

CITY OF FAIRBORN
GREENE COUNTY



SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2021

PLATTENBURG
Certified Public Accountants

OHIO AUDITOR OF STATE
KEITH FABER



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City Council
City of Fairborn
44 W. Hebble Ave
Fairborn, OH 45324

We have reviewed the *Independent Auditor's Report* of the City of Fairborn, Greene County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2021 through December 31, 2021. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Fairborn is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

June 13, 2022

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**CITY OF FAIRBORN
GREENE COUNTY
FOR THE YEAR ENDED DECEMBER 31, 2021**

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor’s Report.....	Under separate cover
Prepared by Management:	
Annual Comprehensive Financial Report	Under separate cover
Schedule of Expenditures of Federal Awards	1
Notes to the Schedule of Expenditures of Federal Awards	1
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	2
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	4
Schedule of Findings and Questioned Costs.....	7
Schedule of Prior Audit Findings and Questioned Costs	8

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CITY OF FAIRBORN, OHIO
Schedule of Expenditures of Federal Awards
For the year ended December 31, 2021

Federal Grantor/Pass Through Grantor/Program Title	Grant or Pass-Through Number	Assistance Listing Number	Total Federal Expenditures
<u>U.S. Department of Housing and Urban Development</u>			
Direct programs:			
CDBG - Entitlement Grants Cluster			
Community Development Block Grants/Entitlement Grants	B-15-MC-39-0032	14.218	\$ 1,632
Community Development Block Grants/Entitlement Grants	B-16-MC-39-0032	14.218	1,182
Community Development Block Grants/Entitlement Grants	B-18-MC-39-0032	14.218	29,421
Community Development Block Grants/Entitlement Grants	B-19-MC-39-0032	14.218	48,933
Community Development Block Grants/Entitlement Grants	B-20-MC-39-0032	14.218	8,523
Community Development Block Grants/Entitlement Grants	B-21-MC-39-0032	14.218	139,882
Community Development Block Grants/Entitlement Grants	B-20-CV-39-0032	14.218	138,399
Total CDBG - Entitlement Grants Cluster			<u>367,972</u>
Passed through the State Department of Development:			
Home Investment Partnerships Program	A-C-18-2BK-2	14.239	17,895
Home Investment Partnerships Program	A-C-20-2BK-2	14.239	147,377
Total Home Investment Partnerships Program			<u>165,272</u>
Total U.S. Department of Housing and Urban Development			<u>533,244</u>
<u>U.S. Department of Justice</u>			
Direct programs:			
Bulletproof Vest Partnership Program	N/A	16.607	2,770
Passed through the Ohio Attorney General:			
Crime Victim Assistance	2020-VAGENE482	16.575	50,026
Crime Victim Assistance	2021-VAGENE482	16.575	21,540
Total Crime Victim Assistance			<u>71,566</u>
Passed through the Office of Criminal Justice Services:			
Violence Against Women Formula Grants	2019-WF-VA2-8932	16.588	59,997
Edward Byrne Memorial Justice Assistance Grant Program	2017-JG-A02-6243A	16.738	12,163
Edward Byrne Memorial Justice Assistance Grant Program	2018-JG-A02-6243F	16.738	6,673
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>18,836</u>
Public Safety Partnership and Community Policing Grants	2020UMWX-0316	16.710	114,147
Coronavirus Emergency Supplemental Funding	2020-CE-CTF-2095	16.034	37,430
Passed through Greene County:			
Equitable Sharing Program	N/A	16.922	6,331
Total U.S. Department of Justice			<u>311,077</u>
<u>U.S. Department of Transportation</u>			
Passed through the Ohio Department of Transportation:			
Highway Planning and Construction Cluster			
Surface Transportation Program - Maple Ave Phase I	101771	20.205	479,792
Surface Transportation Program - Yellow Sprgs-Ffld Rd	101498	20.205	553,874
Surface Transportation Program - Maple Ave Phase II	106311	20.205	146,012
National Transportation Act - CGH Phase I Bikepath	106319	20.205	9,035
National Transportation Act - CGH Phase II Sidewalk	106319	20.205	222,521
Total Highway Planning and Construction Cluster			<u>1,411,234</u>
Total U.S. Department of Transportation			<u>1,411,234</u>
<u>U.S. Department of Homeland Security</u>			
Passed through the Ohio Task Force 1:			
National Urban Search and Rescue Response System	N/A	97.025	21,788
Total U.S. Department of Homeland Security			<u>21,788</u>
<u>U.S. Department of Treasury</u>			
Passed through the Ohio Office of Budget and Management:			
COVID-19 Coronavirus Relief Fund	HB481-CRF-Local	21.019	104,339
Total U.S. Department of Treasury			<u>104,339</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,381,682</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the City's federal award programs. The schedule has been prepared using the cash basis of accounting. The information in this schedule is presented 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). The City did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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

Honorable Mayor, City Council and City Manager
City of Fairborn

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairborn (the City), as of and for the year ended December 31, 2021, 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 8, 2022.

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 entity'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 have not been 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Dayton, Ohio
June 8, 2022

**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**

Honorable Mayor, City Council and City Manager
City of Fairborn

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Fairborn, Ohio's (the City) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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

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 generally accepted auditing standards, *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 generally accepted auditing standards, *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 that 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, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 8, 2022, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the 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. 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 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattensburg & Associates, Inc.

Plattensburg & Associates, Inc.
Dayton, Ohio
June 8, 2022

**CITY OF FAIRBORN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2021**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

Highway Planning and Construction Cluster

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? Yes

Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

CITY OF FAIRBORN
For the Year Ended December 31, 2021

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS

The City had no prior audit findings or questioned costs.

ANNUAL COMPREHENSIVE FINANCIAL REPORT 2021



CITY OF FAIRBORN, OHIO

GREENE COUNTY

Annual Comprehensive Financial Report

For the Year Ended December 31, 2021

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, 2021
Table of Contents

INTRODUCTORY SECTION

Table of Contents	i
Letter of Transmittal	vi
GFOA Certificate of Achievement	xvii
Principal Officials	xviii
Organizational Chart.....	xix

FINANCIAL SECTION

Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	3

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Position	16
Statement of Activities.....	18

Fund Financial Statements:

Balance Sheet – Governmental Funds	20
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	22
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Basis)	
General Fund	28
Fire and EMS Fund	29
Police Fund.....	30
County Motor Vehicle Tax Fund	31
Public Safety Police/Fire Fund.....	32
American Rescue Plan Fund	33
Statement of Fund Net Position – Proprietary Funds.....	34
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	36
Statement of Cash Flows – Proprietary Funds.....	37

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents
(Continued)

Statement of Fiduciary Net Position – Custodial Fund.....	39
Statement of Changes in Fiduciary Net Position – Custodial Fund.....	40
Notes to the Basic Financial Statements	41
 Required Supplementary Information	
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Public Employees Retirement System – Traditional Plan – Last Eight Years	108
Schedule of the City’s Proportionate Share of the Net Pension Liability (Asset) – Ohio Public Employees Retirement System – Combined Plan – Last Four Years	110
Schedule of the City’s Proportionate Share of the Net OPEB Liability (Asset) – Ohio Public Employees Retirement System – OPEB Plan – Last Five Years	111
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Eight Years.....	112
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Police and Fire Pension Fund – Last Five Years	115
Schedule of City Contributions – Ohio Public Employees Retirement System – Last Nine Years	116
Schedule of City Contributions – Ohio Police and Fire Pension Fund – Last Ten Years	118
Notes to the Required Supplementary Information	120
 Combining Financial Statements:	
Combining Financial Statements – Nonmajor Governmental Funds:	
Nonmajor Fund Descriptions	124
Combining Balance Sheet – Nonmajor Governmental Funds	130
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	131

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents
(Continued)

Combining Balance Sheet – Nonmajor Special Revenue Funds	132
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	138
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	144
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	146
Combining Financial Statements Proprietary Funds:	
Internal Service Fund Descriptions.....	148
Combining Statement of Fund Net Position – Internal Service Funds	149
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds.....	150
Combining Statement of Cash Flows – Internal Service Funds.....	151
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Fund Equity – Budget and Actual (Non-GAAP Basis):	
Major Funds:	
General Fund.....	152
Fire and EMS Fund	155
Police Fund	156
County Motor Vehicle Tax Fund	158
Public Safety Police/Fire Fund.....	160
American Rescue Plan Fund	161
Water Fund.....	162
Sewer Fund	163
Sanitation Fund	164
Nonmajor Funds:	
Street Maintenance and Repair Fund	165
State Highway Fund.....	166
Cemetery Fund.....	167
Local Coronavirus Relief Fund.....	168
Neighborhood Stabilization Fund	169
Community Development Block Grant Fund	170
Victim Witness Fund.....	171
Home Fund.....	172
Justice Reinvestment and Incentive Grant Fund	173
Law Enforcement Trust Fund	174
Drug Law Enforcement Fund.....	175
Indigent Drivers Alcohol Treatment Fund	176
Alcohol Enforcement and Education Fund	177

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents
(Continued)

Federal Forfeitures Fund.....	178
Municipal Probation Services Fund.....	179
Traffic Intervention Fund.....	180
Court Legal Research/Computerization Fund.....	181
Court Clerk Computerization Fund.....	182
Indigent Driver’s Interlock and Alcohol Monitoring Fund.....	183
Byrne Justice Assistance Grant Fund.....	184
Moving Ohio Forward Fund.....	185
Federal Emergency Management Agency Fund.....	186
Community Redevelopment Fund.....	187
Fire Loss Escrow Fund.....	189
Uninsured Loss Fund.....	190
General Bond Retirement Fund.....	191
Court Special Projects Fund.....	192
General Capital Improvement Fund.....	193
Parks and Recreation Improvements Fund.....	194
Building and Land Fund.....	195
Tax Increment Financing Fund.....	196
Special Assessment Construction Fund.....	197
I-675 Corridor Tax Increment Financing Fund.....	198
Equipment Fund.....	199
Information Technology Fund.....	200
Employee Assistance Program Fund.....	201
Jefferson Health Plan Fund.....	202

STATISTICAL SECTION

Statistical Tables Descriptions.....	203
Net Position by Component – Last Ten Years – Schedule 1.....	204
Changes in Net Position – Last Ten Years – Schedule 2.....	206
Fund Balances – Governmental Funds – Last Ten Years – Schedule 3.....	210
Changes in Fund Balances – Governmental Funds – Last Ten Years – Schedule 4.....	212
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Years – Schedule 5.....	214
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years – Schedule 6.....	216
Principal Property Tax Payers – 2021 and 2012 – Schedule 7.....	220
Property Tax Levies and Collections – Last Ten Years – Schedule 8.....	221
Income Tax by Payer Type and Income Tax Rate – Last Ten Years – Schedule 9.....	223
Ratios of Outstanding Debt by Type – Last Ten Years – Schedule 10.....	224
Ratio of General Obligation Bonded Debt to Estimated Actual Value And General Obligation Bonded Debt Per Capita – Last Ten Years – Schedule 11.....	226
Direct and Overlapping Governmental Activities Debt – December 31, 2021 – Schedule 12.....	227
Legal Debt Margin Information – Last Ten Years – Schedule 13.....	228
Pledged Revenue Coverage – Last Ten Years – Schedule 14.....	230

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents
(Continued)

Demographic and Economic Statistics – Last Ten Years – Schedule 15.....	232
Principal Employers – 2021 and 2012 – Schedule 16.....	233
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years – Schedule 17.....	234
Operating Indicators by Function/Program – Last Ten Years – Schedule 18.....	236
Capital Assets Statistics by Function/Program – Last Ten Years – Schedule 19	238



**CITY OF FAIRBORN
FINANCE DEPARTMENT**

44 W. Hebble Avenue
Fairborn, OH 45324
(937) 754-3005
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June 8, 2022

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, 2021. 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 (1) the City's ability to impose its will over the component unit, or (2) 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 60 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.

Council is required to adopt, by ordinance, an annual budget for each fiscal year. Upon presentation by the City manager of a proposed budget, council calls and publicizes a public hearing on the budget. Following the public hearing, 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, 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 very competitive cost of living which currently is approximately 13% 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 close proximity to Wright-Patterson Air Force Base, the City attracts 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 others 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 has expanded its economic development department, whose sole purpose is to assist the local business community and encourage new investment within the City. 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 (2) remaining exits off of the twenty-six (26) miles of I-675 that have not been

completely developed. Fairborn is located within 600 miles of 64% of the US population, 50% of the Canadian population, 63% of all US manufacturing, 70% of all the North American manufacturing and 80% of all U.S. headquarters.

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% 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, in spite of the COVID-19 pandemic, with its acres of shovel ready sites available adjacent to the largest Kroger Marketplace in the region and the 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 a very 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 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 2021

Economic Development – The City continues to focus on its historic downtown area. Spark-Fairborn, the kitchen incubator and co-working space, completed its fourth (4th) successful year of operation with Blue Bike Bakery continuing to anchor the shared kitchen space. The shared kitchen space has over ten members and operates twenty-four hours a day to accommodate the needs of its members. Also in the downtown area, the City continued its façade improvement program utilizing Community Development Block Grant funding. Additionally, the City continues to provide incentive programs that help with growing/transforming existing businesses and provides “PIVOT” grants that help move businesses to Fairborn.

The year 2021 continued to see new businesses open or break ground. A total of 548 commercial permits were issued with a total estimated commercial construction value over \$97 million. Commercial projects continued to move forward despite the uncertain times brought on by COVID. The City also issued a total of 1,604 residential permits with an estimated value of approximately \$56 million. Residential projects included the completion of the Bluffs on Trebein, groundbreaking for Section 12 of Waterford Landing, and the continuation of Arden Place, all single-family residential housing developments. Completion of new multi-family residential housing developments included additional phases of Redwood's Fairfield Oakes Community and Hawthorn Landing. The pandemic created great hardships on many businesses within Fairborn.

Utilizing Federal CARES ACT funding, the City was able to assist the business community through several programs including the *Fairborn CARES Act Economic Relief Program* and a program providing businesses with forgivable loans.

Public Safety Police and Fire - Voters approved at the November 2014 ballot a one-quarter of one percent (0.25%) income tax rate for ten years for police and fire equipment and operations. This replaced the 0.25% 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 \$2.5 million dollars in 2021 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 \$2.5 million dollars in 2021.

Typically, a street program is undertaken annually to address streets that need repair or treatments to extend their useful life. The 2021 street programs identified forty-eight street segments needing a variety of treatments including asphalt milling and resurfacing, base repairs and resurfacing, micro-surfacing, and asphalt rejuvenation. Unfortunately, due to rising construction costs and the uncertainty caused by the COVID-19 pandemic, these programs were delayed and will now be performed in 2022.

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 2022 CSA program was postponed from 2021. It is built with the Americans with Disabilities Act (ADA) curb ramp program, which constructs or reconstructs ramps to ADA standards. This program was completed early in 2022 on 100 residential properties and fifteen ADA Curb Ramps.

Several major street renovation projects were also undertaken and completed in 2021, such as the Maple Avenue Phase 1 Improvements Project. Grant funds were received from ODOT's Surface Transportation Program (STP) in the amount of \$1,297,344, as well as a grant from the Ohio Public Works Commission for \$800,000. This project replaced the existing waterline along Maple Avenue, narrowed the asphalt pavement of Maple Avenue and added a 10' bike path on the east side of the roadway. In addition to the road improvements, the signal at Maple Avenue and Redbank Drive was also replaced. The project was finished in the first half of 2021. Maple Avenue improvements phase 2 began in 2021 and will finish in 2022. Improvements will include narrowing the roadway, creating a consistent three-lane cross section to help calm traffic, and installing a ten-foot bike path along the corridor between Doris Drive and Dayton-Yellow Springs Road. The waterline will also be replaced and/or upsized along the roadway according to the water master plan. Phase 2 has received a grant from the Ohio Public Works Commission (OPWC) for \$1,000,000 as well as a grant from the State of Ohio's Surface Transportation Program (STP) in the amount of \$1,754,344.

The Yellow Springs Fairfield Road Improvements Project was also completed in the beginning of 2021. This project included the installation of a new 10' wide bike path along Yellow Springs

Fairfield Road, new curb and gutter along the roadway with storm infrastructure, and the widening of the intersection at Black Lane with left turn lanes. Pedestrian crossing signals were also installed at major intersections for access to the bike path. Grant funds were received from ODOT's Surface Transportation Program (STP) in the amount of \$1,163,745, and the Ohio Public Works Commission approved a loan for \$586,255.

The Central Avenue Reconstruction Project was completed in 2021 which re-built the roadway from Dayton Drive to Lindberg Avenue including new storm water infrastructure where needed, new roadway base and asphalt, new curb and gutter, and roadway striping. A \$500,000 loan from the Ohio Public Works Commission, and funds in the amount of \$232,050 from the ODOT urban paving program were utilized for this project.

The Colonel Glenn Highway Enhancements Project began in 2021 and will be completed in 2022. This project will install sidewalk along the south side of the roadway from University Boulevard to Old- Yellow Springs Road. It will also replace the existing 10' wide bike path from University Boulevard to Center Park Boulevard on the south side of the roadway. It will install a pedestrian mid-block crossing with a Rapid Rectangular Flashing Beacon, and new enhanced crosswalks across Colonel Glenn Highway at the intersections. This project received CMAQ grant funds in the amount of \$920,349, TA funds for \$350,000.

The City also installed three Electric Vehicle Charging stations with two stations located on Dayton Yellow Springs Road at Kroger, and one station located on Central Avenue at the Library. The total installation cost was \$72,757 with \$45,000 being funded through a grant from the Ohio EPA.

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 being 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 paired with major street improvements. In 2021, this included the replacement of cast iron water main on Maple Avenue from the overpass to Doris Drive. All service lines, the majority of which were galvanized iron, were also replaced with new copper service lines to the property line.

In 2021, installation of a new production well was undertaken to replace a failing, low capacity 1970's vintage unit. It will be connected to the well field generator to provide automatic operation even during loss of power, and to the SCADA system to allow for monitoring, alarm notifications, and operation based on plant demand.

Also undertaken in 2021 were upgrades to the Water Reclamation Center's handrail. This project was the result of a BWC safety inspection where they found some of the hand rail didn't meet current safety standards.

Parks – New walking path constructed at Community Park. A new walking trail was constructed along Beaver Creek. The park will be named and completed soon.

Plant Maintenance – A new building was constructed at the Parks office. This building will house equipment and vehicles. All the lighting at the Government Center has been changed to LED. This includes all outside lighting fixtures. The Court building was completely recarpeted. New lights were installed in the library parking lot.

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 separated 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 thru ODOT. Phase 1 is complete, phase 2 from Dayton Drive to Pierce Drive received a TA grant from ODOT and the 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 will begin 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.

Resurfacing of two concrete roadways have also been programed in 2023 and have received grant funds. Xenia Drive (SR 235) will be resurfaced from the I-675 SB on-ramp to Trebein Road. The City has received ODOT Urban Paving Funds for \$365,310 for resurfacing and inspection.

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 CRRSAA Funds in the amount of \$474,023.

The Cleary Drive Extension Project is scheduled for construction 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 working on obtaining some grant funding that could 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.

Pairing water main replacement with street projects will continue in 2022 with the addition of a 12” ductile iron water main on Maple Avenue from Doris Drive to Five Points. This project will address older, failing piping as well as eliminate a water pressure choke point. The choke point was identified through a water distribution system modeling program and will be upsized.

The new production well will be completed and put into service early in 2022. It will be our biggest water producer at nearly 2,600 gallons per minute.

Water main will also be replaced on Forest Street between Wiley Avenue and Tennessee Street.

In 2022, we will design the replacement of water mains on 15 residential streets across Fairborn that have experienced a high volume of water breaks. 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.

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. Sandhill Park’s dog park, the Fairborn Wag Pad, will receive a permanent restroom facility. Osborn Park will see the installation of a “pump track” which will pair nicely with the existing skate park currently located in that park.

Plant Maintenance - The exterior of the municipal court building will be repainted. The downtown streetlights will all be changed to a brighter and more efficient light fixture. The Government Center will also get a much-needed update to all its restroom facilities.

Economic Development - The year 2022, thusfar, has not been as uncertain as 2020 and 2021 but has been challenging none the less. Despite the uncertainty, Fairborn has continued to move forward. In 2021, the City of Fairborn advertised for consulting services to update our Five (5) Year Economic Development Strategic Plan. Numerous consulting firms submitted proposals for this request and Right 2Win Cities, a collaboration between Red Tiger Investments/Kolar Design was selected as the consulting team for this update. At the time of writing this, the 2022-Five (5) Year City of Fairborn Economic Development Plan will be presented for adoption to the Fairborn City Council in July/August 2022. This will serve as a “roadmap” for Fairborn’s economic development efforts for the next five (5) years.

In today’s climate, economic development is a very 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 four (4) 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 have been an active partner with the City in revitalization efforts. In 2020, the new Fairborn Primary School was opened, and the new Fairborn Intermediate School will open in August 2022. 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 1st 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.

Other specific areas of focus include all property adjacent to Wright-Patterson Air Force Base including the Broad Street central business district, Kauffman Avenue, National Road, as well as the Colonel Glenn/Kauffman Avenue area near Wright State University. Multiple buildings have been acquired and demolished to allow for redevelopment, which will allow the community to capitalize on the needs and draw of Wright State University and Wright-Patterson Air Force Base.

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 last several years will likely increase in the future with the addition of a variety of residential choices being offered within several planned developments. As mentioned previously, with the completion of the Bluffs on Trebein, the City looks forward to a continued partnership with Fischer Home as development begins on Arden Place, a new 162 single-family home development just north of The Bluffs on Trebein. Other notable developments under construction include Section 12 of Ryan Homes' Waterford Landing subdivision and Redwood's Fairfield Oakes (high-end "empty nester" rentals). Sales and rentals in each of these communities have been robust. In addition to the new housing developments taking place, the City recently began a housing strategy initiative that seeks to establish housing solutions, not only for new housing units, but also areas of improvements in existing neighborhoods and business areas around the City.

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 (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) 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 detail 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. Plattenburg and Associates performed the audit for the year ended December 31, 2021 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, 2020. This was the thirty-second 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, 2021, 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 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 in order to preserve the public's confidence in our ability to govern the City's finances.

Respectfully submitted,



Annetta Williams
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Fairborn
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO

City of Fairborn, Ohio

Principal Officials

December 31, 2021

COUNCIL - MANAGER FORM OF GOVERNMENT

CITY COUNCIL

Paul Keller, Mayor

Clint Allen, Deputy Mayor

Kevin Knepp, Council Member

Tana Stanton, Council Member

Mary Reaster, Council Member

Rodney McCubbins, Council Member

Adam Fritzsche, Council Member

CITY MANAGER

Rob Anderson

CITY SOLICITOR

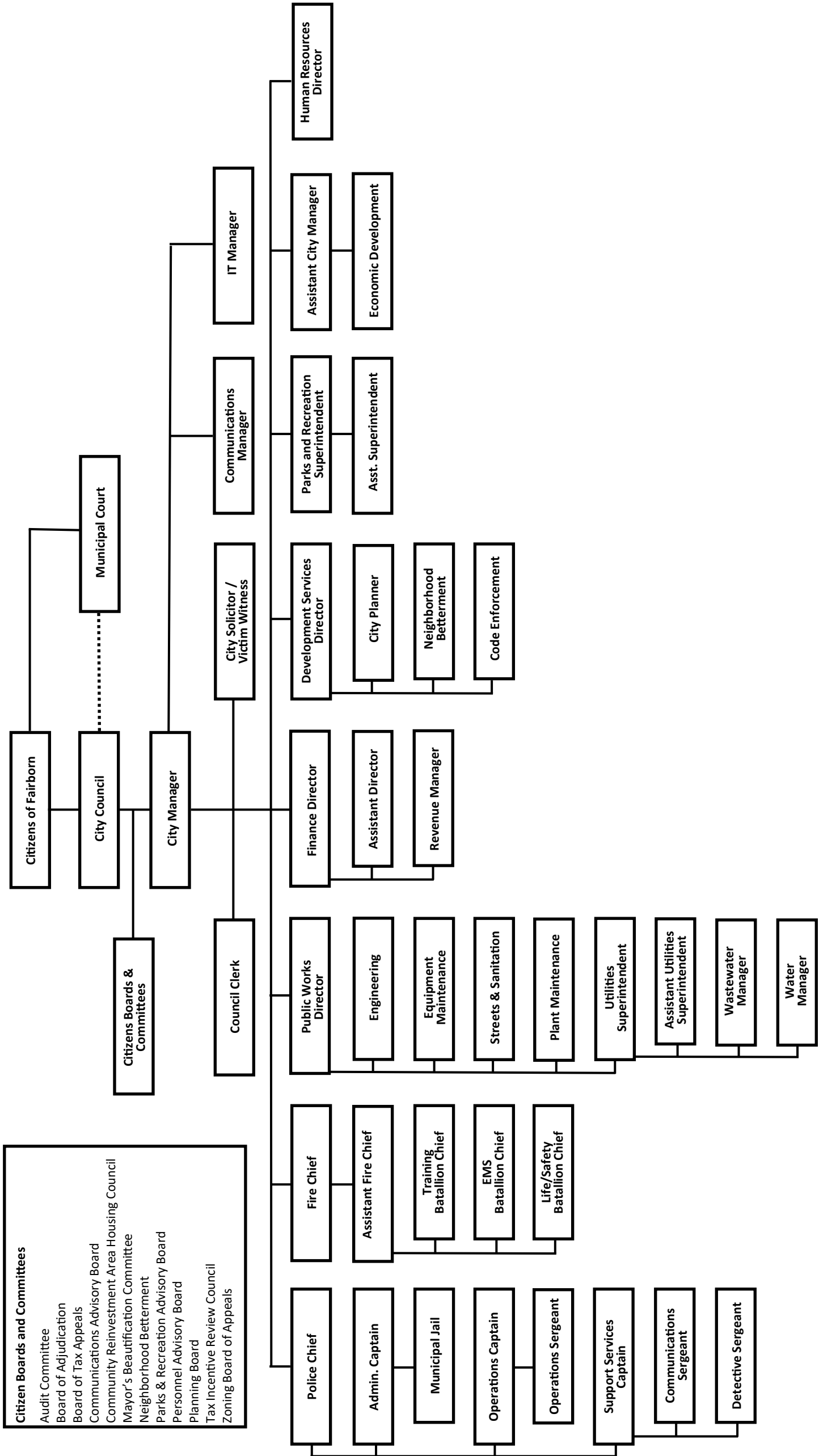
Michael Mayer

FINANCE DIRECTOR

Annetta L. Williams

ASSISTANT FINANCE DIRECTOR

Danielle Wolfe





FAIRBORN

A CITY IN MOTION

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FAIRBORN
A CITY IN MOTION

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager
City of Fairborn

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairborn, Ohio (the City) as of and for the year ended December 31, 2021, 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 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, as of December 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Fire & EMS Fund, Police Fund, County Motor Vehicle Tax Fund, Public Safety Police/Fire Fund and American Rescue Plan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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 pension information and other postemployment information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City'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 the schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section 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 8, 2022, 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.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Dayton, Ohio
June 8, 2022

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(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, 2021, 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

- 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 post-employment benefit other than pension liability (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 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 7 percent to \$32.7 million and the net OPEB liability decreased 63 percent to \$3.9 million. The net pension liability for business-type activities decreased 27 percent to \$2.2 million and the net OPEB liability decreased from \$2 million to \$0.
- The effects of GASB 68 and GASB 75 thus also significantly affected the total net position of governmental activities which realized an increase of 23 percent to \$63.8 million. Governmental activities total net position makes up 69 percent of the City's total net position. Business-type activities total net position increased 8.4 percent to \$28.7 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 20 percent in 2021 to negative \$25.6 million. Unrestricted business-type activities net position increased 29 percent to \$11.4 million.
- Net Investment in Capital Assets for governmental activities increased .1 percent to \$69.4 million.

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.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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.

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 20. 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 Fund, Water, Sewer, and Sanitation funds.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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 2021 compared to 2020.

Table 1 Net Position							
	Governmental Activities		Business-type Activities		Total		Change
	2021	2020	2021	2020	2021	2020	
Assets:							
Current Assets	47,898,814	38,376,226	16,765,790	17,478,034	\$64,664,604	\$55,854,260	\$8,810,344
Net Pension Asset	132,353	83,156	39,529	24,837	171,882	107,993	63,889
Net OPEB Asset	878,495	0	262,410	0	1,140,905	0	1,140,905
Capital Assets, Net	80,913,628	79,025,653	35,922,952	35,949,395	116,836,580	114,975,048	1,861,532
Total Assets	129,823,290	117,485,035	52,990,681	53,452,266	\$182,813,971	\$170,937,301	\$11,876,670
Deferred Outflow of Resources:							
Deferred Charges on Refunding	0	0	214,799	243,238	214,799	243,238	(28,439)
Pension	4,947,857	5,657,807	343,227	508,604	5,291,084	6,166,411	(875,327)
OPEB	3,005,600	3,819,095	131,596	350,117	3,137,196	4,169,212	(1,032,016)
Total Deferred Outflow of Resources	7,953,457	9,476,902	689,622	1,101,959	8,643,079	10,578,861	(1,935,782)
Liabilities:							
Current and other liabilities	10,081,690	5,844,310	1,542,412	1,415,293	11,624,102	7,259,603	4,364,499
Long-Term Liabilities:							
Net Pension Liability	32,672,876	35,304,082	2,220,785	3,021,569	34,893,661	38,325,651	(3,431,990)
Net OPEB Liability	3,922,517	10,608,161	0	2,065,458	3,922,517	12,673,619	(8,751,102)
Other Amounts	10,000,701	9,263,771	19,399,642	20,641,266	29,400,343	29,905,037	(504,694)
Total Liabilities	56,677,784	61,020,324	23,162,839	27,143,586	79,840,623	88,163,910	(8,323,287)
Deferred Inflow of Resources:							
Property Tax	5,522,650	5,373,938	0	0	5,522,650	5,373,938	148,712
Revenue In Lieu Of Taxes	1,340,607	978,192	0	0	1,340,607	978,192	362,415
Pension	6,120,642	5,199,311	1,017,303	658,873	7,137,945	5,858,184	1,279,761
OPEB	4,314,069	2,512,730	825,911	306,862	5,139,980	2,819,592	2,320,388
Total Deferred Inflows of Resources	17,297,968	14,064,171	1,843,214	965,735	19,141,182	15,029,906	4,111,276
Net Position:							
Net Investment in							
Capital Assets	69,368,525	69,295,825	17,288,544	17,641,805	86,657,069	86,937,630	(280,561)
Restricted	19,986,348	14,334,026	0	0	19,986,348	14,334,026	5,652,322
Unrestricted (Deficit)	(25,553,878)	(31,752,409)	11,385,706	8,803,099	(14,168,172)	(22,949,310)	8,781,138
Total Net Position	63,800,995	\$51,877,442	\$28,674,250	\$26,444,904	\$92,475,245	\$78,322,346	\$14,152,899

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2021, 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 and deferred outflows related to pension and OPEB and net pension asset.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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 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.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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

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

Governmental activities net position makes up 69 percent of the City's total net position. The unrestricted net position of governmental activities increased in 2021 by \$6.2 million. The restricted net position of governmental activities increased by \$5.7 million. Governmental activities net OPEB liability decreased by \$6.7 million. The current assets of governmental activities increased by \$9.5 million due to increases in cash, income taxes receivable, and intergovernmental receivable. Cash increased due to the American Rescue Plan Fund grant monies being received in advance of the expenditures. Income tax receivable increased due to an additional 0.5% income tax levy for the purpose of providing fire, police, and emergency medical services in the City that went into effect in 2021. Intergovernmental receivable in the County Motor Vehicle Tax Fund increased due to an increase in grant related work that was completed before the end of the year but not reimbursed until after year-end. Unrestricted net position of business-type activities increased by \$2.6 million, mainly due to the decrease in the net OPEB liability. The total net position of the City as a whole increased by 18 percent to \$92.5 million.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

Table 2 shows the changes in net position for the year ended December 31, 2021, compared to 2020.

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues:						
Charges for Services	\$6,398,270	\$6,100,414	\$13,459,287	\$13,344,816	\$19,857,557	\$19,445,230
Operating Grants and Contributions	4,303,656	6,292,655	0	0	4,303,656	6,292,655
Capital Grants and Contributions	3,500,302	5,808,958	137,328	144,202	3,637,630	5,953,160
Total Program Revenues	14,202,228	18,202,027	13,596,615	13,489,018	27,798,843	31,691,045
General Revenues:						
Property Taxes	5,586,204	5,360,217	0	0	5,586,204	5,360,217
Other Local Taxes	620,860	530,386	0	0	620,860	530,386
Revenue in Lieu of Taxes	928,037	917,561	0	0	928,037	917,561
Income Taxes	19,683,084	13,393,142	0	0	19,683,084	13,393,142
Grants and Entitlements not Restricted to Specific Programs	1,489,968	1,032,952	0	0	1,489,968	1,032,952
Investment Earnings	(495,444)	298,960	28,019	50,472	(467,425)	349,432
Other	663,508	1,398,054	116,419	251,368	779,927	1,649,422
Transfers	2,287	0	(2,287)	0	0	0
Total General Revenues	28,478,504	22,931,272	142,151	301,840	28,620,655	23,233,112
Total Revenues	42,680,732	41,133,299	13,738,766	13,790,858	56,419,498	54,924,157
Program Expenses:						
General Government	7,327,396	12,507,997	0	0	7,327,396	12,507,997
Public Safety	18,432,140	19,355,872	0	0	18,432,140	19,355,872
Leisure Time Activities	378,712	592,840	0	0	378,712	592,840
Community Development	1,696,585	1,979,004	0	0	1,696,585	1,979,004
Transportation and Street Repair	2,575,075	4,882,868	0	0	2,575,075	4,882,868
Public Health and Welfare	76,429	132,351	0	0	76,429	132,351
Interest and Fiscal Charges	270,842	326,744	0	0	270,842	326,744
Water	0	0	3,768,061	3,741,712	3,768,061	3,741,712
Sewer	0	0	4,814,185	5,964,822	4,814,185	5,964,822
Sanitation	0	0	2,927,174	3,241,273	2,927,174	3,241,273
Total Expenses	30,757,179	39,777,676	11,509,420	12,947,807	42,266,599	52,725,483
Change in Net Position	11,923,553	1,355,623	2,229,346	843,051	14,152,899	2,198,674
Net Position January 1	51,877,442	50,521,819	26,444,904	25,601,853	78,322,346	76,123,672
Net Position December 31	\$63,800,995	\$51,877,442	\$28,674,250	\$26,444,904	\$92,475,245	\$78,322,346

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. Program revenues decreased 22 percent in 2021 as decreases in operating grants and contributions, and capital grants and contributions, significantly exceeded the increase in charges for services. Operating grants and contributions decreased due to decreases in grant revenue resulting from the Local Government Coronavirus Relief Funds that were received in 2020 but not in 2021. Capital grants and contributions decreased due to a decrease in grants associated with capital related

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

projects in 2021. Program revenues make up only 33 percent of total governmental activity revenues in 2021, and thus the City continues to rely heavily on general revenues to fund program expenses.

General revenues fund the vast majority of governmental activities and consist mainly of property and income taxes. Income taxes increased by \$6.3 million, of which approximately \$3.6 million is attributed to an additional 0.5% increase in police and fire and EMS funds that went into effect in 2021. The remaining increase can be attributed to the City's top employers returning staff back to the workplace. Property taxes increased slightly, and total general revenues increased \$5.5 million in 2021. 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 decreased by 23 percent in 2021 as a result of changes in assumptions for healthcare costs related to OPEB in the OPERS pension system. With an infusion of a total of \$28.5 million of general revenues, the City realized an \$11.9 million increase in the net position of governmental activities to \$63.8 million at December 31, 2021.

Business-type Activities

Revenues in the business-type activities exceeded expenses by \$2.2 million and net position rose eight percent to \$28.6 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 70 percent of all governmental fund balances and 71 percent of the governmental funds' total assets of \$47.0 million.

General Fund: General Fund revenues increased two percent in 2021, due mostly to an increase in income tax revenue as a result of the economic rebound following the COVID-19 pandemic. General Fund expenditures increased 17 percent in 2021 compared to the previous year

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

due to increases in general government and community development expenditures due to an increase in contractual obligations and contributions to the Fairborn Development Corporation for the downtown façade program as well as an increase in debt service principal payments on the 2020 Series B various purpose bond anticipation notes.

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 were \$2.3 million in 2021, the fifth 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% income tax levy for the purpose of providing fire and emergency medical services in the City. This levy generated \$2.0 million in 2021. 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 \$1.2 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 2021 increased 55 percent over the previous year due to a large portion of salaries being paid from the Local Coronavirus Relief Fund in 2020 that were paid from this fund in 2021. As a result of this and the reduction in transfers from the general fund from 2020 to 2021, the fund balance decreased by \$1.1 million to \$1.3 million.

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 2021. The Police Fund also benefits from a 10 year 0.25% income tax levy approved in March, 2020, for police services, which raised \$2.0 million in 2021. 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 2021 totaled \$4.0 million.

Expenditures in 2021 saw a minimal increase from 2020. Accrued revenues and other financing sources exceeded accrued expenditures at year-end increasing the December 31, 2021, fund balance to \$2.1 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 \$2.3 million in 2021 for this fund, which also receives project financing in the form of intergovernmental permissive motor vehicle license tax distributions and State and federal grants which totaled \$2.9 million. Intergovernmental revenue decreased from the prior year due to fewer grants being received during the year. However the intergovernmental receivable increased due to grant related work that was done before the end of the year but not reimbursed until after year-end. Accrued revenues and other financing sources exceeded accrued expenditures resulting in the fund balance increase of \$1.6 million to \$3.3 million. Major projects funded in 2021 included the Maple Avenue and Yellow Springs Fairfield Road resurfacing improvements.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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 \$2.5 million in revenues in 2021. Accrued public safety expenditures increased from the prior year due to the Police Body Camera project, Lifepaks and various EMS equipment and supplies purchased during 2021. Although accrued expenditures increased, accrued revenues and other financing sources still exceeded accrued expenditures and the fund balance increased to \$1.3 million.

American Rescue Plan Fund: The American Rescue Plan (ARP) Fund accounts for the federal ARP grant money. The fund balance did not change during 2021 because the grant was received in advance of the expenditures and is, therefore, considered unearned revenue; the revenue will be recognized as the expenditures occur.

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 2021 to slightly exceed expenditures and other uses. The final budget for revenues was lower than the original budget as a decrease in expected other revenue for the Tangible Solutions loan payoff that was deferred to 2022; as well as in charges for services due to the enterprise management fee being lower than originally budgeted. The final budget for expenditures was five percent greater than the original budget due to estimated increases to expenditures for contractual services in community development and personal services in general government.

General Fund actual revenues were slightly higher than the final budgeted revenues. Intergovernmental revenue exceeded forecasted amounts mainly due to Local Government actual revenues being higher than estimated. General Fund actual expenditures were nearly six percent less than the final budgeted amounts due to savings in personal services and contractual obligations due to conservative budgeting. In addition, the advances that were budgeted were not needed. As a result, the General Fund balance actually decreased by only \$0.2 million to \$6.7 million, a better outcome than what was finally budgeted.

Transfers-out of \$5.6 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 \$4 million, make up the vast majority of these transfers.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

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.

Table 3						
Capital Assets (Net of Depreciation)						
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land	\$23,619,330	\$21,864,882	\$159,633	\$159,633	\$23,778,963	\$22,024,515
Construction in Progress	5,531,640	6,407,879	1,801,082	1,580,187	7,332,722	7,988,066
Buildings	11,086,772	11,448,859	14,605,522	14,507,163	25,692,294	25,956,022
Improvements Other Than Buildings	679,808	711,673	2,732,102	3,091,168	3,411,910	3,802,841
Machinery and Equipment	1,604,031	1,710,478	2,650,927	3,016,549	4,254,958	4,727,027
Vehicles	3,152,363	3,261,227	1,046,720	998,886	4,199,083	4,260,113
Infrastructure	<u>35,239,684</u>	<u>33,620,655</u>	<u>12,926,966</u>	<u>12,595,809</u>	<u>48,166,650</u>	<u>46,216,464</u>
Total	<u>\$80,913,628</u>	<u>\$79,025,653</u>	<u>\$35,922,952</u>	<u>\$35,949,395</u>	<u>\$116,836,580</u>	<u>\$114,975,048</u>

Total capital assets used in governmental activities are \$1.9 million greater than the previous year. The \$1.8 million increase in land is due to the City's street additions, and properties donated to the City by developers. The \$1.6 million increase in infrastructure is due to the completion of Maple Avenue and Yellow Springs Fairfield Road improvements, as well as other street projects being completed during the year. The net effect of all additions, deletions, and depreciation to capital assets used in business-type activities was less than one percent decrease. Construction in progress in business-type activities increased \$0.2 million as the cost of construction projects started but not yet completed in 2021 exceeded those projects that had been completed. See Note 10 in the notes to the basic financial statements for further details on the City's capital assets.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
(Unaudited)

Debt Administration

Table 4 summarizes the 2021 and 2020 long-term debt activity of governmental and business-type activities.

Table 4						
Outstanding Long-term Obligations at Year End						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Long-term Notes	\$5,598,401	\$6,123,661	\$1,741,883	\$2,103,947	\$7,340,284	\$8,227,608
General Obligation Bonds	0	0	6,515,318	6,690,271	6,515,318	6,690,271
Tax Increment Financing Bonds	848,836	946,390	0	0	848,836	946,390
Refunding Bonds	0	0	10,773,232	11,446,665	10,773,232	11,446,665
Special Assessment Bonds	126,000	198,000	20,000	30,000	146,000	228,000
Loans	1,745,769	302,653	0	0	1,745,769	302,653
Landfill Closure and Postclosure	0	0	48,173	51,004	48,173	51,004
Capital Leases	17,596	0	48,288	0	65,884	0
Compensated Absences Payable	1,664,099	1,693,067	252,748	319,379	1,916,847	2,012,446
Net Pension Liability						
OP&F	25,238,073	25,188,394	0	0	25,238,073	25,188,394
OPERS	7,434,803	10,115,688	2,220,785	3,021,569	9,655,588	13,137,257
Total Net Pension Liability	<u>32,672,876</u>	<u>35,304,082</u>	<u>2,220,785</u>	<u>3,021,569</u>	<u>34,893,661</u>	<u>38,325,651</u>
Net OPEB Liability						
OP&F	3,922,517	3,693,357	0	0	3,922,517	3,693,357
OPERS	0	6,914,804	0	2,065,458	0	8,980,262
Total Net OPEB Liability	<u>3,922,517</u>	<u>10,608,161</u>	<u>0</u>	<u>2,065,458</u>	<u>3,922,517</u>	<u>12,673,619</u>
Totals	<u>\$46,596,094</u>	<u>\$55,176,014</u>	<u>\$21,620,427</u>	<u>\$25,728,293</u>	<u>\$68,216,521</u>	<u>\$80,904,307</u>

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 nearly 16 percent and business-type activity total debt decreased by nearly 16 percent in 2021. The changes were due mainly to the decrease in the net OPEB liability which are the result of changes in assumptions by OPERS. 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 18 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, 2021

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$28,141,928	\$14,144,290	\$42,286,218
Property Taxes Receivable	5,850,443	0	5,850,443
Other Local Taxes Receivable	100,239	0	100,239
Municipal Income Taxes Receivable	6,077,287	0	6,077,287
Revenue in Lieu of Taxes Receivable	1,340,607	0	1,340,607
Accounts Receivable	1,101,856	1,708,943	2,810,799
Intergovernmental Receivable	3,004,371	0	3,004,371
Accrued Interest Receivable	88,835	0	88,835
Internal Balances	(472,371)	472,371	0
Special Assessments Receivable	127,914	20,000	147,914
Loans Receivable	500,000	0	500,000
Assets Held for Resale	1,848,762	0	1,848,762
Materials and Supplies Inventory	188,943	420,186	609,129
Net Pension Asset	132,353	39,529	171,882
Net OPEB Asset	878,495	262,410	1,140,905
Nondepreciable Capital Assets	29,150,970	1,960,715	31,111,685
Depreciable Capital Assets, net	51,762,658	33,962,237	85,724,895
<i>Total Assets</i>	<u>129,823,290</u>	<u>52,990,681</u>	<u>182,813,971</u>
Deferred Outflows of Resources:			
Deferred Charge on Refunding	0	214,799	214,799
Pension	4,947,857	343,227	5,291,084
OPEB	3,005,600	131,596	3,137,196
<i>Total Deferred Outflows of Resources</i>	<u>7,953,457</u>	<u>689,622</u>	<u>8,643,079</u>
Liabilities:			
Accounts Payable	507,085	277,576	784,661
Contracts Payable	1,223,607	406,590	1,630,197
Retainage Payable	417,831	0	417,831
Accrued Wages Payable	650,626	82,889	733,515
Intergovernmental Payable	168,741	16,706	185,447
Unearned Revenue	3,405,684	0	3,405,684
Deposits Held and Due to Others	72,333	350,658	422,991
Accrued Interest Payable	45,311	47,608	92,919
Notes Payable	2,742,752	360,385	3,103,137
Claims Payable	847,720	0	847,720
Long-Term Liabilities:			
Due Within One Year	1,380,689	1,062,378	2,443,067
Due in More Than One Year:			
Net Pension Liability	32,672,876	2,220,785	34,893,661
Net OPEB Liability	3,922,517	0	3,922,517
Other Amounts	8,620,012	18,337,264	26,957,276
<i>Total Liabilities</i>	<u>\$56,677,784</u>	<u>\$23,162,839</u>	<u>\$79,840,623</u>

(continued)

City of Fairborn, Ohio
Statement of Net Position
December 31, 2021

(Continued)

	Governmental Activities	Business-Type Activities	Total
Deferred Inflows of Resources:			
Property Taxes	\$5,522,650	\$0	\$5,522,650
Revenue in Lieu of Taxes	1,340,607	0	1,340,607
Pension	6,120,642	1,017,303	7,137,945
OPEB	4,314,069	825,911	5,139,980
<i>Total Deferred Inflows of Resources</i>	<u>17,297,968</u>	<u>1,843,214</u>	<u>19,141,182</u>
Net Position:			
Net Investment in Capital Assets	69,368,525	17,288,544	86,657,069
Restricted for Debt Service	1,144,647	0	1,144,647
Restricted for Capital Improvements	1,306,647	0	1,306,647
Restricted for Public Safety	6,917,695	0	6,917,695
Restricted for Transportation and Street Repair	9,100,549	0	9,100,549
Restricted for Community Development	1,516,810	0	1,516,810
Unrestricted (Deficit)	<u>(25,553,878)</u>	<u>11,385,706</u>	<u>(14,168,172)</u>
<i>Total Net Position</i>	<u>\$63,800,995</u>	<u>\$28,674,250</u>	<u>\$92,475,245</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Activities
For the Year Ended December 31, 2021

	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
Governmental Activities:				
General Government	\$7,327,396	\$4,837,518	\$45,658	\$48,563
Public Safety	18,432,140	1,469,776	1,304,840	0
Leisure Time Activities	378,712	20,988	0	3,314
Community Development	1,696,585	5,025	753,089	0
Transportation and Street Repair	2,575,075	26,798	2,200,069	3,448,425
Public Health and Welfare	76,429	38,165	0	0
Interest and Fiscal Charges	270,842	0	0	0
<i>Total Governmental Activities</i>	<u>30,757,179</u>	<u>6,398,270</u>	<u>4,303,656</u>	<u>3,500,302</u>
Business-Type Activities:				
Water	3,768,061	4,087,916	0	74,428
Sewer	4,814,185	6,150,359	0	62,900
Sanitation	2,927,174	3,221,012	0	0
<i>Total Business-Type Activities</i>	<u>11,509,420</u>	<u>13,459,287</u>	<u>0</u>	<u>137,328</u>
<i>Totals</i>	<u>\$42,266,599</u>	<u>\$19,857,557</u>	<u>\$4,303,656</u>	<u>\$3,637,630</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
Other
Transfers

Total General Revenues

Change in Net Position

Net Position at Beginning of Year

Net Position at End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
(\$2,395,657)	\$0	(\$2,395,657)
(15,657,524)	0	(15,657,524)
(354,410)	0	(354,410)
(938,471)	0	(938,471)
3,100,217	0	3,100,217
(38,264)	0	(38,264)
(270,842)	0	(270,842)
<u>(16,554,951)</u>	<u>0</u>	<u>(16,554,951)</u>
0	394,283	394,283
0	1,399,074	1,399,074
0	293,838	293,838
<u>0</u>	<u>2,087,195</u>	<u>2,087,195</u>
<u>(16,554,951)</u>	<u>2,087,195</u>	<u>(14,467,756)</u>
997,190	0	997,190
2,294,507	0	2,294,507
2,294,507	0	2,294,507
620,860	0	620,860
928,037	0	928,037
9,662,268	0	9,662,268
2,415,373	0	2,415,373
7,605,443	0	7,605,443
1,489,968	0	1,489,968
(495,444)	28,019	(467,425)
663,508	116,419	779,927
2,287	(2,287)	0
<u>28,478,504</u>	<u>142,151</u>	<u>28,620,655</u>
11,923,553	2,229,346	14,152,899
<u>51,877,442</u>	<u>26,444,904</u>	<u>78,322,346</u>
<u>\$63,800,995</u>	<u>\$28,674,250</u>	<u>\$92,475,245</u>

City of Fairborn, Ohio
Balance Sheet
Governmental Funds
December 31, 2021

	General Fund	Fire and EMS Fund	Police Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$7,003,962	\$1,135,111	\$2,082,114
Receivables:			
Property Taxes	1,044,735	2,402,854	2,402,854
Other Local Taxes	84,597	0	0
Municipal Income Taxes	3,005,829	784,272	784,272
Revenue in Lieu of Taxes	0	0	0
Accounts	0	201,126	0
Intergovernmental	577,629	134,763	184,135
Accrued Interest	88,835	0	0
Interfund	530,000	0	0
Special Assessments	0	0	0
Loans	0	0	0
Assets Held for Resale	5,400	0	0
Materials and Supplies Inventory	35,069	0	13,326
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	54,333	0	0
<i>Total Assets</i>	<u>\$12,430,389</u>	<u>\$4,658,126</u>	<u>\$5,466,701</u>
Liabilities:			
Accounts Payable	\$325,825	\$19,093	\$27,908
Contracts Payable	0	0	0
Retainage Payable	0	0	0
Interfund Payable	91,638	0	0
Accrued Wages Payable	187,640	167,565	192,047
Intergovernmental Payable	40,028	44,889	61,258
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>645,131</u>	<u>231,547</u>	<u>281,213</u>
Deferred Inflows of Resources:			
Property Taxes	983,992	2,269,329	2,269,329
Revenue in Lieu of Taxes	0	0	0
Unavailable Revenue	2,722,928	841,055	830,463
<i>Total Deferred Inflows of Resources</i>	<u>3,706,920</u>	<u>3,110,384</u>	<u>3,099,792</u>
Fund Balances:			
Nonspendable	89,402	0	13,326
Restricted	0	1,316,195	2,072,370
Committed	0	0	0
Assigned	853,539	0	0
Unassigned (Deficit)	7,135,397	0	0
<i>Total Fund Balances</i>	<u>8,078,338</u>	<u>1,316,195</u>	<u>2,085,696</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$12,430,389</u>	<u>\$4,658,126</u>	<u>\$5,466,701</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
\$4,007,044	\$1,193,431	\$3,405,684	\$7,287,611	\$26,114,957
0	0	0	0	5,850,443
0	0	0	15,642	100,239
541,457	751,457	0	210,000	6,077,287
0	0	0	1,340,607	1,340,607
0	0	0	900,730	1,101,856
873,613	0	0	1,234,231	3,004,371
0	0	0	0	88,835
0	0	0	91,638	621,638
0	0	0	127,914	127,914
0	0	0	500,000	500,000
0	0	0	1,843,362	1,848,762
0	0	0	94,566	142,961
0	0	0	0	54,333
<u>\$5,422,114</u>	<u>\$1,944,888</u>	<u>\$3,405,684</u>	<u>\$13,646,301</u>	<u>\$46,974,203</u>
\$2,603	\$7,827	\$0	\$114,289	\$497,545
1,223,607	0	0	0	1,223,607
417,831	0	0	0	417,831
0	0	0	530,000	621,638
0	34,118	0	41,970	623,340
0	9,425	0	7,658	163,258
0	0	3,405,684	0	3,405,684
0	0	0	72,333	72,333
0	0	0	9,110	9,110
0	0	0	2,742,752	2,742,752
<u>1,644,041</u>	<u>51,370</u>	<u>3,405,684</u>	<u>3,518,112</u>	<u>9,777,098</u>
0	0	0	0	5,522,650
0	0	0	1,340,607	1,340,607
480,200	562,175	0	2,006,205	7,443,026
<u>480,200</u>	<u>562,175</u>	<u>0</u>	<u>3,346,812</u>	<u>14,306,283</u>
0	0	0	94,566	197,294
3,297,873	1,331,343	0	7,173,249	15,191,030
0	0	0	712,203	712,203
0	0	0	939,526	1,793,065
0	0	0	(2,138,167)	4,997,230
<u>3,297,873</u>	<u>1,331,343</u>	<u>0</u>	<u>6,781,377</u>	<u>22,890,822</u>
<u>\$5,422,114</u>	<u>\$1,944,888</u>	<u>\$3,405,684</u>	<u>\$13,646,301</u>	<u>\$46,974,203</u>

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2021*

Total Governmental Fund Balances	\$22,890,822
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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.	80,913,628
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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	239,359
Net Pension Asset	(12,029)
Net OPEB Asset	(79,863)
Capital Assets	(200,505)
Deferred Outflows - Pension	(104,457)
Deferred Outflows - OPEB	(40,049)
Net Pension Liability	675,886
Deferred Inflows - Pension	309,610
Deferred Inflows - OPEB	251,364
Compensated Absences Payable	89,275

Total	1,128,591
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Adjustment to reflect the consolidation of internal service fund activities related to enterprise activity.	(472,371)
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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	327,793
Municipal Income Taxes	4,497,399
Intergovernmental	1,550,403
Special Assessments	127,914
Accounts	917,074
Accrued Interest	22,443

Total	\$7,443,026
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(continued)

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2021
 (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	\$132,353
Net OPEB Asset	878,495
Deferred Outflows - Pension	4,947,857
Deferred Outflows - OPEB	3,005,600
Net Pension Liability	(32,672,876)
Net OPEB Liability	(3,922,517)
Deferred Inflows - Pension	(6,120,642)
Deferred Inflows - OPEB	<u>(4,314,069)</u>

Total	(38,065,799)
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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.	(36,201)
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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	(5,585,000)
Tax Increment Financing Revenue Bonds	(830,000)
Special Assessment Bonds	(126,000)
OPWC Loans	(1,745,769)
Capital Leases Payable	(17,596)
Compensated Absences Payable	(1,664,099)
Premium on Debt Issued	<u>(32,237)</u>

Total	<u>(10,000,701)</u>
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<i>Net Position of Governmental Activities</i>	<u><u>\$63,800,995</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, 2021

	General Fund	Fire and EMS Fund	Police Fund
Revenues:			
Property Taxes	\$993,147	\$2,286,460	\$2,286,460
Other Local Taxes	541,767	0	0
Municipal Income Taxes	9,991,299	2,032,862	2,032,861
Revenue in Lieu of Taxes	0	0	0
Fines, Licenses, and Permits	1,063,524	1,235	0
Charges for Services	3,407,428	1,218,068	53,713
Investment Earnings	(514,291)	0	0
Intergovernmental	1,359,004	275,830	773,826
Special Assessments	0	0	0
Contributions and Donations	0	0	0
Other	360,231	7,439	12,605
<i>Total Revenues</i>	<u>17,202,109</u>	<u>5,821,894</u>	<u>5,159,465</u>
Expenditures:			
Current:			
General Government	8,278,709	0	0
Public Safety	0	7,494,725	7,995,702
Leisure Time Activities	410,567	0	0
Community Development	1,624,127	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Capital Outlay	114,224	0	0
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	554,355	0	0
Interest and Fiscal Charges	175,269	0	0
<i>Total Expenditures</i>	<u>11,157,251</u>	<u>7,494,725</u>	<u>7,995,702</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>6,044,858</u>	<u>(1,672,831)</u>	<u>(2,836,237)</u>
Other Financing Sources (Uses):			
Inception of Capital Lease	0	0	0
Proceeds of OPWC Loans	0	0	0
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Proceeds from the Sale of Capital Assets	32,896	0	0
Transfers-In	0	550,000	4,000,000
Transfers-Out	(5,582,500)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(5,549,604)</u>	<u>550,000</u>	<u>4,000,000</u>
<i>Net Change in Fund Balances</i>	495,254	(1,122,831)	1,163,763
<i>Fund Balances at Beginning of Year</i>	<u>7,583,084</u>	<u>2,439,026</u>	<u>921,933</u>
<i>Fund Balances at End of Year</i>	<u>\$8,078,338</u>	<u>\$1,316,195</u>	<u>\$2,085,696</u>

See accompanying notes to the basic financial statements

County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$0	\$0	\$0	\$5,566,067
0	0	156,616	698,383
2,287,824	2,497,821	210,000	19,052,667
0	0	928,037	928,037
26,798	0	415,290	1,506,847
0	22,496	72,942	4,774,647
19,618	0	42,677	(451,996)
2,915,464	21,000	2,896,237	8,241,361
0	0	72,000	72,000
0	500	5,999	6,499
32,566	33,795	216,872	663,508
<u>5,282,270</u>	<u>2,575,612</u>	<u>5,016,670</u>	<u>41,058,020</u>
0	0	361,511	8,640,220
0	2,108,880	536,833	18,136,140
0	0	0	410,567
0	0	841,452	2,465,579
1,711,231	0	1,357,658	3,068,889
0	0	128,321	128,321
3,370,712	229,880	667,269	4,382,085
0	0	582,137	582,137
17,876	1,850,926	3,869,645	6,292,802
0	40,381	147,341	362,991
<u>5,099,819</u>	<u>4,230,067</u>	<u>8,492,167</u>	<u>44,469,731</u>
<u>182,451</u>	<u>(1,654,455)</u>	<u>(3,475,497)</u>	<u>(3,411,711)</u>
0	18,522	0	18,522
1,460,992	0	0	1,460,992
0	1,850,000	3,735,000	5,585,000
0	7,992	27,732	35,724
0	0	0	32,896
0	0	1,082,500	5,632,500
0	0	(50,000)	(5,632,500)
<u>1,460,992</u>	<u>1,876,514</u>	<u>4,795,232</u>	<u>7,133,134</u>
1,643,443	222,059	1,319,735	3,721,423
<u>1,654,430</u>	<u>1,109,284</u>	<u>5,461,642</u>	<u>19,169,399</u>
<u>\$3,297,873</u>	<u>\$1,331,343</u>	<u>\$6,781,377</u>	<u>\$22,890,822</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, 2021*

Net Change in Fund Balances - Total Governmental Funds \$3,721,423

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	4,388,670
Capital assets donated by developers	512,832
Depreciation	<u>(2,943,545)</u>

Excess of Capital Outlay and Capital Contributions over Depreciation Expense 1,957,957

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	(32,896)
Capital assets transferred from business-type activities	2,287
Loss on Disposal of Capital Assets	<u>(39,373)</u>

Total (69,982)

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	6,107,000
Tax Increment Financing Revenue Bonds	95,000
Special Assessment Bonds	72,000
Loans Payable	17,876
Capital Leases Payable	<u>926</u>

Total 6,292,802

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	591,023
Capital Assets	44,549
Compensated Absences	25,496
Contractually Required Contributions for Pension	(102,352)
Contractually Required Contributions for OPEB	(613)
Pension Expense	13,582
OPEB Expense	(483,390)
Adjustment to business type activities	<u>(184,509)</u>

Total (96,214)

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	20,137
Other Local Taxes	(77,523)
Municipal Income Taxes	630,417
Investment Earnings	9,515
Fines, Licenses, and Permits	5,752
Charges for Services	111,024
Intergovernmental	470,939
Special Assessments	<u>(72,000)</u>

Total \$1,098,261

(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, 2021
(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.

Capital Leases	(\$18,522)	
OPWC Loans	(1,460,992)	
Notes	(5,585,000)	
Premium on Debt	(35,724)	
	(7,100,238)	

Total (7,100,238)

Contractually required contributions are reported as expenditures in governmental funds; however, the
Statement of Net Position reports these amounts as deferred outflows.

Pension	3,122,016	
OPEB	53,296	
	3,175,312	

Total 3,175,312

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	(2,072,894)	
OPEB	4,896,009	
	2,823,115	

Total 2,823,115

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	50,611	
Amortization of Premium	41,538	
	92,149	

Total 92,149

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	28,968	
	28,968	

Change in Net Position of Governmental Activities \$11,923,553

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, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$946,000	\$993,147	\$993,147	\$0
Other Local Taxes	456,000	491,356	467,390	(23,966)
Municipal Income Taxes	9,795,044	9,708,000	9,858,752	150,752
Fines, Licenses and Permits	1,247,134	1,247,134	1,075,146	(171,988)
Charges for Services	3,662,805	3,319,176	3,385,900	66,724
Investment Earnings	135,000	135,000	163,333	28,333
Intergovernmental	942,430	957,430	1,345,797	388,367
Special Assessments	59,400	59,400	100,891	41,491
Other	688,596	188,596	294,743	106,147
<i>Total Revenues</i>	17,932,409	17,099,239	17,685,099	585,860
Expenditures:				
Current:				
General Government	9,005,935	9,271,274	8,783,842	487,432
Leisure Time Activities	484,486	523,984	484,280	39,704
Community Development	1,784,765	1,904,096	1,756,214	147,882
Capital Outlay	64,900	201,089	192,722	8,367
Debt Service:				
Principal Retirements	507,000	573,190	554,355	18,835
Interest and Fiscal Charges	210,000	179,810	175,269	4,541
<i>Total Expenditures</i>	12,057,086	12,653,443	11,946,682	706,761
<i>Excess of Revenues Over Expenditures</i>	5,875,323	4,445,796	5,738,417	1,292,621
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	10,000	10,000	32,896	22,896
Advances-Out	(200,000)	(73,600)	0	73,600
Transfers-Out	(5,579,935)	(5,686,835)	(5,582,500)	104,335
<i>Total Other Financing Sources (Uses)</i>	(5,769,935)	(5,750,435)	(5,549,604)	200,831
<i>Net Change in Fund Balance</i>	105,388	(1,304,639)	188,813	1,493,452
<i>Fund Balance at Beginning of Year</i>	5,872,133	5,872,133	5,872,133	0
<i>Prior Year Encumbrances Appropriated</i>	598,415	598,415	598,415	0
<i>Fund Balance at End of Year</i>	\$6,575,936	\$5,165,909	\$6,659,361	\$1,493,452

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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property Taxes	\$2,174,500	\$2,273,589	\$2,286,460	\$12,871
Municipal Income Taxes	1,392,433	1,767,090	1,810,765	43,675
Fines, Licenses and Permits	1,200	1,200	1,235	35
Charges for Services	1,243,650	1,318,650	1,162,703	(155,947)
Intergovernmental	301,500	301,500	275,830	(25,670)
Other	0	0	7,439	7,439
<i>Total Revenues</i>	<u>5,113,283</u>	<u>5,662,029</u>	<u>5,544,432</u>	<u>(117,597)</u>
Expenditures:				
Current:				
Public Safety	7,613,657	7,861,961	7,679,347	182,614
Capital Outlay	0	2,945	2,945	0
<i>Total Expenditures</i>	<u>7,613,657</u>	<u>7,864,906</u>	<u>7,682,292</u>	<u>182,614</u>
<i>Excess of Revenues Under Expenditures</i>	(2,500,374)	(2,202,877)	(2,137,860)	65,017
Other Financing Sources:				
Transfers-In	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,950,374)	(1,652,877)	(1,587,860)	65,017
<i>Fund Balance at Beginning of Year</i>	2,414,365	2,414,365	2,414,365	0
<i>Prior Year Encumbrances Appropriated</i>	<u>148,830</u>	<u>148,830</u>	<u>148,830</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$612,821</u>	<u>\$910,318</u>	<u>\$975,335</u>	<u>\$65,017</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property Taxes	\$2,174,500	\$2,286,460	\$2,286,460	\$0
Municipal Income Taxes	1,392,433	1,767,090	1,810,764	43,674
Charges for Services	32,346	32,346	53,713	21,367
Intergovernmental	610,450	728,835	776,341	47,506
Other	22,468	22,468	12,605	(9,863)
<i>Total Revenues</i>	<u>4,232,197</u>	<u>4,837,199</u>	<u>4,939,883</u>	<u>102,684</u>
Expenditures:				
Current:				
Public Safety	8,279,489	8,267,523	7,986,075	281,448
Capital Outlay	0	1,683	1,683	0
<i>Total Expenditures</i>	<u>8,279,489</u>	<u>8,269,206</u>	<u>7,987,758</u>	<u>281,448</u>
<i>Excess of Revenues Under Expenditures</i>	(4,047,292)	(3,432,007)	(3,047,875)	384,132
Other Financing Sources:				
Transfers-In	4,000,000	4,080,000	4,000,000	(80,000)
<i>Net Change in Fund Balance</i>	(47,292)	647,993	952,125	304,132
<i>Fund Balance at Beginning of Year</i>	1,012,432	1,012,432	1,012,432	0
<i>Prior Year Encumbrances Appropriated</i>	55,338	55,338	55,338	0
<i>Fund Balance at End of Year</i>	<u>\$1,020,478</u>	<u>\$1,715,763</u>	<u>\$2,019,895</u>	<u>\$304,132</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, 2021

	<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	\$2,238,761	\$2,462,461	\$2,254,688	(\$207,773)
Fines, Licenses and Permits	50,000	50,000	26,798	(23,202)
Investment Earnings	7,000	7,000	19,618	12,618
Intergovernmental	3,017,157	2,920,954	2,238,840	(682,114)
Other	0	0	32,566	32,566
<i>Total Revenues</i>	<u>5,312,918</u>	<u>5,440,415</u>	<u>4,572,510</u>	<u>(867,905)</u>
Expenditures:				
Current:				
Transportation and Street Repair	634,850	769,134	768,108	1,026
Capital Outlay	5,488,908	7,112,649	7,101,590	11,059
Debt Service:				
Principal Retirements	24,610	19,816	17,876	1,940
<i>Total Expenditures</i>	<u>6,148,368</u>	<u>7,901,599</u>	<u>7,887,574</u>	<u>14,025</u>
<i>Excess of Revenues Under Expenditures</i>	(835,450)	(2,461,184)	(3,315,064)	(853,880)
Other Financing Sources:				
Proceeds of OPWC Loans	1,460,992	1,460,992	1,460,992	0
<i>Net Change in Fund Balance</i>	625,542	(1,000,192)	(1,854,072)	(853,880)
<i>Fund Balance at Beginning of Year</i>	505,595	505,595	505,595	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,671,081</u>	<u>1,671,081</u>	<u>1,671,081</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$2,802,218</u>	<u>\$1,176,484</u>	<u>\$322,604</u>	<u>(\$853,880)</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, 2021

	Original	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$2,448,761	\$2,448,761	\$2,464,685	\$15,924
Charges for Services	0	25,000	22,496	(2,504)
Intergovernmental	0	10,000	21,000	11,000
Contributions and Donations	0	0	500	500
Other	30,000	30,000	33,795	3,795
<i>Total Revenues</i>	<u>2,478,761</u>	<u>2,513,761</u>	<u>2,542,476</u>	<u>28,715</u>
Expenditures:				
Current:				
Public Safety	1,810,744	2,247,608	2,236,688	10,920
Capital Outlay	217,816	276,156	233,957	42,199
Debt Service:				
Principal Retirement	1,937,328	1,937,328	1,937,328	0
Interest and Fiscal Charges	43,950	43,075	41,746	1,329
<i>Total Expenditures</i>	<u>4,009,838</u>	<u>4,504,167</u>	<u>4,449,719</u>	<u>54,448</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,531,077)</u>	<u>(1,990,406)</u>	<u>(1,907,243)</u>	<u>83,163</u>
Other Financing Sources:				
Notes Issued	1,937,330	1,937,330	1,850,000	(87,330)
Premium on Debt Issued	10,300	10,300	7,992	(2,308)
<i>Total Other Financing Sources</i>	<u>1,947,630</u>	<u>1,947,630</u>	<u>1,857,992</u>	<u>(89,638)</u>
<i>Net Change in Fund Balance</i>	416,553	(42,776)	(49,251)	(6,475)
<i>Fund Balance at Beginning of Year</i>	1,003,283	1,003,283	1,003,283	0
<i>Prior Year Encumbrances Appropriated</i>	<u>105,419</u>	<u>105,419</u>	<u>105,419</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,525,255</u></u>	<u><u>\$1,065,926</u></u>	<u><u>\$1,059,451</u></u>	<u><u>(\$6,475)</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, 2021

	Original	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$0	\$3,405,684	\$3,405,684	\$0
Expenditures:				
Capital Outlay	0	85,000	85,000	0
<i>Net Change in Fund Balance</i>	0	3,320,684	3,320,684	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$3,320,684	\$3,320,684	\$0

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2021

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$3,378,163	\$9,678,549	\$736,920	\$13,793,632	\$811,146
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	1,161,492
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	116,886	116,886	116,886	350,658	0
Accounts Receivable	459,514	906,109	343,320	1,708,943	0
Special Assessments Receivable	0	20,000	0	20,000	0
Materials and Supplies Inventory	290,616	129,570	0	420,186	45,982
<i>Total Current Assets</i>	<u>4,245,179</u>	<u>10,851,114</u>	<u>1,197,126</u>	<u>16,293,419</u>	<u>2,018,620</u>
Non-current Assets					
Net Pension Asset	18,906	18,906	1,717	39,529	12,029
Net OPEB Asset	125,499	125,499	11,412	262,410	79,863
Nondepreciable Capital Assets	1,514,730	369,406	76,579	1,960,715	5,018
Depreciable Capital Assets, Net	13,290,151	20,510,676	161,410	33,962,237	195,487
<i>Total Non-current Assets</i>	<u>14,949,286</u>	<u>21,024,487</u>	<u>251,118</u>	<u>36,224,891</u>	<u>292,397</u>
<i>Total Assets</i>	<u>19,194,465</u>	<u>31,875,601</u>	<u>1,448,244</u>	<u>52,518,310</u>	<u>2,311,017</u>
Deferred Outflows of Resources:					
Deferred Charge on Refunding	16,795	198,004	0	214,799	0
Pension	164,152	164,152	14,923	343,227	104,457
OPEB	62,937	62,937	5,722	131,596	40,049
<i>Total Deferred Outflows of Resources</i>	<u>243,884</u>	<u>425,093</u>	<u>20,645</u>	<u>689,622</u>	<u>144,506</u>
Liabilities:					
Current Liabilities					
Accounts Payable	40,490	232,282	4,804	277,576	9,540
Contracts Payable	401,522	5,068	0	406,590	0
Claims Payable	0	0	0	0	847,720
Accrued Wages Payable	37,322	41,278	4,289	82,889	27,286
Intergovernmental Payable	7,879	8,021	806	16,706	5,483
Accrued Interest Payable	22,462	25,146	0	47,608	0
Notes Payable	360,385	0	0	360,385	0
General Obligation Bonds Payable	332,000	483,000	0	815,000	0
Landfill Postclosure Costs Payable	0	0	48,173	48,173	0
Special Assessment Bonds Payable	0	10,000	0	10,000	0
Capital Lease Payable	10,067	0	0	10,067	0
Compensated Absences Payable	72,819	93,053	13,266	179,138	63,220
<i>Total Current Liabilities</i>	<u>\$1,284,946</u>	<u>\$897,848</u>	<u>\$71,338</u>	<u>\$2,254,132</u>	<u>\$953,249</u>

(continued)

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2021
(Continued)

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Long-Term Liabilities					
Deposits Held and Due to Others	\$116,886	\$116,886	\$116,886	\$350,658	\$0
Notes Payable	1,741,883	0	0	1,741,883	0
General Obligation Bonds Payable	5,031,559	11,441,991	0	16,473,550	0
Special Assessment Bonds Payable	0	10,000	0	10,000	0
Capital Lease Payable	38,221	0	0	38,221	0
Compensated Absences Payable	22,051	41,790	9,769	73,610	26,055
Net Pension Liability	1,062,114	1,062,112	96,559	2,220,785	675,886
<i>Total Long-Term Liabilities</i>	<u>8,012,714</u>	<u>12,672,779</u>	<u>223,214</u>	<u>20,908,707</u>	<u>701,941</u>
<i>Total Liabilities</i>	<u>9,297,660</u>	<u>13,570,627</u>	<u>294,552</u>	<u>23,162,839</u>	<u>1,655,190</u>
Deferred Inflows of Resources:					
Pension	486,535	486,537	44,231	1,017,303	309,610
OPEB	395,001	395,001	35,909	825,911	251,364
<i>Total Deferred Inflows of Resources</i>	<u>881,536</u>	<u>881,538</u>	<u>80,140</u>	<u>1,843,214</u>	<u>560,974</u>
Net Position:					
Net Investment in Capital Assets	7,668,886	9,381,669	237,989	17,288,544	200,505
Unrestricted	1,590,267	8,466,860	856,208	10,913,335	38,854
<i>Total Net Position</i>	<u>\$9,259,153</u>	<u>\$17,848,529</u>	<u>\$1,094,197</u>	28,201,879	<u>\$239,359</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>472,371</u>	
Net Position of Business-Type Activities				<u>\$28,674,250</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, 2021

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Operating Revenues:					
Charges for Services	\$4,087,916	\$6,150,359	\$3,221,012	\$13,459,287	\$6,045,980
Other	107,948	8,272	199	116,419	1,225,022
<i>Total Operating Revenues</i>	<u>4,195,864</u>	<u>6,158,631</u>	<u>3,221,211</u>	<u>13,575,706</u>	<u>7,271,002</u>
Operating Expenses:					
Personal Services	522,782	522,581	105,166	1,150,529	541,985
Contractual Services	2,296,650	2,402,054	2,825,356	7,524,060	1,206,403
Materials and Supplies	221,011	244,877	8,398	474,286	708,369
Claims	0	0	0	0	4,181,420
Depreciation	658,784	1,403,256	23,913	2,085,953	51,134
<i>Total Operating Expenses</i>	<u>3,699,227</u>	<u>4,572,768</u>	<u>2,962,833</u>	<u>11,234,828</u>	<u>6,689,311</u>
<i>Operating Income</i>	<u>496,637</u>	<u>1,585,863</u>	<u>258,378</u>	<u>2,340,878</u>	<u>581,691</u>
Non-Operating Revenues (Expenses):					
Investment Earnings	14,322	13,697	0	28,019	9,332
Interest and Fiscal Charges	(151,347)	(293,766)	(131)	(445,244)	0
Loss on Disposal of Capital Assets	(2,287)	(13,857)	0	(16,144)	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(139,312)</u>	<u>(293,926)</u>	<u>(131)</u>	<u>(433,369)</u>	<u>9,332</u>
<i>Income (Loss) Before Capital Contributions and Transfers</i>	357,325	1,291,937	258,247	1,907,509	591,023
Capital Contributions	74,428	62,900	0	137,328	0
<i>Change in Net Position</i>	431,753	1,354,837	258,247	2,044,837	591,023
<i>Net Position (Deficit) at Beginning of Year</i>	<u>8,827,400</u>	<u>16,493,692</u>	<u>835,950</u>		<u>(351,664)</u>
<i>Net Position at End of Year</i>	<u>\$9,259,153</u>	<u>\$17,848,529</u>	<u>\$1,094,197</u>		<u>\$239,359</u>
<i>Adjustments to reflect the consolidation of Internal Service Funds' activity related to Enterprise Funds</i>				<u>184,509</u>	
<i>Change in net position of business-type activities</i>				<u>\$2,229,346</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, 2021

	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	\$4,141,148	\$6,270,989	\$3,280,610	\$13,692,747	\$0
Cash Received From Interfund Services Provided	0	0	0	0	6,045,980
Cash Received From Other Operating Revenues	107,948	11,211	199	119,358	1,225,022
Cash Payments for Claims	0	0	0	0	(3,915,057)
Cash Payments for Employee Services and Benefits	(1,441,564)	(1,465,796)	(174,341)	(3,081,701)	(1,084,662)
Cash Payments to Suppliers	(2,286,240)	(2,543,936)	(3,058,718)	(7,888,894)	(1,930,813)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>521,292</u>	<u>2,272,468</u>	<u>47,750</u>	<u>2,841,510</u>	<u>340,470</u>
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(1,463,770)	(561,549)	0	(2,025,319)	(6,585)
Note Proceeds	2,100,000	0	0	2,100,000	0
Note Premiums	9,072	0	0	9,072	0
Notes Principal Payments	(2,279,162)	(179,162)	(102,770)	(2,561,094)	0
Interest and Fiscal Charges on Notes	(48,983)	(3,573)	(2,050)	(54,606)	0
General Obligation Bond Principal Payments	(71,000)	(88,000)	0	(159,000)	0
General Obligation Bond Interest Payments	(69,842)	(53,895)	0	(123,737)	0
Refunding Bond Principal Payments	(251,050)	(384,950)	0	(636,000)	0
Refunding Bond Interest Payments	(73,964)	(258,971)	0	(332,935)	0
Special Assessment Bond Principal Payments	0	(10,000)	0	(10,000)	0
Special Assessment Bond Interest Payments	0	(1,410)	0	(1,410)	0
Capital Lease Principal Payments	(2,047)	0	0	(2,047)	0
Capital Lease Interest Payments	(842)	0	0	(842)	0
Capital Contributions by Customers and Governmental Funds	74,428	74,310	0	148,738	0
<i>Net Cash Provided by (Used for) Capital and Related Financing Activities</i>	<u>(2,077,160)</u>	<u>(1,467,200)</u>	<u>(104,820)</u>	<u>(3,649,180)</u>	<u>(6,585)</u>
Cash Flows from Investing Activities:					
Interest	14,322	12,287	0	26,609	9,332
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(1,541,546)	817,555	(57,070)	(781,061)	343,217
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>5,036,595</u>	<u>8,977,880</u>	<u>910,876</u>	<u>14,925,351</u>	<u>1,629,421</u>
<i>Cash and Cash Equivalents at End 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>

(continued)

City of Fairborn, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021
(Continued)

	Enterprise Funds				Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Reconciliation of Operating Income to					
Net Cash Provided by (Used for) Operating Activities:					
Operating Income	\$496,637	\$1,585,863	\$258,378	\$2,340,878	\$581,691
Adjustments to Reconcile Operating Income					
to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	658,784	1,403,256	23,913	2,085,953	51,134
Landfill Closure and Postclosure Costs	0	0	(2,831)	(2,831)	0
Decrease (Increase) in Assets:					
Accounts Receivable	13,642	83,979	20,008	117,629	0
Materials and Supplies Inventory	3,910	(15,847)	0	(11,937)	(692)
Deferred Outflows of Resources - Pension	202,521	202,520	18,412	423,453	128,879
Deferred Outflows of Resources - OPEB	123,373	123,372	11,216	257,961	78,511
Increase (Decrease) in Liabilities:					
Accounts Payable	(7,946)	162,634	(187,638)	(32,950)	(15,349)
Claims Payable	0	0	0	0	266,363
Contracts Payable	270,359	(2,709)	0	267,650	0
Accrued Wages Payable	5,273	7,130	514	12,917	3,358
Intergovernmental Payable	1,864	(4,539)	189	(2,486)	1,242
Deposits Held and Due to Others	5,095	5,095	5,095	15,285	0
Compensated Absences Payable	(26,254)	(52,322)	11,945	(66,631)	25,496
Net Pension Liability	(7,924)	(7,923)	(719)	(16,566)	(5,043)
Net OPEB Liability	(606,512)	(606,511)	(55,138)	(1,268,161)	(385,962)
Deferred Inflows of Resources - Pension	(334,092)	(334,092)	(30,372)	(698,556)	(212,606)
Deferred Inflows of Resources - OPEB	(277,438)	(277,438)	(25,222)	(580,098)	(176,552)
Net Cash Provided by (Used for) Operating Activities	<u>\$521,292</u>	<u>\$2,272,468</u>	<u>\$47,750</u>	<u>\$2,841,510</u>	<u>\$340,470</u>

Noncash Capital Financing Activities:

During 2021, the Water Fund received assets in the amount of \$50,335 from capital leases.

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fiduciary Net Position
Custodial Fund
December 31, 2021

	Municipal Court Fund
Assets:	
Cash and Cash Equivalents in Segregated Accounts	<u>\$134,112</u>
Liabilities:	
Due to Other Governments	<u>\$134,112</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Fund
For the Year Ended December 31, 2021

	Municipal Court Fund
Additions:	
Fines and Forfeitures for Other Governments	\$1,736,871
Deductions:	
Distributions to the State of Ohio	582,308
Distributions to Other Governments	1,154,563
<i>Total Deductions</i>	1,736,871
<i>Change in Net Position</i>	0
<i>Net Position at Beginning of Year</i>	0
<i>Net Position at End of Year</i>	\$0

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 21 and 22.

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, 2021

Greene County Agencies for Combined Enforcement
Fairborn Development Corporation
Greene County Regional Planning and Coordination 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, 2021

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 that is 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 that is 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, 2021

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, 2021

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 Municipal Court Fund is used to account for monies that flow through the clerk of court's office. The Wright Patterson Regional Council of Governments Fund accounts for the financial activity of the Wright Patterson Regional Council of Governments; however, there was no activity during 2021.

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, 2021

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 is 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), interest, fines and forfeitures, 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, 2021

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, 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, 2021, but which were levied to finance 2022 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. 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 22. 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, 2021

During 2021, the City invested in a Money Market Mutual Fund, Federal Agency Securities and Corporate Notes. 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. Interest revenue, including increases in the fair value of investments, credited to the General Fund during 2021 amounted to (\$514,291) which includes (\$422,356) 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 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.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 capital 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.

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.

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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

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.

Interfund Transactions/Internal Activity

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

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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 Discounts, Premiums

On the government-wide financial statements (and in the enterprise funds), bond premiums and discounts 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/discounts are presented as additions/reductions to the face amount of bonds payable.

On the governmental fund financial statements, bond premiums and discounts 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,

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

Note 3 – Changes In Accounting Principles

For 2021, the City implemented the Governmental Accounting Standards Board’s (GASB) Statement No. 98, The Annual Comprehensive Financial Report. GASB 98 establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. The City is also implementing Implementation Guide No. 2019-1. These changes were incorporated in the City’s 2021 financial statements; however, there was no effect on beginning net position/fund balance.

Note 4 – Accountability

At December 31, 2021, the following funds had deficit fund balances:

<u>Funds</u>	<u>Amounts</u>
Special Revenue Funds:	
Community Development Block Grant Fund	\$89,741
Capital Projects Fund:	
I-675 Corridor TIF Fund	2,048,426
Internal Service Funds:	
Equipment Fund	322,773

The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.
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:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Net Change in Fund Balance

	General Fund	Fire and EMS Fund	Police Fund
GAAP Basis	\$495,254	(\$1,122,831)	\$1,163,763
Revenue Accruals	(134,805)	(277,462)	(219,582)
Expenditure Accruals	110,788	(27,791)	70,163
Encumbrances	(949,787)	(159,776)	(62,219)
Change in Fair Value of Investments - 2021	683,271	0	0
Change in Fair Value of Investments - 2020	2,384	0	0
Custodial Fund Allocation - 2021	(77,611)	0	0
Custodial Fund Allocation - 2020	75,239	0	0
Excess of revenues over expenditures for Uninsured Loss Fund	(15,920)	0	0
Advances	0	0	0
Budget Basis	<u>\$188,813</u>	<u>(\$1,587,860)</u>	<u>\$952,125</u>

	County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund
GAAP Basis	\$1,643,443	\$222,059	\$0
Revenue Accruals	(709,760)	(51,658)	3,405,684
Expenditure Accruals	896,685	(85,672)	0
Encumbrances	(3,684,440)	(133,980)	(85,000)
Budget Basis	<u>(\$1,854,072)</u>	<u>(\$49,251)</u>	<u>\$3,320,684</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.

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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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;
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;

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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, 2021, the City's Self Insurance – Jefferson Health Plan Internal Service Fund had a \$1,161,492 balance with Jefferson Health Plan, a risk sharing, claims servicing, and insurance purchasing pool (See Note 22). 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, 2021, the City had the following investments:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Measurement/Investment	Measurement Amount	Maturity	S&P Rating	Percent of Total Investments
Fair Value - Level One Inputs:				
Money Market Mutual Fund	\$201,245	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Federal Home Loan Bank				
Mortgage Bonds	8,795,360	Less than five years	AA+	26.33 %
Federal National Mortgage				
Association Bonds	8,390,496	Less than five years	AA+	25.12
Federal National Mortgage				
Association Notes	1,954,800	Less than four years	AA+	5.85
Federal Farm Credit Bonds	10,757,000	Less than four years	AA+	32.2
Corporate Notes	3,303,698	Less than one year	A-	9.89
Total Fair Value - Level Two Inputs	<u>33,201,354</u>			
Total Investments	<u>\$33,402,599</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, 2021. The 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

Concentration of Credit Risk

The City's investment policy states that no more than 20 percent of the City's investment portfolio will be placed with any particular issuer of commercial paper or other corporate debt excepting funds which are able to be converted into cash within 24 hours of notification to the issuer or the issuer's fiscal agent.

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 2021 for real and public utility property taxes represents collections of 2020 taxes.

2021 real property taxes were levied after October 1, 2021, on the assessed value as of January 1, 2021, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2021 real property taxes are collected in and intended to finance 2022.

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. 2021 public utility property taxes which became a lien December 31, 2020, are levied after October 1, 2021, and are collected in 2022 with real property taxes.

The effective tax rate for all City operations for the year ended December 31, 2021, was \$9.92 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2021 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	\$610,576,930
Public Utility Personal	21,230,420
Totals	<u><u>\$631,807,350</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, 2021, and for which there

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2021 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.

Note 8 – Municipal Income Tax

In 2021, 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, 2021, consisted of property taxes, other local taxes, municipal income taxes, revenue in lieu of taxes, accounts, intergovernmental, accrued interest, interfund, special assessments, and loans receivables arising from grants, entitlements and shared revenues. 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, special assessments, and loans.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 \$67,162 in the General Bond Retirement Fund, and \$10,000 in the Sewer Fund. The City has \$10,078 of delinquent special assessments at December 31, 2021.

Loans receivable represent loans to stimulate new economic development by creating and/or expanding investment and employment in the City. The loan bears interest at a rate of 7.5 percent and is to be paid upon maturity. The entire loan is expected to be collected in one year.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities:	Amount
Local Government	\$494,266
Homestead Exemption and Rollbacks	331,361
Gasoline Tax	859,521
Motor Vehicle Tax	110,779
Community Development Block Grant	170,428
Home Investment Partnership Plan	9,805
Bulletproof Vest Partnership Grant	3,465
Victims of Crime Act Grant	7,693
Police Hiring Program Grant	32,402
Domestic Violence/Stalking Investigation Grant	8,174
Federal Emergency Management Agency Grant	21,788
Ohio Department of Transportation	843,207
Ohio Environmental Protection Agency Grant	45,000
City of Beavercreek	21,528
Permissive Motor Vehicle License Tax	30,406
State of Ohio	5,752
Greene County	8,796
Total Governmental Funds	\$3,004,371

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, 2021, with a corresponding credit to deferred inflows of resources-revenue in lieu of taxes.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Note 10 – Capital Assets

Changes in general capital assets for the year ended December 31, 2021, were as follows:

	Balance at 12/31/2020	Additions	Deletions	Transfers	Balance at 12/31/2021
<u>Governmental Activities:</u>					
Capital Assets, Not Being Depreciated:					
Land	\$21,864,882	\$1,754,448	\$0	\$0	\$23,619,330
Construction in Progress	6,407,879	2,608,420	(3,484,659)	0	5,531,640
Total Capital Assets Not Being Depreciated	28,272,761	4,362,868	(3,484,659)	0	29,150,970
Depreciable Capital Assets:					
Buildings	21,488,855	103,824	0	0	21,592,679
Improvements Other Than Buildings	2,972,550	72,757	0	0	3,045,307
Machinery and Equipment	6,729,363	260,219	(275,940)	0	6,713,642
Vehicles	8,125,581	471,418	(451,254)	95,134	8,240,879
Infrastructure	86,037,937	3,115,075	(39,796)	0	89,113,216
Total Depreciable Capital Assets	125,354,286	4,023,293	(766,990)	95,134	128,705,723
Less Accumulated Depreciation:					
Buildings	(10,039,996)	(465,911)	0	0	(10,505,907)
Improvements Other Than Buildings	(2,260,877)	(104,622)	0	0	(2,365,499)
Machinery and Equipment	(5,018,885)	(356,861)	266,135	0	(5,109,611)
Vehicles	(4,864,354)	(535,625)	404,310	(92,847)	(5,088,516)
Infrastructure	(52,417,282)	(1,480,526)	24,276	0	(53,873,532)
Total Accumulated Depreciation	(74,601,394)	(2,943,545)	694,721	(92,847)	(76,943,065)
Depreciable Capital Assets, Net	50,752,892	1,079,748	(72,269)	2,287	51,762,658
Governmental Activities Capital Assets, Net	\$79,025,653	\$5,442,616	(\$3,556,928)	\$2,287	\$80,913,628

Additions to capital assets being depreciated include \$512,832 in assets donated by developers for the year ended December 31, 2021.

Depreciation expense was charged to governmental programs as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

General Government	\$2,053,696
Public Safety	586,913
Leisure Time Activity	154,943
Community Development	20,490
Public Health	205
Transportation and Street Repair	127,298
	\$2,943,545

Capital assets activities of the business-type activities for the year ended December 31, 2021, were as follows:

	Balance at 12/31/2020	Additions	Deletions	Transfers	Balance at 12/31/2021
<u>Business-type Activities:</u>					
Capital Assets, Not Being Depreciated:					
Land	\$159,633	\$0	\$0	\$0	\$159,633
Construction in Progress	1,580,187	1,008,938	(788,043)	0	1,801,082
Total Capital Assets, Not Being Depreciated	1,739,820	1,008,938	(788,043)	0	1,960,715
Depreciable Capital Assets:					
Buildings	28,179,027	786,668	0	0	28,965,695
Improvements Other Than Buildings	5,830,307	29,343	0	0	5,859,650
Machinery and Equipment	6,556,219	74,687	(34,875)	0	6,596,031
Vehicles	2,532,906	229,193	(66,440)	(95,134)	2,600,525
Infrastructure	33,447,346	734,868	0	0	34,182,214
Total Depreciable Capital Assets	\$76,545,805	\$1,854,759	(\$101,315)	(\$95,134)	\$78,204,115

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

	Balance at 12/31/2020	Additions	Deletions	Transfers	Balance at 12/31/2021
<u>Business-type Activities:</u>					
Less Accumulated					
Depreciation:					
Buildings	(\$13,671,864)	(\$688,309)	\$0	\$0	(\$14,360,173)
Improvements Other					
Than Buildings	(2,739,139)	(388,409)	0	0	(3,127,548)
Machinery and Equipment	(3,539,670)	(432,026)	26,592	0	(3,945,104)
Vehicles	(1,534,020)	(173,498)	60,866	92,847	(1,553,805)
Infrastructure	(20,851,537)	(403,711)	0	0	(21,255,248)
Total Accumulated					
Depreciation	(42,336,230)	(2,085,953)	87,458	92,847	(44,241,878)
Depreciable Capital					
Assets, Net	34,209,575	(231,194)	(13,857)	(2,287)	33,962,237
Business-type Activities					
Capital Assets, Net	<u>\$35,949,395</u>	<u>\$777,744</u>	<u>(\$801,900)</u>	<u>(\$2,287)</u>	<u>\$35,922,952</u>

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:

	<u>2020</u>
Cash and Investments	\$40,318,971
Actuarial Liabilities	14,111,510

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>	
2019	\$267,676
2020	276,948
2021	310,507

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 \$692 per month for eligible employees electing single coverage and \$2,007 for eligible employees electing family coverage, with the employees paying \$145 per month for single coverage, and \$422 per month for family coverage. The City participated in the Jefferson Health Plan during 2021. Jefferson Health Plan administers the health insurance plan.

	Balance at January 1,	Current Year Claims	Claim Payments	Balance at December 31,
2020	\$477,325	\$3,222,228	\$3,118,196	\$581,357
2021	581,357	4,181,420	3,915,057	847,720

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

Plan Description – 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 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

(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.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The initial amount of a member's pension benefit is vested upon receipt of the initial benefit payment for calculation of an annual cost-of-living adjustment.

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost of living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost-of-living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost of living adjustment is 3 percent. For those retiring 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the annuitization of the benefit (which includes joint and survivor options), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options. When members choose to annuitize their defined contribution benefit, the annuitized portion of the benefit is reclassified to a defined benefit.

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

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

	<u>State and Local</u>
2021 Statutory Maximum Contribution Rates:	
Employer	14.0%
Employee *	10.0%
2021 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 2021, the City's contractually required contribution was \$1,418,293 for the traditional plan, \$43,880 for the combined plan and \$21,884 for the member-directed plan. Of these amounts, \$45,498 is reported as an intergovernmental payable for the traditional plan, \$1,408 for the combined plan, and \$701 for the member-directed plan.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Plan Description – 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.

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, 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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% 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:

	Police	Firefighters
2021 Statutory Maximum Contribution Rates:		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2021 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 \$1,996,143 for 2021. Of this amount, \$83,695 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, 2020, 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, 2020, and was determined by rolling forward the total pension liability as of January 1, 2020, to December 31, 2020. 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:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.06520600%	0.05954400%	0.37021770%	
Prior Measurement Date	0.06646500%	0.05178900%	0.37390730%	
Change in Proportionate Share	<u>(0.00125900)%</u>	<u>0.00775500%</u>	<u>(0.00368960)%</u>	
Proportionate Share of the:				
Net Pension (Asset)	\$0	(\$171,882)	\$0	(\$171,882)
Net Pension Liability	9,655,588	0	25,238,073	34,893,661
Pension Expense	188,710	5,328	1,923,487	2,117,525

2021 pension expense for the member-directed defined contribution plan was \$30,637. The aggregate pension expense for all pension plans was \$2,148,162 for 2021.

At December 31, 2021, 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	\$0	\$0	\$1,055,037	\$1,055,037
Changes of assumptions	0	10,735	423,255	433,990
Changes in proportion and differences between City contributions and proportionate share of contributions	0	19,384	324,357	343,741
City contributions subsequent to the measurement date	<u>1,418,293</u>	<u>43,880</u>	<u>1,996,143</u>	<u>3,458,316</u>
Total Deferred Outflows of Resources	<u>\$1,418,293</u>	<u>\$73,999</u>	<u>\$3,798,792</u>	<u>\$5,291,084</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Deferred Inflows of Resources:				
Differences between expected and actual experience	\$403,902	\$32,427	\$983,199	\$1,419,528
Net difference between projected and actual earnings on pension plan investments	3,763,467	25,561	1,224,213	5,013,241
Changes in proportion and differences between City contributions and proportionate share of contributions	187,141	10,548	507,487	705,176
Total Deferred Inflows of Resources	<u>\$4,354,510</u>	<u>\$68,536</u>	<u>\$2,714,899</u>	<u>\$7,137,945</u>

\$3,458,316 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 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
2022	(\$1,717,495)	(\$10,726)	(\$134,450)	(\$1,862,671)
2023	(589,617)	(6,232)	520,294	(75,555)
2024	(1,534,118)	(12,131)	(1,144,224)	(2,690,473)
2025	(513,280)	(4,795)	(176,229)	(694,304)
2026	0	(1,150)	22,359	21,209
Thereafter	0	(3,383)	0	(3,383)
Total	<u>(\$4,354,510)</u>	<u>(\$38,417)</u>	<u>(\$912,250)</u>	<u>(\$5,305,177)</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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

of December 31, 2020, using the following actuarial assumptions applied to all periods included in the measurement in accordance with the requirements of GASB 67. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of December 31, 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

In October 2020, the OPERS Board adopted a change in COLA for Post-January 7, 2013 retirees, changing it from 1.4 percent simple through 2020 then 2.15 simple to .5 percent simple through 2021 then 2.15 percent simple.

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, 2015.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2020, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	25.00%	1.32%
Domestic Equities	21.00	5.64
Real Estate	10.00	5.39
Private Equity	12.00	10.42
International Equities	23.00	7.36
Other investments	9.00	4.75
Total	<u>100.00%</u>	<u>5.43%</u>

Discount Rate The discount rate used to measure the total pension liability was 7.2 percent for the traditional plan and the combined plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the traditional pension plan, combined plan and member-directed plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 7.2 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 (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

	<u>1% Decrease (6.20%)</u>	<u>Current Discount Rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
City's proportionate share of the net pension liability (asset):			
OPERS Traditional Plan	\$18,418,087	\$9,655,588	\$2,369,586
OPERS Combined Plan	(119,683)	(171,882)	(210,786)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Changes between the Measurement Date and the Reporting Date During 2021, the OPERS Board lowered the investment rate of return from 7.2 percent to 6.9 along with certain other changes to assumptions for the actuarial valuation as of December 31, 2021. The effects of these changes are unknown.

Actuarial Assumptions – OP&F

OP&F’s total pension liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, 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, 2020, are presented below.

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 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 for increases based on the lesser of the increase in CPI and 3 percent

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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, 2020, are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	0.00%	0.00%
Domestic Equity	21.00	4.10
Non-US Equity	14.00	4.80
Private Markets	8.00	6.40
Core Fixed Income *	23.00	0.90
High Yield Fixed Income	7.00	3.00
Private Credit	5.00	4.50
U.S. Inflation Linked Bonds *	17.00	0.70
Midstream Energy Infrastructure	5.00	5.60
Real Assets	8.00	5.80
Gold	5.00	1.90
Private Real Estate	12.00	5.30
Total	<u>125.00%</u>	

Note: Assumptions are geometric.

* levered 2.5x

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 The total pension liability was calculated using the discount rate of 8.00 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 8.00 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.

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 8.00 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 (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$35,134,630	\$25,238,073	\$16,955,654

Note 13 – Defined Benefit OPEB Plans

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional pension plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement (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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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

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

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

The health care trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or separation, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

Effective January 1, 2022, OPERS will discontinue 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. These changes are reflected in the December 31, 2020, measurement date health care valuation.

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, or generally 30 years of qualifying service at any age. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. Current retirees eligible (or who become eligible prior to January 1, 2022) to participate in the OPERS health care program will continue to be eligible after January 1, 2022. Eligibility requirements will change for those retiring after January 1, 2022, with differing eligibility requirements for Medicare retirees and non-Medicare retirees. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Annual Comprehensive Financial Report referenced below for additional information.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 2021, state and local employers contributed at a rate of 14.0 percent of earnable salary. 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 2021, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and Combined Plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the member-directed plan for 2021 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 \$8,753 for 2021. Of this amount, \$281 is reported as an intergovernmental payable.

Plan Description – 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

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

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

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

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

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5 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 2021, 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 \$46,557 for 2021. Of this amount, \$2,022 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, 2019, rolled forward to the measurement date of December 31, 2020, 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, 2020, and was determined by rolling forward the total OPEB liability as of January 1, 2020, to December 31, 2020. 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:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability:			
Current Measurement Date	0.06403900%	0.37021770%	
Prior Measurement Date	0.06501500%	0.37390730%	
Change in Proportionate Share	<u>(0.00097600%)</u>	<u>(0.00368960%)</u>	
Proportionate Share of the			
Net OPEB (Asset)	(\$1,140,905)	\$0	(\$1,140,905)
Net OPEB Liability	\$0	\$3,922,517	\$3,922,517
OPEB Expense	(\$6,905,572)	\$421,279	(\$6,484,293)

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources:			
Changes of assumptions	\$560,883	\$2,166,977	\$2,727,860
Changes in proportion and differences between City contributions and proportionate share of contributions	2,516	351,510	354,026
City contributions subsequent to the measurement date	<u>8,753</u>	<u>46,557</u>	<u>55,310</u>
Total Deferred Outflows of Resources	<u><u>\$572,152</u></u>	<u><u>\$2,565,044</u></u>	<u><u>\$3,137,196</u></u>

Deferred Inflows of Resources:			
Differences between expected and actual experience	\$1,029,661	\$647,006	\$1,676,667
Changes of assumptions	1,848,610	625,323	2,473,933
Net difference between projected and actual earnings on pension plan investments	607,662	145,768	753,430
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>104,986</u>	<u>130,964</u>	<u>235,950</u>
Total Deferred Inflows of Resources	<u><u>\$3,590,919</u></u>	<u><u>\$1,549,061</u></u>	<u><u>\$5,139,980</u></u>

\$55,310 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 2022. 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>
2022	(\$1,597,688)	\$214,483	(\$1,383,205)
2023	(1,094,164)	249,002	(845,162)
2024	(264,066)	194,582	(69,484)
2025	(71,602)	200,154	128,552
2026	0	57,363	57,363
Thereafter	<u>0</u>	<u>53,842</u>	<u>53,842</u>
Total	<u><u>(\$3,027,520)</u></u>	<u><u>\$969,426</u></u>	<u><u>(\$2,058,094)</u></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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Projections of health care costs for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	3.25 percent
Projected Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
Single Discount Rate:	
Current measurement date	6.00 percent
Prior Measurement date	3.16 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate:	
Current measurement date	2.00 percent
Prior Measurement date	2.75 percent
Health Care Cost Trend Rate:	
Current measurement date	8.5 percent, initial 3.50 percent, ultimate in 2035
Prior Measurement date	10.5 percent, initial 3.50 percent, ultimate in 2030
Actuarial Cost Method	Individual Entry Age

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. Postretirement 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. Postretirement 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, 2015.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

provided through the defined pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic rates of return were provided by OPERS investment consultant. For each major asset class that is included in the Health Care’s portfolio’s target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	34.00%	1.07%
Domestic Equities	25.00	5.64
Real Estate Investment Trust	7.00	6.48
International Equities	25.00	7.36
Other investments	9.00	4.02
Total	<u>100.00%</u>	<u>4.43%</u>

Discount Rate A single discount rate of 6.0 percent was used to measure the OPEB liability on the measurement date of December 31, 2020. A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. 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 2.00 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 2120. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2120, the duration of the projection period through which projected health care payments are fully funded.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate The following table presents the City’s proportionate share of the net OPEB liability (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:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
City's proportionate share of the net OPEB liability	(\$283,693)	(\$1,140,905)	(\$1,845,604)

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 liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

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 2021 is 8.50 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 liability	(\$1,168,712)	(\$1,140,905)	(\$1,109,796)

Changes between Measurement Date and Reporting Date

During 2021, the OPERS Board made various changes to assumptions for the actuarial valuation as of December 31, 2021. The effects of these changes are unknown.

Actuarial Assumptions – OP&F

OP&F’s total OPEB liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

occurrence of events far into the future. Examples include assumptions about future employment, mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

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

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

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent
Blended discount rate:	
Current measurement date	2.96 percent
Prior measurement date	3.56 percent
Cost of Living Adjustments	2.2 percent simple

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

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 2020, the total OPEB liability was calculated using the discount rate of 2.96 percent. For 2019, the total OPEB liability was calculated using the discount rate of 3.56 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 8 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 2.12 percent at December 31, 2020 and 2.75 percent at December 31, 2019, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 2.96 percent for 2020 and 3.56 percent for 2019. 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 2.96 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 (1.96 percent), or one percentage point higher (3.96 percent) than the current rate.

	1% Decrease (1.96%)	Current Discount Rate (2.96%)	1% Increase (3.96%)
City's proportionate share of the net OPEB liability	\$4,891,154	\$3,922,517	\$3,123,505

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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

Note 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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.

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 – Capital Leases – Lessee Disclosure

During 2021, the City entered into lease agreements for vehicles. The original amount of the leases were \$18,522 in nonmajor governmental funds and \$50,335 in the Water enterprise fund. The leases meet the criteria of a capital lease which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the Basic Financial Statements for the governmental funds. For the business-type activities, principal payments are reflected as a decrease to the liability on the Statement of Fund Net Position. These expenditures are reflected as program/function expenditures on a budgetary basis. Capital assets acquired by leases have been capitalized in the amount of \$27,225 for governmental activities and \$96,909 in the business-type activities. Principal payments in 2021 totaled \$926 in governmental activities and \$2,047 in business-type activities. The assets acquired through capital leases are as follows:

	Governmental Activities	Business-Type Activities
Asset: Vehicles	\$27,225	\$96,909
Less: Accumulated Depreciation	(1,134)	(2,721)
Total	\$26,091	\$94,188

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2021.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

December 31,	Governmental Activities	Business-Type Activities
2022	\$4,785	\$14,214
2023	4,786	14,214
2024	4,785	14,214
2025	4,786	14,213
2026	3,589	11,325
Total	22,731	68,180
Less: Amount Representing Interest	(5,135)	(19,892)
Present Value of Minimum Lease Payments	<u>\$17,596</u>	<u>\$48,288</u>

Note 17 – Short-Term Obligations

Changes in short-term obligations during 2021 were as follows:

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021
<u>Governmental Activities:</u>				
2020 Various Purpose Bond Anticipation Note Series B	\$391,406	\$0	\$391,406	\$0
Premium	1,099	0	1,099	0
2020 Various Purpose Bond Anticipation Note Series C	2,632,500	0	2,632,500	0
Premium	9,581	0	9,581	0
2021 Various Purpose Bond Anticipation Note Series A	0	15,000	0	15,000
Premium	0	65	45	20
2021 Various Purpose Bond Anticipation Note Series B	0	2,713,300	0	2,713,300
Premium	0	21,652	7,220	14,432
Total Governmental Activities	<u>\$3,034,586</u>	<u>\$2,750,017</u>	<u>\$3,041,851</u>	<u>\$2,742,752</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021
<u>Business-type Activities:</u>				
2020 Various Purpose Bond Anticipation Note				
Series B (Water)	\$179,162	\$0	\$179,162	\$0
Premium	507	0	507	0
2020 Various Purpose Bond Anticipation Note				
Series B (Sewer)	179,162	0	179,162	0
Premium	507	0	507	0
2020 Various Purpose Bond Anticipation Note				
Series B (Sanitation)	102,770	0	102,770	0
Premium	285	0	285	0
2021 Various Purpose Bond Anticipation Note				
Series A (Water)	0	360,000	0	360,000
Premium	0	1,555	1,170	385
Total Business-type Activities	<u>\$462,393</u>	<u>\$361,555</u>	<u>\$463,563</u>	<u>\$360,385</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 17, 2021, the City issued \$375,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2020 various purpose bond anticipation notes series B. The notes were issued at 0.682 percent and matured on March 1, 2021. The notes were paid from the Building and Land Governmental Fund, and the Water Enterprise Fund. The City had \$360,000 in unspent proceeds at December 31, 2021.

On September 1, 2021, the City issued \$2,713,300 in various purpose bond anticipation notes series B. The notes were issued to retire the 2020 various purpose notes series C. The notes were issued at 1.00 percent and will mature on August 31, 2022. The notes will be paid from the I-675 Corridor TIF, Special Assessment Construction, and Community Redevelopment Governmental Funds. The City had \$129,000 in unspent proceeds at December 31, 2021.

Note 18 – Long-Term Obligations

The summary of changes in long-term obligations of the governmental activities of the City during 2021 follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021	Due Within One Year
<u>Long Term Notes:</u>					
2020 2.0% - Special Obligation Nontax Revenue					
Notes Series A	\$3,525,000	\$0	\$3,525,000	\$0	\$0
Premium	8,667	0	8,667	0	0
2020 3.375% - Special Obligation Nontax Revenue					
Notes Series B	507,000	0	507,000	0	0
Premium	4,099	0	4,099	0	0
2020 2.0% - Various Purpose Bond Anticipation					
Notes Series B	2,075,000	0	2,075,000	0	0
Premium	3,895	0	3,895	0	0
2021 0.682% - Various Purpose Bond Anticipation					
Notes Series A	0	2,060,000	0	2,060,000	0
Premium	0	8,899	6,678	2,221	0
2021 1.125% - Special Obligation Nontax Revenue					
Notes	0	3,525,000	0	3,525,000	0
Premium	0	26,825	15,645	11,180	0
Total Notes Payable	<u>6,123,661</u>	<u>5,620,724</u>	<u>6,145,984</u>	<u>5,598,401</u>	<u>0</u>
<u>Tax Increment Financing Revenue Bonds:</u>					
2013 1.5-3% Various Purpose					
Revenue Bonds (TIF)	925,000	0	95,000	830,000	95,000
Premium	21,390	0	2,554	18,836	0
Total Tax Increment Financing Revenue Bonds	<u>946,390</u>	<u>0</u>	<u>97,554</u>	<u>848,836</u>	<u>95,000</u>
<u>Special Assessment Bonds with</u>					
<u>Governmental Commitment:</u>					
2003 4.00 to 8.30% Dayton - Yellow Springs					
Improvement \$305,000	60,000	0	20,000	40,000	20,000
2019 2.97% Sidewalk Construction \$89,000	73,000	0	17,000	56,000	18,000
Total Special Assessment Bonds	<u>133,000</u>	<u>0</u>	<u>37,000</u>	<u>96,000</u>	<u>38,000</u>
<u>Special Assessment Bonds with</u>					
<u>Governmental Commitment from Direct</u>					
<u>Placement:</u>					
2016 1.9% Curb and Sidewalk \$85,000	20,000	0	20,000	0	0
2018 3.22% Curb and Sidewalk \$75,000	45,000	0	15,000	30,000	15,000
Total Special Assessment Bonds from Direct Placement	<u>65,000</u>	<u>0</u>	<u>35,000</u>	<u>30,000</u>	<u>15,000</u>
<u>Loans Payable From Direct Borrowing:</u>					
OPWC 0% Ohio & Wright \$334,832	302,653	0	11,209	291,444	11,209
OPWC 0% Broad Street \$400,000	0	400,000	6,667	393,333	13,333
OPWC 0% Yellow Springs Fairfield \$560,992	0	560,992	0	560,992	11,687
OPWC 0% Central \$500,000	0	500,000	0	500,000	0
Total Loans Payable From Direct Borrowing	<u>302,653</u>	<u>1,460,992</u>	<u>17,876</u>	<u>1,745,769</u>	<u>36,229</u>
<u>Other Long-Term Obligations:</u>					
Capital Leases Payable	0	18,522	926	17,596	3,704
Compensated Absences Payable	1,693,067	1,190,470	1,219,438	1,664,099	1,192,756
Total Other Long-Term Obligations	<u>\$1,693,067</u>	<u>\$1,208,992</u>	<u>\$1,220,364</u>	<u>\$1,681,695</u>	<u>\$1,196,460</u>

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021	Due Within One Year
<u>Net Pension Liability:</u>					
OP&F	\$25,188,394	\$49,679	\$0	\$25,238,073	\$0
OPERS	10,115,688	0	2,680,885	7,434,803	0
Total Net Pension Liability	<u>35,304,082</u>	<u>49,679</u>	<u>2,680,885</u>	<u>32,672,876</u>	<u>0</u>
<u>Net OPEB Liability:</u>					
OP&F	3,693,357	229,160	0	3,922,517	0
OPERS	6,914,804	0	6,914,804	0	0
Total Net OPEB Liability	<u>10,608,161</u>	<u>229,160</u>	<u>6,914,804</u>	<u>3,922,517</u>	<u>0</u>
Total Governmental Activities	<u>\$55,176,014</u>	<u>\$8,569,547</u>	<u>\$17,149,467</u>	<u>\$46,596,094</u>	<u>\$1,380,689</u>

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 March 17, 2021, the City issued \$2,060,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2020 various purpose bond anticipation notes series B. The notes were issued at 0.682 percent and matured on March 1, 2022. The notes were paid from the Building and Land and Public Safety Police/Fire Governmental Funds.

On June 1, 2021 the City issued \$3,525,000 in special obligation nontax revenue notes. The notes were issued to retire the 2020 special obligation nontax revenue notes series A. The notes were issued at 1.125 percent and matured on May 26, 2022. The notes were paid from the Community Redevelopment Fund.

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.

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 2016 and 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 2016 and 2018 Curb and sidewalk special assessment bonds are direct placement borrowings.

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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 Central project is ongoing therefore, there is no amortization schedule for this loan. 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.

Capital lease obligations are paid from the Public Safety Police/Fire Fund. Compensated absences will be paid 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. 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 2021 is as follows:

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021	Due Within One Year
Notes Payable:					
2020 2.0% Water Various Purpose					
Bond Anticipation Series B	\$2,100,000	\$0	\$2,100,000	\$0	\$0
Premium	3,947	0	3,947	0	0
2021 0.682% Water Various Purpose					
Bond Anticipation Series A	0	1,740,000	0	1,740,000	0
Premium	0	7,517	5,634	1,883	0
Total Notes Payable	<u>2,103,947</u>	<u>1,747,517</u>	<u>2,109,581</u>	<u>1,741,883</u>	<u>0</u>
General Obligation Bonds:					
2020 2.00 to 4.00% - Water Various Purpose \$2,695,000					
Purpose	2,695,000	0	71,000	2,624,000	74,000
Premium	210,781	0	7,105	203,676	0
2020 2.00 to 4.00% - Sewer Various Purpose \$3,522,000					
Purpose	3,522,000	0	88,000	3,434,000	91,000
Premium	262,490	0	8,848	253,642	0
Total General Obligation Bonds	<u>\$6,690,271</u>	<u>\$0</u>	<u>\$174,953</u>	<u>\$6,515,318</u>	<u>\$165,000</u>

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Types/Issues	Balance at 12/31/2020	Increases	Decreases	Balance at 12/31/2021	Due Within One Year
<u>General Obligation Refunding Bonds:</u>					
2013 1.5% to 3.0% Water Various Purpose Bonds	\$2,430,000	\$0	\$175,000	\$2,255,000	\$180,000
Premium	40,669	0	3,575	37,094	0
2013 1.5% to 3.0% Water Various Purpose Bonds	315,900	0	76,050	239,850	78,000
Premium	5,597	0	1,658	3,939	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	494,100	0	118,950	375,150	122,000
Premium	8,756	0	2,593	6,163	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	1,290,000	0	95,000	1,195,000	95,000
Premium	21,577	0	1,897	19,680	0
2020 2.0% to 4.0% Sewer Various Purpose Bonds	6,018,000	0	171,000	5,847,000	175,000
Premium	822,066	0	27,710	794,356	0
Total General Obligation Refunding Bonds	<u>11,446,665</u>	<u>0</u>	<u>673,433</u>	<u>10,773,232</u>	<u>650,000</u>
<u>Special Assessment Bonds with</u>					
<u>Governmental Commitment</u>					
2003 5.00% Sewer Various Purpose \$170,000	30,000	0	10,000	20,000	10,000
<u>Other Long-Term Obligations</u>					
Landfill Closure and Postclosure	51,004	48,173	51,004	48,173	48,173
Capital Leases Payable	0	50,335	2,047	48,288	10,067
Compensated Absences Payable	319,379	162,968	229,599	252,748	179,138
Net Pension Liability - OPERS	3,021,569	0	800,784	2,220,785	0
Net OPEB Liability - OPERS	2,065,458	0	2,065,458	0	0
Total Other Long-Term Obligations	<u>5,457,410</u>	<u>261,476</u>	<u>3,148,892</u>	<u>2,569,994</u>	<u>237,378</u>
Total Business-type Activities	<u>\$25,728,293</u>	<u>\$2,008,993</u>	<u>\$6,116,859</u>	<u>\$21,620,427</u>	<u>\$1,062,378</u>

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 17, 2021, the City issued \$1,740,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2020 various purpose bond anticipation notes series B. The notes were issued at 0.682 percent and matured on March 1, 2022. The notes were paid from the Water Fund with charges. The City had \$196,903 in unspent proceeds at December 31, 2021.

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:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Year	Amount
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	\$2,210,000

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 unmatured, unpaid as of December 31, 2021, is \$645,000.

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.

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.

Capital lease obligations are paid from the Water Enterprise Fund. 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

The City's overall legal debt margin was \$65,694,213 at December 31, 2021, and the unvoted debt margin was \$34,103,845.

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2021, follows:

Governmental Activities							
December 31,	TIF Revenue Bonds		Special Assessment Bonds		Direct Placement Special Assessment Bonds		Direct Borrowing OPWC Loans
	Principal	Interest	Principal	Interest	Principal	Interest	Principal
	2022	\$95,000	\$22,738	\$38,000	\$3,463	\$15,000	\$966
2023	95,000	20,838	39,000	2,029	15,000	483	47,917
2024	100,000	18,700	19,000	565	0	0	47,917
2025	100,000	16,200	0	0	0	0	47,917
2026	105,000	13,200	0	0	0	0	47,917
2027-2031	335,000	20,250	0	0	0	0	239,585
2032-2036	0	0	0	0	0	0	239,585
2037-2041	0	0	0	0	0	0	239,587
2042-2046	0	0	0	0	0	0	227,903
2047-2051	0	0	0	0	0	0	71,212
Total	<u>\$830,000</u>	<u>\$111,926</u>	<u>\$96,000</u>	<u>\$6,057</u>	<u>\$30,000</u>	<u>\$1,449</u>	<u>\$1,245,769</u>

Business type Activities				
December 31,	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2021	\$815,000	\$437,471	\$10,000	\$940
2022	830,000	417,772	10,000	470
2023	850,000	396,508	0	0
2024	770,000	373,484	0	0
2025	800,000	350,384	0	0
2026-2030	4,440,000	1,296,570	0	0
2031-2035	3,640,000	617,075	0	0
2036-2040	2,125,000	272,280	0	0
2041-2045	905,000	137,970	0	0
2046-2050	795,000	41,103	0	0
Total	<u>\$15,970,000</u>	<u>\$4,340,617</u>	<u>\$20,000</u>	<u>\$1,410</u>

Note 19 – 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 \$48,173 reported as a landfill post-closure care liability in the Sanitation Enterprise Fund at December 31, 2021, represents the estimated cost of maintenance and monitoring through 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 20 – Interfund Assets/Liabilities

Interfund balances at December 31, 2021, 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.

	Interfund Receivable		
	General Fund	Nonmajor Governmental Funds	Total
Interfund Payable			
General Fund	\$0	\$91,638	\$91,638
Nonmajor Governmental Funds	530,000	0	530,000
Total	\$530,000	\$91,638	\$621,638

Interfund transfers for the year ended December 31, 2021, consisted of the following:

	Transfers To			
	Fire and EMS Fund	Police Fund	Nonmajor Governmental Funds	Total
Transfers From				
General Fund	\$550,000	\$4,000,000	\$1,032,500	\$5,582,500
Nonmajor Governmental Funds	0	0	50,000	50,000
Total	\$550,000	\$4,000,000	\$1,082,500	\$5,632,500

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 and nonmajor governmental funds of \$50,000 was to assist in equipment acquisitions.

Note 21 – 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,

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 2021. Financial information may be obtained from the Miami Valley Regional Planning Commission, Ten North Ludlow Street, Suite 700, Dayton, Ohio 45402.

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 \$26,834 for the operation of the RERT for 2021. 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, Yellow Springs 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 General Fund. The City contributed \$20,000 during 2021. 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 2021. 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.

Greene County Regional Planning and Coordination Commission (GCRPCC)

The Greene County Regional Planning and Coordination 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 member 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 2021. Financial information can be obtained from the Greene County Regional Planning and Coordination 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 380 members in the council of governments. Each member has one representative

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 2021, the City paid RITA \$533,328 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 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 may be obtained by writing to Chris Lohr, Secretary/Treasurer, at 5200 Springfield Street, Suite 100, Riverside, OH 45431.

Note 22 – 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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. 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 23 - 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
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Governmental Funds:

General	\$949,787
Fire and EMS	159,776
Police	62,219
County Motor Vehicle Tax	3,684,440
Public Safety Police/Fire	133,980
American Rescue Plan	85,000
Other Governmental Funds	1,346,462
Total Governmental Funds	<u>6,421,664</u>

Enterprise Funds:

Water	1,094,855
Sewer	1,255,240
Sanitation	65,479
Total Enterprise Funds	<u>2,415,574</u>

Internal Service Funds:

Equipment	29,838
Information Technology	136,178
Total Internal Service Funds	<u>166,016</u>
Total	<u><u>\$9,003,254</u></u>

Contractual Commitments

As of December 31, 2021, the City had the following commitments with respect to capital projects:

<u>Project</u>	<u>Construction Commitments</u>
Tyler Technology Software	\$42,069
Kauffman Avenue Widening Design and Construction	22,000
Maple Avenue Phase I Design and Construction	482,870
Maple Avenue Phase II Design	973,208
Colonel Glenn Highway Phase 1 Enhancement	11,572
Xenia Drive Design	26,620
Dayton-Yellow Springs/I675 Exchange	30,000
Broad Street Phase II	193,112
Circle Drive Storm Sewer	477,000
Colonel Glenn Storm Sewer	16,916
Well 3 Construction	85,950
Curb and Sidewalk 2022	171,968

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Project	Construction Commitments
Trebein Road Resurfacing	17,534
Sanitary System Rehab	150,451
Phase 1 Bikepath Phase 2 Sidewalk	2,151,667
Pavement Analysis	11,153
Main and Central Monument Design	13,458
Fairborn Apts Stormwater	85,000
Handrail Improvements Water Reclamation Center	85,000
Municipal Court Improvements	60,988

Note 24 – 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:

Fund Balances	General Fund	Fire and EMS Fund	Police Fund	County Motor Vehicle Tax Fund
<u>Nonspendable:</u>				
Material and Supplies	\$35,069	\$0	\$13,326	\$0
Unclaimed Monies	54,333	0	0	0
Total Nonspendable	89,402	0	13,326	0
<u>Restricted for:</u>				
Public Safety	0	1,316,195	2,072,370	0
Transportation and Street Repair	0	0	0	3,297,873
Total Restricted	0	1,316,195	2,072,370	3,297,873
<u>Assigned to:</u>				
Purchases on Order for:				
General Government	588,008	0	0	0
Leisure Time Services	53,933	0	0	0
Community Development	133,100	0	0	0
Capital Projects	78,498	0	0	0
Total Assigned	853,539	0	0	0
<u>Unassigned (Deficits):</u>	7,135,397	0	0	0
Total Fund Balances	\$8,078,338	\$1,316,195	\$2,085,696	\$3,297,873

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Fund Balances	Public Safety Police/Fire Fund	Nonmajor Governmental Funds	Total
<u>Nonspendable:</u>			
Material and Supplies	\$0	\$94,566	\$142,961
Unclaimed Monies	0	0	54,333
Total Nonspendable	<u>0</u>	<u>94,566</u>	<u>197,294</u>
<u>Restricted for:</u>			
Debt Service	0	184,441	184,441
Capital Improvements	0	1,306,647	1,306,647
Public Safety	1,331,343	965,323	5,685,231
Transportation and Street Repair	0	2,759,833	6,057,706
Community Development	0	1,957,005	1,957,005
Total Restricted	<u>1,331,343</u>	<u>7,173,249</u>	<u>15,191,030</u>
<u>Committed to:</u>			
Cemetery Operations	0	85,690	85,690
Land and Building Improvements	0	250,234	250,234
Recreation Improvements	0	376,279	376,279
Total Committed	<u>0</u>	<u>712,203</u>	<u>712,203</u>
<u>Assigned to:</u>			
Purchases on Order for:			
General Government	0	0	588,008
Leisure Time Services	0	0	53,933
Community Development	0	0	133,100
Capital Projects	0	0	78,498
General Capital Improvements	0	939,526	939,526
Total Assigned	<u>0</u>	<u>939,526</u>	<u>1,793,065</u>
<u>Unassigned (Deficits):</u>	<u>0</u>	<u>(2,138,167)</u>	<u>4,997,230</u>
Total Fund Balances	<u>\$1,331,343</u>	<u>\$6,781,377</u>	<u>\$22,890,822</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

Note 25 – Contingent Liabilities

Litigation

The City of Fairborn is currently a party to legal proceeding seeking damages or injunctive relief generally incidental to its operations and pending projects as of December 31, 2021. 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, 2021, to December 31, 2021, 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 26 – Subsequent Events

On March 1, 2022, the City issued various Bond Anticipation Notes in the amount of \$3,800,000.

On May 25, 2022, the City issued Special Obligation Nontax Revenue Bond Anticipation Notes in the amount of \$3,525,000.

Note 27 – 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 continues. During 2021, the City received COVID-19 funding. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. 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. In addition, the impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or State, cannot be estimated.

During 2021, the City received American Rescue Plan Act Coronavirus State and Local Fiscal Recovery (SLFRF) funding. Of the amounts received, none was sub-granted to other governments and organizations, 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 Eight Years (1)

	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.06520600%	0.06646500%	0.06675800%	0.06391200%
City's Proportionate Share of the Net Pension Liability	\$9,655,588	\$13,137,257	\$18,283,663	\$10,026,554
City's Covered Payroll	\$9,184,464	\$9,351,493	\$9,016,814	\$9,037,292
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	105.13%	140.48%	202.77%	110.95%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.88%	82.17%	74.70%	84.66%

(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.

2017	2016	2015	2014
0.06196500%	0.06053100%	0.06062000%	0.06062000%
\$14,071,198	\$10,484,734	\$7,311,449	\$7,146,308
\$8,025,850	\$7,517,724	\$7,432,075	\$7,261,831
175.32%	139.47%	98.38%	98.41%
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 Four Years (1)

	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.05954400%	0.05178900%	0.06476200%	0.07745400%
City's Proportionate Share of the Net Pension (Asset)	(\$171,882)	(\$107,993)	(\$72,419)	(\$105,440)
City's Covered Payroll	\$261,864	\$230,536	\$276,979	\$317,215
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	(65.64%)	(46.84%)	(26.15%)	(33.24%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	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 Five Years (1)

	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability (Asset)	0.06403900%	0.06501500%	0.06575000%	0.06345000%	0.06145000%
City's Proportionate Share of the Net OPEB Liability (Asset)	(\$1,140,905)	\$8,980,262	\$8,572,248	\$6,890,203	\$6,206,659
City's Covered Payroll	\$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	-11.78%	91.43%	89.89%	71.93%	73.08%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)	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 Eight Years (1)

	2021	2020	2019
City's Proportion of the Net Pension Liability	0.37021770%	0.37390730%	0.03760330%
City's Proportionate Share of the Net Pension Liability	\$25,238,073	\$25,188,394	\$30,694,228
City's Covered Payroll	\$8,924,622	\$8,760,530	\$8,385,409
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	282.79%	287.52%	366.04%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.65%	69.89%	63.07%

(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
0.37919600%	0.36342900%	0.37672500%	0.37679490%	0.37679490%
\$23,272,972	\$23,019,228	\$24,234,984	\$19,519,547	\$18,351,094
\$8,979,786	\$6,865,876	\$7,521,151	\$7,331,137	\$6,483,988
259.17%	335.27%	322.22%	266.26%	283.02%
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 Five Years (1)

	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.37021770%	0.37390730%	0.03760330%	0.37919600%	0.36342900%
City's Proportionate Share of the Net OPEB Liability	\$3,922,517	\$3,693,357	\$3,424,358	\$21,484,713	\$17,251,157
City's Covered Payroll	\$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	43.95%	42.16%	40.84%	239.26%	251.26%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	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 Nine Years (1) (2)

	2021	2020	2019	2018
Net Pension Liability - Traditional Plan:				
Contractually Required Contribution	\$1,418,293	\$1,285,825	\$1,309,209	\$1,262,354
Contributions in Relation to the Contractually Required Contribution	<u>(1,418,293)</u>	<u>(1,285,825)</u>	<u>(1,309,209)</u>	<u>(1,262,354)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$10,130,664	\$9,184,464	\$9,351,493	\$9,016,814
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
Net Pension Liability - Combined Plan:				
Contractually Required Contribution	\$43,880	\$36,661	\$32,275	\$38,777
Contributions in Relation to the Contractually Required Contribution	<u>(43,880)</u>	<u>(36,661)</u>	<u>(32,275)</u>	<u>(38,777)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$313,429	\$261,864	\$230,536	\$276,979
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
Net OPEB Liability - OPEB Plan:				
Contractually Required Contribution	\$8,753	\$9,547	\$9,615	\$9,723
Contributions in Relation to the Contractually Required Contribution	<u>(8,753)</u>	<u>(9,547)</u>	<u>(9,615)</u>	<u>(9,723)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (3)	\$10,662,918	\$9,685,003	\$9,822,404	\$9,536,868
OPEB Contributions as a Percentage of Covered Payroll	0.08%	0.10%	0.10%	0.10%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2013 is not available for the traditional plan, and 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.

2017	2016	2015	2014	2013
\$1,174,848	\$963,102	\$902,127	\$891,849	\$944,038
<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>
\$9,037,292	\$8,025,850	\$7,517,724	\$7,432,075	\$7,261,831
13.00%	12.00%	12.00%	12.00%	13.00%
\$41,238	\$35,104	\$30,795		
<u>(41,238)</u>	<u>(35,104)</u>	<u>(30,795)</u>		
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>		
\$317,215	\$292,533	\$256,625		
13.00%	12.00%	12.00%		
\$102,516	\$173,349			
<u>(102,516)</u>	<u>(173,349)</u>			
<u>\$0</u>	<u>\$0</u>			
\$9,578,782	\$8,492,908			
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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net Pension Liability:					
Contractually Required Contribution	\$1,996,143	\$1,914,158	\$1,873,347	\$1,795,179	\$1,925,564
Contributions in Relation to the Contractually Required Contribution	<u>(1,996,143)</u>	<u>(1,914,158)</u>	<u>(1,873,347)</u>	<u>(1,795,179)</u>	<u>(1,925,564)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (1)	\$9,311,478	\$8,924,622	\$8,760,530	\$8,385,409	\$8,979,786
Pension Contributions as a Percentage of Covered Payroll	21.44%	21.45%	21.38%	21.41%	21.44%
Net OPEB Liability:					
Contractually Required Contribution	\$46,557	\$44,624	\$43,803	\$41,927	\$44,899
Contributions in Relation to the Contractually Required Contribution	<u>(46,557)</u>	<u>(44,624)</u>	<u>(43,803)</u>	<u>(41,927)</u>	<u>(44,899)</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>21.94%</u>	<u>21.95%</u>	<u>21.88%</u>	<u>21.91%</u>	<u>21.94%</u>

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

See accompanying notes to the required supplementary information.

2016	2015	2014	2013	2012
\$1,472,036	\$1,614,648	\$1,576,862	\$1,196,038	\$999,985
<u>(1,472,036)</u>	<u>(1,614,648)</u>	<u>(1,576,862)</u>	<u>(1,196,038)</u>	<u>(999,985)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$6,865,876	\$7,521,151	\$7,331,137	\$6,483,988	\$6,594,406
21.44%	21.47%	21.51%	18.45%	15.16%
\$34,329	\$37,605	\$36,655	\$234,505	\$445,122
<u>(34,329)</u>	<u>(37,605)</u>	<u>(36,655)</u>	<u>(234,505)</u>	<u>(445,122)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
0.50%	0.50%	0.50%	3.62%	6.75%
<u>21.94%</u>	<u>21.97%</u>	<u>22.01%</u>	<u>22.07%</u>	<u>21.91%</u>

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

Changes in Assumptions – OPERS Pension

Amounts reported beginning in 2019 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:

	2019	2018 and 2017	2016 and prior
Wage Inflation	3.25 percent	3.25 percent	3.75 percent
Future Salary Increases, including 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
Post-January 7, 2013 Retirees	See Below	See Below	See Below
Investment Rate of Return	7.2 percent	7.5 percent	8 percent
Actuarial Cost Method	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:

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

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.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

Changes in Assumptions – OPERS Pension – Combined Plan

For 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. For 2019, the investment rate of return changed from 7.5 percent to 7.2 percent.

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:

	<u>Beginning in 2018</u>	<u>2017 and Prior</u>
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	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

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.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
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.

<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

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

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

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.

Changes in Assumptions – OPERS OPEB

Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2021	2.00 percent
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2021	6.00 percent
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
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:	
2021	2.96 percent
2020	3.56 percent
2019	4.66 percent
2018	3.24 percent

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. This fund had no cash activity during 2021, therefore no budgetary statement is presented.

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.

Local Coronavirus Relief Fund

Local Coronavirus Relief Fund account for and report monies received from the federal Coronavirus Aid, Relief, and Economic Security (CARES) Act, whose use is restricted for local Coronavirus relief.

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. This Fund had no cash activity during 2021, therefore no budgetary statement is presented.

(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.

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. This fund had no cash activity during 2021, therefore no budgetary statement is presented.



City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$4,122,257	\$92,803	\$3,072,551	\$7,287,611
Receivables:				
Other Local Taxes	0	0	15,642	15,642
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	1,340,607	1,340,607
Accounts	0	900,730	0	900,730
Intergovernmental	1,189,231	0	45,000	1,234,231
Interfund	0	91,638	0	91,638
Special Assessments	0	127,914	0	127,914
Loans	500,000	0	0	500,000
Assets Held for Resale	1,843,362	0	0	1,843,362
Materials and Supplies Inventory	94,566	0	0	94,566
<i>Total Assets</i>	<u>\$7,959,416</u>	<u>\$1,213,085</u>	<u>\$4,473,800</u>	<u>\$13,646,301</u>
Liabilities:				
Accounts Payable	\$52,252	\$0	\$62,037	\$114,289
Interfund Payable	530,000	0	0	530,000
Accrued Wages Payable	37,821	0	4,149	41,970
Intergovernmental Payable	7,017	0	641	7,658
Deposits Held and Due to Others	72,333	0	0	72,333
Accrued Interest Payable	1,831	0	7,279	9,110
Notes Payable	552,925	0	2,189,827	2,742,752
<i>Total Liabilities</i>	<u>1,254,179</u>	<u>0</u>	<u>2,263,933</u>	<u>3,518,112</u>
Deferred Inflows of Resources:				
Revenue in Lieu of Taxes	0	0	1,340,607	1,340,607
Unavailable Revenue	932,561	1,028,644	45,000	2,006,205
<i>Total Deferred Inflows of Resources</i>	<u>932,561</u>	<u>1,028,644</u>	<u>1,385,607</u>	<u>3,346,812</u>
Fund Balances:				
Nonspendable	94,566	0	0	94,566
Restricted	5,682,161	184,441	1,306,647	7,173,249
Committed	85,690	0	626,513	712,203
Assigned	0	0	939,526	939,526
Unassigned (Deficit)	(89,741)	0	(2,048,426)	(2,138,167)
<i>Total Fund Balances (Deficits)</i>	<u>5,772,676</u>	<u>184,441</u>	<u>824,260</u>	<u>6,781,377</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$7,959,416</u>	<u>\$1,213,085</u>	<u>\$4,473,800</u>	<u>\$13,646,301</u>

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Other Local Taxes	\$0	\$0	\$156,616	\$156,616
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	928,037	928,037
Fines, Licenses and Permits	232,302	0	182,988	415,290
Charges for Services	43,190	0	29,752	72,942
Investment Earnings	27,572	8,228	6,877	42,677
Intergovernmental	2,858,807	0	37,430	2,896,237
Special Assessments	0	72,000	0	72,000
Contributions and Donations	5,999	0	0	5,999
Other	178,295	0	38,577	216,872
<i>Total Revenues</i>	<u>3,556,165</u>	<u>80,228</u>	<u>1,380,277</u>	<u>5,016,670</u>
Expenditures:				
Current:				
General Government	38,133	106	323,272	361,511
Public Safety	536,833	0	0	536,833
Community Development	841,452	0	0	841,452
Transportation and Street Repair	1,357,658	0	0	1,357,658
Public Health and Welfare	128,321	0	0	128,321
Capital Outlay	192,544	0	474,725	667,269
Intergovernmental	0	0	582,137	582,137
Debt Service:				
Principal Retirement	3,577,645	72,000	220,000	3,869,645
Interest and Fiscal Charges	99,572	6,689	41,080	147,341
<i>Total Expenditures</i>	<u>6,772,158</u>	<u>78,795</u>	<u>1,641,214</u>	<u>8,492,167</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,215,993)</u>	<u>1,433</u>	<u>(260,937)</u>	<u>(3,475,497)</u>
Other Financing Sources (Uses):				
Notes Issued	3,525,000	0	210,000	3,735,000
Premium on Debt Issued	26,825	0	907	27,732
Transfers-In	526,000	0	556,500	1,082,500
Transfers-Out	(50,000)	0	0	(50,000)
<i>Total Other Financing Sources (Uses)</i>	<u>4,027,825</u>	<u>0</u>	<u>767,407</u>	<u>4,795,232</u>
<i>Net Change in Fund Balances</i>	811,832	1,433	506,470	1,319,735
<i>Fund Balances at Beginning of Year</i>	<u>4,960,844</u>	<u>183,008</u>	<u>317,790</u>	<u>5,461,642</u>
<i>Fund Balances at End of Year</i>	<u><u>\$5,772,676</u></u>	<u><u>\$184,441</u></u>	<u><u>\$824,260</u></u>	<u><u>\$6,781,377</u></u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2021

	<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	\$2,204,989	\$282,682	\$38,646
Receivables:			
Municipal Income Taxes	210,000	0	0
Intergovernmental	897,530	72,770	0
Loans	0	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	94,566	0	0
<i>Total Assets</i>	<u>\$3,407,085</u>	<u>\$355,452</u>	<u>\$38,646</u>
Liabilities:			
Accounts Payable	\$20,262	\$109	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	20,313	2,056	0
Intergovernmental Payable	3,780	413	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>44,355</u>	<u>2,578</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	812,367	48,838	0
Fund Balances:			
Nonspendable	94,566	0	0
Restricted	2,455,797	304,036	38,646
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>2,550,363</u>	<u>304,036</u>	<u>38,646</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$3,407,085</u>	<u>\$355,452</u>	<u>\$38,646</u>

Cemetery Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Community Development Block Grant Fund	Victim Witness Fund
\$89,382	\$9,651	\$3,000	\$252,865	\$25,105
0	0	0	0	0
0	0	0	170,428	7,693
0	0	0	0	0
0	37,605	24,053	0	0
0	0	0	0	0
<u>\$89,382</u>	<u>\$47,256</u>	<u>\$27,053</u>	<u>\$423,293</u>	<u>\$32,798</u>
\$1,155	\$0	\$0	\$25,124	\$591
0	0	0	455,000	0
2,094	0	0	2,047	7,046
443	0	0	317	1,405
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>3,692</u>	<u>0</u>	<u>0</u>	<u>482,488</u>	<u>9,042</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>30,546</u>	<u>0</u>
0	0	0	0	0
0	47,256	27,053	0	23,756
85,690	0	0	0	0
0	0	0	(89,741)	0
<u>85,690</u>	<u>47,256</u>	<u>27,053</u>	<u>(89,741)</u>	<u>23,756</u>
<u>\$89,382</u>	<u>\$47,256</u>	<u>\$27,053</u>	<u>\$423,293</u>	<u>\$32,798</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2021
(Continued)

	<u>Home Fund</u>	<u>Justice Reinvestment and Incentive Grant Fund</u>	<u>Law Enforcement Trust Fund</u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$115,964	\$61,882	\$66,593
Receivables:			
Municipal Income Taxes	0	0	0
Intergovernmental	9,805	0	0
Loans	0	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$125,769</u></u>	<u><u>\$61,882</u></u>	<u><u>\$66,593</u></u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	75,000	0	0
Accrued Wages Payable	0	1,641	0
Intergovernmental Payable	0	254	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>75,000</u>	<u>1,895</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	<u>9,805</u>	<u>0</u>	<u>0</u>
Fund Balances:			
Nonspendable	0	0	0
Restricted	40,964	59,987	66,593
Committed	0	0	0
Unassigned (Deficit)	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Fund Balances (Deficits)</i>	<u>40,964</u>	<u>59,987</u>	<u>66,593</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$125,769</u></u>	<u><u>\$61,882</u></u>	<u><u>\$66,593</u></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>
\$9,180	\$206,811	\$7,208	\$26,227	\$115,223	\$1,377
0	0	0	0	0	0
0	5,752	0	3,465	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$9,180</u>	<u>\$212,563</u>	<u>\$7,208</u>	<u>\$29,692</u>	<u>\$115,223</u>	<u>\$1,377</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	2,459	0
0	0	0	0	380	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>2,839</u>	<u>0</u>
<u>0</u>	<u>5,752</u>	<u>0</u>	<u>3,465</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
9,180	206,811	7,208	26,227	112,384	1,377
0	0	0	0	0	0
0	0	0	0	0	0
<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>\$9,180</u>	<u>\$212,563</u>	<u>\$7,208</u>	<u>\$29,692</u>	<u>\$115,223</u>	<u>\$1,377</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2021
(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	\$70,869	\$288,285	\$92,836
Receivables:			
Municipal Income Taxes	0	0	0
Intergovernmental	0	0	0
Loans	0	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$70,869</u>	<u>\$288,285</u>	<u>\$92,836</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	0	165	0
Intergovernmental Payable	0	25	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>190</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	0	0	0
Fund Balances:			
Nonspendable	0	0	0
Restricted	70,869	288,095	92,836
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>70,869</u>	<u>288,095</u>	<u>92,836</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$70,869</u>	<u>\$288,285</u>	<u>\$92,836</u>

<u>Moving Ohio Forward Fund</u>	<u>Federal Emergency Management Agency Fund</u>	<u>Community Redevelopment Fund</u>	<u>Fire Loss Escrow Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$10,575	\$0	\$70,574	\$72,333	\$4,122,257
0	0	0	0	210,000
0	21,788	0	0	1,189,231
0	0	500,000	0	500,000
0	0	1,781,704	0	1,843,362
0	0	0	0	94,566
<u>\$10,575</u>	<u>\$21,788</u>	<u>\$2,352,278</u>	<u>\$72,333</u>	<u>\$7,959,416</u>
\$0	\$0	\$5,011	\$0	\$52,252
0	0	0	0	530,000
0	0	0	0	37,821
0	0	0	0	7,017
0	0	0	72,333	72,333
0	0	1,831	0	1,831
0	0	552,925	0	552,925
0	0	559,767	72,333	1,254,179
0	21,788	0	0	932,561
0	0	0	0	94,566
10,575	0	1,792,511	0	5,682,161
0	0	0	0	85,690
0	0	0	0	(89,741)
<u>10,575</u>	<u>0</u>	<u>1,792,511</u>	<u>0</u>	<u>5,772,676</u>
<u>\$10,575</u>	<u>\$21,788</u>	<u>\$2,352,278</u>	<u>\$72,333</u>	<u>\$7,959,416</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, 2021

	Street Maintenance and Repair Fund	State Highway Fund	Community Development Fund
Revenues:			
Municipal Income Taxes	\$210,000	\$0	\$0
Fines, Licenses and Permits	0	0	0
Charges for Services	0	0	0
Investment Earnings	10,259	1,596	0
Intergovernmental	1,796,097	145,629	0
Contributions and Donations	0	0	0
Other	68,523	91	0
<i>Total Revenues</i>	<u>2,084,879</u>	<u>147,316</u>	<u>0</u>
Expenditures:			
Current:			
General Government	0	0	0
Public Safety	0	0	0
Community Development	0	0	0
Transportation and Street Repair	1,247,591	110,067	0
Public Health and Welfare	0	0	0
Capital Outlay	48,646	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>1,296,237</u>	<u>110,067</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>788,642</u>	<u>37,249</u>	<u>0</u>
Other Financing Sources (Uses):			
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Transfers-In	0	0	0
Transfers-Out	(50,000)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(50,000)</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	738,642	37,249	0
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>1,811,721</u>	<u>266,787</u>	<u>38,646</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>\$2,550,363</u></u>	<u><u>\$304,036</u></u>	<u><u>\$38,646</u></u>

Cemetery Fund	Local Coronavirus Relief Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Community Development Block Grant Fund	Victim Witness Fund
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
38,165	0	0	0	0	0
0	0	0	0	0	0
0	99,308	0	0	442,427	104,984
0	0	0	0	0	0
99	0	0	0	21	265
<u>38,264</u>	<u>99,308</u>	<u>0</u>	<u>0</u>	<u>442,448</u>	<u>105,249</u>
0	0	0	0	0	0
0	0	0	0	0	256,326
0	99,308	600	0	396,709	0
0	0	0	0	0	0
128,321	0	0	0	0	0
0	0	0	0	0	1,926
0	0	0	0	0	0
0	0	0	0	0	0
<u>128,321</u>	<u>99,308</u>	<u>600</u>	<u>0</u>	<u>396,709</u>	<u>258,252</u>
<u>(90,057)</u>	<u>0</u>	<u>(600)</u>	<u>0</u>	<u>45,739</u>	<u>(153,003)</u>
0	0	0	0	0	0
0	0	0	0	0	0
126,000	0	0	0	0	150,000
0	0	0	0	0	0
<u>126,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>150,000</u>
35,943	0	(600)	0	45,739	(3,003)
49,747	0	47,856	27,053	(135,480)	26,759
<u>\$85,690</u>	<u>\$0</u>	<u>\$47,256</u>	<u>\$27,053</u>	<u>(\$89,741)</u>	<u>\$23,756</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, 2021
(Continued)

	Home Fund	Justice Reinvestment and Incentive Grant Fund	Law Enforcement Trust Fund
Revenues:			
Municipal Income Taxes	\$0	\$0	\$0
Fines, Licenses and Permits	0	0	0
Charges for Services	0	0	0
Investment Earnings	0	0	0
Intergovernmental	157,455	92,098	1,706
Contributions and Donations	0	0	5,999
Other	15,236	0	21,626
<i>Total Revenues</i>	<u>172,691</u>	<u>92,098</u>	<u>29,331</u>
Expenditures:			
Current:			
General Government	0	0	0
Public Safety	0	75,836	16,657
Community Development	174,456	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>174,456</u>	<u>75,836</u>	<u>16,657</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,765)</u>	<u>16,262</u>	<u>12,674</u>
Other Financing Sources (Uses):			
Notes Issued	0	0	0
Premium on Debt Issued	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>	(1,765)	16,262	12,674
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>42,729</u>	<u>43,725</u>	<u>53,919</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>\$40,964</u></u>	<u><u>\$59,987</u></u>	<u><u>\$66,593</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
1,684	31,606	2,168	0	79,889	9,663
0	0	0	0	0	0
0	0	0	203	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,684	31,606	2,168	203	79,889	9,663
0	0	0	0	0	0
0	45,565	0	5,543	96,637	21,706
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	3,561	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	45,565	0	9,104	96,637	21,706
1,684	(13,959)	2,168	(8,901)	(16,748)	(12,043)
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
1,684	(13,959)	2,168	(8,901)	(16,748)	(12,043)
7,496	220,770	5,040	35,128	129,132	13,420
\$9,180	\$206,811	\$7,208	\$26,227	\$112,384	\$1,377

(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, 2021
(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 and Permits	13,527	74,382	19,383
Charges for Services	0	0	0
Investment Earnings	0	0	0
Intergovernmental	0	0	0
Contributions and Donations	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>13,527</u>	<u>74,382</u>	<u>19,383</u>
Expenditures:			
Current:			
General Government	0	38,133	0
Public Safety	4,511	0	13,784
Community Development	0	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Capital Outlay	0	14,359	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>4,511</u>	<u>52,492</u>	<u>13,784</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>9,016</u>	<u>21,890</u>	<u>5,599</u>
Other Financing Sources (Uses):			
Notes Issued	0	0	0
Premium on Debt Issued	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>	9,016	21,890	5,599
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>61,853</u>	<u>266,205</u>	<u>87,237</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>\$70,869</u></u>	<u><u>\$288,095</u></u>	<u><u>\$92,836</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	232,302
0	0	0	5,025	0	43,190
0	0	0	15,514	0	27,572
18,835	0	268	0	0	2,858,807
0	0	0	0	0	5,999
0	0	0	101	72,333	178,295
<u>18,835</u>	<u>0</u>	<u>268</u>	<u>20,640</u>	<u>72,333</u>	<u>3,556,165</u>
0	0	0	0	0	38,133
0	0	268	0	0	536,833
0	1,400	0	96,646	72,333	841,452
0	0	0	0	0	1,357,658
0	0	0	0	0	128,321
18,835	0	0	105,217	0	192,544
0	0	0	3,577,645	0	3,577,645
0	0	0	99,572	0	99,572
<u>18,835</u>	<u>1,400</u>	<u>268</u>	<u>3,879,080</u>	<u>72,333</u>	<u>6,772,158</u>
<u>0</u>	<u>(1,400)</u>	<u>0</u>	<u>(3,858,440)</u>	<u>0</u>	<u>(3,215,993)</u>
0	0	0	3,525,000	0	3,525,000
0	0	0	26,825	0	26,825
0	0	0	250,000	0	526,000
0	0	0	0	0	(50,000)
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,801,825</u>	<u>0</u>	<u>4,027,825</u>
0	(1,400)	0	(56,615)	0	811,832
0	11,975	0	1,849,126	0	4,960,844
<u>\$0</u>	<u>\$10,575</u>	<u>\$0</u>	<u>\$1,792,511</u>	<u>\$0</u>	<u>\$5,772,676</u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2021

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$343,743	\$939,526	\$360,637
Receivables:			
Other Local Taxes	0	0	15,642
Revenue in Lieu of Taxes	0	0	0
Intergovernmental	0	45,000	0
<i>Total Assets</i>	<u>\$343,743</u>	<u>\$984,526</u>	<u>\$376,279</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Accrued Wages Payable	4,149	0	0
Intergovernmental Payable	641	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
<i>Total Liabilities</i>	<u>4,790</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources:			
Revenue in Lieu of Taxes	0	0	0
Unavailable Revenue	0	45,000	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>45,000</u>	<u>0</u>
Fund Balances:			
Restricted	338,953	0	0
Committed	0	0	376,279
Assigned	0	939,526	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>338,953</u>	<u>939,526</u>	<u>376,279</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$343,743</u>	<u>\$984,526</u>	<u>\$376,279</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
\$327,381	\$875,176	\$222,627	\$3,461	\$0	\$3,072,551
0	0	0	0	0	15,642
0	1,003,584	0	85,213	251,810	1,340,607
0	0	0	0	0	45,000
<u>\$327,381</u>	<u>\$1,878,760</u>	<u>\$222,627</u>	<u>\$88,674</u>	<u>\$251,810</u>	<u>\$4,473,800</u>
\$62,037	\$0	\$0	\$0	\$0	\$62,037
0	0	0	0	0	4,149
0	0	0	0	0	641
90	0	424	6,765	0	7,279
15,020	0	129,685	2,045,122	0	2,189,827
<u>77,147</u>	<u>0</u>	<u>130,109</u>	<u>2,051,887</u>	<u>0</u>	<u>2,263,933</u>
0	1,003,584	0	85,213	251,810	1,340,607
0	0	0	0	0	45,000
<u>0</u>	<u>1,003,584</u>	<u>0</u>	<u>85,213</u>	<u>251,810</u>	<u>1,385,607</u>
0	875,176	92,518	0	0	1,306,647
250,234	0	0	0	0	626,513
0	0	0	0	0	939,526
0	0	0	(2,048,426)	0	(2,048,426)
<u>250,234</u>	<u>875,176</u>	<u>92,518</u>	<u>(2,048,426)</u>	<u>0</u>	<u>824,260</u>
<u>\$327,381</u>	<u>\$1,878,760</u>	<u>\$222,627</u>	<u>\$88,674</u>	<u>\$251,810</u>	<u>\$4,473,800</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, 2021

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund	Building and Land Fund
Revenues:				
Other Local Taxes	\$0	\$0	\$156,616	\$0
Revenue in Lieu of Taxes	0	0	0	0
Fines, Licenses and Permits	182,988	0	0	0
Charges for Services	0	0	20,988	0
Investment Earnings	0	3,563	3,314	0
Intergovernmental	37,430	0	0	0
Other	0	0	38,501	76
<i>Total Revenues</i>	<u>220,418</u>	<u>3,563</u>	<u>219,419</u>	<u>76</u>
Expenditures:				
Current:				
General Government	182,494	0	0	122,077
Capital Outlay	553	96,056	286,832	91,284
Intergovernmental	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	125,000
Interest and Fiscal Charges	0	0	0	5,288
<i>Total Expenditures</i>	<u>183,047</u>	<u>96,056</u>	<u>286,832</u>	<u>343,649</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>37,371</u>	<u>(92,493)</u>	<u>(67,413)</u>	<u>(343,573)</u>
Other Financing Sources:				
Notes Issued	0	0	0	210,000
Premium on Debt Issued	0	0	0	907
Transfers-In	0	238,600	0	282,900
<i>Total Other Financing Sources</i>	<u>0</u>	<u>238,600</u>	<u>0</u>	<u>493,807</u>
<i>Net Change in Fund Balances</i>	37,371	146,107	(67,413)	150,234
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>301,582</u>	<u>793,419</u>	<u>443,692</u>	<u>100,000</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>\$338,953</u></u>	<u><u>\$939,526</u></u>	<u><u>\$376,279</u></u>	<u><u>\$250,234</u></u>

Tax Increment Financing Fund	Special Assessment Construction Fund	I-675 Corridor TIF Fund	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$156,616
852,573	0	75,464	928,037
0	0	0	182,988
0	8,764	0	29,752
0	0	0	6,877
0	0	0	37,430
0	0	0	38,577
<u>852,573</u>	<u>8,764</u>	<u>75,464</u>	<u>1,380,277</u>
2,898	8,452	7,351	323,272
0	0	0	474,725
534,669	0	47,468	582,137
95,000	0	0	220,000
24,638	382	10,772	41,080
<u>657,205</u>	<u>8,834</u>	<u>65,591</u>	<u>1,641,214</u>
<u>195,368</u>	<u>(70)</u>	<u>9,873</u>	<u>(260,937)</u>
0	0	0	210,000
0	0	0	907
0	0	35,000	556,500
<u>0</u>	<u>0</u>	<u>35,000</u>	<u>767,407</u>
195,368	(70)	44,873	506,470
679,808	92,588	(2,093,299)	317,790
<u>\$875,176</u>	<u>\$92,518</u>	<u>(\$2,048,426)</u>	<u>\$824,260</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, 2021

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$242,324	\$460,883	\$107,939	\$0	\$811,146
Cash and Cash Equivalents with Fiscal Agents	0	0	0	1,161,492	1,161,492
Materials and Supplies Inventory	45,982	0	0	0	45,982
<i>Total Current Assets</i>	<u>288,306</u>	<u>460,883</u>	<u>107,939</u>	<u>1,161,492</u>	<u>2,018,620</u>
Non-current Assets					
Net Pension Asset	6,876	5,153	0	0	12,029
Net OPEB Asset	45,635	34,228	0	0	79,863
Nondepreciable Capital Assets	0	5,018	0	0	5,018
Depreciable Capital Assets, Net	47,496	147,991	0	0	195,487
<i>Total Non-current Assets</i>	<u>100,007</u>	<u>192,390</u>	<u>0</u>	<u>0</u>	<u>292,397</u>
<i>Total Assets</i>	<u>388,313</u>	<u>653,273</u>	<u>107,939</u>	<u>1,161,492</u>	<u>2,311,017</u>
Deferred Outflows of Resources:					
Pension	59,690	44,767	0	0	104,457
OPEB	22,885	17,164	0	0	40,049
<i>Total Deferred Outflows of Resources</i>	<u>82,575</u>	<u>61,931</u>	<u>0</u>	<u>0</u>	<u>144,506</u>
Liabilities:					
Current Liabilities					
Accounts Payable	6,795	2,745	0	0	9,540
Claims Payable	0	0	0	847,720	847,720
Accrued Wages Payable	14,665	12,621	0	0	27,286
Intergovernmental Payable	2,967	2,516	0	0	5,483
Compensated Absences Payable	45,136	18,084	0	0	63,220
<i>Total Current Liabilities</i>	<u>69,563</u>	<u>35,966</u>	<u>0</u>	<u>847,720</u>	<u>953,249</u>
Long-Term Liabilities					
Compensated Absences Payable	17,318	8,737	0	0	26,055
Net Pension Liability	386,223	289,663	0	0	675,886
<i>Total Long-Term Liabilities</i>	<u>403,541</u>	<u>298,400</u>	<u>0</u>	<u>0</u>	<u>701,941</u>
<i>Total Liabilities</i>	<u>473,104</u>	<u>334,366</u>	<u>0</u>	<u>847,720</u>	<u>1,655,190</u>
Deferred Inflows of Resources:					
Pension	176,921	132,689	0	0	309,610
OPEB	143,636	107,728	0	0	251,364
<i>Total Deferred Inflows of Resources</i>	<u>320,557</u>	<u>240,417</u>	<u>0</u>	<u>0</u>	<u>560,974</u>
Net Position:					
Net Investment in Capital Assets	47,496	153,009	0	0	200,505
Unrestricted (Deficit)	(370,269)	(12,588)	107,939	313,772	38,854
<i>Total Net Position (Deficit)</i>	<u>(\$322,773)</u>	<u>\$140,421</u>	<u>\$107,939</u>	<u>\$313,772</u>	<u>\$239,359</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, 2021

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Operating Revenues:					
Charges for Services	\$1,369,332	\$765,000	\$0	\$3,911,648	\$6,045,980
Other	6,672	798	54,586	1,162,966	1,225,022
<i>Total Operating Revenues</i>	<u>1,376,004</u>	<u>765,798</u>	<u>54,586</u>	<u>5,074,614</u>	<u>7,271,002</u>
Operating Expenses:					
Personal Services	272,778	210,061	59,146	0	541,985
Contractual Services	41,818	262,636	6,446	895,503	1,206,403
Materials and Supplies	694,466	13,903	0	0	708,369
Claims	0	0	0	4,181,420	4,181,420
Depreciation	7,945	43,189	0	0	51,134
<i>Total Operating Expenses</i>	<u>1,017,007</u>	<u>529,789</u>	<u>65,592</u>	<u>5,076,923</u>	<u>6,689,311</u>
<i>Operating Income (Loss)</i>	358,997	236,009	(11,006)	(2,309)	581,691
Non-Operating Revenues:					
Investment Earnings	<u>0</u>	<u>0</u>	<u>723</u>	<u>8,609</u>	<u>9,332</u>
<i>Change in Net Position</i>	358,997	236,009	(10,283)	6,300	591,023
<i>Net Position (Deficit) at Beginning of Year</i>	<u>(681,770)</u>	<u>(95,588)</u>	<u>118,222</u>	<u>307,472</u>	<u>(351,664)</u>
<i>Net Position (Deficit) at End of Year</i>	<u><u>(\$322,773)</u></u>	<u><u>\$140,421</u></u>	<u><u>\$107,939</u></u>	<u><u>\$313,772</u></u>	<u><u>\$239,359</u></u>

City of Fairborn, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2021

	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	\$1,369,332	\$765,000	\$0	\$3,911,648	\$6,045,980
Cash Received From Other Operating Revenues	6,672	798	54,586	1,162,966	1,225,022
Cash Payments for Claims	0	0	0	(3,915,057)	(3,915,057)
Cash Payments for Employee Services and Benefits	(577,680)	(447,836)	(59,146)	0	(1,084,662)
Cash Payments to Suppliers	(754,206)	(274,075)	(7,029)	(895,503)	(1,930,813)
<i>Net Cash Provided by (Used for) Operating Activities</i>	44,118	43,887	(11,589)	264,054	340,470
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(6,585)	0	0	0	(6,585)
Cash Flows from Investing Activities:					
Interest	0	0	723	8,609	9,332
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	37,533	43,887	(10,866)	272,663	343,217
<i>Cash and Cash Equivalents at Beginning of Year</i>	204,791	416,996	118,805	888,829	1,629,421
<i>Cash and Cash Equivalents at End of Year</i>	\$242,324	\$460,883	\$107,939	\$1,161,492	\$1,972,638
Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	\$358,997	\$236,009	(\$11,006)	(\$2,309)	\$581,691
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	7,945	43,189	0	0	51,134
Decrease (Increase) in Assets:					
Materials and Supplies Inventory	(692)	0	0	0	(692)
Deferred Outflows of Resources - Pension	73,644	55,235	0	0	128,879
Deferred Outflows of Resources - OPEB	44,863	33,648	0	0	78,511
Increase (Decrease) in Liabilities:					
Accounts Payable	(17,230)	2,464	(583)	0	(15,349)
Claims Payable	0	0	0	266,363	266,363
Accrued Wages Payable	1,839	1,519	0	0	3,358
Intergovernmental Payable	680	562	0	0	1,242
Compensated Absences Payable	19,879	5,617	0	0	25,496
Net Pension Liability	(2,882)	(2,161)	0	0	(5,043)
Net OPEB Liability	(220,549)	(165,413)	0	0	(385,962)
Deferred Inflows of Resources - Pension	(121,489)	(91,117)	0	0	(212,606)
Deferred Inflows of Resources - OPEB	(100,887)	(75,665)	0	0	(176,552)
<i>Net Cash Provided by (Used for) Operating Activities</i>	\$44,118	\$43,887	(\$11,589)	\$264,054	\$340,470

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$993,147	\$993,147	\$0
Other Local Taxes	491,356	467,390	(23,966)
Municipal Income Taxes	9,708,000	9,858,752	150,752
Fines, Licenses and Permits	1,247,134	1,075,146	(171,988)
Charges for Services	3,319,176	3,385,900	66,724
Investment Earnings	135,000	163,333	28,333
Intergovernmental	957,430	1,345,797	388,367
Special Assessments	59,400	100,891	41,491
Other	188,596	294,743	106,147
<i>Total Revenues</i>	<u>17,099,239</u>	<u>17,685,099</u>	<u>585,860</u>
Expenditures:			
Current:			
General Government			
City Council			
Personal Services	158,681	157,643	1,038
Contractual Services	57,035	47,116	9,919
Materials and Supplies	6,664	5,165	1,499
<i>Total City Council</i>	<u>222,380</u>	<u>209,924</u>	<u>12,456</u>
Municipal Court			
Personal Services	1,557,362	1,484,364	72,998
Contractual Services	183,450	164,616	18,834
Materials and Supplies	30,879	23,754	7,125
<i>Total Municipal Court</i>	<u>1,771,691</u>	<u>1,672,734</u>	<u>98,957</u>
Clerk of Courts			
Personal Services	458,690	435,386	23,304
Contractual Services	44,150	42,150	2,000
Materials and Supplies	17,850	15,800	2,050
<i>Total Clerk of Courts</i>	<u>520,690</u>	<u>493,336</u>	<u>27,354</u>
City Manager's Office			
Personal Services	583,697	581,232	2,465
Contractual Services	40,310	38,224	2,086
Materials and Supplies	10,386	10,384	2
<i>Total City Manager's Office</i>	<u>634,393</u>	<u>629,840</u>	<u>4,553</u>
Administration and General Accounting			
Personal Services	757,775	751,946	5,829
Contractual Services	83,537	81,752	1,785
Materials and Supplies	8,056	7,556	500
<i>Total Administration and General Accounting</i>	<u>849,368</u>	<u>841,254</u>	<u>8,114</u>
Utilities Accounting			
Personal Services	247,050	228,168	18,882
Contractual Services	147,952	147,368	584
Materials and Supplies	8,886	7,686	1,200
<i>Total Utilities Accounting</i>	<u>\$403,888</u>	<u>\$383,222</u>	<u>\$20,666</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, 2021
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
City Income Tax Accounting			
Personal Services	\$207,697	\$198,662	\$9,035
Contractual Services	705,685	704,593	1,092
Materials and Supplies	3,525	3,525	0
<i>Total City Income Tax Accounting</i>	<u>916,907</u>	<u>906,780</u>	<u>10,127</u>
Legal Department			
Personal Services	275,014	273,153	1,861
Contractual Services	55,100	54,849	251
Materials and Supplies	4,325	3,774	551
<i>Total Legal Department</i>	<u>334,439</u>	<u>331,776</u>	<u>2,663</u>
Personnel Department			
Personal Services	297,838	264,830	33,008
Contractual Services	154,679	151,979	2,700
Materials and Supplies	25,248	24,994	254
<i>Total Personnel Department</i>	<u>477,765</u>	<u>441,803</u>	<u>35,962</u>
Engineering and Drafting			
Personal Services	562,075	524,003	38,072
Contractual Services	40,348	39,949	399
Materials and Supplies	8,461	7,620	841
<i>Total Engineering and Drafting</i>	<u>610,884</u>	<u>571,572</u>	<u>39,312</u>
Plant Maintenance			
Personal Services	683,775	587,105	96,670
Contractual Services	250,966	250,894	72
Materials and Supplies	117,043	105,711	11,332
<i>Total Plant Maintenance</i>	<u>1,051,784</u>	<u>943,710</u>	<u>108,074</u>
Contingency			
Personal Services	90,633	13,676	76,957
Contractual Services	1,350,112	1,314,703	35,409
Materials and Supplies	36,340	29,512	6,828
<i>Total Contingency</i>	<u>1,477,085</u>	<u>1,357,891</u>	<u>119,194</u>
<i>Total General Government</i>	<u>9,271,274</u>	<u>8,783,842</u>	<u>487,432</u>
Leisure Time Activities			
Parks and Recreation			
Personal Services	278,490	241,648	36,842
Contractual Services	190,293	188,448	1,845
Materials and Supplies	55,201	54,184	1,017
<i>Total Leisure Time Activities</i>	<u>\$523,984</u>	<u>\$484,280</u>	<u>\$39,704</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, 2021
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Community Development			
Community Development Urban Planner			
Personal Services	\$480,799	\$380,659	\$100,140
Contractual Services	139,623	138,991	632
Materials and Supplies	12,998	11,273	1,725
<i>Total Community Development Urban Planner</i>	<u>633,420</u>	<u>530,923</u>	<u>102,497</u>
Building Inspection and Zoning Enforcement			
Personal Services	452,498	441,931	10,567
Contractual Services	150,298	149,858	440
Materials and Supplies	12,760	10,049	2,711
<i>Total Building Inspection and Zoning Enforcement</i>	<u>615,556</u>	<u>601,838</u>	<u>13,718</u>
Economic Development			
Personal Services	258,898	228,455	30,443
Contractual Services	392,272	392,270	2
Materials and Supplies	3,950	2,728	1,222
<i>Total Economic Development</i>	<u>655,120</u>	<u>623,453</u>	<u>31,667</u>
<i>Total Community Development</i>	<u>1,904,096</u>	<u>1,756,214</u>	<u>147,882</u>
Capital Outlay	<u>201,089</u>	<u>192,722</u>	<u>8,367</u>
Debt Service:			
Principal Retirement	573,190	554,355	18,835
Interest and Fiscal Charges	179,810	175,269	4,541
<i>Total Debt Service</i>	<u>753,000</u>	<u>729,624</u>	<u>23,376</u>
<i>Total Expenditures</i>	<u>12,653,443</u>	<u>11,946,682</u>	<u>706,761</u>
<i>Excess of Revenues Over Expenditures</i>	<u>4,445,796</u>	<u>5,738,417</u>	<u>1,292,621</u>
Other Financing Sources (Uses):			
Proceeds from the Sale of Capital Assets	10,000	32,896	22,896
Advances-Out	(73,600)	0	73,600
Transfers-Out	(5,686,835)	(5,582,500)	104,335
<i>Total Other Financing Sources (Uses)</i>	<u>(5,750,435)</u>	<u>(5,549,604)</u>	<u>200,831</u>
<i>Net Change in Fund Balance</i>	<u>(1,304,639)</u>	<u>188,813</u>	<u>1,493,452</u>
<i>Fund Balance at Beginning of Year</i>	<u>5,872,133</u>	<u>5,872,133</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>598,415</u>	<u>598,415</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$5,165,909</u></u>	<u><u>\$6,659,361</u></u>	<u><u>\$1,493,452</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$2,273,589	\$2,286,460	\$12,871
Municipal Income Taxes	1,767,090	1,810,765	43,675
Fines, Licenses and Permits	1,200	1,235	35
Charges for Services	1,318,650	1,162,703	(155,947)
Intergovernmental	301,500	275,830	(25,670)
Other	0	7,439	7,439
<i>Total Revenues</i>	<u>5,662,029</u>	<u>5,544,432</u>	<u>(117,597)</u>
Expenditures:			
Current:			
Public Safety			
Fire Administrative Services			
Personal Services	910,536	863,700	46,836
Contractual Services	598,658	587,158	11,500
Materials and Supplies	35,268	34,147	1,121
<i>Total Fire Administrative Services</i>	<u>1,544,462</u>	<u>1,485,005</u>	<u>59,457</u>
Fire Life Safety			
Contractual Services	720	165	555
Materials and Supplies	6,918	5,754	1,164
<i>Total Fire Life Safety</i>	<u>7,638</u>	<u>5,919</u>	<u>1,719</u>
Fire Operations			
Personal Services	5,942,426	5,824,525	117,901
Contractual Services	121,191	121,191	0
Materials and Supplies	232,465	230,179	2,286
<i>Total Fire Operations</i>	<u>6,296,082</u>	<u>6,175,895</u>	<u>120,187</u>
Training			
Contractual Services	7,755	7,650	105
Materials and Supplies	6,024	4,878	1,146
<i>Total Training</i>	<u>13,779</u>	<u>12,528</u>	<u>1,251</u>
<i>Total Public Safety</i>	<u>7,861,961</u>	<u>7,679,347</u>	<u>182,614</u>
Capital Outlay	2,945	2,945	0
<i>Total Expenditures</i>	<u>7,864,906</u>	<u>7,682,292</u>	<u>182,614</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,202,877)</u>	<u>(2,137,860)</u>	<u>65,017</u>
Other Financing Sources:			
Transfers-In	550,000	550,000	0
<i>Net Change in Fund Balance</i>	<u>(1,652,877)</u>	<u>(1,587,860)</u>	<u>65,017</u>
<i>Fund Balance at Beginning of Year</i>	<u>2,414,365</u>	<u>2,414,365</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>148,830</u>	<u>148,830</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$910,318</u></u>	<u><u>\$975,335</u></u>	<u><u>\$65,017</u></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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$2,286,460	\$2,286,460	\$0
Municipal Income Taxes	1,767,090	1,810,764	43,674
Charges for Services	32,346	53,713	21,367
Intergovernmental	728,835	776,341	47,506
Other	22,468	12,605	(9,863)
<i>Total Revenues</i>	<u>4,837,199</u>	<u>4,939,883</u>	<u>102,684</u>
Expenditures:			
Current:			
Public Safety			
Police Administrative Services			
Personal Services	1,143,981	1,092,863	51,118
Contractual Services	594,104	586,642	7,462
Materials and Supplies	39,780	38,066	1,714
<i>Total Police Administrative Services</i>	<u>1,777,865</u>	<u>1,717,571</u>	<u>60,294</u>
Police Dispatch			
Personal Services	908,232	889,687	18,545
Contractual Services	74,426	74,068	358
<i>Total Police Dispatch</i>	<u>982,658</u>	<u>963,755</u>	<u>18,903</u>
Police Detective Section			
Personal Services	996,460	939,816	56,644
Contractual Services	11,077	10,549	528
Materials and Supplies	23,864	22,395	1,469
<i>Total Police Detective Section</i>	<u>1,031,401</u>	<u>972,760</u>	<u>58,641</u>
Police Patrol Section			
Personal Services	3,859,442	3,740,774	118,668
Contractual Services	15,050	14,081	969
Materials and Supplies	133,129	122,893	10,236
<i>Total Police Patrol Section</i>	<u>4,007,621</u>	<u>3,877,748</u>	<u>129,873</u>
D.A.R.E.			
Personal Services	387,831	374,096	13,735
Contractual Services	150	150	0
<i>Total D.A.R.E.</i>	<u>387,981</u>	<u>374,246</u>	<u>13,735</u>
Violence Against Women Act			
Personal Services	79,997	79,995	2
<i>Total Public Safety</i>	<u>\$8,267,523</u>	<u>\$7,986,075</u>	<u>\$281,448</u>

(continued)

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, 2021
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay	\$1,683	\$1,683	\$0
<i>Total Expenditures</i>	8,269,206	7,987,758	281,448
<i>Excess of Revenues Under Expenditures</i>	(3,432,007)	(3,047,875)	384,132
Other Financing Sources:			
Transfers-In	4,080,000	4,000,000	(80,000)
<i>Net Change in Fund Balance</i>	647,993	952,125	304,132
<i>Fund Balance at Beginning of Year</i>	1,012,432	1,012,432	0
<i>Prior Year Encumbrances Appropriated</i>	55,338	55,338	0
<i>Fund Balance at End of Year</i>	<u>\$1,715,763</u>	<u>\$2,019,895</u>	<u>\$304,132</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$2,462,461	\$2,254,688	(\$207,773)
Fines, Licenses and Permits	50,000	26,798	(23,202)
Investment Earnings	7,000	19,618	12,618
Intergovernmental	2,920,954	2,238,840	(682,114)
Other	0	32,566	32,566
<i>Total Revenues</i>	<u>5,440,415</u>	<u>4,572,510</u>	<u>(867,905)</u>
Expenditures:			
Current:			
Transportation and Street Repair Administration			
Contractual Services	150,850	149,824	1,026
Maple Ave Phase II Contractual Services	142,712	142,712	0
Phase I Bikepath Contractual Services	11,572	11,572	0
Broad Street Phase II Contractual Services	311,486	311,486	0
Pavement Analysis Contractual Services	65,000	65,000	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	66,255	66,255	0
Yellow Springs Fairfield Road Contractual Services	2,314	2,314	0
<i>Total Transportation and Street Repair</i>	<u>\$769,134</u>	<u>\$768,108</u>	<u>\$1,026</u>

(continued)

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, 2021
(Continued)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay	\$7,112,649	\$7,101,590	\$11,059
Debt Service:			
Principal Retirement	19,816	17,876	1,940
<i>Total Expenditures</i>	<u>7,901,599</u>	<u>7,887,574</u>	<u>14,025</u>
<i>Excess of Revenues Under Expenditures</i>	(2,461,184)	(3,315,064)	(853,880)
Other Financing Sources:			
Proceeds of OPWC Loans	1,460,992	1,460,992	0
<i>Net Change in Fund Balance</i>	(1,000,192)	(1,854,072)	(853,880)
<i>Fund Balance at Beginning of Year</i>	505,595	505,595	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,671,081</u>	<u>1,671,081</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,176,484</u></u>	<u><u>\$322,604</u></u>	<u><u>(\$853,880)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$2,448,761	\$2,464,685	\$15,924
Charges for Services	25,000	22,496	(2,504)
Intergovernmental	10,000	21,000	11,000
Contributions and Donations	0	500	500
Other	30,000	33,795	3,795
<i>Total Revenues</i>	<u>2,513,761</u>	<u>2,542,476</u>	<u>28,715</u>
Expenditures:			
Current:			
Public Safety			
Police Patrol			
Personal Services	623,141	620,187	2,954
Contractual Services	164,627	160,966	3,661
Materials and Supplies	269,481	268,853	628
<i>Total Police Patrol</i>	<u>1,057,249</u>	<u>1,050,006</u>	<u>7,243</u>
Fire Operations			
Personal Services	704,956	702,296	2,660
Contractual Services	111,496	110,517	979
Materials and Supplies	373,907	373,869	38
<i>Total Fire Operations</i>	<u>1,190,359</u>	<u>1,186,682</u>	<u>3,677</u>
<i>Total Public Safety</i>	<u>2,247,608</u>	<u>2,236,688</u>	<u>10,920</u>
Capital Outlay	276,156	233,957	42,199
Debt Service:			
Principal Retirement	1,937,328	1,937,328	0
Interest and Fiscal Charges	43,075	41,746	1,329
<i>Total Debt Service</i>	<u>1,980,403</u>	<u>1,979,074</u>	<u>1,329</u>
<i>Total Expenditures</i>	<u>4,504,167</u>	<u>4,449,719</u>	<u>54,448</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,990,406)</u>	<u>(1,907,243)</u>	<u>83,163</u>
Other Financing Sources:			
Notes Issued	1,937,330	1,850,000	(87,330)
Premium on Debt Issued	10,300	7,992	(2,308)
<i>Total Other Financing Sources</i>	<u>1,947,630</u>	<u>1,857,992</u>	<u>(89,638)</u>
<i>Net Change in Fund Balance</i>	(42,776)	(49,251)	(6,475)
<i>Fund Balance at Beginning of Year</i>	1,003,283	1,003,283	0
<i>Prior Year Encumbrances Appropriated</i>	105,419	105,419	0
<i>Fund Balance at End of Year</i>	<u>\$1,065,926</u>	<u>\$1,059,451</u>	<u>(\$6,475)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$3,405,684	\$3,405,684	\$0
Expenditures:			
Capital Outlay	85,000	85,000	0
<i>Net Change in Fund Balance</i>	3,320,684	3,320,684	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$3,320,684	\$3,320,684	\$0

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$4,195,554	\$4,141,148	(\$54,406)
Tap-In Fees	40,000	74,428	34,428
Investment Earnings	10,250	14,322	4,072
Notes Issued	2,347,170	2,100,000	(247,170)
Premium on Debt Issued	15,000	9,072	(5,928)
Other	595,500	107,948	(487,552)
<i>Total Revenues</i>	<u>7,203,474</u>	<u>6,446,918</u>	<u>(756,556)</u>
Expenses:			
Personal Services	1,511,898	1,441,564	70,334
Contractual Services	1,849,293	1,787,804	61,489
Materials and Supplies	253,076	239,934	13,142
Capital Outlay	2,890,774	2,820,016	70,758
Debt Service:			
Principal Retirement	2,279,162	2,601,212	(322,050)
Interest and Fiscal Charges	122,386	192,789	(70,403)
<i>Total Expenses</i>	<u>8,906,589</u>	<u>9,083,319</u>	<u>(176,730)</u>
<i>Net Change in Fund Equity</i>	(1,703,115)	(2,636,401)	(933,286)
<i>Fund Equity at Beginning of Year</i>	3,340,681	3,340,681	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,695,911</u>	<u>1,695,911</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u>\$3,333,477</u>	<u>\$2,400,191</u>	<u>(\$933,286)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$6,311,127	\$6,270,989	(\$40,138)
Tap-In Fees	20,000	62,900	42,900
Investment Earnings	10,000	12,287	2,287
Notes Issued	179,170	0	(179,170)
Premium on Debt Issued	2,000	0	(2,000)
Other	15,000	11,211	(3,789)
<i>Total Revenues</i>	<u>6,537,297</u>	<u>6,357,387</u>	<u>(179,910)</u>
Expenses:			
Personal Services	1,603,950	1,465,796	138,154
Contractual Services	2,619,629	2,586,047	33,582
Materials and Supplies	566,631	370,681	195,950
Capital Outlay	1,466,100	1,403,997	62,103
Debt Service:			
Principal Retirement	179,162	652,112	(472,950)
Interest and Fiscal Charges	160,006	316,439	(156,433)
<i>Total Expenses</i>	<u>6,595,478</u>	<u>6,795,072</u>	<u>(199,594)</u>
<i>Net Change in Fund Equity</i>	(58,181)	(437,685)	(379,504)
<i>Fund Equity at Beginning of Year</i>	7,945,953	7,945,953	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,031,923</u>	<u>1,031,923</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$8,919,695</u></u>	<u><u>\$8,540,191</u></u>	<u><u>(\$379,504)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$3,190,098	\$3,280,610	\$90,512
Notes Issued	107,220	0	(107,220)
Premium on Debt Issued	2,000	0	(2,000)
Other	0	199	199
<i>Total Revenues</i>	<u>3,299,318</u>	<u>3,280,809</u>	<u>(18,509)</u>
Expenses:			
Personal Services	199,459	174,341	25,118
Contractual Services	3,118,376	3,108,406	9,970
Materials and Supplies	14,671	10,084	4,587
Capital Outlay	5,707	5,707	0
Debt Service:			
Principal Retirement	102,770	102,770	0
Interest and Fiscal Charges	3,050	2,050	1,000
<i>Total Expenses</i>	<u>3,444,033</u>	<u>3,403,358</u>	<u>40,675</u>
<i>Net Change in Fund Equity</i>	(144,715)	(122,549)	22,166
<i>Fund Equity at Beginning of Year</i>	646,102	646,102	0
<i>Prior Year Encumbrances Appropriated</i>	<u>264,774</u>	<u>264,774</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$766,161</u></u>	<u><u>\$788,327</u></u>	<u><u>\$22,166</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Municipal Income Taxes	\$210,000	\$210,000	\$0
Investment Earnings	9,076	10,259	1,183
Intergovernmental	1,854,610	1,773,587	(81,023)
Other	78,000	68,523	(9,477)
<i>Total Revenues</i>	<u>2,151,686</u>	<u>2,062,369</u>	<u>(89,317)</u>
Expenditures:			
Current:			
Transportation and Street Repair			
General Street Administration			
Personal Services	93,277	75,863	17,414
Contractual Services	130,157	129,380	777
Materials and Supplies	2,100	1,516	584
<i>Total General Street Administration</i>	<u>225,534</u>	<u>206,759</u>	<u>18,775</u>
Maintenance and Repairs			
Personal Services	607,096	534,119	72,977
Contractual Services	6,102	6,058	44
Materials and Supplies	299,071	285,793	13,278
<i>Total Maintenance and Repairs</i>	<u>912,269</u>	<u>825,970</u>	<u>86,299</u>
Traffic Signs and Signals			
Personal Services	259,430	207,796	51,634
Contractual Services	45,113	45,014	99
Materials and Supplies	41,524	39,756	1,768
<i>Total Traffic Signs and Signals</i>	<u>346,067</u>	<u>292,566</u>	<u>53,501</u>
<i>Total Transportation and Street Repair</i>	<u>1,483,870</u>	<u>1,325,295</u>	<u>158,575</u>
Capital Outlay	247,527	247,527	0
Debt Service:			
Principal Retirement	230,000	0	230,000
Interest and Fiscal Charges	6,730	0	6,730
<i>Total Debt Service</i>	<u>236,730</u>	<u>0</u>	<u>236,730</u>
<i>Total Expenditures</i>	<u>1,968,127</u>	<u>1,572,822</u>	<u>395,305</u>
<i>Excess of Revenues Over Expenditures</i>	183,559	489,547	305,988
Other Financing Uses:			
Transfers Out	(50,000)	(50,000)	0
<i>Net Change in Fund Balance</i>	133,559	439,547	305,988
<i>Fund Balance at Beginning of Year</i>	1,222,074	1,222,074	0
<i>Prior Year Encumbrances Appropriated</i>	378,622	378,622	0
<i>Fund Balance at End of Year</i>	<u><u>\$1,734,255</u></u>	<u><u>\$2,040,243</u></u>	<u><u>\$305,988</u></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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$2,500	\$1,596	(\$904)
Intergovernmental	136,200	143,804	7,604
Other	0	91	91
<i>Total Revenues</i>	<u>138,700</u>	<u>145,491</u>	<u>6,791</u>
Expenditures:			
Current:			
Transportation and Street Repair			
State Highway Maintenance			
Personal Services	92,430	88,683	3,747
Contractual Services	10,036	9,818	218
Materials and Supplies	34,332	32,913	1,419
<i>Total Transportation and Street Repair</i>	<u>136,798</u>	<u>131,414</u>	<u>5,384</u>
Capital Outlay	421	421	0
<i>Total Expenditures</i>	<u>137,219</u>	<u>131,835</u>	<u>5,384</u>
<i>Net Change in Fund Balance</i>	1,481	13,656	12,175
<i>Fund Balance at Beginning of Year</i>	236,078	236,078	0
<i>Prior Year Encumbrances Appropriated</i>	<u>11,238</u>	<u>11,238</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$248,797</u></u>	<u><u>\$260,972</u></u>	<u><u>\$12,175</u></u>

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$30,100	\$38,165	\$8,065
Other	50	99	49
<i>Total Revenues</i>	<u>30,150</u>	<u>38,264</u>	<u>8,114</u>
Expenditures:			
Current:			
Public Health and Welfare			
Cemetery Operations			
Personal Services	103,649	97,569	6,080
Contractual Services	36,239	36,239	0
Materials and Supplies	17,154	14,932	2,222
<i>Total Public Health and Welfare</i>	<u>157,042</u>	<u>148,740</u>	<u>8,302</u>
Capital Outlay	1,871	421	1,450
<i>Total Expenditures</i>	<u>158,913</u>	<u>149,161</u>	<u>9,752</u>
<i>Excess of Revenues Under Expenditures</i>	(128,763)	(110,897)	17,866
Other Financing Sources:			
Transfers-In	126,000	126,000	0
<i>Net Change in Fund Balance</i>	(2,763)	15,103	17,866
<i>Fund Balance at Beginning of Year</i>	30,288	30,288	0
<i>Prior Year Encumbrances Appropriated</i>	<u>22,108</u>	<u>22,108</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$49,633</u></u>	<u><u>\$67,499</u></u>	<u><u>\$17,866</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Local Coronavirus Relief Fund
For the Year Ended December 31, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
City Planner			
Contractual Services	99,447	99,447	0
Materials and Supplies	3,865	3,865	0
<i>Total Community Development</i>	103,312	103,312	0
Capital Outlay	1,027	1,027	0
<i>Total Expenditures</i>	104,339	104,339	0
<i>Net Change in Fund Balance</i>	(104,339)	(104,339)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	104,339	104,339	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 Fund
For the Year Ended December 31, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development Neighborhood Stabilization Program Contractual Services	600	600	0
<i>Net Change in Fund Balance</i>	(600)	(600)	0
<i>Fund Balance at Beginning of Year</i>	10,252	10,252	0
<i>Fund Balance at End of Year</i>	\$9,652	\$9,652	\$0

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$1,099,966	\$346,890	(\$753,076)
Other	2,600	21	(2,579)
<i>Total Revenues</i>	<u>1,102,566</u>	<u>346,911</u>	<u>(755,655)</u>
Expenditures:			
Current:			
Community Development Entitlement Administration			
Personal Services	29,829	29,829	0
Contractual Services	34,289	34,289	0
Materials and Supplies	2,349	2,308	41
<i>Total Entitlement Administration</i>	<u>66,467</u>	<u>66,426</u>	<u>41</u>
Neighborhood Betterment Contractual Services	1,182	1,182	0
Code Enforcement			
Personal Services	104,585	90,365	14,220
Contractual Services	3,513	3,513	0
Materials and Supplies	2,091	1,682	409
<i>Total Code Enforcement</i>	<u>110,189</u>	<u>95,560</u>	<u>14,629</u>
Entitlement Fair Housing			
Personal Services	4,525	613	3,912
Materials and Supplies	475	475	0
<i>Total Entitlement Fair Housing</i>	<u>5,000</u>	<u>1,088</u>	<u>3,912</u>
Economic Development Contractual Services	280,838	280,838	0
Community Development Home Repair Contractual Services	46,859	46,859	0
Public Services Contractual Services	5,500	5,500	0
Fairborn Apartments Contractual Services	18	0	18
<i>Total Expenditures</i>	<u>516,053</u>	<u>497,453</u>	<u>18,600</u>
<i>Net Change in Fund Balance</i>	586,513	(150,542)	(737,055)
<i>Fund Balance at Beginning of Year</i>	248,977	248,977	0
<i>Prior Year Encumbrances Appropriated</i>	49,846	49,846	0
<i>Fund Balance at End of Year</i>	<u>\$885,336</u>	<u>\$148,281</u>	<u>(\$737,055)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$104,099	\$104,539	\$440
Other	0	265	265
<i>Total Revenues</i>	<u>104,099</u>	<u>104,804</u>	<u>705</u>
Expenditures:			
Current:			
Public Safety			
Administration			
Personal Services	248,365	245,035	3,330
Contractual Services	7,851	7,851	0
Materials and Supplies	3,081	3,081	0
<i>Total Administration</i>	<u>259,297</u>	<u>255,967</u>	<u>3,330</u>
State Victims Assistance Act			
Contractual Services	789	789	0
Materials and Supplies	1,500	1,500	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>261,586</u>	<u>258,256</u>	<u>3,330</u>
Capital Outlay	4,349	4,349	0
<i>Total Expenditures</i>	<u>265,935</u>	<u>262,605</u>	<u>3,330</u>
<i>Excess of Revenues Under Expenditures</i>	(161,836)	(157,801)	4,035
Other Financing Sources:			
Transfers-In	160,000	150,000	(10,000)
<i>Net Change in Fund Balance</i>	(1,836)	(7,801)	(5,965)
<i>Fund Balance at Beginning of Year</i>	18,503	18,503	0
<i>Prior Year Encumbrances Appropriated</i>	<u>8,327</u>	<u>8,327</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$24,994</u></u>	<u><u>\$19,029</u></u>	<u><u>(\$5,965)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$122,902	\$196,533	\$73,631
Other	17,000	15,236	(1,764)
<i>Total Revenues</i>	<u>139,902</u>	<u>211,769</u>	<u>71,867</u>
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Personal Services	11,578	9,655	1,923
Contractual Services	212,488	212,488	0
<i>Total Expenditures</i>	<u>224,066</u>	<u>222,143</u>	<u>1,923</u>
<i>Excess of Revenues Under Expenditures</i>	(84,164)	(10,374)	73,790
Other Financing Sources:			
Advances-In	50,000	0	(50,000)
<i>Net Change in Fund Balance</i>	(34,164)	(10,374)	23,790
<i>Fund Balance at Beginning of Year</i>	94,230	94,230	0
<i>Prior Year Encumbrances Appropriated</i>	<u>4,305</u>	<u>4,305</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$64,371</u></u>	<u><u>\$88,161</u></u>	<u><u>\$23,790</u></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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$92,098	\$92,098	\$0
Expenditures:			
Current:			
Public Safety			
Justice Reinvestment Grant			
Personal Services	73,935	68,497	5,438
Materials and Supplies	7,740	7,740	0
<i>Total Expenditures</i>	<u>81,675</u>	<u>76,237</u>	<u>5,438</u>
<i>Net Change in Fund Balance</i>	10,423	15,861	5,438
<i>Fund Balance at Beginning of Year</i>	<u>46,021</u>	<u>46,021</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$56,444</u></u>	<u><u>\$61,882</u></u>	<u><u>\$5,438</u></u>

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$0	\$1,706	\$1,706
Contributions and Donations	4,000	5,999	\$1,999
Other	21,500	21,626	126
<i>Total Revenues</i>	<u>25,500</u>	<u>29,331</u>	<u>3,831</u>
Expenditures:			
Current:			
Public Safety			
DARE Program			
Contractual Services	4,200	2,200	2,000
Materials and Supplies	4,000	2,069	1,931
<i>Total DARE Program</i>	<u>8,200</u>	<u>4,269</u>	<u>3,931</u>
Safety City Program			
Personal Services	2,886	1,910	976
Contractual Services	9,490	6,309	3,181
Materials and Supplies	15,190	9,749	5,441
<i>Total Safety City Program</i>	<u>27,566</u>	<u>17,968</u>	<u>9,598</u>
<i>Total Public Safety</i>	<u>35,766</u>	<u>22,237</u>	<u>13,529</u>
Capital Outlay	9,200	0	9,200
<i>Total Expenditures</i>	<u>44,966</u>	<u>22,237</u>	<u>22,729</u>
<i>Net Change in Fund Balance</i>	(19,466)	7,094	26,560
<i>Fund Balance at Beginning of Year</i>	48,395	48,395	0
<i>Prior Year Encumbrances Appropriated</i>	5,524	5,524	0
<i>Fund Balance at End of Year</i>	<u>\$34,453</u>	<u>\$61,013</u>	<u>\$26,560</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$3,200	\$1,699	(\$1,501)
Expenditures:			
Capital Outlay	4,000	0	4,000
<i>Net Change in Fund Balance</i>	(800)	1,699	2,499
<i>Fund Balance at Beginning of Year</i>	7,446	7,446	0
<i>Fund Balance at End of Year</i>	<u>\$6,646</u>	<u>\$9,145</u>	<u>\$2,499</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$22,500	\$31,825	\$9,325
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	95,000	70,566	24,434
<i>Net Change in Fund Balance</i>	(72,500)	(38,741)	33,759
<i>Fund Balance at Beginning of Year</i>	185,692	185,692	0
<i>Prior Year Encumbrances Appropriated</i>	33,675	33,675	0
<i>Fund Balance at End of Year</i>	\$146,867	\$180,626	\$33,759

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$2,500	\$2,020	(\$480)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Materials and Supplies	1,900	0	1,900
Capital Outlay	2,500	0	2,500
<i>Total Expenditures</i>	4,400	0	4,400
<i>Net Change in Fund Balance</i>	(1,900)	2,020	3,920
<i>Fund Balance at Beginning of Year</i>	4,940	4,940	0
<i>Fund Balance at End of Year</i>	\$3,040	\$6,960	\$3,920

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$1,000	\$203	(\$797)
Intergovernmental	4,000	0	(4,000)
Other	2,800	0	(2,800)
<i>Total Revenues</i>	<u>7,800</u>	<u>203</u>	<u>(7,597)</u>
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	3,000	3,000	0
Materials and Supplies	8,000	6,063	1,937
<i>Total Public Safety</i>	<u>11,000</u>	<u>9,063</u>	<u>1,937</u>
Capital Outlay	4,000	4,000	0
<i>Total Expenditures</i>	<u>15,000</u>	<u>13,063</u>	<u>1,937</u>
<i>Net Change in Fund Balance</i>	(7,200)	(12,860)	(5,660)
<i>Fund Balance at Beginning of Year</i>	<u>35,125</u>	<u>35,125</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$27,925</u></u>	<u><u>\$22,265</u></u>	<u><u>(\$5,660)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$115,000	\$79,099	(\$35,901)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	95,702	95,486	216
Contractual Services	5,575	1,351	4,224
<i>Total Expenditures</i>	101,277	96,837	4,440
<i>Net Change in Fund Balance</i>	13,723	(17,738)	(31,461)
<i>Fund Balance at Beginning of Year</i>	119,703	119,703	0
<i>Prior Year Encumbrances Appropriated</i>	8,029	8,029	0
<i>Fund Balance at End of Year</i>	\$141,455	\$109,994	(\$31,461)

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$14,000	\$9,278	(\$4,722)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	21,706	21,706	0
<i>Net Change in Fund Balance</i>	(7,706)	(12,428)	(4,722)
<i>Fund Balance at Beginning of Year</i>	13,180	13,180	0
<i>Fund Balance at End of Year</i>	\$5,474	\$752	(\$4,722)

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$16,900	\$13,654	(\$3,246)
Expenditures:			
Current:			
Public Safety			
Municipal Court			
Contractual Services	19,587	11,088	8,499
Capital Outlay	16,000	13,500	2,500
<i>Total Expenditures</i>	35,587	24,588	10,999
<i>Net Change in Fund Balance</i>	(18,687)	(10,934)	7,753
<i>Fund Balance at Beginning of Year</i>	37,425	37,425	0
<i>Prior Year Encumbrances Appropriated</i>	23,416	23,416	0
<i>Fund Balance at End of Year</i>	\$42,154	\$49,907	\$7,753

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$99,700	\$75,029	(\$24,671)
Expenditures:			
Current:			
General Government			
Municipal Court			
Personal Services	6,015	5,996	19
Contractual Services	40,565	36,096	4,469
Materials and Supplies	6,700	1,005	5,695
<i>Total General Government</i>	53,280	43,097	10,183
Capital Outlay	26,500	23,950	2,550
<i>Total Expenditures</i>	79,780	67,047	12,733
<i>Net Change in Fund Balance</i>	19,920	7,982	(11,938)
<i>Fund Balance at Beginning of Year</i>	208,570	208,570	0
<i>Prior Year Encumbrances Appropriated</i>	52,412	52,412	0
<i>Fund Balance at End of Year</i>	\$280,902	\$268,964	(\$11,938)

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, 2021*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$30,000	\$19,427	(\$10,573)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	45,903	19,660	26,243
<i>Net Change in Fund Balance</i>	(15,903)	(233)	15,670
<i>Fund Balance at Beginning of Year</i>	56,738	56,738	0
<i>Prior Year Encumbrances Appropriated</i>	30,559	30,559	0
<i>Fund Balance at End of Year</i>	<u>\$71,394</u>	<u>\$87,064</u>	<u>\$15,670</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$18,835	\$18,835	0
Expenditures:			
Capital Outlay	18,835	18,835	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)
Moving Ohio Forward Fund
For the Year Ended December 31, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Contractual Services	1,400	1,400	0
<i>Net Change in Fund Balance</i>	(1,400)	(1,400)	0
<i>Fund Balance at Beginning of Year</i>	11,975	11,975	0
<i>Fund Balance at End of Year</i>	\$10,575	\$10,575	\$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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$268	\$268	\$0
Expenditures:			
Current:			
Public Safety			
Fire Operations			
Personal Services	268	268	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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$33,000	\$5,025	(\$27,975)
Investment Earnings	58,664	15,514	(43,150)
Other	0	101	101
<i>Total Revenues</i>	<u>91,664</u>	<u>20,640</u>	<u>(71,024)</u>
Expenditures:			
Current:			
Community Development Neighborhood Betterment			
Contractual Services	90,894	83,785	7,109
Materials and Supplies	1,000	1,000	0
<i>Total Neighborhood Betterment</i>	<u>91,894</u>	<u>84,785</u>	<u>7,109</u>
Family Video Project Contractual Services	2,000	1,926	74
Broad Street Corridor Contractual Services	5,000	4,326	674
2017 Redevelopment Phase II Contractual Services	3,000	2,837	163
Third & Main Improvements Contractual Services	4,212	2,837	1,375
<i>Total Community Development</i>	<u>106,106</u>	<u>96,711</u>	<u>9,395</u>
Capital Outlay	105,220	105,217	3
Debt Service:			
Principal Retirement	4,128,047	4,127,645	402
Interest and Fiscal Charges	103,825	102,804	1,021
<i>Total Debt Service</i>	<u>4,231,872</u>	<u>4,230,449</u>	<u>1,423</u>
<i>Total Expenditures</i>	<u>4,443,198</u>	<u>4,432,377</u>	<u>10,821</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$4,351,534)</u>	<u>(\$4,411,737)</u>	<u>(\$60,203)</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, 2021
(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	31,300	31,214	(86)
Transfers-In	250,000	250,000	0
<i>Total Other Financing Sources</i>	<u>4,356,300</u>	<u>4,356,214</u>	<u>(86)</u>
<i>Net Change in Fund Balance</i>	4,766	(55,523)	(60,289)
<i>Fund Balance at Beginning of Year</i>	90,707	90,707	0
<i>Prior Year Encumbrances Appropriated</i>	<u>30,314</u>	<u>30,314</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$125,787</u></u>	<u><u>\$65,498</u></u>	<u><u>(\$60,289)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$56,198	\$72,333	\$16,135
Expenditures:			
Current:			
Community Development			
Fire Loss Escrow			
Contractual Services	56,198	0	56,198
<i>Net Change in Fund Balance</i>	0	72,333	72,333
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$72,333	\$72,333

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$64,518	\$65,488	\$970
Expenditures:			
Current:			
General Government			
Uninsured Loss			
Contractual Services	103,405	78,226	25,179
<i>Net Change in Fund Balance</i>	(38,887)	(12,738)	26,149
<i>Fund Balance at Beginning of Year</i>	19,948	19,948	0
<i>Prior Year Encumbrances Appropriated</i>	18,939	18,939	0
<i>Fund Balance at End of Year</i>	\$0	\$26,149	\$26,149

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
General Government			
Special Assessments			
Contractual Services	6,300	106	6,194
Debt Service:			
Principal Retirement	82,000	82,000	0
Interest and Fiscal Charges	8,200	8,200	0
<i>Total Debt Service</i>	90,200	90,200	0
<i>Total Expenditures</i>	96,500	90,306	6,194
<i>Net Change in Fund Balance</i>	(96,500)	(90,306)	6,194
<i>Fund Balance at Beginning of Year</i>	183,008	183,008	0
<i>Fund Balance at End of Year</i>	\$86,508	\$92,702	\$6,194

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$177,550	\$181,170	\$3,620
Intergovernmental	54,238	37,430	(16,808)
<i>Total Revenues</i>	<u>231,788</u>	<u>218,600</u>	<u>(13,188)</u>
Expenditures:			
Current:			
General Government			
Law Enforcement			
Personal Services	206,251	151,505	54,746
Contractual Services	23,831	23,831	0
Materials and Supplies	15,799	15,799	0
<i>Total General Government</i>	<u>245,881</u>	<u>191,135</u>	<u>54,746</u>
Capital Outlay	59,891	56,291	3,600
<i>Total Expenditures</i>	<u>305,772</u>	<u>247,426</u>	<u>58,346</u>
<i>Net Change in Fund Balance</i>	(73,984)	(28,826)	45,158
<i>Fund Balance at Beginning of Year</i>	208,677	208,677	0
<i>Prior Year Encumbrances Appropriated</i>	<u>85,065</u>	<u>85,065</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$219,758</u></u>	<u><u>\$264,916</u></u>	<u><u>\$45,158</u></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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$2,000	\$3,563	\$1,563
Intergovernmental	45,000	0	(45,000)
<i>Total Revenues</i>	<u>47,000</u>	<u>3,563</u>	<u>(43,437)</u>
Expenditures:			
Current:			
General Government			
General Capital Improvement			
Contractual Services	10,004	10,004	0
Materials and Supplies	39,996	0	39,996
<i>Total General Government</i>	50,000	10,004	39,996
Capital Outlay	608,654	608,654	0
<i>Total Expenditures</i>	<u>658,654</u>	<u>618,658</u>	<u>39,996</u>
<i>Excess of Revenues Under Expenditures</i>	(611,654)	(615,095)	(3,441)
Other Financing Sources:			
Transfers-In	223,025	238,600	15,575
<i>Net Change in Fund Balance</i>	(388,629)	(376,495)	12,134
<i>Fund Balance at Beginning of Year</i>	744,289	744,289	0
<i>Prior Year Encumbrances Appropriated</i>	49,133	49,133	0
<i>Fund Balance at End of Year</i>	<u>\$404,793</u>	<u>\$416,927</u>	<u>\$12,134</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, 2021

	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	1,000	3,314	2,314
Other	8,500	38,501	30,001
<i>Total Revenues</i>	180,488	212,803	32,315
Expenditures:			
Capital Outlay	445,922	364,994	80,928
<i>Net Change in Fund Balance</i>	(265,434)	(152,191)	113,243
<i>Fund Balance at Beginning of Year</i>	404,878	404,878	0
<i>Prior Year Encumbrances Appropriated</i>	45,565	45,565	0
<i>Fund Balance at End of Year</i>	\$185,009	\$298,252	\$113,243

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$0	\$76	\$76
Expenditures:			
Current:			
General Government			
Building and Land			
Contractual Services	54,572	54,162	410
Materials and Supplies	48,850	48,850	0
<i>Total General Government</i>	103,422	103,012	410
Capital Outlay	219,716	219,396	320
Debt Service:			
Principal Retirement	429,200	429,078	122
Interest and Fiscal Charges	12,600	10,931	1,669
<i>Total Debt Service</i>	441,800	440,009	1,669
<i>Total Expenditures</i>	764,938	762,417	2,521
<i>Excess of Revenues Under Expenditures</i>	(764,938)	(762,341)	2,597
Other Financing Sources:			
Notes Issued	225,000	225,000	0
Premium on Debt Issued	2,000	972	(1,028)
Transfers-In	260,910	282,900	21,990
<i>Total Other Financing Sources</i>	487,910	508,872	20,962
<i>Net Change in Fund Balance</i>	(277,028)	(253,469)	23,559
<i>Fund Balance at Beginning of Year</i>	238,362	238,362	0
<i>Prior Year Encumbrances Appropriated</i>	178,653	178,653	0
<i>Fund Balance at End of Year</i>	\$139,987	\$163,546	\$23,559

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Revenue in Lieu of Taxes	\$275,000	\$317,904	\$42,904
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	6,300	2,898	3,402
Debt Service:			
Principal Retirement	95,000	95,000	0
Interest and Fiscal Charges	24,638	24,638	0
<i>Total Debt Service</i>	119,638	119,638	0
<i>Total Expenditures</i>	125,938	122,536	3,402
<i>Net Change in Fund Balance</i>	149,062	195,368	46,306
<i>Fund Balance at Beginning of Year</i>	679,796	679,796	0
<i>Prior Year Encumbrances Appropriated</i>	12	12	0
<i>Fund Balance at End of Year</i>	\$828,870	\$875,176	\$46,306

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$95,000	\$8,764	(\$86,236)
Expenditures:			
Current:			
General Government			
Special Assessments Construction			
Contractual Services	22,740	21,192	1,548
Capital Outlay	200,000	65,000	135,000
Debt Service:			
Interest and Fiscal Charges	2,000	302	1,698
<i>Total Expenditures</i>	<u>224,740</u>	<u>86,494</u>	<u>138,246</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(129,740)</u>	<u>(77,730)</u>	<u>52,010</u>
Other Financing Sources:			
Notes Issued	200,000	129,000	(71,000)
Premium on Debt Issued	4,000	1,029	(2,971)
<i>Total Other Financing Sources</i>	<u>204,000</u>	<u>130,029</u>	<u>(73,971)</u>
<i>Net Change in Fund Balance</i>	74,260	52,299	(21,961)
<i>Fund Balance at Beginning of Year</i>	83,814	83,814	0
<i>Prior Year Encumbrances Appropriated</i>	<u>9,514</u>	<u>9,514</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$167,588</u></u>	<u><u>\$145,627</u></u>	<u><u>(\$21,961)</u></u>

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Revenue in Lieu of Taxes	\$6,000	\$27,996	\$21,996
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	9,500	7,351	2,149
Debt Service:			
Principal Retirement	2,082,500	2,082,500	0
Interest and Fiscal Charges	23,280	23,038	242
<i>Total Debt Service</i>	2,105,780	2,105,538	242
<i>Total Expenditures</i>	2,115,280	2,112,889	2,391
<i>Excess of Revenues Under Expenditures</i>	(2,109,280)	(2,084,893)	24,387
Other Financing Sources:			
Notes Issued	2,034,300	2,034,300	0
Premium on Debt Issued	12,500	16,234	3,734
Transfers-In	70,000	35,000	(35,000)
<i>Total Other Financing Sources</i>	2,116,800	2,085,534	(31,266)
<i>Net Change in Fund Balance</i>	7,520	641	(6,879)
<i>Fund Balance at Beginning of Year</i>	2,820	2,820	0
<i>Fund Balance at End of Year</i>	\$10,340	\$3,461	(\$6,879)

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$1,511,853	\$1,369,332	(\$142,521)
Other	500	6,672	6,172
<i>Total Revenues</i>	<u>1,512,353</u>	<u>1,376,004</u>	<u>(136,349)</u>
Expenses:			
Personal Services	608,414	577,680	30,734
Contractual Services	62,378	59,890	2,488
Materials and Supplies	732,349	726,607	5,742
Capital Outlay	4,132	4,132	0
<i>Total Expenses</i>	<u>1,407,273</u>	<u>1,368,309</u>	<u>38,964</u>
<i>Net Change in Fund Equity</i>	105,080	7,695	(97,385)
<i>Fund Equity at Beginning of Year</i>	192,271	192,271	0
<i>Prior Year Encumbrances Appropriated</i>	<u>12,519</u>	<u>12,519</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$309,870</u></u>	<u><u>\$212,485</u></u>	<u><u>(\$97,385)</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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$765,000	\$765,000	\$0
Other	0	798	798
<i>Total Revenues</i>	<u>765,000</u>	<u>765,798</u>	<u>798</u>
Expenses:			
Personal Services	466,923	447,836	19,087
Contractual Services	337,671	292,027	45,644
Materials and Supplies	19,947	18,946	1,001
Capital Outlay	149,280	99,280	50,000
<i>Total Expenses</i>	<u>973,821</u>	<u>858,089</u>	<u>115,732</u>
<i>Net Change in Fund Equity</i>	(208,821)	(92,291)	116,530
<i>Fund Equity at Beginning of Year</i>	248,837	248,837	0
<i>Prior Year Encumbrances Appropriated</i>	<u>168,159</u>	<u>168,159</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$208,175</u></u>	<u><u>\$324,705</u></u>	<u><u>\$116,530</u></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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$15,000	\$54,586	\$39,586
Expenses:			
Personal Services	67,000	59,146	7,854
Contractual Services	7,120	7,029	91
<i>Total Expenses</i>	74,120	66,175	7,945
<i>Excess of Revenues Under Expenses</i>	(59,120)	(11,589)	47,531
Non-Operating Revenues:			
Investment Earnings	1,000	723	(277)
<i>Net Change in Fund Equity</i>	(58,120)	(10,866)	47,254
<i>Fund Equity at Beginning of Year</i>	118,805	118,805	0
<i>Fund Equity at End of Year</i>	\$60,685	\$107,939	\$47,254

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, 2021

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$3,930,000	\$3,876,350	(\$53,650)
Other	220,000	1,160,743	940,743
<i>Total Revenues</i>	<u>4,150,000</u>	<u>5,037,093</u>	<u>887,093</u>
Expenses:			
Contractual Services	922,542	896,786	25,756
Claims	3,881,708	3,881,708	0
<i>Total Expenses</i>	<u>4,804,250</u>	<u>4,778,494</u>	<u>25,756</u>
<i>Excess of Revenues Over (Under) Expenses</i>	(654,250)	258,599	912,849
Non-Operating Revenues:			
Investment Earnings	24,200	8,533	(15,667)
<i>Net Change in Fund Equity</i>	(630,050)	267,132	897,182
<i>Fund Equity at Beginning of Year</i>	<u>901,784</u>	<u>901,784</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$271,734</u></u>	<u><u>\$1,168,916</u></u>	<u><u>\$897,182</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	204-213
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	214-223
These schedules contain information to help the reader assess the City’s most significant local revenue sources, property taxes and income taxes.	
Debt Capacity	224-231
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	232-235
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	236-239
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

	2012	2013	2014	2015
Governmental Activities				
Net Investment in Capital Assets	\$59,885,657	\$60,422,126	\$61,971,834	\$62,817,281
Restricted	13,272,202	12,832,977	9,206,263	10,484,017
Unrestricted (Deficit)	11,621,608	13,227,049	(7,228,899)	(7,781,865)
<i>Total Governmental Activities Net Position</i>	<u>\$84,779,467</u>	<u>\$86,482,152</u>	<u>\$63,949,198</u>	<u>\$65,519,433</u>
Business-Type Activities				
Net Investment in Capital Assets	\$12,182,697	\$10,370,449	\$10,132,357	\$10,497,587
Unrestricted	10,509,882	13,781,547	13,991,246	15,319,546
<i>Total Business-Type Activities Net Position</i>	<u>\$22,692,579</u>	<u>\$24,151,996</u>	<u>\$24,123,603</u>	<u>\$25,817,133</u>
Total Primary Government				
Net Investment in Capital Assets	\$72,068,354	\$70,792,575	\$72,104,191	\$73,314,868
Restricted	13,272,202	12,832,977	9,206,263	10,484,017
Unrestricted (Deficit)	22,131,490	27,008,596	6,762,347	7,537,681
<i>Total Primary Government Net Position</i>	<u>\$107,472,046</u>	<u>\$110,634,148</u>	<u>\$88,072,801</u>	<u>\$91,336,566</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.

2016	Restated 2017	2018	2019	2020	2021
\$62,009,840	\$61,539,877	\$61,482,208	\$63,758,772	\$69,295,825	\$69,368,525
12,289,605	14,147,204	11,824,721	13,476,539	14,334,026	19,986,348
(9,725,679)	(34,010,845)	(38,509,120)	(26,713,492)	(31,752,409)	(25,553,878)
<u>\$64,573,766</u>	<u>\$41,676,236</u>	<u>\$34,797,809</u>	<u>\$50,521,819</u>	<u>\$51,877,442</u>	<u>\$63,800,995</u>
\$11,706,766	\$13,837,167	\$16,390,665	\$17,509,040	\$17,641,805	\$17,288,544
15,371,576	13,066,731	10,175,839	8,092,813	8,803,099	11,385,706
<u>\$27,078,342</u>	<u>\$26,903,898</u>	<u>\$26,566,504</u>	<u>\$25,601,853</u>	<u>\$26,444,904</u>	<u>\$28,674,250</u>
\$73,716,606	\$75,377,044	\$77,872,873	\$81,267,812	\$86,937,630	\$86,657,069
12,289,605	14,147,204	11,824,721	13,476,539	14,334,026	19,986,348
5,645,897	(20,944,114)	(28,333,281)	(18,620,679)	(22,949,310)	(14,168,172)
<u>\$91,652,108</u>	<u>\$68,580,134</u>	<u>\$61,364,313</u>	<u>\$76,123,672</u>	<u>\$78,322,346</u>	<u>\$92,475,245</u>

City of Fairborn, Ohio
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
Schedule 2

	2012	2013	2014	2015 (1)
Program Revenues:				
Governmental Activities:				
Charges for Services:				
General Government	\$5,321,951	\$4,797,028	\$4,894,322	\$4,958,113
Public Safety	2,242,606	2,277,370	2,056,636	2,271,404
Leisure Time Activities	20,668	19,345	18,477	20,984
Community Development	0	0	26,642	51,233
Transportation and Street Repair	16,031	22,314	26,954	9,570
Public Health and Welfare	41,825	41,267	32,391	27,344
Operating Grants, Contributions and Interest	3,202,100	2,863,958	2,706,385	2,872,341
Capital Grants, Contributions and Interest	1,289,877	995,869	1,534,842	1,857,083
Total Governmental Activities Program Revenues	12,135,058	11,017,151	11,296,649	12,068,072
Business-Type Activities:				
Charges for Services:				
Water	4,199,695	4,168,835	4,304,620	4,104,119
Sewer	6,505,548	6,640,578	6,687,253	6,651,226
Sanitation	2,542,620	2,636,893	2,763,166	2,754,574
Capital Grants, Contributions and Interest:				
Water	65,235	0	36,480	71,290
Sewer	56,005	0	25,547	58,820
Total Business-Type Activities Program Revenues	13,369,103	13,446,306	13,817,066	13,640,029
Total Primary Government Program Revenues	25,504,161	24,463,457	25,113,715	25,708,101
Expenses:				
Governmental Activities:				
General Government	8,905,813	10,125,094	9,957,291	10,198,666
Public Safety	12,978,270	13,969,809	14,285,206	14,786,740
Leisure Time Activities	332,663	452,199	404,947	450,208
Community Development	1,374,945	1,156,363	4,681,346	2,259,182
Transportation and Street Repair	3,421,331	2,617,619	3,328,628	3,338,726
Public Health and Welfare	96,413	103,185	116,391	117,755
Interest and Fiscal Charges	346,865	270,515	214,784	210,577
Intergovernmental	223,589	0	0	0
Total Governmental Activities Expenses	27,679,889	28,694,784	32,988,593	31,361,854
Business-Type Activities:				
Water	3,450,401	4,038,081	4,468,043	3,997,386
Sewer	6,635,220	5,578,285	5,484,171	5,547,509
Sanitation	2,449,113	2,721,970	2,572,478	2,591,785
Total Business-Type Activities Expenses	12,534,734	12,338,336	12,524,692	12,136,680
Total Primary Government Expenses	\$40,214,623	\$41,033,120	\$45,513,285	\$43,498,534

2016	2017	2018 (2)	2019	2020	2021
\$5,611,972	\$5,420,422	\$5,568,073	\$5,508,487	\$4,805,169	\$4,837,518
2,270,773	2,011,779	2,060,653	1,483,093	1,173,567	1,469,776
19,988	18,251	18,251	18,251	21,635	20,988
38,629	40,423	23,278	7,822	7,728	5,025
31,921	140,092	39,405	40,791	67,189	26,798
35,595	30,829	37,091	31,318	25,126	38,165
2,599,657	2,965,454	1,731,052	3,991,262	6,292,655	4,303,656
1,839,159	2,086,792	3,820,146	2,933,630	5,808,958	3,500,302
12,447,694	12,714,042	13,297,949	14,014,654	18,202,027	14,202,228
4,136,284	4,023,734	4,105,891	4,089,684	4,038,762	4,087,916
6,648,955	6,317,030	6,388,028	6,490,299	6,164,239	6,150,359
2,743,135	3,087,225	3,084,525	3,220,143	3,141,815	3,221,012
52,330	55,690	61,680	94,650	67,862	74,428
43,110	49,110	58,970	85,850	76,340	62,900
13,623,814	13,532,789	13,699,094	13,980,626	13,489,018	13,596,615
26,071,508	26,246,831	26,997,043	27,995,280	31,691,045	27,798,843
10,756,212	11,633,948	12,114,843	13,054,969	12,507,997	7,327,396
17,290,189	17,344,091	21,071,688	2,731,748	19,355,872	18,432,140
461,178	604,199	624,857	536,633	592,840	378,712
1,959,838	2,524,337	3,138,321	2,216,799	1,979,004	1,696,585
3,088,426	2,084,305	4,993,499	2,914,006	4,882,868	2,575,075
122,870	119,619	118,836	149,716	132,351	76,429
247,647	358,433	411,131	418,686	326,744	270,842
0	0	0	0	0	0
33,926,360	34,668,932	42,473,175	22,022,557	39,777,676	30,757,179
3,945,132	4,122,433	4,686,146	4,360,322	3,741,712	3,768,061
6,492,400	5,759,142	6,575,149	7,623,935	5,964,822	4,814,185
2,830,336	2,990,997	3,050,745	3,250,759	3,241,273	2,927,174
13,267,868	12,872,572	14,312,040	15,235,016	12,947,807	11,509,420
\$47,194,228	\$47,541,504	\$56,785,215	\$37,257,573	\$52,725,483	\$42,266,599

(continued)

City of Fairborn, Ohio
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
Schedule 2
(Continued)

	2012	2013	2014	2015 (1)
Net (Expense)/Revenue				
Governmental Activities	(\$15,544,831)	(\$17,677,633)	(\$21,691,944)	(\$19,293,782)
Business-Type Activities	834,369	1,107,970	1,292,374	1,503,349
Total Primary Government Net Expenses	(14,710,462)	(16,569,663)	(20,399,570)	(17,790,433)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	822,926	834,730	847,262	782,489
Fire and EMS	2,189,418	2,210,684	2,240,812	2,045,353
Police	2,189,418	2,210,683	2,240,812	2,045,353
Other Local Taxes	841,187	823,386	828,945	847,768
Revenue in Lieu of Taxes	379,278	362,657	419,134	428,715
Municipal Income Taxes Levied for:				
General Purposes	8,125,170	7,733,646	8,080,790	8,231,278
Street Programs	2,030,750	1,934,815	2,018,698	2,057,256
Public Safety	2,030,749	1,934,815	2,018,698	2,057,248
Grants and Entitlements not Restricted to Specific Programs	1,076,446	1,271,868	968,659	1,765,047
Investment Earnings	63,005	(53,893)	442,641	191,381
Other	479,167	418,299	580,160	412,129
Transfers-Internal Activities	0	(301,372)	0	0
Total Governmental Activities	20,227,514	19,380,318	20,686,611	20,864,017
Business-Type Activities:				
Investment Earnings	23,729	13,118	30,708	52,369
Gain on Sale of Capital Assets	0	0	0	0
Other	17,890	36,957	149,596	137,812
Transfers-Internal Activities	0	301,372	0	0
Total Business-Type Activities	41,619	351,447	180,304	190,181
Total Primary Government	20,269,133	19,731,765	20,866,915	21,054,198
Change in Net Position:				
Governmental Activities	4,682,683	1,702,685	(1,005,333)	1,570,235
Business-Type Activities	875,988	1,459,417	1,472,678	1,693,530
Total Primary Government	\$5,558,671	\$3,162,102	\$467,345	\$3,263,765

(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.

2016	2017	2018 (2)	2019	2020	2021
(\$21,478,666)	(\$21,954,890)	(\$29,175,226)	(\$8,007,903)	(\$21,575,649)	(\$16,554,951)
355,946	660,217	(612,946)	(1,254,390)	541,211	2,087,195
(21,122,720)	(21,294,673)	(29,788,172)	(9,262,293)	(21,034,438)	(14,467,756)
818,384	882,524	787,269	877,515	874,479	997,190
2,166,795	2,135,521	2,204,623	2,265,445	2,242,869	2,294,507
2,166,795	2,135,522	2,204,623	2,265,445	2,242,869	2,294,507
841,911	765,467	896,209	842,432	530,386	620,860
411,210	506,595	592,090	728,180	917,561	928,037
8,958,104	8,728,866	9,008,285	9,312,525	8,928,799	9,662,268
2,239,665	2,181,914	2,235,800	2,328,539	2,232,172	2,415,373
2,239,665	2,181,913	2,235,797	2,328,538	2,232,171	7,605,443
938,320	808,185	986,697	1,154,261	1,032,952	1,489,968
(41,272)	279,331	448,000	737,247	298,960	(495,444)
479,006	645,871	697,406	891,786	1,398,054	663,508
(685,584)	(283,347)	0	0	0	2,287
20,532,999	20,968,362	22,296,799	23,731,913	22,931,272	28,478,504
75,056	65,800	71,411	63,884	50,472	28,019
0	22,247	0	0	0	0
144,623	199,256	204,141	225,855	251,368	116,419
685,584	283,347	0	0	0	(2,287)
905,263	570,650	275,552	289,739	301,840	142,151
21,438,262	21,539,012	22,572,351	24,021,652	23,233,112	28,620,655
(945,667)	(986,528)	(6,878,427)	15,724,010	1,355,623	11,923,553
1,261,209	1,230,867	(337,394)	(964,651)	843,051	2,229,346
\$315,542	\$244,339	(\$7,215,821)	\$14,759,359	\$2,198,674	\$14,152,899

City of Fairborn, Ohio
Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
Schedule 3

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund				
Nondisposable	\$54,586	\$25,166	\$23,665	\$14,298
Assigned	262,679	608,978	755,130	983,752
Unassigned	<u>7,894,685</u>	<u>9,382,356</u>	<u>10,042,544</u>	<u>9,480,017</u>
Total General Fund	<u>8,211,950</u>	<u>10,016,500</u>	<u>10,821,339</u>	<u>10,478,067</u>
All Other Governmental Funds				
Nondisposable	3,329,972	69,678	200,574	166,271
Restricted	7,360,699	7,176,384	6,062,520	7,295,377
Committed	561,203	254,549	309,296	119,119
Assigned	495,287	586,058	625,356	419,469
Unassigned (Deficit)	<u>(730,233)</u>	<u>(309,636)</u>	<u>(122,498)</u>	<u>(1,079)</u>
Total all Other Governmental Funds	<u>11,016,928</u>	<u>7,777,033</u>	<u>7,075,248</u>	<u>7,999,157</u>
All Governmental Funds	<u><u>\$19,228,878</u></u>	<u><u>\$17,793,533</u></u>	<u><u>\$17,896,587</u></u>	<u><u>\$18,477,224</u></u>

2016	2017	2018	2019	2020	2021
\$18,950	\$72,838	\$80,503	\$81,612	\$79,090	\$89,402
2,023,546	2,721,907	1,752,154	3,206,819	525,824	853,539
8,378,803	6,936,826	7,342,232	6,052,931	6,978,170	7,135,397
10,421,299	9,731,571	9,174,889	9,341,362	7,583,084	8,078,338
669,611	162,712	174,023	187,314	118,088	107,892
8,206,807	9,172,117	8,202,333	9,169,171	12,310,148	15,191,030
258,566	432,467	792,265	716,683	593,439	712,203
459,463	633,701	400,326	562,794	793,419	939,526
(2,216,842)	(2,101,377)	(3,334,860)	(2,144,747)	(2,228,779)	(2,138,167)
7,377,605	8,299,620	6,234,087	8,491,215	11,586,315	14,812,484
\$17,798,904	\$18,031,191	\$15,408,976	\$17,832,577	\$19,169,399	\$22,890,822

City of Fairborn, Ohio
Changes in Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
Schedule 4

	2012	2013	2014	2015
Revenues:				
Property Taxes	\$5,235,512	\$5,404,927	\$5,270,213	\$5,033,037
Other Local Taxes	841,187	823,386	828,945	847,768
Municipal Income Taxes	11,994,955	11,691,107	11,911,179	12,165,582
Revenue in Lieu of Taxes	379,278	362,657	419,134	428,715
Fines, Licenses and Permits	1,639,486	1,679,445	1,809,801	1,701,365
Charges for Services	5,778,812	5,342,261	5,370,812	5,552,844
Investment Earnings	101,427	(48,747)	488,097	184,960
Intergovernmental	6,535,383	4,942,122	4,722,891	5,945,544
Special Assessments	363,052	321,577	295,972	197,000
Contributions and Donations	9,276	1,427	5,384	11,059
Other	498,594	418,299	580,160	412,129
Total Revenues	33,376,962	30,938,461	31,702,588	32,480,003
Expenditures:				
Current:				
General Government	6,410,454	7,359,127	7,121,226	6,987,945
Public Safety	12,282,513	13,351,123	13,496,787	13,815,117
Leisure Time Activities	169,189	281,564	229,166	247,569
Community Development	1,349,975	1,133,762	1,655,251	2,259,829
Transportation and Street Repair	3,309,867	2,607,811	3,258,464	3,234,742
Public Health and Welfare	94,743	102,948	115,122	117,097
Capital Outlay	2,014,611	2,896,232	3,399,872	4,335,287
Intergovernmental	223,589	215,666	253,670	243,390
Debt Service:				
Principal Retirement	1,755,570	3,328,691	2,136,024	715,368
Interest and Fiscal Charges	363,988	321,975	255,058	219,918
Total Expenditures	27,974,499	31,598,899	31,920,640	32,176,262
Excess of Revenues				
Over (Under) Expenditures	5,402,463	(660,438)	(218,052)	303,741
Other Financing Sources (Uses):				
Inception of Capital Lease	0	0	0	0
Proceeds of OPWC Loans	0	0	0	0
Special Assessments Bond Issued	120,000	0	0	0
Notes Issued	0	517,500	310,000	270,000
Premium on Debt Issued	16,193	47,589	6,935	2,155
Proceeds from the Sale of Capital Assets	4,484	25,921	4,171	4,741
General Obligation Bonds Issued	0	1,630,000	0	0
Refunding Notes Issued	1,611,186	0	0	0
Transfers-In	4,870,028	5,878,722	6,654,118	7,370,918
Transfers-Out	(4,870,028)	(5,878,722)	(6,654,118)	(7,370,918)
Total Other Financing Sources (Uses)	1,751,863	2,221,010	321,106	276,896
Prior Year Restatement of Restricted Fund Balance	0	(2,995,917)	0	0
Net Change in Fund Balances	\$7,154,326	(\$1,435,345)	\$103,054	\$580,637
Debt Service as a Percentage				
of Noncapital Expenditures	8.2%	12.6%	8.4%	3.4%

2016	2017	2018	2019	2020	2021
\$5,146,070	\$5,128,685	\$5,221,852	\$5,320,488	\$5,353,161	\$5,566,067
841,911	764,241	897,435	842,432	452,863	698,383
13,164,280	13,016,028	13,491,824	13,835,468	13,819,620	19,052,667
411,210	506,595	592,090	728,180	917,561	928,037
1,744,061	2,175,162	1,971,179	1,897,855	1,380,074	1,506,847
5,628,442	5,614,586	5,501,197	5,132,794	4,598,432	4,774,647
26,256	319,513	533,530	839,251	400,486	(451,996)
4,451,296	5,018,296	5,711,160	6,885,726	12,283,521	8,241,361
187,020	194,139	184,481	76,842	77,343	72,000
15,565	19,076	17,728	14,443	4,379	6,499
479,006	645,871	697,406	891,786	1,398,054	663,508
<u>32,095,117</u>	<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>
7,330,640	7,996,512	8,431,402	8,603,326	8,174,372	8,640,220
14,806,908	15,595,103	17,309,839	16,546,058	16,727,483	18,136,140
268,657	299,904	346,021	382,447	381,855	410,567
1,883,239	2,353,386	2,960,163	1,908,212	1,747,146	2,465,579
2,949,365	1,850,948	4,782,492	2,321,291	4,546,730	3,068,889
118,751	117,643	115,585	125,069	115,029	128,321
4,737,193	6,577,806	3,014,662	5,754,076	6,259,878	4,382,085
235,465	315,411	358,145	436,813	637,789	582,137
676,945	1,025,336	3,806,305	4,152,434	6,597,586	6,292,802
249,473	337,359	426,430	431,683	417,726	362,991
<u>33,256,636</u>	<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>(1,161,519)</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>
0	0	0	0	0	18,522
334,832	0	0	0	0	1,460,992
85,000	0	75,000	89,000	0	0
757,515	3,545,000	4,001,225	6,430,981	6,107,000	5,585,000
4,726	32,014	29,571	60,732	54,029	35,724
11,710	5,836	3,151	39,032	95,893	32,896
0	0	0	0	0	0
0	0	0	0	0	0
8,581,627	7,723,776	8,051,918	7,733,335	9,059,579	5,632,500
<u>(9,292,211)</u>	<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>483,199</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>
0	0	0	0	0	0
<u>(\$678,320)</u>	<u>\$232,287</u>	<u>(\$2,622,215)</u>	<u>\$2,423,601</u>	<u>\$1,336,822</u>	<u>\$3,721,423</u>
3.3%	4.6%	11.0%	13.3%	17.8%	16.6%

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
2012	\$513,212,360	\$1,466,321,029	\$11,439,860	\$12,999,841
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

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)
\$524,652,220	\$1,479,320,869	35.47	8.80
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

City of Fairborn, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years
Schedule 6

	2012	2013	2014	2015
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	8.80000	11.30000

2016	2017	2018	2019	2020	2021
\$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
4.40000	4.33477	4.33249	4.32000	3.70944	3.69304
4.40000	4.40000	4.38531	4.33935	4.15572	4.17989
4.40000	4.40000	4.38531	4.33935	4.15572	4.17989
4.40000	4.33477	4.33249	4.32000	3.70944	3.69304
4.40000	4.40000	4.38531	4.33935	4.15572	4.17989
4.40000	4.40000	4.38531	4.33935	4.15572	4.17989
8.80000	8.66954	8.66498	8.64000	7.41888	7.38608
8.80000	8.80000	8.77062	8.67869	8.31144	8.35978
8.80000	8.80000	8.77062	8.67869	8.31144	8.35978
11.30000	11.16954	11.16498	11.14000	9.91888	9.88608
11.30000	11.30000	11.27062	11.17869	10.81144	10.85978
11.30000	11.30000	11.27062	11.17869	10.81144	10.85978
11.30000	11.30000	11.17000	11.14000	9.95000	9.92000

(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

	2012	2013	2014	2015
Fairborn City School District				
Residential/Agricultural Real	\$32.0765	\$32.1015	\$33.1700	\$33.1900
Commercial/Industrial and Public Utility Real	33.1848	33.5243	34.0200	34.0300
General Business and Public Utility Personal	52.5000	52.5000	52.6500	52.6500
Greene County Joint Vocational School District				
Residential/Agricultural Real	2.6473	2.6494	2.6600	2.6500
Commercial/Industrial and Public Utility Real	2.8285	2.8550	2.8700	2.8000
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	0.8000	0.7800
General Business and Public Utility Personal	0.8000	0.8000	0.8000	0.8000
Greene County				
Residential/Agricultural Real	11.2772	11.2842	11.6900	13.4900
Commercial/Industrial and Public Utility Real	11.9065	11.9692	12.4100	13.9300
General Business and Public Utility Personal	12.2500	12.2500	12.6500	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.

2016	2017	2018	2019	2020	2021
\$35.9100	\$35.5983	\$35.3978	\$34.8473	\$36.9964	\$36.7403
36.7300	36.7839	36.5250	36.0671	39.1783	38.9551
55.3500	55.3500	55.2500	54.5400	59.0900	58.8400
2.6600	2.5606	3.5877	3.5336	3.3452	3.3436
2.7800	2.7896	3.8335	3.7709	3.5452	3.5502
3.4500	3.4500	4.4800	4.4300	4.3200	4.3200
0.8000	0.7702	0.7693	0.7681	0.6860	0.6837
0.7800	0.7765	0.7801	0.7772	0.7459	0.7470
0.8000	0.8000	0.8000	0.8000	0.8000	0.8000
13.4800	12.5810	13.0729	13.0560	11.9282	11.8960
13.8400	13.3735	13.9304	13.8798	13.4069	13.4277
14.4500	14.4500	14.4500	14.4500	14.4500	14.4500

City of Fairborn, Ohio
Principal Property Tax Payers
 2021 and 2012
 Schedule 7

Taxpayer	2021	
	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$13,434,070	2.13%
Vectren Energy	6,912,610	1.09%
Charter Woods LLC	6,424,780	1.02%
NL Core Avalon Place LLC	5,511,440	0.87%
Board of Education	5,040,230	0.80%
Brinley Place LLC	4,088,310	0.65%
2377 Commerce Center Blvd. LLC	3,710,040	0.59%
Fairfield Oakes LLC	3,370,190	0.53%
Stag Fairborn LLC	3,173,710	0.50%
Treibin Limited ADK III	2,777,490	0.44%
Total Principal Property Tax Payers	54,442,870	8.62%
Total All Others	577,364,480	91.38%
Total Assessed Value	\$631,807,350	100.00%
Taxpayer	2012	
	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$11,478,440	2.19%
Charter Woods LLC	6,280,800	1.20%
Wright Executive Hotel	5,374,840	1.02%
Maple View Apartments LLC	4,058,050	0.77%
2377 Commerce Center Blvd. LLC	3,617,500	0.69%
Campus Village Wright State	3,222,070	0.61%
Natdayton LLC	3,137,760	0.60%
Highland Apartments	2,831,020	0.54%
Trebein Limited	2,655,000	0.51%
Wright-Patt Credit Union	2,493,850	0.47%
Total Principal Property Tax Payers	45,149,330	8.60%
Total All Others	479,502,890	91.40%
Total Assessed Value	\$524,652,220	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
2012	\$5,710,090	\$4,942,985	86.57%	\$269,885	\$5,235,212	91.68%
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%

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					
2012	\$9,382,995	\$1,416,132	\$10,799,127	\$875,154	\$0	\$11,674,281	1.50%
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%

(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	Capital Leases
2012	\$350,350	\$1,190,000	\$1,553,293	\$68,686	\$2,496,291	\$0	\$0	\$262,874
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	17,596

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	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
\$9,519,777	\$110,000	\$144,178	\$58,400	\$6,536,000	\$172,031	\$22,461,880	2.93%	\$694
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	48,288	27,435,323	2.81%	795

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
2012	\$9,870,127	\$1,479,320,869	32,352	0.67%	\$305.09
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

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 2021

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, 2021
 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	\$126,000	100.00%	\$126,000
Notes Payable (4)	5,598,401	100.00%	5,598,401
Tax Increment Financing Revenue Bonds	848,836	100.00%	848,836
OPWC Loans	1,745,769	100.00%	1,745,769
Total Direct Debt	8,319,006		8,319,006
Overlapping Debt:			
Greene County	13,015,000	12.86%	1,673,729
Beavercreek Township (3)	267,375	2.57%	6,872
Beavercreek City School District (2)	65,432,579	31.34%	20,506,570
Fairborn City School District (2)	122,912,806	78.12%	96,019,484
Total Overlapping Debt	201,627,760		118,206,655
Grand Total	\$209,946,766		\$126,525,661

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, 2021.
- (3) The debt outstanding is as of December 31, 2020, the latest information available.
- (4) The General Obligation Notes only include the long-term portion of the notes.

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

	2012	2013	2014	2015
Total Assessed Valuation	\$524,652,220	\$530,399,900	\$511,398,860	\$512,787,100
Overall debt limitation - 10.5% of assessed valuation	55,088,483	55,691,990	53,696,880	53,842,646
Debt Outstanding				
General Obligation Bonds	9,560,082	15,272,286	16,326,563	15,480,000
Income Tax Revenue Bonds	2,440,000	1,245,000	0	0
Special Assessment Bonds	1,300,000	1,035,000	874,000	667,000
Loans Payable	202,578	41,714	25,028	8,342
Bond Anticipation Notes	8,403,500	715,000	410,000	3,058,900
Total Gross Indebtedness	21,906,160	18,309,000	17,635,591	19,214,242
Less Exempt Debt				
General Obligation Bonds	9,210,082	14,962,286	14,639,732	14,020,000
Income Tax Revenue Bonds	2,440,000	1,245,000	0	0
Special Assessment Bonds	1,300,000	1,035,000	874,000	667,000
Loans Payable	202,578	41,714	25,028	8,342
Bond Anticipation Notes	8,403,500	715,000	410,000	3,058,900
Total Exempt Debt	21,556,160	17,999,000	15,948,760	17,754,242
Net Debt Subject to Limitation	350,000	310,000	1,686,831	1,460,000
Less amount available in the Debt Service Fund	237,023	295,670	251,075	195,510
Total Net Debt Subject to Limitation	112,977	14,330	1,435,756	1,264,490
Legal debt margin within 10.5% limitation	\$54,975,506	\$55,677,660	\$52,261,124	\$52,578,156
Legal Debt Margin as a Percentage of the Debt Limit	99.8%	100.0%	97.3%	97.7%
Unvoted debt limitation 5.5% of assessed valuation	\$28,855,872	\$29,171,995	\$28,126,937	\$28,203,291
Debt Outstanding	21,906,160	18,309,000	17,635,591	19,214,242
Less Exempt Debt				
General Obligation Bonds	9,210,082	14,962,286	14,639,732	14,020,000
Income Tax Revenue Bonds	2,440,000	1,245,000	0	0
Special Assessment Bonds	1,300,000	1,035,000	874,000	667,000
Loans Payable	202,578	41,714	25,028	8,342
Bond Anticipation Notes	8,403,500	715,000	410,000	3,058,900
Total Exempt Debt	21,556,160	17,999,000	15,948,760	17,754,242
Net Debt Subject to Limitation	350,000	310,000	1,686,831	1,460,000
Less amount available in the Debt Service Fund	237,023	295,670	251,075	195,510
Total Net Debt Subject to Limitation	112,977	14,330	1,435,756	1,264,490
Legal debt margin within 5.5% limitation	\$28,742,895	\$29,157,665	\$26,691,181	\$26,938,801
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	99.6%	100.0%	94.9%	95.5%

Ohio Bond Law sets a limit of 10.5 percent for voted debt and 5.5 percent for unvoted debt.

2016	2017	2018	2019	2020	2021
\$516,498,230	\$522,747,660	\$532,651,680	\$541,893,860	\$616,167,230	\$631,807,350
54,232,314	54,888,504	55,928,426	56,898,855	64,697,559	66,339,772
14,745,000	14,095,000	13,425,000	12,740,000	17,690,000	16,800,000
0	0	0	0	0	0
534,000	365,000	280,000	309,000	228,000	146,000
336,281	330,676	319,467	308,258	302,653	1,745,769
7,336,518	10,124,003	10,820,100	13,246,856	8,207,000	7,325,000
22,951,799	24,914,679	24,844,567	26,604,114	26,427,653	26,016,769
13,465,000	12,900,000	12,320,000	11,725,000	16,765,000	15,970,000
0	0	0	0	0	0
534,000	365,000	280,000	309,000	228,000	146,000
336,281	330,676	319,467	308,258	302,653	1,745,769
7,336,518	10,124,003	10,820,100	13,246,856	8,207,000	7,325,000
21,671,799	23,719,679	23,739,567	25,589,114	25,502,653	25,186,769
1,280,000	1,195,000	1,105,000	1,015,000	925,000	830,000
125,934	64,383	112	103,594	183,008	184,441
1,154,066	1,130,617	1,104,888	911,406	741,992	645,559
\$53,078,248	\$53,757,887	\$54,823,538	\$55,987,449	\$63,955,567	\$65,694,213
97.9%	97.9%	98.0%	98.4%	98.9%	99.0%
\$28,407,403	\$28,751,121	\$29,295,842	\$29,804,162	\$33,889,198	\$34,749,404
22,951,799	24,914,679	24,844,567	26,604,114	26,427,653	26,016,769
13,465,000	12,900,000	12,320,000	11,725,000	16,765,000	15,970,000
0	0	0	0	0	0
534,000	365,000	280,000	309,000	228,000	146,000
336,281	330,676	319,467	308,258	302,653	1,745,769
7,336,518	10,124,003	10,820,100	13,246,856	8,207,000	7,325,000
21,671,799	23,719,679	23,739,567	25,589,114	25,502,653	25,186,769
1,280,000	1,195,000	1,105,000	1,015,000	925,000	830,000
125,934	64,383	112	103,594	183,008	184,441
1,154,066	1,130,617	1,104,888	911,406	741,992	645,559
\$27,253,337	\$27,620,504	\$28,190,954	\$28,892,756	\$33,147,206	\$34,103,845
95.9%	96.1%	96.2%	96.9%	97.8%	98.1%

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	
2012	\$6,508,691	\$5,103,267	\$1,405,424	\$349,343	\$17,787	3.83%
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%

(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	
\$11,994,955	\$1,145,000	\$152,613	\$1,297,613	9.24%
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%

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)
2012	32,352	\$765,998	\$23,677	7.5%
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%

- Sources:
- (1) 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 2021
 - (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

2021 and 2012

Schedule 16

	2021
Employer	Number of Employees
Wright Patterson AFB	32,879
Wright State University	3,124
Fairborn City Schools	854
Ali Industries	700
Kroger	500
Peerless	508
Morris Home Furniture Co.	450
Ball Aerospace Technologies	370
City of Fairborn	287
I-supply	170
Menards	160
Bottling Group	150
Total Employees	<u>40,152</u>
	2012
Employer	Number of Employees
Wright Patterson AFB	22,000
Wright State University	2,200
Fairborn City Schools	550
Teleperformance USA Inc.	400
Logtec (1)	300
Ball Aerospace Technologies	260
Wright-Patt Credit Union (1)	260
City of Fairborn	260
Computer Sciences Corp.	250
Northrop Grumman	240
Total Employees	<u>26,720</u>

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	2012	2013	2014	2015
General Government				
City Council	1.4	1.4	1.4	1.4
Municipal Court	26.6	27.1	27.3	28.2
City Administration	3.0	3.0	3.0	3.0
Finance	11.6	12.6	12.6	12.5
Legal	2.0	2.0	2.0	2.0
Personnel	1.0	1.5	1.5	2.5
Engineering	4.5	4.5	4.5	5.4
Plant Maintenance	8.4	8.4	8.4	8.5
Victim Witness	2.0	2.0	2.0	2.0
Public Safety (1)				
Police				
Sworn Officers	43.0	42.0	43.0	46.0
Non-Sworn	12.5	18.5	19.0	19.0
Fire	49.5	51.5	51.5	54.5
Community Environment				
Building Inspection	4.2	4.3	4.0	4.0
City Planner	2.3	2.3	3.5	4.8
Neighborhood Betterment	3.6	4.1	4.2	3.2
Economic Development	0.0	1.5	1.5	2.0
Leisure Time Activities				
Parks and Recreation	2.2	2.5	2.8	2.6
Transportation and Street Repair				
Street	10.4	11.4	12.4	11.9
State Highway	1.0	1.0	1.0	1.0
Public Health and Welfare				
Cemetery	1.0	1.0	1.5	1.5
Basic Utility Service				
Water	15.7	18.7	17.4	17.6
Sewer	21.1	17.8	18.4	18.6
Sanitation	1.6	1.6	1.6	2.1
Internal Service				
ITS	2.9	2.9	3.7	3.7
Equipment Services	5.1	6.1	6.1	6.1
Total	<u>236.6</u>	<u>249.7</u>	<u>254.2</u>	<u>264.1</u>

Source: Various City Departments

(1) Information obtained from department annual reports.

2016	2017	2018	2019	2020	2021
1.4	1.4	1.4	1.4	1.4	1.4
29.2	28.9	28.9	28.9	30.1	30.0
3.0	6.0	5.0	5.0	5.0	5.0
13.0	13.5	13.0	13.0	13.0	14.0
2.0	2.0	2.0	2.0	2.5	2.5
2.0	3.5	3.5	3.5	3.0	3.5
5.5	5.5	5.6	5.6	5.6	5.0
9.5	9.5	9.5	9.5	9.5	9.5
3.5	3.5	3.5	3.5	3.5	3.5
46.0	48.0	48.0	48.0	49.0	51.5
23.0	21.0	21.5	21.5	23.0	25.0
54.0	54.0	54.5	56.0	54.5	58.5
4.0	3.5	4.3	4.3	4.3	6.5
5.3	5.4	5.4	5.4	5.6	4.6
2.3	1.7	1.7	1.9	1.9	1.4
2.2	2.0	2.0	1.5	2.0	3.0
2.6	3.0	3.0	3.0	3.0	4.3
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	1.5	1.7	1.7
17.6	17.6	17.6	17.6	17.9	18.7
18.6	18.6	18.6	18.6	18.4	18.4
2.1	2.1	2.1	2.1	2.1	1.9
4.0	4.0	4.0	4.0	4.0	4.0
6.6	6.6	6.6	6.6	6.6	6.6
<u>271.8</u>	<u>275.7</u>	<u>276.0</u>	<u>277.3</u>	<u>280.5</u>	<u>293.3</u>

City of Fairborn, Ohio
Operating Indicators by Function/Program
Last Ten Years
Schedule 18

Function/Program	2012	2013	2014	2015
General government				
Municipal Court				
Criminal and Traffic Cases	13,677	13,516	15,187	14,258
Criminal and Traffic Trials	76	70	70	47
Criminal and Traffic Receipts (in 000's)	\$2,634	\$2,792	\$2,768	\$2,801
Civil/Small Claims Cases	1,765	1,672	1,914	1,735
Civil/Small Claims Trials	819	429	600	115
Civil/Small Claims Receipts (in 000's)	\$881	\$743	\$754	\$822
Public Safety				
Police				
Calls for Service	34,709	44,920	49,640	49,038
Parking Violations	946	1,315	1,439	1,272
Traffic Violations	4,123	5,226	4,585	4,302
Criminal Citations	2,174	2,521	2,640	2,462
Training Hours	3,636	3,391	4,397	5,084
Fire				
Emergency Responses	6,479	6,007	6,479	6,861
Inspections	1,300	1,156	1,087	646
Training Hours	2,300	2,064	2,397	2,831
Community Environment				
Planning and Development				
Residential Construction Permits Issued	1,120	984	1,114	1,086
Estimated Value of Residential Construction	\$18,449,074	\$7,012,006	\$14,450,637	\$14,299,730
Commercial Construction Permits Issued	395	395	433	457
Estimated value of Commercial Construction	\$18,962,948	\$7,012,006	\$5,078,437	\$19,682,700
Parks and Recreation				
Softball Registrations	63	54	25	28
Weekday Fast-Pitch Registrations (youth) (1)	0	0	26	21
Weekend Softball Tournaments	72	61	35	36
Water				
New Connections	68	63	93	40
Water Main Breaks	55	88	53	59
Average Daily Consumption (millions of gallons)	3.600	3.400	3.460	3.290
Peak Daily Consumption (millions of gallons)	4.900	5.110	4.310	4.680
Total Water Treated (millions of gallons)	1,359	1,213	1,140	1,200
Average Daily Treatment (millions of gallons)	3.7	3.5	3.5	3.3
Hydrants Flushed	1,503	1,029	1,496	1,482
Sewer				
Total Water Treated (millions of gallons)	1,479	1,524	1,479	1,600
Average Daily Treatment (millions of gallons)	4.0	4.2	4.4	4.4

Source: Various City Departments

(1) New youth softball category added in 2014

2016	2017	2018	2019	2020	2021
17,124	18,156	16,920	15,605	12,109	12,194
52	58	65	29	18	19
\$2,738	\$3,340	\$3,172	\$2,674	\$2,125	\$2,321
2,036	1,767	1,919	2,117	1,318	1,561
133	85	49	100	16	7
\$903	\$1,045	\$1,098	\$1,167	\$913	\$887
52,754	55,603	56,863	53,834	52,110	55,508
1,444	1,726	1,361	1,309	719	850
4,085	4,955	4,187	4,326	3,017	3,645
2,410	3,300	2,975	2,889	2,315	2,252
6,632	6,312	5,869	6,302	4,469	5,238
7,018	7,327	7,043	7,015	6,350	6,859
676	459	526	294	41	56
6,888	7,346	5,382	1,245	874	4,600
1,452	1,590	1,386	1,506	1,141	1,604
\$22,288,216	\$25,520,088	\$31,030,516	\$30,790,722	\$26,122,312	\$56,252,413
461	513	320	429	287	548
\$22,279,340	\$31,474,180	\$23,637,850	\$68,315,719	\$32,589,425	\$97,638,471
28	25	37	26	27	19
16	16	24	20	25	25
22	21	24	22	11	12
68	55	80	111	89	98
43	56	55	45	37	39
3.180	2.360	3.132	3.133	2.050	2.100
4.340	3.770	4.780	4,080	3	3
1,160	1,020	1,178	1,137	1,180	1,194
3.2	2.8	3.3	3.1	3.2	3.3
1,465	1,465	1,465	1,472	415	1,531
1,508	1,599	1,700	1,668	1,474	1,379
4.1	4.4	4.7	4.7	4.0	3.8

City of Fairborn, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years
Schedule 19

Function/Program	2012	2013	2014	2015	2016
Police					
Stations	1	1	1	1	1
Patrol units	13	13	13	14	14
Fire Stations	4	4	4	4	4
Public Works					
Area of City (square miles)	13.41	13.53	14.01	14.71	14.73
Streets (lane miles)	298.15	299.24	299.52	300.00	301.34
Streetlights	2,552	2,553	2,553	2,768	2,781
Parks and Recreation					
Number of Parks ¹	20	20	20	20	19
Acreage	714.33	714.33	714.33	719.11	689.25
Playgrounds	19	19	20	20	20
Baseball/softball diamonds ²	15	11	11	10	12
Soccer/football fields	12	12	12	12	12
Number of Tennis Courts ³	14	14	14	10	10
Basketball Courts	0	0	0	0	0
Pickle Ball Court	0	0	0	0	0
Amphitheater at Community Park	0	0	0	0	0
Fitness Court at Central Park	0	0	0	0	0
Municipal Water Department					
Daily Treatment Capacity (millions of gallons)	6.50	6.50	6.50	6.50	6.50
Water Mains (miles)	152.26	152.96	154.06	155.84	158.06
Fire hydrants	1,493	1,500	1,505	1,505	1,465
Sewers					
Daily Treatment Capacity (millions of gallons)	6.00	6.00	6.00	6.00	6.00
Storm Sewers (miles)	114.60	114.60	115.08	117.42	121.76
Sanitary Sewers (miles)	138.65	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 and are in service again

³ Four courts have been restored and are in service again

2017	2018	2019	2020	2021
1	1	1	1	1
15	15	15	15	17
4	4	4	4	4
14.73	14.73	14.73	14.73	14.73
302.11	304.09	305.12	308.68	309.65
2,781	2,797	2,802	2,815	2,846
21	21	21	23	23
773.41	773.41	781.41	781.41	781.41
21	21	21	21	21
15	15	15	15	15
12	12	12	12	12
14	14	14	14	14
13	13	13	13	13
2	4	4	4	4
1	1	1	1	1
0	0	1	1	1
6.50	6.50	6.50	6.50	6.50
158.40	159.27	161.31	162.47	163.41
1,545	1,531	1,549	1,738	1,531
6.00	6.00	6.00	6.00	6.00
123.00	126.33	127.60	129.08	134.29
141.80	142.93	143.11	144.12	144.73





FAIRBORN
A CITY IN MOTION

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 6/23/2022

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