i>	<u>3,296,103</u>	<u>3,316,344</u>	<u>20,241</u>
Expenses:			
Personal Services	188,789	174,579	14,210
Contractual Services	3,152,736	3,118,547	34,189
Materials and Supplies	21,648	15,177	6,471
Capital Outlay	6,007	6,007	0
Debt Service:			
Interest	3,050	0	3,050
<i>Total Expenses</i>	<u>3,372,230</u>	<u>3,314,310</u>	<u>57,920</u>
<i>Net Change in Fund Equity</i>	(76,127)	2,034	78,161
<i>Fund Equity at Beginning of Year</i>	788,327	788,327	0
<i>Prior Year Encumbrances Appropriated</i>	<u>65,479</u>	<u>65,479</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$777,679</u></u>	<u><u>\$855,840</u></u>	<u><u>\$78,161</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Street Maintenance and Repair Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$210,000	\$210,000	\$0
Investment Earnings and Other Interest	9,076	12,847	3,771
Intergovernmental	1,854,610	1,755,333	(99,277)
Other	76,000	63,147	(12,853)
<i>Total Revenues</i>	<u>2,149,686</u>	<u>2,041,327</u>	<u>(108,359)</u>
Expenditures:			
Current:			
Transportation and Street Repair			
General Street Administration			
Personal Services	88,859	80,467	8,392
Contractual Services	149,861	121,024	28,837
Materials and Supplies	450	439	11
<i>Total General Street Administration</i>	<u>239,170</u>	<u>201,930</u>	<u>37,240</u>
Maintenance and Repairs			
Personal Services	578,853	515,674	63,179
Contractual Services	7,366	7,366	0
Materials and Supplies	324,606	275,889	48,717
<i>Total Maintenance and Repairs</i>	<u>910,825</u>	<u>798,929</u>	<u>111,896</u>
Traffic Signs and Signals			
Personal Services	283,026	273,298	9,728
Contractual Services	52,549	52,449	100
Materials and Supplies	51,686	45,092	6,594
<i>Total Traffic Signs and Signals</i>	<u>387,261</u>	<u>370,839</u>	<u>16,422</u>
<i>Total Transportation and Street Repair</i>	<u>1,537,256</u>	<u>1,371,698</u>	<u>165,558</u>
Capital Outlay	109,938	109,699	239
<i>Total Expenditures</i>	<u>1,647,194</u>	<u>1,481,397</u>	<u>165,797</u>
<i>Excess of Revenues Over Expenditures</i>	502,492	559,930	57,438
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	2,000	1,201	(799)
Transfers Out	(100,000)	(100,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(98,000)</u>	<u>(98,799)</u>	<u>(799)</u>
<i>Net Change in Fund Balance</i>	404,492	461,131	56,639
<i>Fund Balance at Beginning of Year</i>	2,040,243	2,040,243	0
<i>Prior Year Encumbrances Appropriated</i>	164,746	164,746	0
<i>Fund Balance at End of Year</i>	<u>\$2,609,481</u>	<u>\$2,666,120</u>	<u>\$56,639</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
State Highway Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings and Other Interest	\$2,500	\$1,574	(\$926)
Intergovernmental	136,200	142,324	6,124
Other	0	30	30
<i>Total Revenues</i>	<u>138,700</u>	<u>143,928</u>	<u>5,228</u>
Expenditures:			
Current:			
Transportation and Street Repair			
State Highway Maintenance			
Personal Services	93,810	88,395	5,415
Contractual Services	10,048	10,048	0
Materials and Supplies	37,764	33,799	3,965
<i>Total Transportation and Street Repair</i>	<u>141,622</u>	<u>132,242</u>	<u>9,380</u>
Capital Outlay	421	421	0
<i>Total Expenditures</i>	<u>142,043</u>	<u>132,663</u>	<u>9,380</u>
<i>Net Change in Fund Balance</i>	(3,343)	11,265	14,608
<i>Fund Balance at Beginning of Year</i>	260,972	260,972	0
<i>Prior Year Encumbrances Appropriated</i>	<u>21,709</u>	<u>21,709</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$279,338</u></u>	<u><u>\$293,946</u></u>	<u><u>\$14,608</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Development Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Entitlement Administration			
Contractual Services	35,132	35,132	0
Materials and Supplies	3,513	3,513	0
<i>Total Expenditures</i>	38,645	38,645	0
<i>Net Change in Fund Balance</i>	(38,645)	(38,645)	0
<i>Fund Balance at Beginning of Year</i>	38,645	38,645	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Cemetery Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$30,100	\$34,413	\$4,313
Other	50	36	(14)
<i>Total Revenues</i>	<u>30,150</u>	<u>34,449</u>	<u>4,299</u>
Expenditures:			
Current:			
Public Health and Welfare			
Cemetery Operations			
Personal Services	110,151	107,118	3,033
Contractual Services	34,475	26,474	8,001
Materials and Supplies	23,477	20,386	3,091
<i>Total Public Health and Welfare</i>	<u>168,103</u>	<u>153,978</u>	<u>14,125</u>
Capital Outlay	421	421	0
<i>Total Expenditures</i>	<u>168,524</u>	<u>154,399</u>	<u>14,125</u>
<i>Excess of Revenues Under Expenditures</i>	(138,374)	(119,950)	18,424
Other Financing Sources:			
Transfers-In	126,000	126,000	0
<i>Net Change in Fund Balance</i>	(12,374)	6,050	18,424
<i>Fund Balance at Beginning of Year</i>	67,499	67,499	0
<i>Prior Year Encumbrances Appropriated</i>	<u>21,884</u>	<u>21,884</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$77,009</u></u>	<u><u>\$95,433</u></u>	<u><u>\$18,424</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Neighborhood Stabilization Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Neighborhood Stabilization Program			
Contractual Services	9,651	9,651	0
<i>Net Change in Fund Balance</i>	(9,651)	(9,651)	0
<i>Fund Balance at Beginning of Year</i>	9,651	9,651	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Neighborhood Stabilization II Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Neighborhood Stabilization Program			
Contractual Services	3,000	3,000	0
<i>Net Change in Fund Balance</i>	(3,000)	(3,000)	0
<i>Fund Balance at Beginning of Year</i>	3,000	3,000	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Home Program Income Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings and Other Interest	\$0	\$12	\$12
Other	64,876	65,159	283
<i>Total Revenues</i>	64,876	65,171	295
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	1,800	0	1,800
<i>Net Change in Fund Balance</i>	63,076	65,171	2,095
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$63,076	\$65,171	\$2,095

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Development Block Grant Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$2,456	\$2,456	\$0
Intergovernmental	862,037	577,459	(284,578)
Other	11,000	10,908	(92)
<i>Total Revenues</i>	<u>875,493</u>	<u>590,823</u>	<u>(284,670)</u>
Expenditures:			
Current:			
Community Development			
Entitlement Administration			
Personal Services	22,773	730	22,043
Contractual Services	18,226	17,212	1,014
Materials and Supplies	2,650	2,623	27
<i>Total Entitlement Administration</i>	<u>43,649</u>	<u>20,565</u>	<u>23,084</u>
Code Enforcement			
Personal Services	109,363	84,047	25,316
Contractual Services	3,564	3,564	0
Materials and Supplies	2,148	436	1,712
<i>Total Code Enforcement</i>	<u>115,075</u>	<u>88,047</u>	<u>27,028</u>
Entitlement Fair Housing			
Personal Services	4,875	0	4,875
Contractual Services	8,292	0	8,292
Materials and Supplies	4,863	4,863	0
<i>Total Entitlement Fair Housing</i>	<u>18,030</u>	<u>4,863</u>	<u>13,167</u>
Economic Development			
Contractual Services	276,234	276,234	0
Community Development Home Repair			
Contractual Services	31,549	31,549	0
Public Services			
Contractual Services	36,475	36,475	0
<i>Total Expenditures</i>	<u>521,012</u>	<u>457,733</u>	<u>63,279</u>
<i>Net Change in Fund Balance</i>	354,481	133,090	(221,391)
<i>Fund Balance at Beginning of Year</i>	148,281	148,281	0
<i>Prior Year Encumbrances Appropriated</i>	<u>104,584</u>	<u>104,584</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$607,346</u>	<u>\$385,955</u>	<u>(\$221,391)</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Victim Witness Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$104,099	\$74,074	(\$30,025)
Other	0	97	97
<i>Total Revenues</i>	<u>104,099</u>	<u>74,171</u>	<u>(29,928)</u>
Expenditures:			
Current:			
Public Safety			
Administration			
Personal Services	258,738	256,985	1,753
Contractual Services	6,912	5,237	1,675
Materials and Supplies	1,470	1,470	0
<i>Total Administration</i>	<u>267,120</u>	<u>263,692</u>	<u>3,428</u>
State Victims Assistance Act			
Contractual Services	1,589	1,589	0
Materials and Supplies	700	700	0
<i>Total State Victims Assistance Act</i>	<u>2,289</u>	<u>2,289</u>	<u>0</u>
<i>Total Public Safety</i>	<u>269,409</u>	<u>265,981</u>	<u>3,428</u>
Capital Outlay	300	300	0
<i>Total Expenditures</i>	<u>269,709</u>	<u>266,281</u>	<u>3,428</u>
<i>Excess of Revenues Under Expenditures</i>	(165,610)	(192,110)	(26,500)
Other Financing Sources:			
Transfers-In	192,000	191,996	(4)
<i>Net Change in Fund Balance</i>	26,390	(114)	(26,504)
<i>Fund Balance at Beginning of Year</i>	19,029	19,029	0
<i>Prior Year Encumbrances Appropriated</i>	<u>6,075</u>	<u>6,075</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$51,494</u></u>	<u><u>\$24,990</u></u>	<u><u>(\$26,504)</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Home Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$129,012	\$129,012	\$0
Other	14,108	14,108	0
<i>Total Revenues</i>	<u>143,120</u>	<u>143,120</u>	<u>0</u>
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	267,500	267,500	0
<i>Total Expenditures</i>	<u>267,500</u>	<u>267,500</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(124,380)	(124,380)	0
Other Financing Sources:			
Advances-In	8,416	8,416	0
<i>Net Change in Fund Balance</i>	(115,964)	(115,964)	0
<i>Fund Balance at Beginning of Year</i>	88,161	88,161	0
<i>Prior Year Encumbrances Appropriated</i>	<u>27,803</u>	<u>27,803</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Justice Reinvestment and Incentive Grant Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$88,880	\$95,316	\$6,436
Expenditures:			
Current:			
Public Safety			
Justice Reinvestment Grant			
Personal Services	77,598	72,342	5,256
Contractual Services	37,960	37,960	0
Materials and Supplies	7,740	4,988	2,752
<i>Total Expenditures</i>	123,298	115,290	8,008
<i>Net Change in Fund Balance</i>	(34,418)	(19,974)	14,444
<i>Fund Balance at Beginning of Year</i>	61,882	61,882	0
<i>Fund Balance at End of Year</i>	\$27,464	\$41,908	\$14,444

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
OneOhio Opioid Settlement Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$13,400	\$13,347	(\$53)
Expenditures:	0	0	0
<i>Net Change in Fund Balance</i>	13,400	13,347	(53)
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$13,400	\$13,347	(\$53)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Law Enforcement Trust Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$7,800	\$8,544	\$744
Contributions and Donations	4,000	13,476	\$9,476
Other	20,500	19,401	(1,099)
<i>Total Revenues</i>	<u>32,300</u>	<u>41,421</u>	<u>9,121</u>
Expenditures:			
Current:			
Public Safety			
DARE Program			
Contractual Services	4,200	4,200	0
Materials and Supplies	4,000	4,000	0
<i>Total DARE Program</i>	<u>8,200</u>	<u>8,200</u>	<u>0</u>
Safety City Program			
Personal Services	2,886	2,739	147
Contractual Services	9,490	9,490	0
Materials and Supplies	24,575	19,582	4,993
<i>Total Safety City Program</i>	<u>36,951</u>	<u>31,811</u>	<u>5,140</u>
<i>Total Public Safety</i>	<u>45,151</u>	<u>40,011</u>	<u>5,140</u>
Capital Outlay	9,200	9,200	0
<i>Total Expenditures</i>	<u>54,351</u>	<u>49,211</u>	<u>5,140</u>
<i>Excess of Revenues Under Expenditures</i>	(22,051)	(7,790)	14,261
Other Financing Sources:			
Proceeds from Sale of Capital Assets	1,000	3,075	2,075
<i>Net Change in Fund Balance</i>	(21,051)	(4,715)	16,336
<i>Fund Balance at Beginning of Year</i>	61,013	61,013	0
<i>Prior Year Encumbrances Appropriated</i>	5,580	5,580	0
<i>Fund Balance at End of Year</i>	<u>\$45,542</u>	<u>\$61,878</u>	<u>\$16,336</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Drug Law Enforcement Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$3,200	\$1,387	(\$1,813)
Expenditures:			
Capital Outlay	4,000	4,000	0
<i>Net Change in Fund Balance</i>	(800)	(2,613)	(1,813)
<i>Fund Balance at Beginning of Year</i>	9,145	9,145	0
<i>Fund Balance at End of Year</i>	<u>\$8,345</u>	<u>\$6,532</u>	<u>(\$1,813)</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Indigent Drivers Alcohol Treatment Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$22,500	\$25,256	\$2,756
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	25,184	25,002	182
Contractual Services	50,276	50,276	0
<i>Total Expenditures</i>	<u>75,460</u>	<u>75,278</u>	<u>182</u>
<i>Net Change in Fund Balance</i>	(52,960)	(50,022)	2,938
<i>Fund Balance at Beginning of Year</i>	180,626	180,626	0
<i>Prior Year Encumbrances Appropriated</i>	<u>25,001</u>	<u>25,001</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$152,667</u></u>	<u><u>\$155,605</u></u>	<u><u>\$2,938</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Alcohol Enforcement and Education Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$2,500	\$1,714	(\$786)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Materials and Supplies	1,900	1,900	0
Capital Outlay	2,500	2,500	0
<i>Total Expenditures</i>	4,400	4,400	0
<i>Net Change in Fund Balance</i>	(1,900)	(2,686)	(786)
<i>Fund Balance at Beginning of Year</i>	6,960	6,960	0
<i>Fund Balance at End of Year</i>	\$5,060	\$4,274	(\$786)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Federal Forfeitures Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings and Other Interest	\$1,000	\$136	(\$864)
Intergovernmental	4,000	9,284	5,284
Other	2,800	0	(2,800)
<i>Total Revenues</i>	<u>7,800</u>	<u>9,420</u>	<u>1,620</u>
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	6,001	5,691	310
Materials and Supplies	11,920	14,528	(2,608)
<i>Total Public Safety</i>	<u>17,921</u>	<u>20,219</u>	<u>(2,298)</u>
Capital Outlay	4,439	4,439	0
<i>Total Expenditures</i>	<u>22,360</u>	<u>24,658</u>	<u>(2,298)</u>
<i>Net Change in Fund Balance</i>	(14,560)	(15,238)	(678)
<i>Fund Balance at Beginning of Year</i>	22,265	22,265	0
<i>Prior Year Encumbrances Appropriated</i>	<u>3,959</u>	<u>3,959</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$11,664</u></u>	<u><u>\$10,986</u></u>	<u><u>(\$678)</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Municipal Probation Services Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$115,000	\$73,486	(\$41,514)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	75,553	63,533	12,020
Contractual Services	5,575	1,051	4,524
<i>Total Expenditures</i>	81,128	64,584	16,544
<i>Net Change in Fund Balance</i>	33,872	8,902	(24,970)
<i>Fund Balance at Beginning of Year</i>	109,994	109,994	0
<i>Prior Year Encumbrances Appropriated</i>	601	601	0
<i>Fund Balance at End of Year</i>	\$144,467	\$119,497	(\$24,970)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Traffic Intervention Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$14,000	\$11,662	(\$2,338)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	11,895	11,895	0
<i>Net Change in Fund Balance</i>	2,105	(233)	(2,338)
<i>Fund Balance at Beginning of Year</i>	752	752	0
<i>Fund Balance at End of Year</i>	<u>\$2,857</u>	<u>\$519</u>	<u>(\$2,338)</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Court Legal Research/Computerization Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$16,900	\$11,604	(\$5,296)
Expenditures:			
Current:			
Public Safety			
Municipal Court			
Contractual Services	22,875	21,765	1,110
Capital Outlay	10,750	5,790	4,960
<i>Total Expenditures</i>	33,625	27,555	6,070
<i>Net Change in Fund Balance</i>	(16,725)	(15,951)	774
<i>Fund Balance at Beginning of Year</i>	49,907	49,907	0
<i>Prior Year Encumbrances Appropriated</i>	20,077	20,077	0
<i>Fund Balance at End of Year</i>	\$53,259	\$54,033	\$774

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Court Clerk Computerization Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$99,700	\$61,435	(\$38,265)
Expenditures:			
Current:			
General Government			
Municipal Court			
Personal Services	6,337	5,279	1,058
Contractual Services	57,785	54,535	3,250
Materials and Supplies	2,850	2,300	550
<i>Total General Government</i>	66,972	62,114	4,858
Capital Outlay	13,050	3,000	10,050
<i>Total Expenditures</i>	80,022	65,114	14,908
<i>Net Change in Fund Balance</i>	19,678	(3,679)	(23,357)
<i>Fund Balance at Beginning of Year</i>	268,964	268,964	0
<i>Prior Year Encumbrances Appropriated</i>	14,582	14,582	0
<i>Fund Balance at End of Year</i>	\$303,224	\$279,867	(\$23,357)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Indigent Driver's Interlock and Alcohol Monitoring Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$30,000	\$19,180	(\$10,820)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	35,602	25,602	10,000
<i>Net Change in Fund Balance</i>	(5,602)	(6,422)	(820)
<i>Fund Balance at Beginning of Year</i>	87,064	87,064	0
<i>Prior Year Encumbrances Appropriated</i>	5,126	5,126	0
<i>Fund Balance at End of Year</i>	<u>\$86,588</u>	<u>\$85,768</u>	<u>(\$820)</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Byrne Justice Assistance Grant Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings and Other Interest	\$4	\$4	\$0
Intergovernmental	4,993	4,993	0
<i>Total Revenues</i>	4,997	4,997	0
Expenditures:			
Current:			
Public Safety			
Byrne Justice Assistance Grant			
Contractual Services	4	4	0
Materials and Supplies	4,993	4,993	0
<i>Total Expenditures</i>	4,997	4,997	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Moving Ohio Forward Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	10,575	10,575	0
<i>Net Change in Fund Balance</i>	(10,575)	(10,575)	0
<i>Fund Balance at Beginning of Year</i>	10,575	10,575	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Federal Emergency Management Agency Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$50,253	\$50,253	\$0
Expenditures:			
Current:			
Public Safety			
Fire Operations			
Personal Services	50,253	50,253	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Redevelopment Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$12,243	\$12,243	\$0
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	31,391	29,659	1,732
Materials and Supplies	1,000	1,000	0
<i>Total Neighborhood Betterment</i>	<u>32,391</u>	<u>30,659</u>	<u>1,732</u>
Family Video Project			
Contractual Services	2,200	2,181	19
Main Gate Park			
Contractual Services	206,993	206,993	0
Broad Street Corridor			
Contractual Services	4,543	4,543	0
2017 Redevelopment Phase II			
Contractual Services	2,979	2,979	0
Third & Main Improvements			
Contractual Services	2,979	2,979	0
<i>Total Community Development</i>	<u>252,085</u>	<u>250,334</u>	<u>1,751</u>
Debt Service:			
Principal Retirement	4,075,000	4,075,000	0
Interest	53,758	53,708	50
Issuance Costs	5,606	5,606	0
<i>Total Debt Service</i>	<u>4,134,364</u>	<u>4,134,314</u>	<u>50</u>
<i>Total Expenditures</i>	<u>4,386,449</u>	<u>4,384,648</u>	<u>1,801</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$4,374,206)</u>	<u>(\$4,372,405)</u>	<u>\$1,801</u>

(continued)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Redevelopment Fund
For the Year Ended December 31, 2022
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources:			
Notes Issued	\$4,075,000	\$4,075,000	\$0
Premium on Debt Issued	26,800	27,969	1,169
Transfers-In	250,000	250,000	0
<i>Total Other Financing Sources</i>	<u>4,351,800</u>	<u>4,352,969</u>	<u>1,169</u>
<i>Net Change in Fund Balance</i>	(22,406)	(19,436)	2,970
<i>Fund Balance at Beginning of Year</i>	65,498	65,498	0
<i>Prior Year Encumbrances Appropriated</i>	<u>5,076</u>	<u>5,076</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$48,168</u></u>	<u><u>\$51,138</u></u>	<u><u>\$2,970</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Fire Loss Escrow Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$37,802	\$37,802	\$0
Expenditures:			
Current:			
Community Development			
Fire Loss Escrow			
Contractual Services	110,135	110,135	0
<i>Net Change in Fund Balance</i>	(72,333)	(72,333)	0
<i>Fund Balance at Beginning of Year</i>	72,333	72,333	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Uninsured Loss Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$70,167	\$70,167	\$0
Expenditures:			
Current:			
General Government			
Uninsured Loss			
Contractual Services	124,974	124,974	0
<i>Net Change in Fund Balance</i>	(54,807)	(54,807)	0
<i>Fund Balance at Beginning of Year</i>	26,149	26,149	0
<i>Prior Year Encumbrances Appropriated</i>	28,658	28,658	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Bond Retirement Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	\$78,000	\$161,016	\$83,016
Expenditures:			
Current:			
General Government			
Special Assessments			
Contractual Services	6,080	9	6,071
Debt Service:			
Principal Retirement	63,000	63,000	0
Interest	5,420	5,379	41
<i>Total Debt Service</i>	68,420	68,379	41
<i>Total Expenditures</i>	74,500	68,388	6,112
<i>Net Change in Fund Balance</i>	3,500	92,628	89,128
<i>Fund Balance at Beginning of Year</i>	92,702	92,702	0
<i>Prior Year Encumbrances Appropriated</i>	101	101	0
<i>Fund Balance at End of Year</i>	\$96,303	\$185,431	\$89,128

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Court Special Projects Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses, Permits, and Settlements	\$177,550	\$173,853	(\$3,697)
Intergovernmental	0	5,520	5,520
<i>Total Revenues</i>	<u>177,550</u>	<u>179,373</u>	<u>1,823</u>
Expenditures:			
Current:			
General Government			
Law Enforcement			
Personal Services	145,683	101,729	43,954
Contractual Services	28,766	28,766	0
Materials and Supplies	3,900	3,900	0
<i>Total General Government</i>	<u>178,349</u>	<u>134,395</u>	<u>43,954</u>
Capital Outlay	11,620	9,620	2,000
<i>Total Expenditures</i>	<u>189,969</u>	<u>144,015</u>	<u>45,954</u>
<i>Net Change in Fund Balance</i>	(12,419)	35,358	47,777
<i>Fund Balance at Beginning of Year</i>	264,916	264,916	0
<i>Prior Year Encumbrances Appropriated</i>	<u>65,079</u>	<u>65,079</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$317,576</u>	<u>\$365,353</u>	<u>\$47,777</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Capital Improvement Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings and Other Interest	\$2,000	\$2,682	\$682
Expenditures:			
Current:			
General Government			
General Capital Improvement			
Contractual Services	10,000	0	10,000
Materials and Supplies	2,074	2,074	0
<i>Total General Government</i>	12,074	2,074	10,000
Capital Outlay	484,735	484,735	0
<i>Total Expenditures</i>	496,809	486,809	10,000
<i>Excess of Revenues Under Expenditures</i>	(494,809)	(484,127)	10,682
Other Financing Sources:			
Transfers-In	299,450	299,700	250
<i>Net Change in Fund Balance</i>	(195,359)	(184,427)	10,932
<i>Fund Balance at Beginning of Year</i>	416,927	416,927	0
<i>Prior Year Encumbrances Appropriated</i>	522,602	522,602	0
<i>Fund Balance at End of Year</i>	<u>\$744,170</u>	<u>\$755,102</u>	<u>\$10,932</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Parks and Recreation Improvements Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other Local Taxes	\$150,000	\$150,000	\$0
Charges for Services	20,988	20,988	0
Investment Earnings and Other Interest	1,000	2,316	1,316
Other	8,500	29,525	21,025
<i>Total Revenues</i>	<u>180,488</u>	<u>202,829</u>	<u>22,341</u>
Expenditures:			
Current:			
Leisure Time Activities			
Park and Recreation Improvements			
Contractual Services	10,000	0	10,000
Capital Outlay	<u>140,000</u>	<u>119,361</u>	<u>20,639</u>
<i>Total Expenditures</i>	<u>150,000</u>	<u>119,361</u>	<u>30,639</u>
<i>Net Change in Fund Balance</i>	30,488	83,468	52,980
<i>Fund Balance at Beginning of Year</i>	298,252	298,252	0
<i>Prior Year Encumbrances Appropriated</i>	<u>62,386</u>	<u>62,386</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$391,126</u></u>	<u><u>\$444,106</u></u>	<u><u>\$52,980</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Building and Land Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	\$0	\$0	\$0
Revenues:			
Expenditures:			
Current:			
General Government			
Building and Land			
Contractual Services	41,000	30,669	10,331
Materials and Supplies	60,669	60,669	0
<i>Total General Government</i>	101,669	91,338	10,331
Capital Outlay	215,988	215,977	11
Debt Service:			
Principal Retirement	225,000	225,000	0
Interest	1,471	1,471	0
Issuance Costs	1,000	769	231
<i>Total Debt Service</i>	227,471	227,240	231
<i>Total Expenditures</i>	545,128	534,555	10,573
<i>Excess of Revenues Under Expenditures</i>	(545,128)	(534,555)	10,573
Other Financing Sources:			
Notes Issued	514,200	210,000	(304,200)
Premium on Debt Issued	4,000	1,558	(2,442)
Transfers-In	299,120	299,600	480
<i>Total Other Financing Sources</i>	817,320	511,158	(306,162)
<i>Net Change in Fund Balance</i>	272,192	(23,397)	(295,589)
<i>Fund Balance at Beginning of Year</i>	163,546	163,546	0
<i>Prior Year Encumbrances Appropriated</i>	163,833	163,833	0
<i>Fund Balance at End of Year</i>	\$599,571	\$303,982	(\$295,589)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Tax Increment Financing Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Revenue in Lieu of Taxes	\$275,000	\$369,150	\$94,150
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	6,300	3,483	2,817
Debt Service:			
Principal Retirement	95,000	95,000	0
Interest	22,738	22,738	0
<i>Total Debt Service</i>	117,738	117,738	0
<i>Total Expenditures</i>	124,038	121,221	2,817
<i>Net Change in Fund Balance</i>	150,962	247,929	96,967
<i>Fund Balance at Beginning of Year</i>	875,176	875,176	0
<i>Fund Balance at End of Year</i>	\$1,026,138	\$1,123,105	\$96,967

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Special Assessment Construction Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$136,300	\$124,787	(\$11,513)
Expenditures:			
Current:			
General Government			
Special Assessments Construction			
Contractual Services	24,175	20,174	4,001
Capital Outlay	115,217	115,217	0
Debt Service:			
Principal Retirements	129,000	129,000	0
Interest	3,290	1,290	2,000
<i>Total Debt Service</i>	132,290	130,290	2,000
<i>Total Expenditures</i>	271,682	265,681	6,001
<i>Net Change in Fund Balance</i>	(135,382)	(140,894)	(5,512)
<i>Fund Balance at Beginning of Year</i>	145,627	145,627	0
<i>Prior Year Encumbrances Appropriated</i>	77,000	77,000	0
<i>Fund Balance at End of Year</i>	\$87,245	\$81,733	(\$5,512)

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
I-675 Corridor Tax Increment Financing Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Revenue in Lieu of Taxes	\$28,000	\$25,394	(\$2,606)
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	9,264	8,377	887
Debt Service:			
Principal Retirement	2,034,300	2,034,300	0
Interest	20,343	20,343	0
Issuance Costs	6,280	6,275	5
<i>Total Debt Service</i>	2,060,923	2,060,918	5
<i>Total Expenditures</i>	2,070,187	2,069,295	892
<i>Excess of Revenues Under Expenditures</i>	(2,042,187)	(2,043,901)	(1,714)
Other Financing Sources:			
Notes Issued	1,972,000	1,972,000	0
Premium on Debt Issued	12,500	14,336	1,836
Transfers-In	60,000	60,000	0
<i>Total Other Financing Sources</i>	2,044,500	2,046,336	1,836
<i>Net Change in Fund Balance</i>	2,313	2,435	122
<i>Fund Balance at Beginning of Year</i>	3,461	3,461	0
<i>Fund Balance at End of Year</i>	\$5,774	\$5,896	\$122

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Valle Greene South Tax Increment Financing Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Revenue in Lieu of Taxes	\$100,000	\$74,047	(\$25,953)
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	1,500	602	898
<i>Net Change in Fund Balance</i>	98,500	73,445	(25,055)
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$98,500	\$73,445	(\$25,055)

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Equipment Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$1,594,124	\$1,606,049	\$11,925
Other	500	0	(500)
<i>Total Revenues</i>	<u>1,594,624</u>	<u>1,606,049</u>	<u>11,425</u>
Expenses:			
Personal Services	620,335	591,275	29,060
Contractual Services	88,565	67,806	20,759
Materials and Supplies	1,037,277	1,027,249	10,028
Capital Outlay	23,410	23,007	403
<i>Total Expenses</i>	<u>1,769,587</u>	<u>1,709,337</u>	<u>60,250</u>
<i>Excess of Revenues Under Expenses</i>	(174,963)	(103,288)	71,675
Other Financing Sources:			
Advances-In	50,000	50,000	0
<i>Net Change in Fund Equity</i>	(124,963)	(53,288)	71,675
<i>Fund Equity at Beginning of Year</i>	212,485	212,485	0
<i>Prior Year Encumbrances Appropriated</i>	<u>29,838</u>	<u>29,838</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$117,360</u></u>	<u><u>\$189,035</u></u>	<u><u>\$71,675</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Information Technology Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$972,348	\$729,261	(\$243,087)
Other	0	176	176
<i>Total Revenues</i>	<u>972,348</u>	<u>729,437</u>	<u>(242,911)</u>
Expenses:			
Personal Services	520,477	505,399	15,078
Contractual Services	371,652	334,120	37,532
Materials and Supplies	21,198	17,334	3,864
Capital Outlay	220,711	220,626	85
<i>Total Expenses</i>	<u>1,134,038</u>	<u>1,077,479</u>	<u>56,559</u>
<i>Net Change in Fund Equity</i>	(161,690)	(348,042)	(186,352)
<i>Fund Equity at Beginning of Year</i>	324,705	324,705	0
<i>Prior Year Encumbrances Appropriated</i>	<u>136,178</u>	<u>136,178</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u>\$299,193</u>	<u>\$112,841</u>	<u>(\$186,352)</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Employee Assistance Program Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$40,000	\$37,827	(\$2,173)
Expenses:			
Personal Services	60,000	43,655	16,345
Contractual Services	7,120	7,120	0
<i>Total Expenses</i>	67,120	50,775	16,345
<i>Excess of Revenues Under Expenses</i>	(27,120)	(12,948)	14,172
Non-Operating Revenues:			
Investment Earnings and Other Interest	1,000	569	(431)
<i>Net Change in Fund Equity</i>	(26,120)	(12,379)	13,741
<i>Fund Equity at Beginning of Year</i>	107,939	107,939	0
<i>Fund Equity at End of Year</i>	\$81,819	\$95,560	\$13,741

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Jefferson Health Plan Fund
For the Year Ended December 31, 2022

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$3,990,000	\$4,035,359	\$45,359
Other	590,000	645,186	55,186
<i>Total Revenues</i>	<u>4,580,000</u>	<u>4,680,545</u>	<u>100,545</u>
Expenses:			
Contractual Services	1,005,401	914,873	90,528
Claims	4,497,448	4,497,448	0
<i>Total Expenses</i>	<u>5,502,849</u>	<u>5,412,321</u>	<u>90,528</u>
<i>Excess of Revenues Under Expenses</i>	(922,849)	(731,776)	191,073
Non-Operating Revenues:			
Investment Earnings and Other Interest	300	7,282	6,982
<i>Net Change in Fund Equity</i>	(922,549)	(724,494)	198,055
<i>Fund Equity at Beginning of Year</i>	<u>1,168,916</u>	<u>1,168,916</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$246,367</u></u>	<u><u>\$444,422</u></u>	<u><u>\$198,055</u></u>

S T A T I S T I C A L S E C T I O N



FAIRBORN

A CITY IN MOTION

STATISTICAL TABLES

This part of the City of Fairborn’s comprehensive annual 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>PAGES</u>
Financial Trends	220-229
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
Revenue Capacity	230-239
These schedules contain information to help the reader assess the City’s most significant local revenue sources, property taxes and income taxes.	
Debt Capacity	240-247
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.	
Demographic and Economic Information	248-251
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	
Operating information	252-255
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial reports relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Fairborn, Ohio
Net Position by Component
Last Ten Years
(accrual basis of accounting)
Schedule 1

	2013	2014	2015	2016
Governmental Activities				
Net Investment in Capital Assets	\$60,422,126	\$61,971,834	\$62,817,281	\$62,009,840
Restricted	12,832,977	9,206,263	10,484,017	12,289,605
Unrestricted (Deficit)	13,227,049	(7,228,899)	(7,781,865)	(9,725,679)
<i>Total Governmental Activities Net Position</i>	<u>\$86,482,152</u>	<u>\$63,949,198</u>	<u>\$65,519,433</u>	<u>\$64,573,766</u>
Business-Type Activities				
Net Investment in Capital Assets	\$10,370,449	\$10,132,357	\$10,497,587	\$11,706,766
Restricted	0	0	0	0
Unrestricted	13,781,547	13,991,246	15,319,546	15,371,576
<i>Total Business-Type Activities Net Position</i>	<u>\$24,151,996</u>	<u>\$24,123,603</u>	<u>\$25,817,133</u>	<u>\$27,078,342</u>
Total Primary Government				
Net Investment in Capital Assets	\$70,792,575	\$72,104,191	\$73,314,868	\$73,716,606
Restricted	12,832,977	9,206,263	10,484,017	12,289,605
Unrestricted (Deficit)	27,008,596	6,762,347	7,537,681	5,645,897
<i>Total Primary Government Net Position</i>	<u>\$110,634,148</u>	<u>\$88,072,801</u>	<u>\$91,336,566</u>	<u>\$91,652,108</u>

Note: The City reported the impact of GASB Statement No. 68 beginning in 2014.

Note: The City reported the impact of GASB Statement No. 75 beginning in 2017.

Note: The City reported the impact of GASB Statement No. 87 beginning in 2021.

Restated 2017	2018	2019	2020	Restated 2021	2022
\$61,539,877	\$61,482,208	\$63,758,772	\$69,295,825	\$69,360,030	\$71,767,508
14,147,204	11,824,721	13,476,539	14,334,026	19,622,908	19,582,530
(34,010,845)	(38,509,120)	(26,713,492)	(31,752,409)	(25,190,438)	(21,946,856)
<u>\$41,676,236</u>	<u>\$34,797,809</u>	<u>\$50,521,819</u>	<u>\$51,877,442</u>	<u>\$63,792,500</u>	<u>\$69,403,182</u>
\$13,837,167	\$16,390,665	\$17,509,040	\$17,641,805	\$17,242,644	\$16,606,654
0	0	0	0	40,785	51,435
13,066,731	10,175,839	8,092,813	8,803,099	11,344,921	12,403,693
<u>\$26,903,898</u>	<u>\$26,566,504</u>	<u>\$25,601,853</u>	<u>\$26,444,904</u>	<u>\$28,628,350</u>	<u>\$29,061,782</u>
\$75,377,044	\$77,872,873	\$81,267,812	\$86,937,630	\$86,602,674	\$88,374,162
14,147,204	11,824,721	13,476,539	14,334,026	19,663,693	19,633,965
(20,944,114)	(28,333,281)	(18,620,679)	(22,949,310)	(13,845,517)	(9,543,163)
<u>\$68,580,134</u>	<u>\$61,364,313</u>	<u>\$76,123,672</u>	<u>\$78,322,346</u>	<u>\$92,420,850</u>	<u>\$98,464,964</u>

City of Fairborn, Ohio
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
Schedule 2

	2013	2014	2015 (1)	2016
Program Revenues:				
Governmental Activities:				
Charges for Services:				
General Government	\$4,797,028	\$4,894,322	\$4,958,113	\$5,611,972
Public Safety	2,277,370	2,056,636	2,271,404	2,270,773
Leisure Time Activities	19,345	18,477	20,984	19,988
Community Development	0	26,642	51,233	38,629
Transportation and Street Repair	22,314	26,954	9,570	31,921
Public Health and Welfare	41,267	32,391	27,344	35,595
Operating Grants, Contributions and Interest	2,863,958	2,706,385	2,872,341	2,599,657
Capital Grants, Contributions and Interest	995,869	1,534,842	1,857,083	1,839,159
Total Governmental Activities Program Revenues	11,017,151	11,296,649	12,068,072	12,447,694
Business-Type Activities:				
Charges for Services:				
Water	4,168,835	4,304,620	4,104,119	4,136,284
Sewer	6,640,578	6,687,253	6,651,226	6,648,955
Sanitation	2,636,893	2,763,166	2,754,574	2,743,135
Capital Grants, Contributions and Interest:				
Water	0	36,480	71,290	52,330
Sewer	0	25,547	58,820	43,110
Total Business-Type Activities Program Revenues	13,446,306	13,817,066	13,640,029	13,623,814
Total Primary Government Program Revenues	24,463,457	25,113,715	25,708,101	26,071,508
Expenses:				
Governmental Activities:				
General Government	10,125,094	9,957,291	10,198,666	10,756,212
Public Safety	13,969,809	14,285,206	14,786,740	17,290,189
Leisure Time Activities	452,199	404,947	450,208	461,178
Community Development	1,156,363	4,681,346	2,259,182	1,959,838
Transportation and Street Repair	2,617,619	3,328,628	3,338,726	3,088,426
Public Health and Welfare	103,185	116,391	117,755	122,870
Public Works	0	0	0	0
Interest	270,515	214,784	210,577	247,647
Total Governmental Activities Expenses	28,694,784	32,988,593	31,361,854	33,926,360
Business-Type Activities:				
Water	4,038,081	4,468,043	3,997,386	3,945,132
Sewer	5,578,285	5,484,171	5,547,509	6,492,400
Sanitation	2,721,970	2,572,478	2,591,785	2,830,336
Total Business-Type Activities Expenses	12,338,336	12,524,692	12,136,680	13,267,868
Total Primary Government Expenses	\$41,033,120	\$45,513,285	\$43,498,534	\$47,194,228

2017	2018 (2)	2019	2020	2021 (3)	2022
\$5,420,422	\$5,568,073	\$5,508,487	\$4,805,169	\$4,837,518	\$4,568,074
2,011,779	2,060,653	1,483,093	1,173,567	1,469,776	1,720,785
18,251	18,251	18,251	21,635	20,988	17,465
40,423	23,278	7,822	7,728	5,025	14,699
140,092	39,405	40,791	67,189	26,798	8,883
30,829	37,091	31,318	25,126	38,165	47,760
2,965,454	1,731,052	3,991,262	6,292,655	4,303,656	4,691,762
2,086,792	3,820,146	2,933,630	5,808,958	3,500,302	2,826,147
12,714,042	13,297,949	14,014,654	18,202,027	14,202,228	13,895,575
4,023,734	4,105,891	4,089,684	4,038,762	4,087,916	4,185,306
6,317,030	6,388,028	6,490,299	6,164,239	6,150,359	6,219,764
3,087,225	3,084,525	3,220,143	3,141,815	3,221,012	3,305,276
55,690	61,680	94,650	67,862	74,428	48,156
49,110	58,970	85,850	76,340	62,900	36,400
13,532,789	13,699,094	13,980,626	13,489,018	13,596,615	13,794,902
26,246,831	26,997,043	27,995,280	31,691,045	27,798,843	27,690,477
11,633,948	12,114,843	13,054,969	12,507,997	7,327,396	10,283,267
17,344,091	21,071,688	2,731,748	19,355,872	18,440,635	19,799,015
604,199	624,857	536,633	592,840	378,712	577,517
2,524,337	3,138,321	2,216,799	1,979,004	1,696,585	2,790,970
2,084,305	4,993,499	2,914,006	4,882,868	2,575,075	4,694,916
119,619	118,836	149,716	132,351	76,429	123,522
0	0	0	0	0	120,190
358,433	411,131	418,686	326,744	270,842	381,053
34,668,932	42,473,175	22,022,557	39,777,676	30,765,674	38,770,450
4,122,433	4,686,146	4,360,322	3,741,712	3,813,961	3,834,628
5,759,142	6,575,149	7,623,935	5,964,822	4,814,185	5,634,630
2,990,997	3,050,745	3,250,759	3,241,273	2,927,174	3,166,304
12,872,572	14,312,040	15,235,016	12,947,807	11,555,320	12,635,562
\$47,541,504	\$56,785,215	\$37,257,573	\$52,725,483	\$42,320,994	\$51,406,012

(continued)

City of Fairborn, Ohio
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
Schedule 2
(Continued)

	2013	2014	2015 (1)	2016
Net (Expense)/Revenue				
Governmental Activities	(\$17,677,633)	(\$21,691,944)	(\$19,293,782)	(\$21,478,666)
Business-Type Activities	1,107,970	1,292,374	1,503,349	355,946
Total Primary Government Net Expenses	(16,569,663)	(20,399,570)	(17,790,433)	(21,122,720)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	834,730	847,262	782,489	818,384
Fire and EMS	2,210,684	2,240,812	2,045,353	2,166,795
Police	2,210,683	2,240,812	2,045,353	2,166,795
Other Local Taxes	823,386	828,945	847,768	841,911
Revenue in Lieu of Taxes	362,657	419,134	428,715	411,210
Municipal Income Taxes Levied for:				
General Purposes	7,733,646	8,080,790	8,231,278	8,958,104
Street Programs	1,934,815	2,018,698	2,057,256	2,239,665
Public Safety	1,934,815	2,018,698	2,057,248	2,239,665
Grants and Entitlements not				
Restricted to Specific Programs	1,271,868	968,659	1,765,047	938,320
Investment Earnings and Other Interest	(53,893)	442,641	191,381	(41,272)
Other	418,299	580,160	412,129	479,006
Transfers-Internal Activities	(301,372)	0	0	(685,584)
Total Governmental Activities	19,380,318	20,686,611	20,864,017	20,532,999
Business-Type Activities:				
Investment Earnings and Other Interest	13,118	30,708	52,369	75,056
Gain on Sale of Capital Assets	0	0	0	0
Other	36,957	149,596	137,812	144,623
Transfers-Internal Activities	301,372	0	0	685,584
Total Business-Type Activities	351,447	180,304	190,181	905,263
Total Primary Government	19,731,765	20,866,915	21,054,198	21,438,262
Change in Net Position:				
Governmental Activities	1,702,685	(1,005,333)	1,570,235	(945,667)
Business-Type Activities	1,459,417	1,472,678	1,693,530	1,261,209
Total Primary Government	\$3,162,102	\$467,345	\$3,263,765	\$315,542

- (1) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in 2015.
(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in 2018.
(3) Expenses are first impacted by the implementation of GASB Statement No. 87 beginning in 2021.

2017	2018 (2)	2019	2020	2021 (3)	2022
(\$21,954,890)	(\$29,175,226)	(\$8,007,903)	(\$21,575,649)	(\$16,563,446)	(\$24,874,875)
660,217	(612,946)	(1,254,390)	541,211	2,041,295	1,159,340
(21,294,673)	(29,788,172)	(9,262,293)	(21,034,438)	(14,522,151)	(23,715,535)
882,524	787,269	877,515	874,479	997,190	1,021,317
2,135,521	2,204,623	2,265,445	2,242,869	2,294,507	2,353,346
2,135,522	2,204,623	2,265,445	2,242,869	2,294,507	2,351,746
765,467	896,209	842,432	530,386	620,860	680,942
506,595	592,090	728,180	917,561	928,037	1,230,968
8,728,866	9,008,285	9,312,525	8,928,799	9,662,268	11,156,222
2,181,914	2,235,800	2,328,539	2,232,172	2,415,373	2,766,079
2,181,913	2,235,797	2,328,538	2,232,171	7,605,443	8,086,298
808,185	986,697	1,154,261	1,032,952	1,489,968	1,398,716
279,331	448,000	737,247	298,960	(495,444)	(2,296,734)
645,871	697,406	891,786	1,398,054	663,508	930,812
(283,347)	0	0	0	2,287	805,845
20,968,362	22,296,799	23,731,913	22,931,272	28,478,504	30,485,557
65,800	71,411	63,884	50,472	28,019	15,667
22,247	0	0	0	0	0
199,256	204,141	225,855	251,368	116,419	64,270
283,347	0	0	0	(2,287)	(805,845)
570,650	275,552	289,739	301,840	142,151	(725,908)
21,539,012	22,572,351	24,021,652	23,233,112	28,620,655	29,759,649
(986,528)	(6,878,427)	15,724,010	1,355,623	11,915,058	5,610,682
1,230,867	(337,394)	(964,651)	843,051	2,183,446	433,432
\$244,339	(\$7,215,821)	\$14,759,359	\$2,198,674	\$14,098,504	\$6,044,114

City of Fairborn, Ohio
Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
Schedule 3

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General Fund				
Nonspendable	\$25,166	\$23,665	\$14,298	\$18,950
Assigned	608,978	755,130	983,752	2,023,546
Unassigned	<u>9,382,356</u>	<u>10,042,544</u>	<u>9,480,017</u>	<u>8,378,803</u>
Total General Fund	<u>10,016,500</u>	<u>10,821,339</u>	<u>10,478,067</u>	<u>10,421,299</u>
All Other Governmental Funds				
Nonspendable	69,678	200,574	166,271	669,611
Restricted	7,176,384	6,062,520	7,295,377	8,206,807
Committed	254,549	309,296	119,119	258,566
Assigned	586,058	625,356	419,469	459,463
Unassigned (Deficit)	<u>(309,636)</u>	<u>(122,498)</u>	<u>(1,079)</u>	<u>(2,216,842)</u>
Total all Other Governmental Funds	<u>7,777,033</u>	<u>7,075,248</u>	<u>7,999,157</u>	<u>7,377,605</u>
All Governmental Funds	<u><u>\$17,793,533</u></u>	<u><u>\$17,896,587</u></u>	<u><u>\$18,477,224</u></u>	<u><u>\$17,798,904</u></u>

2017	2018	2019	2020	Restated 2021	2022
\$72,838	\$80,503	\$81,612	\$79,090	\$89,402	\$79,624
2,721,907	1,752,154	3,206,819	525,824	853,539	1,469,743
6,936,826	7,342,232	6,052,931	6,978,170	7,635,397	7,542,725
9,731,571	9,174,889	9,341,362	7,583,084	8,578,338	9,092,092
162,712	174,023	187,314	118,088	107,892	149,457
9,172,117	8,202,333	9,169,171	12,310,148	14,691,030	15,317,173
432,467	792,265	716,683	593,439	712,203	891,105
633,701	400,326	562,794	793,419	939,526	840,275
(2,101,377)	(3,334,860)	(2,144,747)	(2,228,779)	(2,138,167)	(2,006,780)
8,299,620	6,234,087	8,491,215	11,586,315	14,312,484	15,191,230
\$18,031,191	\$15,408,976	\$17,832,577	\$19,169,399	\$22,890,822	\$24,283,322

City of Fairborn, Ohio
Changes in Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
Schedule 4

	2013	2014	2015	2016
Revenues:				
Property Taxes	\$5,404,927	\$5,270,213	\$5,033,037	\$5,146,070
Other Local Taxes	823,386	828,945	847,768	841,911
Municipal Income Taxes	11,691,107	11,911,179	12,165,582	13,164,280
Revenue in Lieu of Taxes	362,657	419,134	428,715	411,210
Fines, Licenses, Permits, and Settlements	1,679,445	1,809,801	1,701,365	1,744,061
Charges for Services	5,342,261	5,370,812	5,552,844	5,628,442
Lease Revenue	0	0	0	0
Investment Earnings and Other Interest	(48,747)	488,097	184,960	26,256
Intergovernmental	4,942,122	4,722,891	5,945,544	4,451,296
Special Assessments	321,577	295,972	197,000	187,020
Contributions and Donations	1,427	5,384	11,059	15,565
Other	418,299	580,160	412,129	479,006
Total Revenues	30,938,461	31,702,588	32,480,003	32,095,117
Expenditures:				
Current:				
General Government	7,359,127	7,121,226	6,987,945	7,330,640
Public Safety	13,351,123	13,496,787	13,815,117	14,806,908
Leisure Time Activities	281,564	229,166	247,569	268,657
Community Development	1,133,762	1,655,251	2,259,829	1,883,239
Transportation and Street Repair	2,607,811	3,258,464	3,234,742	2,949,365
Public Health and Welfare	102,948	115,122	117,097	118,751
Public Works	0	0	0	0
Capital Outlay	2,896,232	3,399,872	4,335,287	4,737,193
Intergovernmental	215,666	253,670	243,390	235,465
Debt Service:				
Principal Retirement	3,328,691	2,136,024	715,368	676,945
Interest	321,975	255,058	219,918	249,473
Issuance Costs	0	0	0	0
Total Expenditures	31,598,899	31,920,640	32,176,262	33,256,636
Excess of Revenues				
Over (Under) Expenditures	(660,438)	(218,052)	303,741	(1,161,519)
Other Financing Sources (Uses):				
Inception of Capital Lease	0	0	0	0
Proceeds of OPWC Loans	0	0	0	334,832
Special Assessments Bond Issued	0	0	0	85,000
Notes Issued	517,500	310,000	270,000	757,515
Premium on Debt Issued	47,589	6,935	2,155	4,726
Proceeds from the Sale of Capital Assets	25,921	4,171	4,741	11,710
General Obligation Bonds Issued	1,630,000	0	0	0
Refunding Notes Issued	0	0	0	0
Transfers-In	5,878,722	6,654,118	7,370,918	8,581,627
Transfers-Out	(5,878,722)	(6,654,118)	(7,370,918)	(9,292,211)
Total Other Financing Sources (Uses)	2,221,010	321,106	276,896	483,199
Prior Year Restatement of Restricted Fund Balance	(2,995,917)	0	0	0
Net Change in Fund Balances	(\$1,435,345)	\$103,054	\$580,637	(\$678,320)
Debt Service as a Percentage				
of Noncapital Expenditures	12.6%	8.4%	3.4%	3.3%

2017	2018	2019	2020	2021	2022
\$5,128,685	\$5,221,852	\$5,320,488	\$5,353,161	\$5,566,067	\$5,644,082
764,241	897,435	842,432	452,863	698,383	680,942
13,016,028	13,491,824	13,835,468	13,819,620	19,052,667	21,300,903
506,595	592,090	728,180	917,561	928,037	1,230,968
2,175,162	1,971,179	1,897,855	1,380,074	1,506,847	1,365,622
5,614,586	5,501,197	5,132,794	4,598,432	4,774,647	4,954,842
0	0	0	0	0	17,465
319,513	533,530	839,251	400,486	(451,996)	(2,251,675)
5,018,296	5,711,160	6,885,726	12,283,521	8,241,361	8,989,912
194,139	184,481	76,842	77,343	72,000	61,883
19,076	17,728	14,443	4,379	6,499	13,476
645,871	697,406	891,786	1,398,054	663,508	930,812
<u>33,402,192</u>	<u>34,819,882</u>	<u>36,465,265</u>	<u>40,685,494</u>	<u>41,058,020</u>	<u>42,939,232</u>
7,996,512	8,431,402	8,603,326	8,174,372	8,640,220	9,235,465
15,595,103	17,309,839	16,546,058	16,727,483	18,136,140	19,508,877
299,904	346,021	382,447	381,855	410,567	557,482
2,353,386	2,960,163	1,908,212	1,747,146	2,465,579	3,282,379
1,850,948	4,782,492	2,321,291	4,546,730	3,068,889	4,896,664
117,643	115,585	125,069	115,029	128,321	145,325
0	0	0	0	0	120,190
6,577,806	3,014,662	5,754,076	6,259,878	4,382,085	2,754,696
315,411	358,145	436,813	637,789	582,137	762,377
1,025,336	3,806,305	4,152,434	6,597,586	6,292,802	5,824,849
337,359	426,430	431,683	417,726	362,991	353,932
0	0	0	0	0	19,428
<u>36,469,408</u>	<u>41,551,044</u>	<u>40,661,409</u>	<u>45,605,594</u>	<u>44,469,731</u>	<u>47,461,664</u>
<u>(3,067,216)</u>	<u>(6,731,162)</u>	<u>(4,196,144)</u>	<u>(4,920,100)</u>	<u>(3,411,711)</u>	<u>(4,522,432)</u>
0	0	0	0	18,522	372,417
0	0	0	0	1,460,992	0
0	75,000	89,000	0	0	0
3,545,000	4,001,225	6,430,981	6,107,000	5,585,000	5,455,000
32,014	29,571	60,732	54,029	35,724	38,290
5,836	3,151	39,032	95,893	32,896	49,225
0	0	0	0	0	0
0	0	0	0	0	0
7,723,776	8,051,918	7,733,335	9,059,579	5,632,500	4,087,296
<u>(8,007,123)</u>	<u>(8,051,918)</u>	<u>(7,733,335)</u>	<u>(9,059,579)</u>	<u>(5,632,500)</u>	<u>(4,087,296)</u>
<u>3,299,503</u>	<u>4,108,947</u>	<u>6,619,745</u>	<u>6,256,922</u>	<u>7,133,134</u>	<u>5,914,932</u>
0	0	0	0	0	0
<u>\$232,287</u>	<u>(\$2,622,215)</u>	<u>\$2,423,601</u>	<u>\$1,336,822</u>	<u>\$3,721,423</u>	<u>\$1,392,500</u>
4.6%	11.0%	13.3%	17.8%	16.6%	14.0%

City of Fairborn, Ohio
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years
Schedule 5

Assessed Year	Real Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Public Utility	
			Assessed Value	Estimated Actual Value
2013	\$516,359,800	\$1,475,313,714	\$14,040,100	\$15,954,659
2014	497,344,590	1,420,984,543	14,054,270	15,970,761
2015	498,165,380	1,423,329,657	14,621,720	16,615,591
2016	500,809,070	1,430,883,057	15,689,160	17,828,591
2017	506,280,670	1,446,516,200	16,466,990	18,712,489
2018	514,907,250	1,471,163,571	17,744,430	20,164,125
2019	522,658,010	1,493,308,600	19,235,850	21,858,920
2020	596,282,960	1,703,665,600	19,884,270	22,595,761
2021	610,576,930	1,744,505,514	21,230,420	24,125,477
2022	620,979,210	1,774,226,314	22,741,380	25,842,477

Source: Greene County Auditor

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

House Bill 66 combined telecommunications and telephone company property into one classification - telephone company property - and, starting in tax year 2007, reclassified it as general business property rather than public utility property.

Assessed Value	Total Estimated Actual Value	Ratio	Weighted Average Tax Rate (per \$1,000 of assessed value)
\$530,399,900	\$1,491,268,373	35.57	8.80
511,398,860	1,436,955,304	35.59	8.80
512,787,100	1,439,945,248	35.61	11.30
516,498,230	1,448,711,648	35.65	11.30
522,747,660	1,465,228,689	35.68	11.30
532,651,680	1,491,327,696	35.72	11.17
541,893,860	1,515,167,520	35.76	11.14
616,167,230	1,726,261,361	35.69	9.95
631,807,350	1,768,630,991	35.72	9.92
643,720,590	1,800,068,791	35.76	9.90

City of Fairborn, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years
Schedule 6

	2013	2014	2015	2016
Unvoted Millage				
Operating	\$2.50000	\$2.50000	\$2.50000	\$2.50000
Voted Millage - by levy				
1976 Current Expense				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
1976 Street Light				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
1982 Emergency Medical Service				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
1990 Bond Levy (\$1,750,000)				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
2011 Police				
Residential/Agricultural Real	4.40000	4.40000	4.40000	4.40000
Commercial/Industrial and Public Utility Real	4.40000	4.40000	4.40000	4.40000
General Business and Public Utility Personal	4.40000	4.40000	4.40000	4.40000
2011 Fire & EMS				
Residential/Agricultural Real	4.40000	4.40000	4.40000	4.40000
Commercial/Industrial and Public Utility Real	4.40000	4.40000	4.40000	4.40000
General Business and Public Utility Personal	4.40000	4.40000	4.40000	4.40000
<i>Total Voted Millage by Type of Property</i>				
Residential/Agricultural Real	8.80000	8.80000	8.80000	8.80000
Commercial/Industrial and Public Utility Real	8.80000	8.80000	8.80000	8.80000
General Business and Public Utility Personal	8.80000	8.80000	8.80000	8.80000
<i>Total Millage by Type of Property</i>				
Residential/Agricultural Real	11.30000	11.30000	11.30000	11.30000
Commercial/Industrial and Public Utility Real	11.30000	11.30000	11.30000	11.30000
General Business and Public Utility Personal	11.30000	11.30000	11.30000	11.30000
<i>Weighted Average</i>	8.80000	8.80000	11.30000	11.30000

2017	2018	2019	2020	2021	2022
\$2.50000	\$2.50000	\$2.50000	\$2.50000	\$2.50000	\$2.50000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
4.33477	4.33249	4.32000	3.70944	3.69304	3.68219
4.40000	4.38531	4.33935	4.15572	4.17989	4.15501
4.40000	4.38531	4.33935	4.15572	4.17989	4.15501
4.33477	4.33249	4.32000	3.70944	3.69304	3.68219
4.40000	4.38531	4.33935	4.15572	4.17989	4.15501
4.40000	4.38531	4.33935	4.15572	4.17989	4.15501
8.66954	8.66498	8.64000	7.41888	7.38608	7.36438
8.80000	8.77062	8.67869	8.31144	8.35978	8.31002
8.80000	8.77062	8.67869	8.31144	8.35978	8.31002
11.16954	11.16498	11.14000	9.91888	9.88608	9.86438
11.30000	11.27062	11.17869	10.81144	10.85978	10.81002
11.30000	11.27062	11.17869	10.81144	10.85978	10.81002
11.30000	11.17000	11.14000	9.95000	9.92000	9.90000

(continued)

City of Fairborn, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years
Schedule 6
(Continued)

Overlapping Rates by Taxing District

	2013	2014	2015	2016
Fairborn City School District				
Residential/Agricultural Real	\$32.1015	\$33.1700	\$33.1900	\$35.9100
Commercial/Industrial and Public Utility Real	33.5243	34.0200	34.0300	36.7300
General Business and Public Utility Personal	52.5000	52.6500	52.6500	55.3500
Greene County Joint Vocational School District				
Residential/Agricultural Real	2.6494	2.6600	2.6500	2.6600
Commercial/Industrial and Public Utility Real	2.8550	2.8700	2.8000	2.7800
General Business and Public Utility Personal	3.4500	3.4500	3.4500	3.4500
General Health District				
Residential/Agricultural Real	0.8000	0.8000	0.8000	0.8000
Commercial/Industrial and Public Utility Real	0.8000	0.8000	0.7800	0.7800
General Business and Public Utility Personal	0.8000	0.8000	0.8000	0.8000
Greene County				
Residential/Agricultural Real	11.2842	11.6900	13.4900	13.4800
Commercial/Industrial and Public Utility Real	11.9692	12.4100	13.9300	13.8400
General Business and Public Utility Personal	12.2500	12.6500	14.4500	14.4500

Source: Greene County Auditor

Note: The rates presented for a particular calendar year are the effective rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year of each reappraisal.

Overlapping rates are those of local and county governments that apply to property owners within the City.

2017	2018	2019	2020	2021	2022
\$35.5983	\$35.3978	\$34.8473	\$36.9964	\$36.7403	\$36.2954
36.7839	36.5250	36.0671	39.1783	38.9551	38.3758
55.3500	55.2500	54.5400	59.0900	58.8400	58.4000
2.5606	3.5877	3.5336	3.3452	3.3436	3.3221
2.7896	3.8335	3.7709	3.5452	3.5502	3.5201
3.4500	4.4800	4.4300	4.3200	4.3200	4.3000
0.7702	0.7693	0.7681	0.6860	0.6837	0.6819
0.7765	0.7801	0.7772	0.7459	0.7470	0.7441
0.8000	0.8000	0.8000	0.8000	0.8000	0.8000
12.5810	13.0729	13.0560	11.9282	11.8960	11.4880
13.3735	13.9304	13.8798	13.4069	13.4277	12.9295
14.4500	14.4500	14.4500	14.4500	14.4500	13.9500

City of Fairborn, Ohio
Principal Property Tax Payers
 2022 and 2013
 Schedule 7

Taxpayer	2022	
	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$12,859,260	2.00%
Charter Woods LLC	6,424,780	1.00%
Vectren Energy	6,189,910	0.96%
NL Core Avalon Place LLC	5,511,440	0.86%
Brinley Place LLC	4,088,310	0.64%
2377 Commerce Center Blvd. LLC	3,710,040	0.58%
Fairfield Oakes LLC	3,370,190	0.52%
Stag Fairborn LLC	3,173,710	0.49%
Treibin Limited ADK III	2,777,490	0.43%
US Bank NA Trustee	2,695,410	0.42%
Total Principal Property Tax Payers	50,800,540	7.90%
Total All Others	592,920,050	92.10%
Total Assessed Value	\$643,720,590	100.00%
Taxpayer	2013	
	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$11,478,440	2.16%
Charter Woods LLC	6,280,800	1.18%
Wright Executive Hotel	5,374,840	1.01%
Maple View Apartments LLC	4,058,050	0.77%
2377 Commerce Center Blvd. LLC	3,617,500	0.68%
Campus Village Wright State	3,222,070	0.61%
Natdayton LLC	3,137,760	0.59%
Highland Apartments	2,831,020	0.53%
Trebein Limited	2,655,000	0.50%
Wright-Patt Credit Union	2,493,850	0.47%
Total Principal Property Tax Payers	45,149,330	8.50%
Total All Others	485,250,570	91.50%
Total Assessed Value	\$530,399,900	100.00%

Source: County Auditor

City of Fairborn, Ohio
Property Tax Levies and Collections
Last Ten Years
Schedule 8

Collection Year	Total Tax Levied (1)	Current Tax Collection (1)	Percent of Current Levy Collected	Delinquent Tax Collection (2)	Total Tax Collections	Percent of Total Collections To Total Levy
2013	\$5,724,178	\$5,058,861	88.38%	\$308,403	\$5,404,927	94.42%
2014	5,639,412	5,038,661	89.35%	199,257	5,237,918	92.88%
2015	5,447,529	4,795,028	88.02%	207,400	5,002,428	91.83%
2016	5,468,707	4,874,179	89.13%	371,197	5,245,376	95.92%
2017	5,780,266	4,881,684	84.45%	377,457	5,259,141	90.98%
2018	5,165,347	4,996,240	96.73%	208,663	5,204,903	100.77%
2019	5,269,488	5,122,759	97.22%	180,848	5,303,607	100.65%
2020	5,345,732	5,166,585	96.65%	170,834	5,337,419	99.84%
2021	5,561,682	5,388,774	96.89%	162,071	5,550,845	99.81%
2022	5,715,541	5,444,759	95.26%	183,227	5,627,986	98.47%

Source: County Auditor

- (1) Current taxes levied and current tax collections do not include rollback and homestead amounts.
- (2) Delinquent tax collections include amounts collected from penalties, interest, and other delinquent collections. The County does not identify delinquent collections by the year for which the tax was levied.



City of Fairborn, Ohio
Income Tax by Payer Type and Income Tax Rate
Last Ten Years
(cash basis of accounting)
Schedule 9

Calendar Year	Individual		Total Individual	Corporate (1)	Partnership (2)	Total	Income Tax Rate
	Withholding	Non-Withholding					
2013	\$9,005,623	\$1,383,442	\$10,389,065	\$993,264	\$0	\$11,382,329	1.50%
2014	9,499,010	1,424,521	10,923,531	876,994	0	11,800,525	1.50%
2015	9,642,019	1,631,346	11,273,365	810,618	0	12,083,983	1.50%
2016	10,150,511	1,713,279	11,863,791	945,577	0	12,809,368	1.50%
2017	9,969,146	1,741,136	11,710,282	1,077,302	0	12,787,584	1.50%
2018	10,155,797	1,738,788	11,894,585	1,273,677	0	13,168,262	1.50%
2019	10,424,865	1,993,219	12,418,084	946,404	0	13,364,488	1.50%
2020	10,894,417	1,880,815	12,775,232	976,159	0	13,751,391	1.50%
2021	13,965,251	2,093,610	16,058,861	2,132,292	0	18,191,153	2.00%
2022	15,020,692	3,092,333	18,113,026	2,506,793	0	20,619,819	2.00%

(1) Corporate includes Partnerships, unable to break out the information.

(2) Information not available.

Note: These amounts are reported at net and take into account tax refunds.
 Increases in the income tax rate requires voter approval.

City of Fairborn, Ohio
Ratios of Outstanding Debt by Type
Last Ten Years
Schedule 10

Calendar Year	Governmental Activities							
	General Obligation Bonds	Special Assessment Bonds	General Obligation Notes (1)	Special Assessment Notes	Income Tax Revenue Bonds	Tax Increment Financing Revenue Bonds	OPWC Loan	Lease Payable
2013	\$310,233	\$1,007,055	\$448,650	\$0	\$1,273,146	\$1,574,268	\$0	\$124,369
2014	200,117	785,943	311,734	0	0	1,486,714	0	90,631
2015	95,000	588,831	270,539	0	0	1,399,160	0	65,825
2016	0	465,719	758,697	0	0	1,311,606	334,832	40,212
2017	0	306,607	3,554,840	0	0	1,224,052	330,676	13,640
2018	0	230,000	4,010,555	0	0	1,131,498	319,467	0
2019	0	269,000	6,455,998	0	0	1,038,944	308,258	0
2020	0	198,000	6,123,661	0	0	946,390	302,653	0
2021	0	126,000	5,598,401	0	0	848,836	1,745,769	21,383
2022	0	73,000	5,466,569	0	0	751,282	1,709,540	338,180

Notes: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements. Population and Personal Income data are presented on Schedule 15.

(1) The General Obligation Notes only include the long-term portion of the notes.

Business-Type Activities

General Obligation Bonds	Special Assessment Bonds	OWDA Loan	OPWC Loan	General Obligation Notes	Lease Payable	Total Primary Government	Percentage of Personal Income	Per Capita
\$15,106,946	\$100,000	\$0	\$41,714	\$100,211	\$117,313	\$20,203,905	2.68%	\$625
14,639,732	90,000	0	25,028	100,459	60,514	17,790,872	2.02%	543
14,087,518	80,000	0	8,342	2,793,746	1,555	19,390,516	2.19%	583
13,525,304	70,000	0	1,449	6,588,700	950	23,097,469	2.59%	690
12,953,090	60,000	0	0	6,591,852	324	25,035,081	2.82%	751
12,365,876	50,000	0	0	6,828,909	0	24,936,305	2.80%	746
11,763,662	40,000	0	0	6,827,540	0	26,703,402	2.96%	788
18,136,936	30,000	0	0	2,103,947	0	27,841,587	3.03%	822
17,288,550	20,000	0	0	1,741,883	64,768	27,455,590	2.81%	796
16,420,164	10,000	0	0	1,743,227	90,909	26,602,871	2.53%	768

City of Fairborn, Ohio
*Ratio of General Obligation Bonded Debt to
 Estimated Actual Value and General Obligation Bonded Debt Per Capita
 Last Ten Years
 Schedule 11*

Year	General Bonded Debt	Estimated Actual Value (1)	Population (2)	Ratio of Debt to Estimated Actual Value	Debt Per Capita
2013	\$15,417,179	\$1,491,268,373	32,798	1.03%	\$470.06
2014	14,839,849	1,436,955,304	33,039	1.03%	449.16
2015	14,182,518	1,439,945,248	33,251	0.98%	426.53
2016	13,525,304	1,448,711,648	33,487	0.93%	403.90
2017	12,953,090	1,465,228,689	33,344	0.88%	388.47
2018	12,365,876	1,491,327,696	33,433	0.83%	369.87
2019	11,763,662	1,515,167,520	33,876	0.78%	347.26
2020	18,136,936	1,726,261,361	33,876	1.05%	535.39
2021	17,288,550	1,768,630,991	34,510	0.98%	500.97
2022	16,420,164	1,800,068,791	34,620	0.91%	474.30

Source: (1) Greene County Auditor
 (2) Population estimates provided by U.S. Census Bureau (2010 Census, 2014-2018 Est.)
 2019-2021: From US Census Bureau Quick Facts Estimates as of July 2022

Source: City Records

Notes: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements.
 Also, resources have not been externally restricted for the repayment of debt.

City of Fairborn, Ohio
Direct and Overlapping Governmental Activities Debt
 December 31, 2022
 Schedule 12

Jurisdiction	Debt Outstanding	Percentage Applicable to the City of Fairborn (1)	Amount Applicable to the City of Fairborn
Direct Debt:			
City of Fairborn			
Special Assessment Bonds	\$73,000	100.00%	\$73,000
Notes Payable (4)	5,466,569	100.00%	5,466,569
Tax Increment Financing Revenue Bonds	751,282	100.00%	751,282
OPWC Loans	1,709,540	100.00%	1,709,540
Lease Payable	338,180	100.00%	338,180
Total Direct Debt	8,338,571		8,338,571
Overlapping Debt:			
Greene County (5)	13,015,000	12.86%	1,673,729
Beavercreek Township (3)	317,710	2.57%	8,165
Beavercreek City School District (2)	61,662,190	31.34%	19,324,930
Fairborn City School District (2)	100,162,367	78.12%	78,246,841
Total Overlapping Debt	175,157,267		99,253,665
Grand Total	\$183,495,838		\$107,592,236

Source: Greene County Auditor

- (1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.
- (2) The debt outstanding is as of June 30, 2022.
- (3) The debt outstanding is as of December 31, 2021.
- (4) The General Obligation Notes only include the long-term portion of the notes.
- (5) The debt outstanding is as of December 31, 2021, the latest information available.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by residents and businesses should be taken into account.

City of Fairborn, Ohio
Legal Debt Margin Information
Last Ten Years
Schedule 13

	2013	2014	2015	2016
Total Assessed Valuation	\$530,399,900	\$511,398,860	\$512,787,100	\$516,498,230
Overall debt limitation - 10.5% of assessed valuation	55,691,990	53,696,880	53,842,646	54,232,314
Debt Outstanding				
General Obligation Bonds	15,272,286	16,326,563	15,480,000	14,745,000
Income Tax Revenue Bonds	1,245,000	0	0	0
Special Assessment Bonds	1,035,000	874,000	667,000	534,000
Loans Payable	41,714	25,028	8,342	336,281
Bond Anticipation Notes	715,000	410,000	3,058,900	7,336,518
Total Gross Indebtedness	18,309,000	17,635,591	19,214,242	22,951,799
Less Exempt Debt				
General Obligation Bonds	14,962,286	14,639,732	14,020,000	13,465,000
Income Tax Revenue Bonds	1,245,000	0	0	0
Special Assessment Bonds	1,035,000	874,000	667,000	534,000
Loans Payable	41,714	25,028	8,342	336,281
Bond Anticipation Notes	715,000	410,000	3,058,900	7,336,518
Total Exempt Debt	17,999,000	15,948,760	17,754,242	21,671,799
Net Debt Subject to Limitation	310,000	1,686,831	1,460,000	1,280,000
Less amount available in the Debt Service Fund	295,670	251,075	195,510	125,934
Total Net Debt Subject to Limitation	14,330	1,435,756	1,264,490	1,154,066
Legal debt margin within 10.5% limitation	\$55,677,660	\$52,261,124	\$52,578,156	\$53,078,248
Legal Debt Margin as a Percentage of the Debt Limit	100.0%	97.3%	97.7%	97.9%
Unvoted debt limitation 5.5% of assessed valuation	\$29,171,995	\$28,126,937	\$28,203,291	\$28,407,403
Debt Outstanding	18,309,000	17,635,591	19,214,242	22,951,799
Less Exempt Debt				
General Obligation Bonds	14,962,286	14,639,732	14,020,000	13,465,000
Income Tax Revenue Bonds	1,245,000	0	0	0
Special Assessment Bonds	1,035,000	874,000	667,000	534,000
Loans Payable	41,714	25,028	8,342	336,281
Bond Anticipation Notes	715,000	410,000	3,058,900	7,336,518
Total Exempt Debt	17,999,000	15,948,760	17,754,242	21,671,799
Net Debt Subject to Limitation	310,000	1,686,831	1,460,000	1,280,000
Less amount available in the Debt Service Fund	295,670	251,075	195,510	125,934
Total Net Debt Subject to Limitation	14,330	1,435,756	1,264,490	1,154,066
Legal debt margin within 5.5% limitation	\$29,157,665	\$26,691,181	\$26,938,801	\$27,253,337
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.0%	94.9%	95.5%	95.9%

Ohio Bond Law sets a limit of 10.5 percent for voted debt and 5.5 percent for unvoted debt.

2017	2018	2019	2020	2021	2022
\$522,747,660	\$532,651,680	\$541,893,860	\$616,167,230	\$631,807,350	\$643,720,590
54,888,504	55,928,426	56,898,855	64,697,559	66,339,772	67,590,662
14,095,000	13,425,000	12,740,000	17,690,000	16,800,000	15,890,000
0	0	0	0	0	0
365,000	280,000	309,000	228,000	146,000	83,000
330,676	319,467	308,258	302,653	1,745,769	1,709,540
10,124,003	10,820,100	13,246,856	8,207,000	7,325,000	7,195,000
24,914,679	24,844,567	26,604,114	26,427,653	26,016,769	24,877,540
12,900,000	12,320,000	11,725,000	16,765,000	15,970,000	15,155,000
0	0	0	0	0	0
365,000	280,000	309,000	228,000	146,000	83,000
330,676	319,467	308,258	302,653	1,745,769	1,709,540
10,124,003	10,820,100	13,246,856	8,207,000	7,325,000	7,195,000
23,719,679	23,739,567	25,589,114	25,502,653	25,186,769	24,142,540
1,195,000	1,105,000	1,015,000	925,000	830,000	735,000
64,383	112	103,594	183,008	184,441	185,431
1,130,617	1,104,888	911,406	741,992	645,559	549,569
\$53,757,887	\$54,823,538	\$55,987,449	\$63,955,567	\$65,694,213	\$67,041,093
97.9%	98.0%	98.4%	98.9%	99.0%	99.2%
\$28,751,121	\$29,295,842	\$29,804,162	\$33,889,198	\$34,749,404	\$35,404,632
24,914,679	24,844,567	26,604,114	26,427,653	26,016,769	24,877,540
12,900,000	12,320,000	11,725,000	16,765,000	15,970,000	15,155,000
0	0	0	0	0	0
365,000	280,000	309,000	228,000	146,000	83,000
330,676	319,467	308,258	302,653	1,745,769	1,709,540
10,124,003	10,820,100	13,246,856	8,207,000	7,325,000	7,195,000
23,719,679	23,739,567	25,589,114	25,502,653	25,186,769	24,142,540
1,195,000	1,105,000	1,015,000	925,000	830,000	735,000
64,383	112	103,594	183,008	184,441	185,431
1,130,617	1,104,888	911,406	741,992	645,559	549,569
\$27,620,504	\$28,190,954	\$28,892,756	\$33,147,206	\$34,103,845	\$34,855,063
96.1%	96.2%	96.9%	97.8%	98.1%	98.4%

City of Fairborn, Ohio
Pledged Revenue Coverage
Last Ten Years
Schedule 14

OWDA Loan						
Calendar Year	Gross Revenues	Less: Operating Expenses (1)	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013	\$6,656,869	\$4,142,833	\$2,514,036	\$144,178	\$4,242	16.94%
2014	0	0	0	0	0	0.00%
2015	0	0	0	0	0	0.00%
2016	0	0	0	0	0	0.00%
2017	0	0	0	0	0	0.00%
2018	0	0	0	0	0	0.00%
2019	0	0	0	0	0	0.00%
2020	0	0	0	0	0	0.00%
2021	0	0	0	0	0	0.00%
2022	0	0	0	0	0	0.00%

(1) Direct operating expenses do not include depreciation expense.

(2) The Income Tax Revenue bonds were issued and the first principal payment was made in 2005.

Income Tax Revenue Bonds				
Municipal Income Taxes (2)	Debt Service Requirements			Coverage
	Principal	Interest	Total	
\$11,691,107	\$1,195,000	\$106,813	\$1,301,813	8.98%
11,911,179	1,245,000	56,025	1,301,025	9.16%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%

City of Fairborn, Ohio
Demographic and Economic Statistics
Last Ten Years
Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2013	32,798	\$753,009	\$22,959	7.1%
2014	33,039	880,787	26,659	4.8%
2015	33,251	886,438	26,659	4.1%
2016	33,487	892,730	26,659	4.1%
2017	33,344	888,918	26,659	4.0%
2018	33,433	891,290	26,659	4.6%
2019	33,876	903,100	26,659	3.3%
2020	33,876	917,531	27,085 (5)	7.6%
2021	34,510	976,115	28,285	5.0%
2022	34,620	1,053,106	30,419	3.2%

Sources:

- (1) Population estimates provided by U.S. Census Bureau (2010 Census, 2014-2018 Est.)
2019-2022: From US Census Bureau Quick Facts Estimates as of July 2022
- (2) Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts.
- (3) US Census Bureau Quick Facts 2014-2021
- (4) Ohio Labor Market Information
- (5) Information was not available for 2020; the 2019 amount was used as an estimate

City of Fairborn, Ohio
Principal Employers
 2022 and 2013
 Schedule 16

2022	
Employer	Number of Employees
Wright Patterson AFB	35,000
Wright State University	1,970
Fairborn City Schools	850
Ali Industries	500
Kroger	475
Morris Home Furniture Co.	450
Ball Aerospace Technologies	400
City of Fairborn	285
I-supply	150
Menards	150
Bottling Group	150
	40,380
Total Employees	40,380
2013	
Employer	Number of Employees
Wright Patterson AFB	29,800
Wright State University	2,385
Teleperformance USA Inc.	725
Fairborn City Schools	537
Wright-Patt Credit Union (1)	400
Ball Aerospace Technologies	400
City of Fairborn	250
Morris Home Furniture Co.	200
Dynamics Research Corporation	205
Peerless Technologies	180
	35,082
Total Employees	35,082

Source: Community Development Division

(1) Denotes corporate headquarters

Total employment within the City for either year is not available.

City of Fairborn, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years
Schedule 17

Function/Program	2013	2014	2015	2016
General Government				
City Council	1.4	1.4	1.4	1.4
Municipal Court	27.1	27.3	28.2	29.2
City Administration	3.0	3.0	3.0	3.0
Finance	12.6	12.6	12.5	13.0
Legal	2.0	2.0	2.0	2.0
Personnel	1.5	1.5	2.5	2.0
Engineering	4.5	4.5	5.4	5.5
Plant Maintenance	8.4	8.4	8.5	9.5
Victim Witness	2.0	2.0	2.0	3.5
Public Safety (1)				
Police				
Sworn Officers	42.0	43.0	46.0	46.0
Non-Sworn	18.5	19.0	19.0	23.0
Fire	51.5	51.5	54.5	54.0
Community Environment				
Building Inspection	4.3	4.0	4.0	4.0
City Planner	2.3	3.5	4.8	5.3
Neighborhood Betterment	4.1	4.2	3.2	2.3
Economic Development	1.5	1.5	2.0	2.2
Leisure Time Activities				
Parks and Recreation	2.5	2.8	2.6	2.6
Transportation and Street Repair				
Street	11.4	12.4	11.9	11.9
State Highway	1.0	1.0	1.0	1.0
Public Health and Welfare				
Cemetery	1.0	1.5	1.5	1.5
Basic Utility Service				
Water	18.7	17.4	17.6	17.6
Sewer	17.8	18.4	18.6	18.6
Sanitation	1.6	1.6	2.1	2.1
Internal Service				
ITS	2.9	3.7	3.7	4.0
Equipment Services	6.1	6.1	6.1	6.6
Total	249.7	254.2	264.1	271.8

Source: Various City Departments

(1) Information obtained from department annual reports.

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
1.4	1.4	1.4	1.4	1.4	1.4
28.9	28.9	28.9	30.1	30.0	28.0
6.0	5.0	5.0	5.0	5.0	5.0
13.5	13.0	13.0	13.0	14.0	13.0
2.0	2.0	2.0	2.5	2.5	2.5
3.5	3.5	3.5	3.0	3.5	3.8
5.5	5.6	5.6	5.6	5.0	5.0
9.5	9.5	9.5	9.5	9.5	9.4
3.5	3.5	3.5	3.5	3.5	3.5
48.0	48.0	48.0	49.0	51.5	54.0
21.0	21.5	21.5	23.0	25.0	24.0
54.0	54.5	56.0	54.5	58.5	58.0
3.5	4.3	4.3	4.3	6.5	6.5
5.4	5.4	5.4	5.6	4.6	4.6
1.7	1.7	1.9	1.9	1.4	1.2
2.0	2.0	1.5	2.0	3.0	3.0
3.0	3.0	3.0	3.0	4.3	3.8
11.9	11.9	11.9	11.9	11.9	11.9
1.0	1.0	1.0	1.0	1.0	1.0
1.5	1.5	1.5	1.7	1.7	1.7
17.6	17.6	17.6	17.9	18.7	18.7
18.6	18.6	18.6	18.4	18.4	18.4
2.1	2.1	2.1	2.1	1.9	1.9
4.0	4.0	4.0	4.0	4.0	2.5
6.6	6.6	6.6	6.6	6.6	6.4
<u>275.7</u>	<u>276.0</u>	<u>277.3</u>	<u>280.5</u>	<u>293.3</u>	<u>288.8</u>

City of Fairborn, Ohio
Operating Indicators by Function/Program
Last Ten Years
Schedule 18

Function/Program	2013	2014	2015	2016
General government				
Municipal Court				
Criminal and Traffic Cases	13,516	15,187	14,258	17,124
Criminal and Traffic Trials	70	70	47	52
Criminal and Traffic Receipts (in 000's)	\$2,792	\$2,768	\$2,801	\$2,738
Civil/Small Claims Cases	1,672	1,914	1,735	2,036
Civil/Small Claims Trials	429	600	115	133
Civil/Small Claims Receipts (in 000's)	\$743	\$754	\$822	\$903
Public Safety				
Police				
Calls for Service	44,920	49,640	49,038	52,754
Parking Violations	1,315	1,439	1,272	1,444
Traffic Violations	5,226	4,585	4,302	4,085
Criminal Citations	2,521	2,640	2,462	2,410
Training Hours	3,391	4,397	5,084	6,632
Fire				
Emergency Responses	6,007	6,479	6,861	7,018
Inspections	1,156	1,087	646	676
Training Hours	2,064	2,397	2,831	6,888
Community Environment				
Planning and Development				
Residential Construction Permits Issued	984	1,114	1,086	1,452
Estimated Value of Residential Construction	\$7,012,006	\$14,450,637	\$14,299,730	\$22,288,216
Commercial Construction Permits Issued	395	433	457	461
Estimated value of Commercial Construction	\$7,012,006	\$5,078,437	\$19,682,700	\$22,279,340
Parks and Recreation				
Softball Registrations	54	25	28	28
Weekday Fast-Pitch Registrations (youth) (1)	0	26	21	16
Weekend Softball Tournaments	61	35	36	22
Water				
New Connections	63	93	40	68
Water Main Breaks	88	53	59	43
Average Daily Consumption (millions of gallons)	3.400	3.460	3.290	3.180
Peak Daily Consumption (millions of gallons)	5.110	4.310	4.680	4.340
Total Water Treated (millions of gallons)	1,213	1,140	1,200	1,160
Average Daily Treatment (millions of gallons)	3.5	3.5	3.3	3.2
Hydrants Flushed	1,029	1,496	1,482	1,465
Sewer				
Total Water Treated (millions of gallons)	1,524	1,479	1,600	1,508
Average Daily Treatment (millions of gallons)	4.2	4.4	4.4	4.1

Source: Various City Departments

(1) New youth softball category added in 2014

2017	2018	2019	2020	2021	2022
18,156	16,920	15,605	12,109	12,194	9,552
58	65	29	18	19	12
\$3,340	\$3,172	\$2,674	\$2,125	\$2,321	\$1,979
1,767	1,919	2,117	1,318	1,561	1,778
85	49	100	16	7	2
\$1,045	\$1,098	\$1,167	\$913	\$887	\$1,074
55,603	56,863	53,834	52,110	55,508	52,287
1,726	1,361	1,309	719	850	527
4,955	4,187	4,326	3,017	3,645	2,637
3,300	2,975	2,889	2,315	2,252	1,749
6,312	5,869	6,302	4,469	5,238	7,785
7,327	7,043	7,015	6,350	6,859	7,351
459	526	294	41	56	140
7,346	5,382	1,245	874	4,600	6,583
1,590	1,386	1,506	1,141	1,604	1,157
\$25,520,088	\$31,030,516	\$30,790,722	\$26,122,312	\$56,252,413	\$22,889,561
513	320	429	287	548	248
\$31,474,180	\$23,637,850	\$68,315,719	\$32,589,425	\$97,638,471	\$83,225,980
25	37	26	27	19	10
16	24	20	25	25	22
21	24	22	11	12	13
55	80	111	89	98	70
56	55	45	37	39	63
2,360	3,132	3,133	2,050	2,100	2,800
3,770	4,780	4,080	3	3	3
1,020	1,178	1,137	1,180	1,194	1,149
2.8	3.3	3.1	3.2	3.3	3.2
1,465	1,465	1,472	415	1,531	1,558
1,599	1,700	1,668	1,474	1,379	1,472
4.4	4.7	4.7	4.0	3.8	4.0

City of Fairborn, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years
Schedule 19

Function/Program	2013	2014	2015	2016
Police				
Stations	1	1	1	1
Patrol units	13	13	14	14
Fire Stations	4	4	4	4
Public Works				
Area of City (square miles)	13.53	14.01	14.71	14.73
Streets (lane miles)	299.24	299.52	300.00	301.34
Streetlights	2,553	2,553	2,768	2,781
Parks and Recreation				
Number of Parks ¹	20	20	20	19
Acreage	714.33	714.33	719.11	689.25
Playgrounds	19	20	20	20
Baseball/softball diamonds ²	11	11	10	12
Soccer/football fields	12	12	12	12
Number of Tennis Courts ³	14	14	10	10
Basketball Courts	0	0	0	0
Pickle Ball Court	0	0	0	0
Amphitheater at Community Park	0	0	0	0
Fitness Court at Central Park	0	0	0	0
Municipal Water Department				
Daily Treatment Capacity (millions of gallons)	6.50	6.50	6.50	6.50
Water Mains (miles)	152.96	154.06	155.84	158.06
Fire hydrants	1,500	1,505	1,505	1,465
Sewers				
Daily Treatment Capacity (millions of gallons)	6.00	6.00	6.00	6.00
Storm Sewers (miles)	114.60	115.08	117.42	121.76
Sanitary Sewers (miles)	138.81	138.93	139.15	141.46

Source: Various City Departments

¹ Includes parks, wetlands and reserves. Excludes Bikeway

² Three fields have been restored are in service again

³ Four courts have been restored and are in service again

2017	2018	2019	2020	2021	2022
1	1	1	1	1	1
15	15	15	15	17	17
4	4	4	4	4	4
14.73	14.73	14.73	14.73	14.73	14.73
302.11	304.09	305.12	308.68	309.65	310.80
2,781	2,797	2,802	2,815	2,846	2,855
21	21	21	23	23	23
773.41	773.41	781.41	781.41	781.41	781.41
21	21	21	21	21	21
15	15	15	15	15	15
12	12	12	12	12	12
14	14	14	14	14	14
13	13	13	13	13	13
2	4	4	4	4	4
1	1	1	1	1	1
0	0	1	1	1	1
6.50	6.50	6.50	6.50	6.50	6.50
158.40	159.27	161.31	162.47	163.41	164.54
1,545	1,531	1,549	1,738	1,531	1,558
6.00	6.00	6.00	6.00	6.00	6.00
123.00	126.33	127.60	129.08	134.29	134.29
141.80	142.93	143.11	144.12	144.73	144.73





**CITY OF FAIRBORN
FINANCE DEPARTMENT
44 WEST HEBBLE AVENUE
FAIRBORN, OHIO 45324
TELEPHONE: (937) 754-3005
WWW.FAIRBORNOH.GOV**

OHIO AUDITOR OF STATE KEITH FABER



CITY OF FAIRBORN

GREENE 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 7/18/2023

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