

CITY OF FAIRBORN
GREENE COUNTY



SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2023

PLATTENBURG
Certified Public Accountants

OHIO AUDITOR OF STATE
KEITH FABER



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

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, 2023 through December 31, 2023. 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

July 19, 2024

This page intentionally left blank.

**CITY OF FAIRBORN
GREENE COUNTY
FOR THE YEAR ENDED DECEMBER 31, 2023**

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	2
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
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	5
Schedule of Findings and Questioned Costs	8
Schedule of Prior Audit Findings and Questioned Costs	9

This page intentionally left blank.

CITY OF FAIRBORN, OHIO
Schedule of Expenditures of Federal Awards
For the year ended December 31, 2023

Federal Grantor/Pass Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Assistance Listing Number	Total Federal Expenditures
<u>U.S. Department of Housing and Urban Development</u>			
Direct program:			
CDBG - Entitlement Grants Cluster			
Community Development Block Grants/Entitlement Grants	B-19-MC-39-0032	14.218	\$ 37,565
Community Development Block Grants/Entitlement Grants	B-20-CV-39-0032	14.218	301
Community Development Block Grants/Entitlement Grants	B-20-MC-39-0032	14.218	120,882
Community Development Block Grants/Entitlement Grants	B-21-MC-39-0032	14.218	86,255
Community Development Block Grants/Entitlement Grants	B-22-MC-39-0032	14.218	173,038
Community Development Block Grants/Entitlement Grants	B-23-MC-39-0032	14.218	52,660
Total CDBG - Entitlement Grants Cluster			<u>470,701</u>
Passed through the Ohio Department of Development:			
Home Investment Partnerships Program	A-C-20-2BK-2	14.239	39,231
Home Investment Partnerships Program	A-C-22-2BK-2	14.239	8,371
Total Home Investment Partnerships Program			<u>47,602</u>
Total U.S. Department of Housing and Urban Development			<u>518,303</u>
<u>U.S. Department of Justice</u>			
Passed through the Ohio Attorney General:			
Crime Victim Assistance	2022-VAGENE482	16.575	29,677
Crime Victim Assistance	2023-VAGENE482	16.575	21,421
Total Crime Victim Assistance			<u>51,098</u>
Passed through the Ohio Department of Public Safety:			
Violence Against Women Formula Grants	2022-WF-VA2-8932	16.588	8,093
Edward Byrne Memorial Justice Assistance Grant Program	2022-JG-A03-6243E	16.738	9,684
Passed through Greene County:			
Equitable Sharing Program	N/A	16.922	8,552
Total U.S. Department of Justice			<u>77,427</u>
<u>U.S. Department of Transportation</u>			
Passed through the Ohio Department of Transportation:			
Surface Transportation Program - Maple Ave Phase II	106311	20.205	195,661
National Transportation Act - Board Street Phase 2	108266	20.205	165,329
Total Highway Planning and Construction			<u>360,990</u>
Passed through the Ohio Traffic Safety Office:			
Highway Safety Cluster			
State and Community Highway Safety	69A375223000040200HO	20.600	7,059
Total Highway Safety Cluster			<u>7,059</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	69A375223000016400HA	20.608	2,895
Total U.S. Department of Transportation			<u>370,944</u>
<u>U.S. Department of Homeland Security</u>			
Passed through the Ohio Task Force 1:			
National Urban Search and Rescue Response System	EMW-2018-CA-USR-0021-M019	97.025	3,918
Total U.S. Department of Homeland Security			<u>3,918</u>
<u>U.S. Department of the Treasury</u>			
Direct program:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	N/A	21.027	1,486,841
Passed through the Ohio Department of Public Safety:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	2022-AR-CCB-1112	21.027	13,959
Passed through the Ohio Emergency Management Agency:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	DPSFE270	21.027	384,000
Total Coronavirus State and Local Fiscal Recovery Funds			<u>1,884,800</u>
Total U.S. Department of the Treasury			<u>1,884,800</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,855,392</u>

The accompanying notes are an integral part of this schedule.

**CITY OF FAIRBORN
GREENE COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Fairborn (the City) under programs of the federal government for the year ended December 31, 2023. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

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

NOTE D - MATCHING REQUIREMENTS

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

**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, 2023, 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 24, 2024.

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 24, 2024

**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, 2023. 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, 2023.

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, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 24, 2024, 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 24, 2024

**CITY OF FAIRBORN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2023**

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:

COVID-19 Coronavirus State and Local Fiscal Recovery Funds ALN 21.027

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, 2023

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS

The City had no prior audit findings or questioned costs.

CITY OF FAIRBORN, OHIO

GREENE COUNTY

Annual Comprehensive Financial Report

For the Year Ended December 31, 2023

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, 2023
Table of Contents

INTRODUCTORY SECTION

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

FINANCIAL SECTION

Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	5

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Position	18
Statement of Activities.....	20

Fund Financial Statements:

Balance Sheet – Governmental Funds	22
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	24
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	28
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Basis)	
General Fund	30
Fire and EMS Fund	31
Police Fund.....	32
County Motor Vehicle Tax Fund	33
Public Safety Police/Fire Fund.....	34
American Rescue Plan Fund	35
Statement of Fund Net Position – Proprietary Funds.....	36
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	38
Statement of Cash Flows – Proprietary Funds.....	39

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
Table of Contents
(Continued)

Statement of Fiduciary Net Position – Custodial Funds	41
Statement of Changes in Fiduciary Net Position – Custodial Funds	42
Notes to the Basic Financial Statements	43
Required Supplementary Information	
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Public Employees Retirement System – Traditional Plan – Last Ten Years	114
Schedule of the City’s Proportionate Share of the Net Pension Liability (Asset) – Ohio Public Employees Retirement System – Combined Plan – Last Six Years	116
Schedule of the City’s Proportionate Share of the Net OPEB Liability (Asset) – Ohio Public Employees Retirement System – OPEB Plan – Last Seven Years	118
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Ten Years	120
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Police and Fire Pension Fund – Last Seven Years	122
Schedule of the City’s Contributions – Ohio Public Employees Retirement System – Last Ten Years	124
Schedule of the City’s Contributions – Ohio Police and Fire Pension Fund – Last Ten Years	126
Notes to the Required Supplementary Information	128
Combining Financial Statements:	
Combining Financial Statements – Nonmajor Governmental Funds:	
Nonmajor Fund Descriptions	134
Combining Balance Sheet – Nonmajor Governmental Funds	140
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	141

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
Table of Contents
(Continued)

Combining Balance Sheet – Nonmajor Special Revenue Funds	142
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	148
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	154
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	156
Combining Financial Statements Proprietary Funds:	
Internal Service Fund Descriptions.....	158
Combining Statement of Fund Net Position – Internal Service Funds	159
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds.....	160
Combining Statement of Cash Flows – Internal Service Funds.....	161
Combining Financial Statements Custodial Funds:	
Custodial Fund Descriptions.....	162
Combining Statement of Fiduciary Net Position – Custodial Funds	163
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds.....	164
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Fund Equity – Budget and Actual (Non-GAAP Basis):	
Major Funds:	
General Fund.....	166
Fire and EMS Fund	169
Police Fund	170
County Motor Vehicle Tax Fund	172
Public Safety Police/Fire Fund.....	173
American Rescue Plan Fund	174
Water Fund.....	176
Sewer Fund	177
Sanitation Fund	178
Nonmajor Funds:	
Street Maintenance and Repair Fund	179
State Highway Fund.....	180
Community Development Fund.....	181
Cemetery Fund.....	182

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
Table of Contents
(Continued)

Home Program Income Fund	183
Community Development Block Grant Fund	184
Victim Witness Fund.....	186
Home Fund.....	187
Justice Reinvestment and Incentive Grant Fund	188
OneOhio Opioid Settlement Fund.....	189
Law Enforcement Trust Fund	190
Drug Law Enforcement Fund.....	191
Indigent Drivers Alcohol Treatment Fund	192
Alcohol Enforcement and Education Fund	193
Federal Forfeitures Fund	194
Municipal Probation Services Fund	195
Traffic Intervention Fund.....	196
Court Legal Research/Computerization Fund.....	197
Court Clerk Computerization Fund.....	198
Indigent Driver’s Interlock and Alcohol Monitoring Fund.....	199
Byrne Justice Assistance Grant Fund.....	200
Federal Emergency Management Agency Fund	201
Community Redevelopment Fund	202
Fire Loss Escrow Fund.....	204
Uninsured Loss Fund	205
General Bond Retirement Fund.....	206
Court Special Projects Fund.....	207
General Capital Improvement Fund.....	208
Parks and Recreation Improvements Fund.....	209
Building and Land Fund.....	210
Tax Increment Financing Fund	211
Special Assessment Construction Fund	212
I-675 Corridor Tax Increment Financing Fund.....	213
Valle Greene South Tax Increment Financing Fund.....	214
Equipment Fund.....	215
Information Technology Fund	216
Employee Assistance Program Fund.....	217
Jefferson Health Plan Fund	218

STATISTICAL SECTION

Statistical Tables Descriptions	219
Net Position by Component – Last Ten Years – Schedule 1	220
Changes in Net Position – Last Ten Years – Schedule 2	222
Fund Balances – Governmental Funds – Last Ten Years – Schedule 3	226
Changes in Fund Balances – Governmental Funds – Last Ten Years – Schedule 4.....	228
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Years – Schedule 5.....	230
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years – Schedule 6.....	232

City of Fairborn, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
Table of Contents
(Continued)

Principal Property Tax Payers – 2023 and 2014 – Schedule 7	236
Property Tax Levies and Collections – Last Ten Years – Schedule 8	237
Income Tax by Payer Type and Income Tax Rate – Last Ten Years – Schedule 9	238
Ratios of Outstanding Debt by Type – Last Ten Years – Schedule 10.....	240
Ratio of General Obligation Bonded Debt to Estimated Actual Value And General Obligation Bonded Debt Per Capita – Last Ten Years – Schedule 11	242
Direct and Overlapping Governmental Activities Debt – December 31, 2023 – Schedule 12.....	243
Legal Debt Margin Information – Last Ten Years – Schedule 13	244
Pledged Revenue Coverage – Last Ten Years – Schedule 14	246
Demographic and Economic Statistics – Last Ten Years – Schedule 15.....	248
Principal Employers – 2023 and 2014 – Schedule 16.....	249
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years – Schedule 17.....	250
Operating Indicators by Function/Program – Last Ten Years – Schedule 18.....	252
Capital Assets Statistics by Function/Program – Last Ten Years – Schedule 19	254



**CITY OF FAIRBORN
FINANCE DEPARTMENT**

44 W. Hebble Avenue
Fairborn, OH 45324
(937) 754-3005
Fax: (937) 754-3115

June 24, 2024

Honorable Citizens, 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, 2023. The report has been prepared in accordance with generally accepted accounting principles established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

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

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

Introduction

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

The Reporting Entity

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

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

The City of Fairborn

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

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

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

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

Economic Condition and Outlook

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

Located with four interchanges on I-675 near the intersection of I-70, Fairborn is ideally situated for connectivity to the Dayton regional market and larger metro markets. This connectivity provides easy access for not only transportation and distribution operations but also for the local workforce whose average commute times are five minutes lower than the national average. Another benefit to the local workforce is the extremely competitive cost of living which currently is approximately 12 percent less than the national average.

As home to Wright State University (WSU) and the gateway to Wright-Patterson Air Force Base, the City gains economic strength from two of the largest employers in the Miami Valley region. WSU is the region's largest university with 11,036 students enrolled as of 2023, an increase of 2.2 percent from the previous year. Its eight colleges and three schools offer more than ninety undergraduate degrees and eighty-eight graduate, masters, doctoral, and professional degree programs. The WSU Nutter Center provides a 12,000-seat sport and entertainment venue that continually draws national performers and events to the Dayton region. Additionally, WSU provides a significant draw for complimentary businesses who either work in partnership or do research with the institution.

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

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

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

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

The corridor along Colonel Glenn Highway, including the technology-based business office space 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 and is home to the largest Kroger Marketplace in the region as well as Menard's Home Improvement Center. Most recently, a Chipotle Mexican Grill, Ultimate Shine Carwash, and two advanced manufacturing facilities have located along Dayton Yellow Springs Rd. The City is ready to assist businesses looking for prime locations along I-675. The City is fairly unique in that it has rail service adjacent to industrial zoned land that is also ready for development.

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

Major Initiatives

For 2023

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

Economic Development Strategy for the Plan: The City of Fairborn is well positioned to be a leading destination for innovative technologies. A well-planned and activated economic development strategy will allow leading edge anchor institutions and companies to cluster and connect with start-ups, stage-2 businesses, incubators, and accelerators where good ideas become viable enterprises contributing to society through their innovation, products, and job creation.

Protecting Against Future Economic Disruptions: While planning its future, the City must also plan against current and future economic disruptions. The pandemic has exposed the importance of having a resilient economy, able to weather economic disruptions such as pandemics, international conflicts, social unrest, natural disasters, and other disturbances. To foster a durable and prosperous economy, the City must cultivate a diversity of thriving industries and a unique sense of place to withstand economic downturns.

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

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

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

The EDSP Strategic Goals are:

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

Residential Development

Residential development continues to be diversified in the City of Fairborn with single-family home sites available, as well as multi-family opportunities for every age group. In 2023, the final

lot in CESO's Waterford Landing single-family home development was sold. Former members of the CESO team applied and received permission to move forward with a Hillside Meadows, a 130+ single-family home development on Armstrong Road in the northeastern part of the City. Fischer Home's Arden Place single-family home development continues to see strong sales, and Redwood Living has completed all their multi-family housing projects along Commerce Center Blvd.

In 2023, a total of 1,142 residential permits were issued, including thirty-six new single-family homes. This was in line with 2022, which saw 1,157 residential permits issued, including sixty-five new single-family homes.

Commercial Development

In 2023, a total of 260 commercial permits were issued. Permits issued increased by just over 6 percent from 2022 which saw 248 commercial permits issued.

Continuing into 2023 and beyond, the City maintained its efforts to push for more commercial growth by improving/expanding infrastructure to strategic corridors and aggressively taking on the redevelopment of blighted/abandoned commercial property. We have created a definite buzz around our historic downtown, creating more events and space for entertainment and use in our community's core. Events such as Bluegrass & Brew, Hairborn and the Fourth of July Block Party continue to attract visitors to our downtown, who we hope will return repeatedly to visit our shops and restaurants. The City, in partnership with the Fairborn Development Corporation, is also exploring State and federal funding programs to facilitate the City's participation in redevelopment, particularly the Skyway Plaza site.

Public Safety Police and Fire - Voters approved at the November 2014 ballot a one-quarter of one percent income tax rate for ten years for police and fire equipment and operations. This replaced the 0.25 percent income tax that for the previous ten years had been used for the acquisition of fire and EMS equipment and facility capital improvements that expired as of December 31, 2014. In March of 2024, voters once again approved the renewal of this levy for another 10 years beginning January 2025. This levy generated approximately \$2.8 million dollars in 2023 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. In March of 2024, voters also approved the renewal of this levy for another 10 years beginning January 2025. This levy generated approximately \$2.8 million dollars in 2023.

Typically, a street program is undertaken annually to address streets that need repair or treatments to extend their useful life. The 2023 street programs identified five street segments needing a variety of treatments including asphalt milling and resurfacing, base repairs and resurfacing, and asphalt rejuvenation. Alongside the street program, a curb-sidewalk-approach (CSA) program was performed. This program replaces deteriorated concrete infrastructure between the street and right-of-way line and is generally performed the year before planned street work is conducted.

The 2023 CSA program was unsuccessfully advertised in 2022 as bid results came in over three times of the engineer's estimate. The engineer's estimate was re-evaluated, and the program was postponed for a year until it was advertised as part of the street program. The 2024 CSA program was not performed this year as the streets selected to be resurfaced in 2024 are unimproved streets with no concrete in the right-of-way.

Several major street renovation projects were also undertaken and completed in 2023, such as the Fairborn Apartments Area Improvements. Grant funds were received from ARPA and CDBG grants in the amounts of \$384,000 and \$424,412, respectively. This project added new storm infrastructure on June Drive, on which the rest of the Fairborn Apartments community area will be able to tie with further future improvements. Another project that took place in 2023 was the Ohio, Greene and Wright at Broad Street Traffic Modification Project. The purpose of this project was to address cut-through traffic driving through residential streets instead of the major roads. New curb and pavement were utilized to make intersection modifications to disincentivize through traffic.

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

To address older, problematic infrastructure, water main replacement projects are being completed. In 2023, this included the replacement of cast iron water main on West Funderburg Road, Circle Drive, and Oak Street. All service lines, several of which were galvanized iron, were also replaced with new copper service lines to the curb stop shut off valve.

The design for the replacement of water mains on 15 residential streets across Fairborn that have experienced a high volume of water breaks was completed. These design projects are referred to as "Tree Streets" as they bear the names of various trees. These designs will give the City of Fairborn several shovel-ready projects to put out to bid.

Also undertaken in 2023 were upgrades to oxidation ditch drives and motors at the Water Reclamation Center. These drives and motors were at the end of their operational life and required replacement. The objective of this project was to remove failing structure and replace it with matching updated equipment.

Parks – The basketball courts at Maplewood and Osborn parks were resurfaced. The bathroom at Fairfield Park was remodeled. ADA compliant sidewalks were installed at Wedgewood Park.

Plant Maintenance –The old rooftop HVAC units at Fire Stations #3 and #4 were replaced. The public and employee restrooms and two breakrooms were remodeled at the Government Center. A new pole barn was constructed at the Parks office.

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 480 public streets in Fairborn. The vision for the future is to diversify the road treatments to treat City streets resulting more efficiently in the lowest life cycle cost for the roadway system.

Broad Street improvements will also continue over the next several years, occurring in three phases from Dayton Drive to Spangler Road. Improvements will include bicycle facilities in the form of striped bike lanes near downtown, and a separate path as you leave town toward I-675. The projects will also create a more consistent roadway cross section throughout the corridor. This project has been broken down into four phases with all phases approved for grant funding through ODOT. Phase 1 and 2 are completed. Broad Street phase 3 from Central Avenue to Sandhill Road has been awarded a STP grant from ODOT and MVRPC for \$1,518,870 and \$800,000 in OPWC funds. Design started in 2022 with construction scheduled for 2025. Broad Street Improvements phase 4, the final phase, will occur from Xenia Drive to Central Avenue and the City has been awarded a grant from ODOT and MVRPC for \$1,674,240 and \$800,000 in OPWC funds. Phase 4 will begin design in 2024 with construction occurring in 2026.

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 been awarded Coronavirus Response and Relief Supplemental Appropriations Act Funds. This will begin construction in 2024.

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

Addressing water main replacement projects will continue in 2024 with Garland Avenue being the main focal point. This project is part of the “Tree Street” designs and is to be completed in two phases. This project will address older piping that has had significant failure previously.

The Water Reclamation Center will have a weir replacement project. This will address outdated and failing structures. The existing weir was installed in 1992 and has come to the end of its useful service life.

The Water Treatment Plant will be working on updating filter consoles that automatically control the backwashing process. In addition to replacing the outdated equipment, the update will bring additional functionality.

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. Community Park’s upper bathroom will also be remodeled. Osborn Park’s skate park will have new surfacing on all its features. Atherton Amphitheater will undergo a major renovation that will include new seating and a roof system over the stage.

Plant Maintenance - The Municipal Court will have all the interior lighting changed to LED fixtures. All the Fire stations will be updated with interior LED lighting. A new salt barn will be constructed at Osborn Park. A new park named Memorial Park will be constructed next to the Government Center.

Economic Development – As we continue to move through 2024, economic uncertainty continues to be an issue on all levels of government throughout the United States. Fairborn is not immune to high inflation, rising prices, supply chain issues, and a dwindling workforce. Economists and politicians’ debate whether the United States is currently in a recession, but most agree that it could be soon. The City of Fairborn continues to look to the future with its economic development efforts.

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

Fairborn is fortunate to be able to be able to focus on a variety of development and redevelopment initiatives. Two areas of focus are looking for ways to increase the economic impact of the military and defense industry in the City of Fairborn, as well as business development and innovation that position the City of Fairborn to nationally compete for innovative high-quality investment and jobs.

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

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

Defense Related Industry: There are many that contend that communities like the City of Fairborn are somewhat immune to economic downturns due to their proximity to US military installations. The City shares its entire western border with Wright-Patterson Air Force Base, the largest single site employer in the State of Ohio. Wright-Patterson employs over 35,000 civilian and military personnel with more than eleven different missions. Wright-Patterson is home to the US Air Force Material Command headquarters, Air Force Institute of Technology, National Air and Space Intelligence Center and the 88th Air Base Wing to name several of those missions. With so many research and development missions, the areas surrounding Wright-Patterson are prime for defense related corporations to establish offices. Economic Development staff continue to work with JobsOhio and the Dayton Development Corporation to retain and expand current defense related contractors, but also to attract new ones. From the third quarter of 2023 to present, the City has welcomed more than four new defense related contractors to the City.

Housing - To encourage military and civilian personnel to choose the City of Fairborn as a place to reside, the City works to encourage new housing developments and to preserve existing housing stock. The strong residential growth that has occurred over the past ten years will likely continue with the addition of a variety of residential choices being offered with several planned developments. As mentioned in previous reports, the Bluffs of Trebein and Waterford Landing was recently completed. These two developments combined to bring over five hundred new single-family homes to the City of Fairborn since 2014. Fischer Homes continues to build Arden Place, a 162-unit single-family residential community. City Council recently approved a new 135+ unit single-family home development off Armstrong Road in the northeastern part of the City. Build out is expected to begin by late 2024. For those who do not wish to own their own home, Redwood's Fairfield Oakes Community has added over 200+ market rate "empty nester" luxury rentals adjacent to I-675. The City's efforts are not limited to new single-family home construction, but also the redevelopment of other areas of the City. The City of Fairborn continues to explore new housing opportunities in the historic downtown area of the City in the Main Street/Broad Street corridor just outside Gate 1A of Wright-Patterson. We hope to announce a partnership with a developer on a project that will bring over 150 market rate apartments by the end of 2024.

Despite the economic uncertainty, the City of Fairborn continued to live up to the City motto, A City in Motion.

Financial Information

Basis of Accounting

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

Internal Control Structure

Development of the City's accounting system included consideration of internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding

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

Budgetary Control

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

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

Management's Discussion and Analysis (MD&A)

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

Independent Audit

Ohio law and the City charter require an annual audit of the City's financial statements by an independent auditor. The Auditor of State performed the audit for the year ended December 31, 2023, 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, 2022. This was

the thirty-fourth 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, 2023, 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 Matt Wellbaum, Assistant Finance Director and supporting finance staff for their efforts and commitment to the preparation of this report and to ensuring it conforms to the highest standards in governmental financial reporting. We also thank the members of City Council for their interest and support in planning and conducting the financial operations of the City of Fairborn in a responsible and progressive manner.

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

Respectfully submitted,



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, 2022

Christopher P. Morill

Executive Director/CEO

City of Fairborn, Ohio

Principal Officials

December 31, 2023

COUNCIL - MANAGER FORM OF GOVERNMENT

CITY COUNCIL

Daniel Kirkpatrick, Mayor

Clint Allen, Council Member

Tana Stanton, Council Member

Mary Reaster, Council Member

Rodney McCubbins, Council Member

Adam Fritzsche, Council Member

Sylvia Chess, Council Member

CITY MANAGER

Michael Gebhart

CITY SOLICITOR

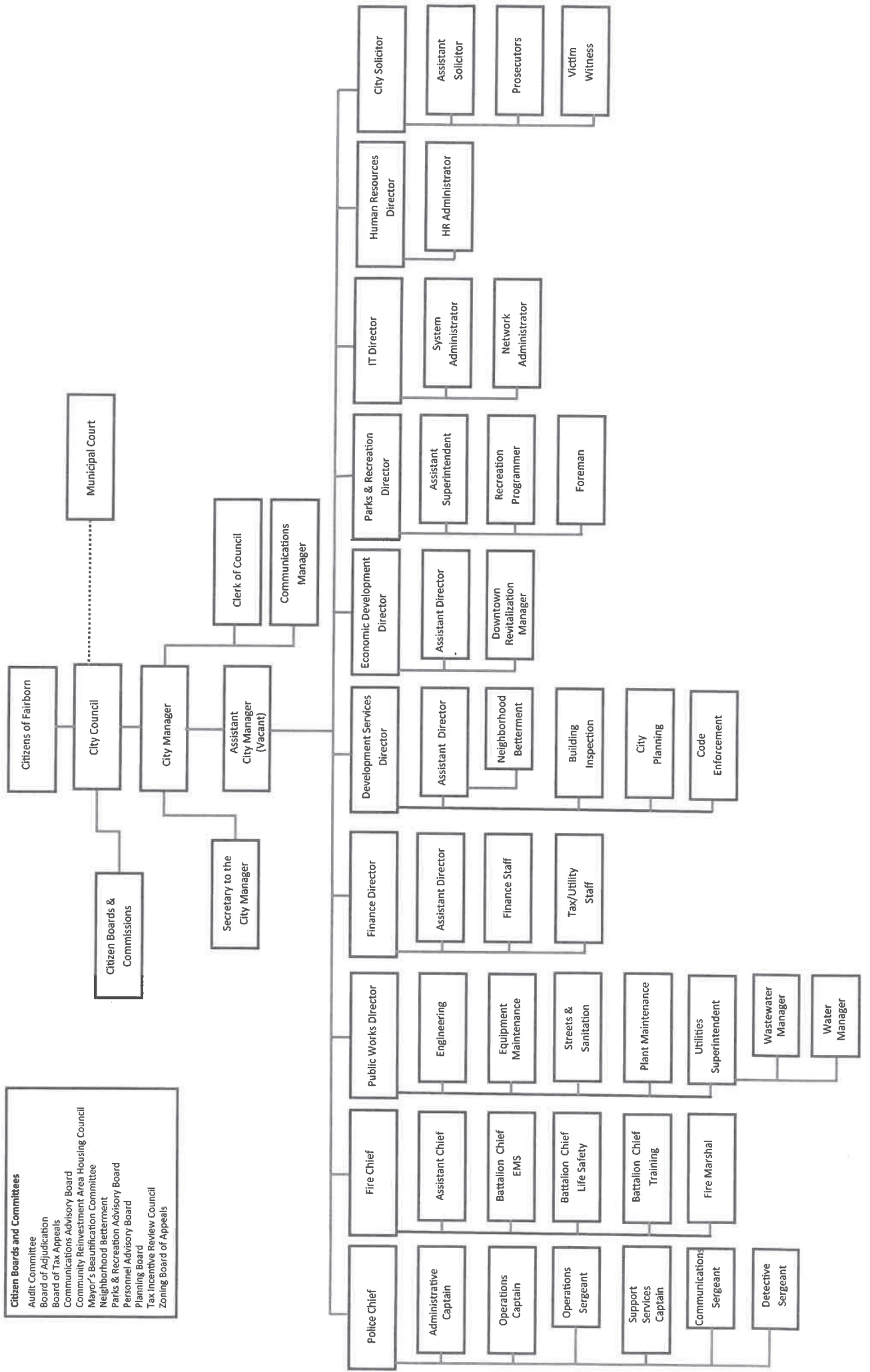
Mike McNamee

FINANCE DIRECTOR

Annetta L. Williams

ASSISTANT FINANCE DIRECTOR

Matthew Wellbaum





**F
I
N
A
N
C
I
A
L

S
E
C
T
I
O
N**

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, 2023, 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, 2023, 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 24, 2024, 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 24, 2024



FAIRBORN

A CITY IN MOTION

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(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, 2023, 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 other post-employment benefit 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 (asset) distorts the financial statements causing a significant reduction to net position of governmental activities and business-type activities. The net pension liability for governmental activities increased 73 percent to \$49.8 million and the net OPEB liability decreased 31.3 percent to \$2.9 million. The net pension liability for business-type activities increased 224.6 percent to \$4.1 million.
- The effects of GASB 68 and GASB 75 significantly affected the total net position of governmental activities which realized an increase of 6.2 percent to \$73.7 million. Governmental activities total net position makes up 73 percent of the City's total net position. Business-type activities total net position decreased 8.4 percent to \$26.6 million.
- The net pension and net OPEB liabilities also significantly influenced unrestricted net position of governmental activities, which decreased 6.7 percent in 2023 to negative \$22.4 million. Unrestricted business-type activities net position increased 3.8 percent to \$11.9 million.
- Total assets of governmental activities at December 31, 2023 increased 4.2 percent by \$5.6 million from those reported in 2022 due to the increase in investment earnings and other interest and capital assets reported for the current year.

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.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a long-term view of the City's finances. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as the amount of funds available for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

REPORTING THE CITY AS A WHOLE

Statement of Net Position and the Statement of Activities

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

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

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

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

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

Information about the City's major funds is presented in the fund financial statements that begin on page 22. Fund financial statements provide detailed information about the City's major

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

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

Governmental Funds

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

Enterprise Funds

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

Fiduciary Funds

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

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(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 2023 compared to 2022.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets:						
Current Assets	\$55,280,508	\$50,369,653	\$17,891,978	\$16,313,853	\$73,172,486	\$66,683,506
Net Pension Asset	130,692	213,996	34,736	56,882	165,428	270,878
Net OPEB Asset	0	1,692,065	0	449,796	0	2,141,861
Capital Assets, Net	84,651,041	82,154,595	33,369,352	34,229,400	118,020,393	116,383,995
Total Assets	140,062,241	134,430,309	51,296,066	51,049,931	191,358,307	185,480,240
Deferred Outflow of Resources:						
Deferred Charges on Refunding	0	0	157,921	186,360	157,921	186,360
Pension	17,893,406	10,892,656	1,686,824	550,995	19,580,230	11,443,651
OPEB	2,971,580	2,559,451	262,134	3,217	3,233,714	2,562,668
Total Deferred Outflow of Resources	20,864,986	13,452,107	2,106,879	740,572	22,971,865	14,192,679
Liabilities:						
Current and other liabilities	12,744,340	13,060,940	2,656,581	1,898,084	15,400,921	14,959,024
Long-Term Liabilities:						
Net Pension Liability	49,815,767	28,804,872	4,140,410	1,275,474	53,956,177	30,080,346
Net OPEB Liability	2,894,621	4,211,880	87,256	0	2,981,877	4,211,880
Other Amounts	7,600,714	8,293,068	19,777,615	17,448,144	27,378,329	25,741,212
Total Liabilities	73,055,442	54,370,760	26,661,862	20,621,702	99,717,304	74,992,462
Deferred Inflow of Resources:						
Property Tax	6,014,431	5,609,112	0	0	6,014,431	5,609,112
Revenue In Lieu Of Taxes	1,764,701	1,277,258	0	0	1,764,701	1,277,258
Leases	130,833	148,691	0	0	130,833	148,691
Pension	3,261,340	13,772,283	90,270	1,628,013	3,351,610	15,400,296
OPEB	2,981,665	3,301,130	31,498	479,006	3,013,163	3,780,136
Total Deferred Inflows of Resources	14,152,970	24,108,474	121,768	2,107,019	14,274,738	26,215,493
Net Position:						
Net Investment in						
Capital Assets	74,091,850	71,767,508	14,646,975	16,606,654	88,738,825	88,374,162
Restricted	22,037,971	18,634,602	34,736	51,435	22,072,707	18,686,037
Unrestricted (Deficit)	(22,411,006)	(20,998,928)	11,937,604	12,403,693	(10,473,402)	(8,595,235)
Total Net Position	\$73,718,815	\$69,403,182	\$26,619,315	\$29,061,782	\$100,338,130	\$98,464,964

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2023, 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.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(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 (asset) to equal the City's proportionate share of each plan's collective: Present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service, minus plan assets available to pay these benefits.

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

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

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

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 73 percent of the City's total net position. The unrestricted net position of governmental activities decreased in 2023 by \$1.4 million. Governmental activities net pension liability increased by \$21 million, due to the City's proportionate share of the OPERS traditional plan's unfunded benefits.

The City's governmental deferred outflows of resources increased by \$7.4 million primarily due to the State-wide pension systems' net difference between projected and actual earnings on pension plan investments.

The City's governmental deferred inflows of resources decreased by \$10 million, primarily related to a significant decrease in the State-wide pension systems' net difference between projected and actual earnings on pension plan investments.

Total governmental assets increased by \$5.6 million primarily due to an increase of \$4.9 million in current assets. This increase is due to increases in cash and cash equivalents. Cash and cash equivalents increased due to an increase in interest revenue received in 2023 compared to 2022. Capital Assets, Net increased \$2.5 million due to current year capital asset and construction in progress additions exceeding accumulated depreciation and current year deletions.

The City's business-type deferred outflows of resources increased by \$1.4 million primarily due to the State-wide pension systems' net difference between projected and actual earnings on pension plan investments. The net pension liability increased by \$2.9 million due to the City's proportionate share of the OPERS unfunded benefits. The City's business-type deferred inflows of resources decreased by \$2 million, primarily related to a significant decrease in the State-wide pension systems' net difference between projected and actual earnings on pension plan investments. The total net position of the City as a whole increased by \$1.9 million to \$100.3 million.

Governmental Net Investment in Capital Assets increased \$2.3 million from the prior year. This is due to an increase in capital assets in 2023.

Table 2 shows the changes in net position for the year ended December 31, 2023, compared to 2022.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program Revenues:						
Charges for Services	\$7,037,323	\$6,377,666	\$14,055,345	\$13,710,346	\$21,092,668	\$20,088,012
Operating Grants and Contributions	5,697,617	4,691,762	0	0	5,697,617	4,691,762
Capital Grants and Contributions	1,333,647	2,826,147	120,946	84,556	1,454,593	2,910,703
Total Program Revenues	14,068,587	13,895,575	14,176,291	13,794,902	28,244,878	27,690,477
General Revenues:						
Property Taxes	5,640,525	5,726,409	0	0	5,640,525	5,726,409
Other Local Taxes	673,554	680,942	0	0	673,554	680,942
Income Taxes	20,697,099	22,008,599	0	0	20,697,099	22,008,599
Municipal Motor Vehicle Taxes	412,512	0	0	0	412,512	0
Revenue in Lieu of Taxes	1,365,020	1,230,968	0	0	1,365,020	1,230,968
Investment Earnings and Other Interest	1,498,629	(2,296,734)	55,340	15,667	1,553,969	(2,281,067)
Grants and Entitlements not Restricted to Specific Programs	1,405,235	1,398,716	0	0	1,405,235	1,398,716
Other	1,089,050	930,812	83,481	64,270	1,172,531	995,082
Total General Revenues	32,781,624	29,679,712	138,821	79,937	32,920,445	29,759,649
Total Revenues	46,850,211	43,575,287	14,315,112	13,874,839	61,165,323	57,450,126
Program Expenses:						
General Government	12,835,722	10,283,267	0	0	12,835,722	10,283,267
Public Safety	22,109,106	19,799,015	0	0	22,109,106	19,799,015
Leisure Time Activities	1,157,927	577,517	0	0	1,157,927	577,517
Community Development	2,924,427	2,790,970	0	0	2,924,427	2,790,970
Transportation and Street Repair	2,905,626	4,694,916	0	0	2,905,626	4,694,916
Public Health and Welfare	123,292	123,522	0	0	123,292	123,522
Public Works	810	120,190	0	0	810	120,190
Interest	477,668	381,053	0	0	477,668	381,053
Water	0	0	5,505,588	3,834,628	5,505,588	3,834,628
Sewer	0	0	6,821,517	5,634,630	6,821,517	5,634,630
Sanitation	0	0	4,430,474	3,166,304	4,430,474	3,166,304
Total Expenses	42,534,578	38,770,450	16,757,579	12,635,562	59,292,157	51,406,012
Change in Net Position Before Transfers	4,315,633	4,804,837	(2,442,467)	1,239,277	1,873,166	6,044,114
Transfers	0	805,845	0	(805,845)	0	0
Net Position January 1	69,403,182	63,792,500	29,061,782	28,628,350	98,464,964	92,420,850
Net Position December 31	\$73,718,815	\$69,403,182	\$26,619,315	\$29,061,782	\$100,338,130	\$98,464,964

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. Capital grants and contributions decreased by \$1.5 million due to the fact that the remainder of the Coronavirus State and Local Fiscal Recovery (SLFRF) grant funds were received in 2022.

General revenues fund the vast majority of governmental activities and consist mainly of property and income taxes. Income taxes decreased by \$1.3 million. The decrease can be attributed to a

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

decrease in receipts from the top two employers in the City. Property taxes decreased slightly, and total general revenues increased \$3.1 million in 2023. This is due to an increase in investment earning/interest revenue. Interest increased due to an overall increase in the fair value of the City's investments during the year, which is reflected as an increase in investment earnings. The City relies heavily upon tax revenues from property owners, residents, and non-residents working in the City. The City's income tax is 2.0 percent of all salaries, wages, commissions and other compensation, and net profits earned from residents living within the City, as well as salaries and wages earned by non-residents that work within the City. However, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current tax rate.

Governmental activity expenses increased by \$3.8 million in 2023 because of spending significantly more of the SLFRF funds on hand as the obligation and spending deadlines approach. The assumptions related to pension benefits also caused the expense to increase. With an infusion of a total of \$32 million of general revenues, the City realized a \$4.3 million increase in total net position of governmental activities to \$73.7 million at December 31, 2023.

Business-type Activities

The business-type activities expenses exceeded revenues by \$2.4 million and net position decreased to \$26.6 million. Net position of the City's Water and Sewer Funds constitute 99.6 percent of the business-type activities net position, with the Sanitation Fund making up the remainder. Business-type activities receive no support from tax revenues.

THE CITY'S FUNDS

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

The City has six major governmental funds including the General, Fire and EMS, Police, County Motor Vehicle Tax, Public Safety Police/Fire and American Rescue Plan funds, which combine for 69 percent of all governmental fund balances and 71 percent of the governmental funds' total assets of \$54.6 million.

General Fund: General Fund revenues increased by \$4.1 million, due mostly to an increase in interest revenue. Interest revenue increased due to an overall increase in the fair value of the City's investments during the year, which is reflected as an increase in investment earnings.

General Fund expenditures increased slightly in 2023 compared to the previous year due to increases in general government and leisure time activities due to increases in personal services, contractual services, and commodity costs. The addition of vehicle leases within the Parks and Recreation department contributed to the increase in contractual services.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

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 \$2.4 million in 2023, the tax collections from the 4.4 mill fire and EMS renewal levy approved by voters in March 2016. In March 2020, the voters approved a 10 year 0.25 percent income tax levy for the purpose of providing fire and emergency medical services in the City. This levy generated \$2.7 million in 2023. 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 \$1.7 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. Transfers from the General fund in 2023 totaled \$1.925 million, which is an increase of \$825,000 from 2022.

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 \$2.4 million in 2023. The Police Fund also benefits from a ten-year 0.25 percent income tax levy approved in March, 2020, for police services, which raised \$2.7 million in 2023. 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 2023 totaled \$3.76 million, which is an increase of \$2 million from 2022.

Expenditures in 2023 saw minimal overall change from 2022. The fund balance in the Police Fund increased mainly due to an increase in transfers in from the General Fund during 2023.

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 \$2.6 million in 2023 for this fund, which also receives project financing in the form of intergovernmental permissive motor vehicle license tax distributions and State and federal grant. Major projects funded in 2023 included the Maple Ave Phase 2 and Broad Street Phase 2 and Phase 3 improvements.

Public Safety Police/Fire Fund: The Public Safety Police/Fire Fund accounts for the 0.25 percent income tax levy voters approved in November of 2014 for police and fire vehicles, equipment, and personnel. The ten-year levy generated \$2.8 million in revenues in 2023. Public safety expenditures increased from the prior year due to fire apparatus purchases and the purchase of traffic pre-emption software.

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

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

General Fund Budgetary Highlights

The City's budget is required by Ohio law and is prepared on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. The General Fund revenues were originally budgeted in 2023 to exceed expenditures. The final budget for revenues was slightly lower than the original budget due to a decrease in charges for services. The final budget for expenditures was \$375,120 more than the original budget due to estimated increases to expenditures in general government, leisure time activities and capital outlay.

General Fund actual revenues were slightly higher than the final budgeted revenues. General Fund actual expenditures were \$797,789 less than the final budgeted amounts due to savings in personal services and contractual obligations due to conservative budgeting. In addition, the advances were not needed in the reimbursable grant funds as budgeted.

Transfers-out of \$6.8 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 municipal court building improvements. Transfers to the Police Fund in the amount of \$3.76 million, make up over half of these transfers.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

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

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

Table 3
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$25,913,017	\$25,064,275	\$159,633	\$159,633	\$26,072,650	\$25,223,908
Construction in Progress	5,538,480	4,363,415	1,447,135	1,196,084	6,985,615	5,559,499
Buildings	10,301,259	10,685,230	13,193,671	13,917,719	23,494,930	24,602,949
Improvements Other Than Buildings	507,187	582,526	1,952,845	2,342,391	2,460,032	2,924,917
Machinery and Equipment	1,343,171	1,472,775	1,845,466	2,237,931	3,188,637	3,710,706
Vehicles	3,494,801	2,821,173	726,770	783,880	4,221,571	3,605,053
Infrastructure	36,898,915	36,827,021	13,784,414	13,500,853	50,683,329	50,327,874
Intangible Right to Use:						
Equipment	113,574	0	0	0	113,574	0
Vehicles	403,209	338,180	259,418	90,909	662,627	429,089
Software	137,428	0	0	0	137,428	0
Total	\$84,651,041	\$82,154,595	\$33,369,352	\$34,229,400	\$118,020,393	\$116,383,995

Total capital assets used in governmental activities are \$2.5 million greater than the previous year. Construction in progress in governmental activities increased \$1.2 million as the cost of construction projects started but not yet completed in 2023 exceeded those projects that had been completed. The net effect of all additions, deletions, and depreciation to capital assets used in business-type activities was a decrease of \$1 million from the previous year. See Note 10 in the notes to the basic financial statements for further details on the City's capital assets.

Debt Administration

Table 4 summarizes the 2023 and 2022 long-term debt activity of governmental and business-type activities.

City of Fairborn, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2023
(Unaudited)

Table 4
Outstanding Long-term Obligations at Year End

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Long-term Notes	\$4,864,499	\$5,466,569	\$3,927,977	\$1,743,227	\$8,792,476	\$7,209,796
General Obligation Bonds	0	0	6,152,412	6,334,365	6,152,412	6,334,365
Tax Increment Financing Bonds	653,728	751,282	0	0	653,728	751,282
Refunding Bonds	0	0	9,384,366	10,085,799	9,384,366	10,085,799
Special Assessment Bonds	19,000	73,000	0	10,000	19,000	83,000
Loans	1,651,623	1,709,540	0	0	1,651,623	1,709,540
Landfill Closure and Postclosure	0	0	942,975	47,423	942,975	47,423
Leases	403,209	338,180	291,132	90,909	694,341	429,089
Subscriptions	137,428	0	0	0	137,428	0
Compensated Absences Payable	1,432,450	1,476,571	281,252	274,681	1,713,702	1,751,252
Net Pension Liability						
OP&F	34,239,970	24,006,679	0	0	34,239,970	24,006,679
OPERS	15,575,797	4,798,193	4,140,410	1,275,474	19,716,207	6,073,667
Total Net Pension Liability	49,815,767	28,804,872	4,140,410	1,275,474	53,956,177	30,080,346
Net OPEB Liability						
OP&F	2,566,353	4,211,880	0	0	2,566,353	4,211,880
OPERS	328,268	0	87,256	0	415,524	0
Total Net OPEB Liability	2,894,621	4,211,880	87,256	0	2,981,877	4,211,880
Totals	<u>\$61,872,325</u>	<u>\$42,831,894</u>	<u>\$25,207,780</u>	<u>\$19,861,878</u>	<u>\$87,080,105</u>	<u>\$62,693,772</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 increased by \$19 million and business-type activity total debt increased by \$5.3 million in 2023. The changes were due mainly to the increase in the net pension liability. As indicated above in The City as a Whole section, changes in pension and other postemployment benefits, contribution rates, and return on investments affect the balance of the net pension and net OPEB liabilities.

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

CONTACTING THE CITY'S FINANCE DEPARTMENT

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



City of Fairborn, Ohio
Statement of Net Position
December 31, 2023

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$35,927,822	\$14,688,190	\$50,616,012
Property Taxes Receivable	6,269,716	0	6,269,716
Other Local Taxes Receivable	88,184	0	88,184
Municipal Income Taxes Receivable	5,647,283	0	5,647,283
Permissive Motor Vehicle License Receivable	24,100	0	24,100
Revenue in Lieu of Taxes Receivable	1,764,701	0	1,764,701
Accounts Receivable	1,644,055	1,824,054	3,468,109
Intergovernmental Receivable	1,963,441	0	1,963,441
Accrued Interest Receivable	129,408	0	129,408
Internal Balances	(420,451)	420,451	0
Special Assessments Receivable	20,914	0	20,914
Lease Receivable	130,833	0	130,833
Assets Held for Resale	1,864,436	0	1,864,436
Materials and Supplies Inventory	226,066	959,283	1,185,349
Net Pension Asset	130,692	34,736	165,428
Nondepreciable Capital Assets	31,451,497	1,606,768	33,058,265
Depreciable Capital Assets, net	53,199,544	31,762,584	84,962,128
<i>Total Assets</i>	<u>140,062,241</u>	<u>51,296,066</u>	<u>191,358,307</u>
Deferred Outflows of Resources:			
Deferred Charge on Refunding	0	157,921	157,921
Pension	17,893,406	1,686,824	19,580,230
OPEB	2,971,580	262,134	3,233,714
<i>Total Deferred Outflows of Resources</i>	<u>20,864,986</u>	<u>2,106,879</u>	<u>22,971,865</u>
Liabilities:			
Accounts Payable	472,317	240,246	712,563
Contracts Payable	745,931	160,704	906,635
Retainage Payable	0	58,948	58,948
Accrued Wages Payable	723,299	91,265	814,564
Matured Compensated Absences Payable	1,947	0	1,947
Intergovernmental Payable	178,677	16,283	194,960
Unearned Revenue	4,526,421	0	4,526,421
Deposits Held and Due to Others	34,000	373,542	407,542
Accrued Interest Payable	255,383	194,607	449,990
Notes Payable	3,123,869	318,487	3,442,356
Claims Payable	1,121,273	0	1,121,273
Long-Term Liabilities:			
Due Within One Year	1,561,223	1,202,499	2,763,722
Due in More Than One Year:			
Net Pension Liability	49,815,767	4,140,410	53,956,177
Net OPEB Liability	2,894,621	87,256	2,981,877
Other Amounts	7,600,714	19,777,615	27,378,329
<i>Total Liabilities</i>	<u>\$73,055,442</u>	<u>\$26,661,862</u>	<u>\$99,717,304</u>

(continued)

City of Fairborn, Ohio
Statement of Net Position
 December 31, 2023
 (Continued)

	Governmental Activities	Business-Type Activities	Total
Deferred Inflows of Resources:			
Property Taxes	\$6,014,431	\$0	\$6,014,431
Revenue in Lieu of Taxes	1,764,701	0	1,764,701
Leases	130,833	0	130,833
Pension	3,261,340	90,270	3,351,610
OPEB	2,981,665	31,498	3,013,163
<i>Total Deferred Inflows of Resources</i>	<u>14,152,970</u>	<u>121,768</u>	<u>14,274,738</u>
Net Position:			
Net Investment in Capital Assets	74,091,850	14,646,975	88,738,825
Restricted for Debt Service	181,827	0	181,827
Restricted for Capital Improvements	2,008,690	0	2,008,690
Restricted for Public Safety	7,586,726	0	7,586,726
Restricted for Transportation and Street Repair	10,397,923	0	10,397,923
Restricted for Community Development	1,348,824	0	1,348,824
Restricted for Public Health	383,289	0	383,289
Restricted for Pension/OPEB Plans	130,692	34,736	165,428
Unrestricted (Deficit)	(22,411,006)	11,937,604	(10,473,402)
<i>Total Net Position</i>	<u>\$73,718,815</u>	<u>\$26,619,315</u>	<u>\$100,338,130</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Activities
For the Year Ended December 31, 2023

	Expenses	Program Revenues		
		Charges for Services	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
Governmental Activities:				
General Government	\$12,835,722	\$4,490,728	\$4,943	\$4,671
Public Safety	22,109,106	2,046,965	1,595,677	0
Leisure Time Activities	1,157,927	17,858	493,207	23,284
Community Development	2,924,427	15,703	1,721,071	0
Transportation and Street Repair	2,905,626	72,413	1,881,709	1,305,692
Public Health and Welfare	123,292	393,656	0	0
Public Works	810	0	1,010	0
Interest	477,668	0	0	0
<i>Total Governmental Activities</i>	<u>42,534,578</u>	<u>7,037,323</u>	<u>5,697,617</u>	<u>1,333,647</u>
Business-Type Activities:				
Water	5,505,588	4,573,124	0	43,866
Sewer	6,821,517	6,190,676	0	77,080
Sanitation	4,430,474	3,291,545	0	0
<i>Total Business-Type Activities</i>	<u>16,757,579</u>	<u>14,055,345</u>	<u>0</u>	<u>120,946</u>
<i>Totals</i>	<u>\$59,292,157</u>	<u>\$21,092,668</u>	<u>\$5,697,617</u>	<u>\$1,454,593</u>

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

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

<u>Net (Expense) Revenue and Changes in Net Position</u>		
<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
(\$8,335,380)	\$0	(\$8,335,380)
(18,466,464)	0	(18,466,464)
(623,578)	0	(623,578)
(1,187,653)	0	(1,187,653)
354,188	0	354,188
270,364	0	270,364
200	0	200
(477,668)	0	(477,668)
<u>(28,465,991)</u>	<u>0</u>	<u>(28,465,991)</u>
0	(888,598)	(888,598)
0	(553,761)	(553,761)
0	(1,138,929)	(1,138,929)
<u>0</u>	<u>(2,581,288)</u>	<u>(2,581,288)</u>
<u>(28,465,991)</u>	<u>(2,581,288)</u>	<u>(31,047,279)</u>
1,019,207	0	1,019,207
2,310,659	0	2,310,659
2,310,659	0	2,310,659
673,554	0	673,554
10,400,611	0	10,400,611
2,600,010	0	2,600,010
7,696,478	0	7,696,478
412,512	0	412,512
1,365,020	0	1,365,020
1,498,629	55,340	1,553,969
1,405,235	0	1,405,235
1,089,050	83,481	1,172,531
<u>32,781,624</u>	<u>138,821</u>	<u>32,920,445</u>
4,315,633	(2,442,467)	1,873,166
<u>69,403,182</u>	<u>29,061,782</u>	<u>98,464,964</u>
<u>\$73,718,815</u>	<u>\$26,619,315</u>	<u>\$100,338,130</u>

City of Fairborn, Ohio
Balance Sheet
Governmental Funds
December 31, 2023

	General Fund	Fire and EMS Fund	Police Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$9,205,547	\$2,092,813	\$1,902,273
Receivables:			
Property Taxes	1,364,518	2,452,599	2,452,599
Other Local Taxes	69,040	0	0
Municipal Income Taxes	2,826,767	703,638	703,638
Permissive Motor Vehicle License	0	0	0
Revenue in Lieu of Taxes	0	0	0
Accounts	1,050,350	283,633	0
Intergovernmental	544,143	134,014	176,910
Accrued Interest	129,408	0	0
Interfund	505,000	0	0
Special Assessments	0	0	0
Leases	0	0	0
Assets Held for Resale	21,074	0	0
Materials and Supplies Inventory	33,698	0	13,165
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	57,847	0	0
<i>Total Assets</i>	<u>\$15,807,392</u>	<u>\$5,666,697</u>	<u>\$5,248,585</u>
Liabilities:			
Accounts Payable	\$265,898	\$15,380	\$7,292
Contracts Payable	0	0	0
Interfund Payable	0	0	0
Accrued Wages Payable	254,065	183,993	186,690
Matured Compensated Absences Payable	0	0	1,947
Intergovernmental Payable	42,142	74,107	40,915
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>562,105</u>	<u>273,480</u>	<u>236,844</u>
Deferred Inflows of Resources:			
Property Taxes	1,307,609	2,353,411	2,353,411
Revenue in Lieu of Taxes	0	0	0
Unavailable Revenue	3,531,809	821,132	717,527
Leases	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>4,839,418</u>	<u>3,174,543</u>	<u>3,070,938</u>
Fund Balances:			
Nonspendable	91,545	0	13,165
Restricted	0	2,218,674	1,927,638
Committed	0	0	0
Assigned	735,460	0	0
Unassigned (Deficit)	9,578,864	0	0
<i>Total Fund Balances</i>	<u>10,405,869</u>	<u>2,218,674</u>	<u>1,940,803</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$15,807,392</u>	<u>\$5,666,697</u>	<u>\$5,248,585</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
\$4,876,736	\$1,179,545	\$4,565,823	\$10,470,463	\$34,293,200
0	0	0	0	6,269,716
0	0	0	19,144	88,184
496,620	706,620	0	210,000	5,647,283
24,100	0	0	0	24,100
0	0	0	1,764,701	1,764,701
0	0	0	310,072	1,644,055
95,733	0	0	1,012,641	1,963,441
0	0	0	0	129,408
0	0	0	0	505,000
0	0	0	20,914	20,914
0	0	0	130,833	130,833
0	0	0	1,843,362	1,864,436
0	0	0	127,608	174,471
0	0	0	0	57,847
<u>\$5,493,189</u>	<u>\$1,886,165</u>	<u>\$4,565,823</u>	<u>\$15,909,738</u>	<u>\$54,577,589</u>
\$4,864	\$17,661	\$39,402	\$75,927	\$426,424
745,931	0	0	0	745,931
0	0	0	505,000	505,000
0	31,429	0	41,193	697,370
0	0	0	0	1,947
0	9,138	0	6,582	172,884
0	0	4,526,421	0	4,526,421
0	0	0	34,000	34,000
0	3,235	0	60,367	63,602
0	86,126	0	3,037,743	3,123,869
<u>750,795</u>	<u>147,589</u>	<u>4,565,823</u>	<u>3,760,812</u>	<u>10,297,448</u>
0	0	0	0	6,014,431
0	0	0	1,764,701	1,764,701
263,993	473,993	0	1,219,488	7,027,942
0	0	0	130,833	130,833
<u>263,993</u>	<u>473,993</u>	<u>0</u>	<u>3,115,022</u>	<u>14,937,907</u>
0	0	0	127,608	232,318
4,478,401	1,264,583	0	8,615,752	18,505,048
0	0	0	1,222,980	1,222,980
0	0	0	1,104,752	1,840,212
0	0	0	(2,037,188)	7,541,676
<u>4,478,401</u>	<u>1,264,583</u>	<u>0</u>	<u>9,033,904</u>	<u>29,342,234</u>
<u>\$5,493,189</u>	<u>\$1,886,165</u>	<u>\$4,565,823</u>	<u>\$15,909,738</u>	<u>\$54,577,589</u>

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2023*

Total Governmental Fund Balances	\$29,342,234
---	--------------

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.	84,651,041
---	------------

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 (Deficit)	(104,222)
Net Pension Asset	(11,577)
Capital Assets	(410,856)
Deferred Outflows - Pension	(573,075)
Deferred Outflows - OPEB	(89,053)
Net Pension Liability	1,380,126
Net OPEB Liability	29,088
Deferred Inflows - Pension	26,130
Deferred Inflows - OPEB	9,703
Subscription Payable	122,802
Compensated Absences Payable	50,416

Total	429,482
-------	---------

Adjustment to reflect the consolidation of internal service fund activities related to enterprise activity.	(420,451)
---	-----------

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	255,285
Other Local Taxes	63,551
Municipal Income Taxes	3,791,946
Intergovernmental	1,338,016
Special Assessments	20,914
Accounts	1,472,101
Accrued Interest	86,129

Total	\$7,027,942
-------	-------------

(continued)

City of Fairborn, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2023
 (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	\$130,692
Deferred Outflows - Pension	17,893,406
Deferred Outflows - OPEB	2,971,580
Net Pension Liability	(49,815,767)
Net OPEB Liability	(2,894,621)
Deferred Inflows - Pension	(3,261,340)
Deferred Inflows - OPEB	<u>(2,981,665)</u>

Total	(37,957,715)
-------	--------------

In the Statement of Activities, interest is accrued on long-term debt, whereas in governmental funds, an interest expenditure is reported when due.	(191,781)
---	-----------

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	(4,854,000)
Tax Increment Financing Revenue Bonds	(640,000)
Special Assessment Bonds	(19,000)
OPWC Loans	(1,651,623)
Leases Payable	(403,209)
Subscription Payable	(137,428)
Compensated Absences Payable	(1,432,450)
Premium on Debt Issued	<u>(24,227)</u>

Total	<u>(9,161,937)</u>
-------	--------------------

<i>Net Position of Governmental Activities</i>	<u><u>\$73,718,815</u></u>
--	----------------------------

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, 2023

	General Fund	Fire and EMS Fund	Police Fund
Revenues:			
Property Taxes	\$1,035,950	\$2,379,705	\$2,379,705
Other Local Taxes	462,591	0	0
Municipal Income Taxes	11,107,184	2,724,882	2,724,874
Permissive Motor Vehicle License Taxes	0	0	0
Revenue in Lieu of Taxes	0	0	0
Fines, Licenses, Permits, and Settlements	995,863	1,300	0
Charges for Services	3,141,993	1,731,192	39,093
Lease Revenue	0	0	0
Investment Earnings and Other Interest	1,410,230	0	0
Intergovernmental	1,442,229	274,540	663,481
Special Assessments	16,136	0	0
Contributions and Donations	0	0	0
Other	524,727	67,745	69,227
<i>Total Revenues</i>	<u>20,136,903</u>	<u>7,179,364</u>	<u>5,876,380</u>
Expenditures:			
Current:			
General Government	9,253,838	0	0
Public Safety	0	8,050,852	8,529,795
Leisure Time Activities	674,450	0	0
Community Development	1,808,484	0	0
Transportation and Street Repair	0	0	0
Public Health and Welfare	0	0	0
Public Works	0	0	0
Capital Outlay	153,531	1,150	0
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	53,210	0	4,229
Interest	139,448	0	896
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>12,082,961</u>	<u>8,052,002</u>	<u>8,534,920</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>8,053,942</u>	<u>(872,638)</u>	<u>(2,658,540)</u>
Other Financing Sources (Uses):			
Inception of Lease	109,350	0	0
Inception of SBITA	0	0	18,855
Notes Issued	0	0	0
Premium on Debt Issued	0	0	0
Transfers-In	0	1,925,000	3,758,337
Transfers-Out	(6,849,515)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(6,740,165)</u>	<u>1,925,000</u>	<u>3,777,192</u>
<i>Net Change in Fund Balances</i>	1,313,777	1,052,362	1,118,652
<i>Fund Balances at Beginning of Year</i>	<u>9,092,092</u>	<u>1,166,312</u>	<u>822,151</u>
<i>Fund Balances at End of Year</i>	<u>\$10,405,869</u>	<u>\$2,218,674</u>	<u>\$1,940,803</u>

See accompanying notes to the basic financial statements

County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$0	\$0	\$0	\$0	\$5,795,360
0	0	0	147,412	610,003
2,566,654	2,776,654	0	210,000	22,110,248
412,512	0	0	0	412,512
0	0	0	1,365,020	1,365,020
56,277	0	0	440,455	1,493,895
0	25,000	0	47,983	4,985,261
0	0	0	17,858	17,858
42,596	0	0	45,725	1,498,551
819,110	0	1,829,156	2,978,416	8,006,932
0	0	0	54,000	70,136
0	0	0	17,011	17,011
44,869	45,418	0	337,064	1,089,050
<u>3,942,018</u>	<u>2,847,072</u>	<u>1,829,156</u>	<u>5,660,944</u>	<u>47,471,837</u>
0	0	1,968	268,405	9,524,211
0	1,898,141	384,000	584,110	19,446,898
0	0	395,582	15,615	1,085,647
0	0	684,733	292,926	2,786,143
1,327,859	0	0	1,428,989	2,756,848
0	0	0	120,871	120,871
0	0	810	0	810
2,024,318	1,296,878	362,063	909,621	4,747,561
0	0	0	806,911	806,911
		0		
57,917	1,941,645	0	3,854,000	5,911,001
0	35,577	0	247,215	423,136
0	5,688	0	15,169	20,857
<u>3,410,094</u>	<u>5,177,929</u>	<u>1,829,156</u>	<u>8,543,832</u>	<u>47,630,894</u>
<u>531,924</u>	<u>(2,330,857)</u>	<u>0</u>	<u>(2,882,888)</u>	<u>(159,057)</u>
0	200,534	0	0	309,884
0	0	0	0	18,855
0	1,664,000	0	3,190,000	4,854,000
0	15,209	0	20,021	35,230
0	0	0	1,216,178	6,899,515
0	0	0	(50,000)	(6,899,515)
<u>0</u>	<u>1,879,743</u>	<u>0</u>	<u>4,376,199</u>	<u>5,217,969</u>
531,924	(451,114)	0	1,493,311	5,058,912
<u>3,946,477</u>	<u>1,715,697</u>	<u>0</u>	<u>7,540,593</u>	<u>24,283,322</u>
<u>\$4,478,401</u>	<u>\$1,264,583</u>	<u>\$0</u>	<u>\$9,033,904</u>	<u>\$29,342,234</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, 2023*

Net Change in Fund Balances - Total Governmental Funds \$5,058,912

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/
Amortization expense. In the current period, these amounts are:

Capital Outlay	5,282,005
Capital Assets Donated by Developers	397,225
Depreciation/Amortization	<u>(3,175,258)</u>

Excess of Capital Outlay and Capital Contributions over Depreciation/Amortization Expense 2,503,972

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.

Loss on Disposal of Capital Assets (7,526)

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

Notes Payable	5,455,000
Tax Increment Financing Revenue Bonds	95,000
Special Assessment Bonds	54,000
Loans Payable	57,917
Leases Payable	244,855
Subscription Payable	<u>41,509</u>

Total 5,948,281

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	470,136
Capital Assets	(94,916)
Compensated Absences	(4,748)
Subscriptions	122,802
Contractually Required Contributions for Pension	(101,199)
Contractually Required Contributions for OPEB	(1,116)
Pension Expense	211,005
OPEB Expense	(50,417)
Adjustment to business type activities	<u>(89,412)</u>

Total 462,135

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	(154,835)
Other Local Taxes	63,551
Municipal Income Taxes	(1,413,149)
Fines, Licenses, Permits, and Settlements	307,814
Charges for Services	216,359
Investment Earnings and Other Interest	63,686
Intergovernmental	(72,990)
Special Assessments	<u>(54,000)</u>

Total (\$1,043,564)

(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, 2023
(Continued)*

The issuance of long-term debt provides current financial resources to governmental funds, but in the Statement of Net Position, the debt is reported as a liability.		
Leases	(\$309,884)	
Subscriptions	(178,937)	
Notes	(4,854,000)	
Premium on Debt	<u>(35,230)</u>	
Total		(5,378,051)
Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.		
Pension	3,265,095	
OPEB	<u>62,186</u>	
Total		3,327,281
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	(6,847,601)	
OPEB	<u>294,602</u>	
Total		(6,552,999)
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	(85,783)	
Amortization of Premium	<u>38,854</u>	
Total		(46,929)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:		
Decrease in Compensated Absences		<u>44,121</u>
<i>Change in Net Position of Governmental Activities</i>		<u><u>\$4,315,633</u></u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Property Taxes	\$1,005,060	\$1,034,020	\$1,035,950	\$1,930
Other Local Taxes	806,600	554,330	535,689	(18,641)
Municipal Income Taxes	11,053,148	11,042,970	11,042,282	(688)
Fines, Licenses, Permits, and Settlements	1,247,134	1,100,758	998,384	(102,374)
Charges for Services	3,624,719	3,184,844	3,141,993	(42,851)
Interest	210,377	210,377	286,817	76,440
Intergovernmental	1,245,380	1,279,791	1,447,343	167,552
Special Assessments	0	16,090	16,524	434
Other	200,330	424,473	481,991	57,518
<i>Total Revenues</i>	<u>19,392,748</u>	<u>18,847,653</u>	<u>18,986,973</u>	<u>139,320</u>
Expenditures:				
Current:				
General Government	9,966,940	10,096,545	9,631,006	465,539
Leisure Time Activities	651,508	755,046	714,946	40,100
Community Development	2,203,967	2,242,156	2,013,194	228,962
Capital Outlay	57,300	161,088	161,088	0
Debt Service:				
Interest	200,000	200,000	136,812	63,188
<i>Total Expenditures</i>	<u>13,079,715</u>	<u>13,454,835</u>	<u>12,657,046</u>	<u>797,789</u>
<i>Excess of Revenues Over Expenditures</i>	<u>6,313,033</u>	<u>5,392,818</u>	<u>6,329,927</u>	<u>937,109</u>
Other Financing Sources (Uses):				
Advances-In	500,000	981,832	588,416	(393,416)
Advances-Out	(200,000)	(705,001)	(505,000)	200,001
Transfers-Out	(7,377,000)	(7,382,551)	(6,849,515)	533,036
<i>Total Other Financing Sources (Uses)</i>	<u>(7,077,000)</u>	<u>(7,105,720)</u>	<u>(6,766,099)</u>	<u>339,621</u>
<i>Net Change in Fund Balance</i>	(763,967)	(1,712,902)	(436,172)	1,276,730
<i>Fund Balance at Beginning of Year</i>	10,115,411	10,115,411	10,115,411	0
<i>Prior Year Encumbrances Appropriated</i>	709,350	709,350	709,350	0
<i>Fund Balance at End of Year</i>	<u>\$10,060,794</u>	<u>\$9,111,859</u>	<u>\$10,388,589</u>	<u>\$1,276,730</u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Fire and EMS Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Property Taxes	\$2,289,970	\$2,374,970	\$2,379,705	\$4,735
Municipal Income Taxes	2,763,287	2,740,743	2,703,917	(36,826)
Fines, Licenses, Permits, and Settlements	1,200	1,200	1,300	100
Charges for Services	1,600,000	1,595,000	1,705,464	110,464
Intergovernmental	283,030	272,758	274,540	1,782
Other	37,000	62,773	67,745	4,972
<i>Total Revenues</i>	<u>6,974,487</u>	<u>7,047,444</u>	<u>7,132,671</u>	<u>85,227</u>
Expenditures:				
Current:				
Public Safety	8,853,009	8,625,789	8,325,797	299,992
Capital Outlay	0	1,150	1,150	0
<i>Total Expenditures</i>	<u>8,853,009</u>	<u>8,626,939</u>	<u>8,326,947</u>	<u>299,992</u>
<i>Excess of Revenues Under Expenditures</i>	(1,878,522)	(1,579,495)	(1,194,276)	385,219
Other Financing Sources:				
Transfers-In	2,100,000	2,100,000	1,925,000	(175,000)
<i>Net Change in Fund Balance</i>	221,478	520,505	730,724	210,219
<i>Fund Balance at Beginning of Year</i>	832,491	832,491	832,491	0
<i>Prior Year Encumbrances Appropriated</i>	<u>257,532</u>	<u>257,532</u>	<u>257,532</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$1,311,501</u>	<u>\$1,610,528</u>	<u>\$1,820,747</u>	<u>\$210,219</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, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property Taxes	\$2,289,970	\$2,374,970	\$2,379,705	\$4,735
Municipal Income Taxes	2,763,287	2,740,743	2,703,909	(36,834)
Charges for Services	31,309	14,084	39,093	25,009
Intergovernmental	602,677	603,809	652,700	48,891
Other	<u>7,468</u>	<u>51,768</u>	<u>69,227</u>	<u>17,459</u>
<i>Total Revenues</i>	5,694,711	5,785,374	5,844,634	59,260
Expenditures:				
Current:				
Public Safety	<u>9,739,408</u>	<u>9,402,980</u>	<u>8,762,971</u>	<u>640,009</u>
<i>Excess of Revenues Under Expenditures</i>	(4,044,697)	(3,617,606)	(2,918,337)	699,269
Other Financing Sources:				
Transfers-In	<u>4,100,000</u>	<u>4,100,000</u>	<u>3,758,337</u>	<u>(341,663)</u>
<i>Net Change in Fund Balance</i>	55,303	482,394	840,000	357,606
<i>Fund Balance at Beginning of Year</i>	725,301	725,301	725,301	0
<i>Prior Year Encumbrances Appropriated</i>	<u>102,346</u>	<u>102,346</u>	<u>102,346</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$882,950</u>	<u>\$1,310,041</u>	<u>\$1,667,647</u>	<u>\$357,606</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, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Municipal Income Taxes	\$2,553,287	\$2,730,743	\$2,550,500	(\$180,243)
Permissive Motor Vehicle License Taxes	340,000	360,000	388,412	\$28,412
Fines, Licenses, Permits, and Settlements	50,000	50,000	56,277	6,277
Interest	7,000	7,000	42,596	35,596
Intergovernmental	3,156,123	3,006,123	949,030	(2,057,093)
Other	0	29,500	44,869	15,369
<i>Total Revenues</i>	<u>6,106,410</u>	<u>6,183,366</u>	<u>4,031,684</u>	<u>(2,151,682)</u>
Expenditures:				
Current:				
Transportation and Street Repair	280,746	477,342	459,703	17,639
Capital Outlay	5,939,461	6,707,546	6,362,375	345,171
Debt Service:				
Principal Retirements	64,586	64,586	57,917	6,669
<i>Total Expenditures</i>	<u>6,284,793</u>	<u>7,249,474</u>	<u>6,879,995</u>	<u>369,479</u>
<i>Net Change in Fund Balance</i>	(178,383)	(1,066,108)	(2,848,311)	(1,782,203)
<i>Fund Balance at Beginning of Year</i>	2,019,826	2,019,826	2,019,826	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,908,892</u>	<u>1,908,892</u>	<u>1,908,892</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$3,750,335</u>	<u>\$2,862,610</u>	<u>\$1,080,407</u>	<u>(\$1,782,203)</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, 2023

	Original	Final Budget	Actual	Variance with Final Budget
Revenues:				
Municipal Income Taxes	\$2,763,287	\$2,940,743	\$2,760,500	(\$180,243)
Charges for Services	0	25,000	25,000	0
Intergovernmental	574,497	991	0	(991)
Other	30,000	30,000	45,418	15,418
<i>Total Revenues</i>	<u>3,367,784</u>	<u>2,996,734</u>	<u>2,830,918</u>	<u>(165,816)</u>
Expenditures:				
Current:				
Public Safety	2,135,227	2,168,887	2,020,970	147,917
Capital Outlay	2,025,982	1,712,285	1,702,849	9,436
Debt Service:				
Principal Retirement	1,850,000	1,850,000	1,850,000	0
Interest	32,375	32,375	32,375	0
Issuance Costs	10,000	7,000	5,688	1,312
<i>Total Expenditures</i>	<u>6,053,584</u>	<u>5,770,547</u>	<u>5,611,882</u>	<u>158,665</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,685,800)</u>	<u>(2,773,813)</u>	<u>(2,780,964)</u>	<u>(7,151)</u>
Other Financing Sources:				
Notes Issued	2,532,036	1,750,000	1,750,000	0
Premium on Debt Issued	20,000	14,000	15,995	1,995
<i>Total Other Financing Sources</i>	<u>2,552,036</u>	<u>1,764,000</u>	<u>1,765,995</u>	<u>1,995</u>
<i>Net Change in Fund Balance</i>	(133,764)	(1,009,813)	(1,014,969)	(5,156)
<i>Fund Balance at Beginning of Year</i>	793,739	793,739	793,739	0
<i>Prior Year Encumbrances Appropriated</i>	863,239	863,239	863,239	0
<i>Fund Balance at End of Year</i>	<u>\$1,523,214</u>	<u>\$647,165</u>	<u>\$642,009</u>	<u>(\$5,156)</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, 2023

	Original	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$0	\$384,000	\$384,000	\$0
Expenditures:				
Current:				
General Government	100,932	115,993	1,968	114,025
Public Safety	0	384,000	384,000	0
Leisure Time Activities	250,000	900,667	900,667	0
Community Development	1,650,000	1,794,426	1,781,986	12,440
Public Works	0	810	810	0
Capital Outlay	0	3,240,768	3,240,768	0
<i>Total Expenditures</i>	2,000,932	6,436,664	6,310,199	126,465
<i>Net Change in Fund Balance</i>	(2,000,932)	(6,052,664)	(5,926,199)	126,465
<i>Fund Balance at Beginning of Year</i>	2,358,705	2,358,705	2,358,705	0
<i>Prior Year Encumbrances Appropriated</i>	3,693,959	3,693,959	3,693,959	0
<i>Fund Balance at End of Year</i>	\$4,051,732	\$0	\$126,465	\$126,465

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2023

	Enterprise Funds				
	Water Fund	Sewer Fund	Sanitation Fund	Total	Internal Service Funds
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$3,579,074	\$10,014,597	\$720,977	\$14,314,648	\$594,400
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	982,375
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	124,514	124,514	124,514	373,542	0
Accounts Receivable	530,569	919,660	373,825	1,824,054	0
Interfund Receivable	0	8,557	0	8,557	0
Materials and Supplies Inventory	842,684	116,599	0	959,283	51,595
<i>Total Current Assets</i>	<u>5,076,841</u>	<u>11,183,927</u>	<u>1,219,316</u>	<u>17,480,084</u>	<u>1,628,370</u>
Non-current Assets					
Restricted Assets:					
Net Pension Asset	16,542	16,542	1,652	34,736	11,577
Nondepreciable Capital Assets	1,451,358	154,645	765	1,606,768	5,018
Depreciable Capital Assets, Net	13,268,542	18,190,173	303,869	31,762,584	405,838
<i>Total Non-current Assets</i>	<u>14,736,442</u>	<u>18,361,360</u>	<u>306,286</u>	<u>33,404,088</u>	<u>422,433</u>
<i>Total Assets</i>	<u>19,813,283</u>	<u>29,545,287</u>	<u>1,525,602</u>	<u>50,884,172</u>	<u>2,050,803</u>
Deferred Outflows of Resources:					
Deferred Charge on Refunding	2,649	155,272	0	157,921	0
Pension	802,478	802,478	81,868	1,686,824	573,075
OPEB	124,706	124,706	12,722	262,134	89,053
<i>Total Deferred Outflows of Resources</i>	<u>929,833</u>	<u>1,082,456</u>	<u>94,590</u>	<u>2,106,879</u>	<u>662,128</u>
Liabilities:					
Current Liabilities					
Accounts Payable	84,891	142,966	12,389	240,246	45,893
Contracts Payable	160,704	0	0	160,704	0
Retainage Payable	58,948	0	0	58,948	0
Claims Payable	0	0	0	0	1,121,273
Accrued Wages Payable	41,353	45,234	4,678	91,265	25,929
Intergovernmental Payable	7,646	6,989	1,648	16,283	5,793
Interfund Payable	8,557	0	0	8,557	0
Accrued Interest Payable	171,658	22,949	0	194,607	0
Notes Payable	318,487	0	0	318,487	0
General Obligation Bonds Payable	342,900	507,100	0	850,000	0
Landfill Postclosure Costs Payable	0	0	62,865	62,865	0
Lease Payable	21,503	0	27,474	48,977	0
Subscription Payable	0	0	0	0	39,050
Compensated Absences Payable	110,071	122,171	8,415	240,657	44,458
<i>Total Current Liabilities</i>	<u>\$1,326,718</u>	<u>\$847,409</u>	<u>\$117,469</u>	<u>\$2,291,596</u>	<u>\$1,282,396</u>

(continued)

City of Fairborn, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2023
(Continued)

	Enterprise Funds				
	Water Fund	Sewer Fund	Sanitation Fund	Total	Internal Service Funds
Long-Term Liabilities					
Deposits Held and Due to Others	\$124,514	\$124,514	\$124,514	\$373,542	\$0
Notes Payable	3,927,977	0	0	3,927,977	0
General Obligation Bonds Payable	4,326,033	10,360,745	0	14,686,778	0
Landfill Postclosure Costs Payable	0	0	880,110	880,110	0
Lease Payable	47,630	0	194,525	242,155	0
Subscription Payable	0	0	0	0	83,752
Compensated Absences Payable	17,425	22,217	953	40,595	5,958
Net Pension Liability	1,971,623	1,971,623	197,164	4,140,410	1,380,126
Net OPEB Liability	41,552	41,553	4,151	87,256	29,088
<i>Total Long-Term Liabilities</i>	<u>10,456,754</u>	<u>12,520,652</u>	<u>1,401,417</u>	<u>24,378,823</u>	<u>1,498,924</u>
<i>Total Liabilities</i>	<u>11,783,472</u>	<u>13,368,061</u>	<u>1,518,886</u>	<u>26,670,419</u>	<u>2,781,320</u>
Deferred Inflows of Resources:					
Pension	43,268	43,268	3,734	90,270	26,130
OPEB	15,055	15,056	1,387	31,498	9,703
<i>Total Deferred Inflows of Resources</i>	<u>58,323</u>	<u>58,324</u>	<u>5,121</u>	<u>121,768</u>	<u>35,833</u>
Net Position:					
Net Investment in Capital Assets	6,696,149	7,868,191	82,635	14,646,975	288,054
Restricted for:					
Pension and OPEB Plans	16,542	16,542	1,652	34,736	11,577
Unrestricted (Deficit)	2,188,630	9,316,625	11,898	11,517,153	(403,853)
<i>Total Net Position (Deficit)</i>	<u>\$8,901,321</u>	<u>\$17,201,358</u>	<u>\$96,185</u>	<u>26,198,864</u>	<u>(\$104,222)</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>420,451</u>	
Net Position of Business-Type Activities				<u>\$26,619,315</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, 2023

	Enterprise Funds				Internal Service Funds
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Operating Revenues:					
Charges for Services	\$4,573,124	\$6,190,676	\$3,291,545	\$14,055,345	\$7,385,419
Other	64,525	18,396	560	83,481	704,562
<i>Total Operating Revenues</i>	<u>4,637,649</u>	<u>6,209,072</u>	<u>3,292,105</u>	<u>14,138,826</u>	<u>8,089,981</u>
Operating Expenses:					
Personal Services	1,535,001	1,643,442	184,055	3,362,498	1,065,806
Contractual Services	2,924,990	3,094,425	4,187,380	10,206,795	1,443,285
Materials and Supplies	122,494	422,327	13,992	558,813	969,647
Claims	0	0	0	0	4,047,428
Depreciation/Amortization	695,587	1,430,764	55,627	2,181,978	110,789
<i>Total Operating Expenses</i>	<u>5,278,072</u>	<u>6,590,958</u>	<u>4,441,054</u>	<u>16,310,084</u>	<u>7,636,955</u>
<i>Operating Income (Loss)</i>	<u>(640,423)</u>	<u>(381,886)</u>	<u>(1,148,949)</u>	<u>(2,171,258)</u>	<u>453,026</u>
Non-Operating Revenues (Expenses):					
Investment Earnings and Other Interest	39,990	15,350	0	55,340	24,713
Interest	(254,974)	(268,153)	0	(523,127)	(7,603)
Issuance Costs	(13,780)	0	0	(13,780)	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(228,764)</u>	<u>(252,803)</u>	<u>0</u>	<u>(481,567)</u>	<u>17,110</u>
<i>Income (Loss) Before Capital Contributions and Transfers</i>	<u>(869,187)</u>	<u>(634,689)</u>	<u>(1,148,949)</u>	<u>(2,652,825)</u>	<u>470,136</u>
Capital Contributions	43,866	77,080	0	120,946	0
Transfers - In	4,230	0	0	4,230	0
Transfers - Out	0	(4,230)	0	(4,230)	0
<i>Change in Net Position</i>	<u>(821,091)</u>	<u>(561,839)</u>	<u>(1,148,949)</u>	<u>(2,531,879)</u>	<u>470,136</u>
<i>Net Position (Deficit) at Beginning of Year</i>	<u>9,722,412</u>	<u>17,763,197</u>	<u>1,245,134</u>		<u>(574,358)</u>
<i>Net Position (Deficit) at End of Year</i>	<u>\$8,901,321</u>	<u>\$17,201,358</u>	<u>\$96,185</u>		<u>(\$104,222)</u>
<i>Adjustments to reflect the consolidation of Internal Service Funds' activity related to Enterprise Funds</i>				<u>89,412</u>	
<i>Change in net position of business-type activities</i>				<u>(\$2,442,467)</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, 2023

	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	\$4,524,949	\$6,195,581	\$3,325,421	\$14,045,951	\$0
Cash Received from Interfund Services Provided	0	0	0	0	7,335,419
Cash Received from Other Operating Revenues	64,525	18,396	560	83,481	704,562
Cash Payments for Claims	0	0	0	0	(3,777,254)
Cash Payments for Employee Services and Benefits	(1,503,877)	(1,615,620)	(187,630)	(3,307,127)	(1,015,642)
Cash Payments to Suppliers	(3,147,032)	(3,509,870)	(3,383,532)	(10,040,434)	(2,538,993)
<i>Net Cash Provided by (Used for) Operating Activities</i>	(61,435)	1,088,487	(245,181)	781,871	708,092
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(896,464)	(279,281)	75,814	(1,099,931)	(45,623)
Note Proceeds	4,240,000	0	0	4,240,000	0
Note Premiums	38,754	0	0	38,754	0
Notes Principal Payments	(1,740,000)	0	0	(1,740,000)	0
Interest on Notes	(30,450)	0	0	(30,450)	0
Issuance Cost of Notes	(13,780)	0	0	(13,780)	0
General Obligation Bond Principal Payments	(73,000)	(93,000)	0	(166,000)	0
General Obligation Bond Interest Payments	(63,783)	(37,804)	0	(101,587)	0
Refunding Bond Principal Payments	(264,950)	(399,050)	0	(664,000)	0
Refunding Bond Interest Payments	(65,492)	(250,693)	0	(316,185)	0
Lease Principal Payments	(21,776)	0	0	(21,776)	0
Lease Interest Payments	(945)	0	0	(945)	0
Capital Contributions by Customers and Governmental Funds	43,866	77,080	0	120,946	0
<i>Net Cash Provided by (Used for) Capital and Related Financing Activities</i>	1,151,980	(982,748)	75,814	245,046	(45,623)
Cash Flows from Investing Activities:					
Investment Earnings and Other Interest	39,990	14,880	0	54,870	24,713
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	1,130,535	120,619	(169,367)	1,081,787	687,182
<i>Cash and Cash Equivalents at Beginning of Year</i>	2,573,053	10,018,492	1,014,858	13,606,403	889,593
<i>Cash and Cash Equivalents at End of Year</i>	\$3,703,588	\$10,139,111	\$845,491	\$14,688,190	\$1,576,775

(continued)

City of Fairborn, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023
(Continued)

	Enterprise Funds				Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total	
Reconciliation of Operating Income (Loss) to					
Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	(\$640,423)	(\$381,886)	(\$1,148,949)	(\$2,171,258)	\$453,026
Adjustments to Reconcile Operating Income (Loss)					
to Net Cash Provided by (Used for) Operating Activities:					
Depreciation/Amortization	695,587	1,430,764	55,627	2,181,978	110,789
Landfill Closure and Postclosure Costs	0	0	895,552	895,552	0
Decrease (Increase) in Assets:					
Accounts Receivable	(84,758)	(31,678)	(2,707)	(119,143)	0
Materials and Supplies Inventory	(306,239)	8,456	0	(297,783)	(93)
Net Pension Asset	1,506	1,506	148	3,160	1,054
Deferred Outflows of Resources - Pension	361,763	361,763	40,236	763,762	281,643
Deferred Outflows of Resources - OPEB	83,386	83,386	8,818	175,590	61,728
Increase (Decrease) in Liabilities:					
Accounts Payable	11,849	40,350	(44,345)	7,854	(81,085)
Claims Payable	0	0	0	0	270,174
Contracts Payable	160,704	0	0	160,704	0
Retainage Payable	58,948	0	0	58,948	0
Accrued Wages Payable	1,742	2,302	199	4,243	(2,968)
Intergovernmental Payable	(892)	356	956	420	(393)
Deposits Held and Due to Others	3,216	3,216	3,216	9,648	0
Interfund Payable	8,557	(8,557)	0	0	(50,000)
Compensated Absences Payable	12,369	7,258	(13,056)	6,571	(4,748)
Subscription Payable	0	0	0	0	(44,883)
Net Pension Liability	63,716	63,716	6,371	133,803	44,601
Net OPEB Liability	(993)	(992)	(100)	(2,085)	(697)
Deferred Inflows of Resources - Pension	(328,074)	(328,074)	(31,067)	(687,215)	(217,492)
Deferred Inflows of Resources - OPEB	(163,399)	(163,399)	(16,080)	(342,878)	(112,564)
Net Cash Provided by (Used for) Operating Activities	<u>(\$61,435)</u>	<u>\$1,088,487</u>	<u>(\$245,181)</u>	<u>\$781,871</u>	<u>\$708,092</u>

Noncash Capital Financing Activities:

During 2023, the Sanitation Fund received assets in the amount of \$221,999 from leases.

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Fiduciary Net Position
Custodial Funds
December 31, 2023

Assets:	
Equity in Pooled Cash and Cash Equivalents	\$1,234,262
Cash and Cash Equivalents in Segregated Accounts	<u>102,537</u>
<i>Total Assets</i>	<u>1,336,799</u>
Liabilities:	
Due to Other Governments	<u>102,537</u>
Net Position:	
Restricted for Individuals, Organizations, and Other Governments	<u><u>\$1,234,262</u></u>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2023

<hr/> <hr/>	
Additions:	
Amounts Received as Fiscal Agent	\$87,535
Fines and Forfeitures for Other Governments	1,888,356
<i>Total Additions</i>	<i>1,975,891</i>
 Deductions:	
Distributions as Fiscal Agent	90,152
Distributions to the State of Ohio	434,285
Distributions to Other Governments	1,454,071
<i>Total Deductions</i>	<i>1,978,508</i>
<i>Change in Net Position</i>	<i>(2,617)</i>
<i>Net Position at Beginning of Year</i>	<i>1,236,879</i>
<i>Net Position at End of Year</i>	<i>\$1,234,262</i>

See accompanying notes to the basic financial statements

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Note 1 – Description Of The City And Reporting Entity

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

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

Reporting Entity

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

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the organization's budget, the issuance of its debt or the levying of its taxes. The City has no component units.

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

Jointly Governed Organizations:

Miami Valley Regional Planning Commission
Regional Emergency Response Team

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

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

Note 2 – Summary Of Significant Accounting Policies

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

Basis of Presentation

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

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government except for the custodial funds. The activity of the internal service funds is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Fund Financial Statements

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

Fund Accounting

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

Governmental Funds

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

General Fund – The General Fund accounts for and reports all financial resources not accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the Charter of the City.

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2023

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

Measurement Focus

Government-wide Financial Statements

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

Fund Financial Statements

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

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

For proprietary funds, the Statement of Changes in Fund Net Position presents increase (i.e. revenues) and decreases (i.e. expenses) in total net position. The statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds present a Statement of Changes in Fiduciary Net Position which reports additions to and deductions from the custodial fund.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Basis of Accounting

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

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. “Measurable” means the amount of the transaction can be determined and “available” means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within 60 days of year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, revenue in lieu of taxes, municipal income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes and revenue in lieu of taxes are recognized in the year for which the taxes are levied (See Notes 7 and 9). Revenue from municipal income taxes is recognized in the year in which the exchange on which the tax is imposed takes place (See Note 8). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Deferred Outflows/Inflows of Resources

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, revenue in lieu of taxes, pension, OPEB, leases, and unavailable revenue. Property taxes and revenue in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2023, but which were levied to finance 2024 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. The deferred inflow for leases is related to leases receivable and is being recognized as lease revenue in a systematic and rational manner over the term of the lease. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, other local taxes, municipal income taxes, intergovernmental grants, special assessments, accounts receivable, and accrued interest. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 24. Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position. (See Notes 12 and 13)

Expenses/Expenditures

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

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

Cash and Cash Equivalents

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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."

During 2023, the City invested in STAR Ohio, a Money Market Mutual Fund, and Federal Agency Securities. Investments are reported at fair value which is based on quoted market prices.

STAR Ohio (the State Treasury Asset Reserve of Ohio) is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2023, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours advance notice for deposits and withdrawals of \$100 million or more is appreciated. STAR Ohio reserves the right to limit the transaction to \$250 million per day.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Investment Earnings and Other Interest revenue credited to the General Fund during 2023 amounted to \$1,410,230 which includes \$1,129,317 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."

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 utility deposits and amounts held in trust by the pension and OPEB plans for future benefits.

Capital Assets

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

All capital assets (except for intangible right to use lease assets and subscription assets which are discussed below) are capitalized at cost (or estimated historical cost) 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:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

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

The City is reporting intangible right to use assets related to lease assets and subscription assets. The lease assets include equipment and vehicles and represent nonfinancial assets which are being utilized for a period of time through leases from another entity. Subscription assets represent intangible right to use assets related to the use of another party’s software. These intangible right to use assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Unearned Revenue

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

Compensated Absences

Vacation and compensatory time benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation and compensatory time when earned for all employees with more than one year of service.

Sick leave benefits are accrued using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees’ wage rates at year-end, taking into consideration any limits specified in the City’s termination policy. The City records a liability for accumulated unused sick leave for all employees after 20 years of service with the City.

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditures to the extent that payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employees will be paid.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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. 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. Long-term notes, bonds, loans, leases, and subscriptions payable are recognized as a liability on the governmental fund financial statements when due.

Pensions/Other Postemployment Benefits (OPEB)

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

Deferred Charge on Refunding

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

Fund Balance

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. The net investment in capital assets component of net position, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Restricted Net Position for Pension and OPEB plans represent the corresponding restricted asset amounts held in trust by the pension and OPEB plans for future benefits.

Interfund Transactions/Internal Activity

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

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

The appropriations ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriations ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year, including all supplemental appropriations.

Bond Premiums

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

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

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

Operating Revenues and Expenses

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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.

Leases and SBITAs

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

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

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

The City is reporting Subscription-Based Information Technology Arrangements (SBITAs) for various noncancellable IT software contracts. At the commencement of the subscription term, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of the subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at the commencement of the subscription term, plus certain initial implementation costs. Subsequently, the subscription asset is amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT asset. Subscription assets are reported with other capital assets and subscription payables are reported with long-term debt on the statement of net position.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Note 3 – Change In Accounting Principles

For 2023, the City implemented Governmental Accounting Standards Board (GASB) No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, and GASB Statement No. 99, *Omnibus 2022*.

GASB Statement 94 improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The City did not have any arrangements that met the GASB 94 definition of a PPP or an APA.

GASB Statement 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). These changes were incorporated in the City’s 2023 financial statements.

GASB Statement 99 addresses various issues including items related to leases, PPPs, and SBITAs. The requirements related to PPPs and SBITAs were incorporated with the corresponding GASB 94 and GASB 96 changes identified above.

For 2023, the City also implemented the guidance in GASB’s Implementation Guide No. 2021-1, *Implementation Guidance Update—2021* (other than question 5.1).

Note 4 – Accountability

At December 31, 2023, the following funds had deficit fund balances:

<u>Funds</u>	<u>Amounts</u>
Special Revenue Fund:	
Community Development Block Grant Fund	\$44,591
Capital Projects Funds:	
Special Assessment Construction Fund	46,669
I-675 Corridor TIF Fund	1,945,928
Internal Service Funds:	
Equipment Fund	170,688
Jefferson Health Plan	138,898

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2023

Net Change in Fund Balance

	General Fund	Fire and EMS Fund	Police Fund
GAAP Basis	\$1,313,777	\$1,052,362	\$1,118,652
Revenue Accruals	(104,893)	(46,693)	(50,601)
Expenditure Accruals	140,330	(2,879)	6,575
Encumbrances	(805,319)	(272,066)	(234,626)
Change in Fair Value of Investments - 2023	2,019,349	0	0
Change in Fair Value of Investments - 2022	(3,133,521)	0	0
Custodial Fund Allocation - 2023	(63,789)	0	0
Custodial Fund Allocation - 2022	66,310	0	0
Excess of revenues over expenditures for Uninsured Loss Fund	48,168	0	0
Advances	83,416	0	0
Budget Basis	(\$436,172)	\$730,724	\$840,000

	County Motor Vehicle Tax Fund	Public Safety Police/Fire Fund	American Rescue Plan Fund
GAAP Basis	\$531,924	(\$451,114)	\$0
Revenue Accruals	89,666	(129,902)	(1,445,156)
Expenditure Accruals	326,428	103,583	(41,685)
Encumbrances	(3,796,329)	(537,536)	(4,439,358)
Budget Basis	(\$2,848,311)	(\$1,014,969)	(\$5,926,199)

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.

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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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;
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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2023, the City's Self Insurance – Jefferson Health Plan Internal Service Fund had a \$982,375 balance with Jefferson Health Plan, a risk sharing, claims servicing, and insurance purchasing pool (See Note 21). The balance is held by the claims administrator in a pooled account which is representative of numerous entities and therefore cannot be included in the risk disclosures reported by the City. Disclosures for the Jefferson Health Plan as a whole may be obtained from the Plan's fiscal agent, the Jefferson County Educational Service Center. To obtain financial information, write to the Jefferson Health Plan, Treasurer, Jefferson County Educational Service Center, 2023 Sunset Blvd. Steubenville, Ohio 43952.

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

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

Investments

Investments are reported at fair value. As of December 31, 2023, the City had the following investments:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Measurement/Investment	Measurement Amount	Maturity	S&P Rating	Percent of Total Investments
Net Asset Value Per Share:				
STAR Ohio	\$4,017,462	Less than one year	AAAm	N/A
Fair Value - Level One Inputs:				
Money Market Mutual Fund	3,514,428	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Federal Home Loan Bank Mortgage Bonds	10,839,890	Less than five years	AA+	26.01 %
Federal Home Loan Mortgage Corporation Notes	3,110,925	Less than five years	AA+	7.47
Federal National Mortgage Association Bonds	7,990,995	Less than three years	AA+	19.18
Federal National Mortgage Association Notes	1,861,960	Less than two years	AA+	N/A
Federal Farm Credit Bonds	10,333,390	Less than two years	AA+	24.80
Total Fair Value - Level Two Inputs	<u>34,137,160</u>			
Total Investments	<u>\$41,669,050</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, 2023. The money market mutual fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). All of the City's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs).

Interest Rate Risk

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Credit Risk

The City has no investment policy dealing with investment credit risk beyond the requirements in State statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized statistical rating organization and that the money market mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized statistical rating organization. See the table above for the investment ratings.

Concentration of Credit Risk

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

Note 7 – Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2023 for real and public utility property taxes represents collections of 2022 taxes.

2023 real property taxes were levied after October 1, 2023, on the assessed value as of January 1, 2023, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2023 real property taxes are collected in and intended to finance 2024.

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. 2023 public utility property taxes which became a lien December 31, 2022, are levied after October 1, 2023, and are collected in 2024 with real property taxes.

The effective tax rate for all City operations for the year ended December 31, 2023, was \$11.30 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2023 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	\$809,333,230
Public Utility Personal	25,765,710
Totals	<u>\$835,098,940</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2023, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2023 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 2023, 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 Capital Projects 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 and Street Maintenance and Repair Special Revenue Funds.

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 Special Revenue 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 and Police Special Revenue Funds.

Note 9 – Receivables

Receivables at December 31, 2023, consisted of property taxes, other local taxes, municipal income taxes, permissive motor vehicle license, revenue in lieu of taxes, accounts, intergovernmental, accrued interest, interfund, special assessments, and leases. All receivables are

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

considered fully collectible and will be received within one year with the exception of property taxes, income taxes, revenue in lieu of taxes, leases, and special assessments.

Opioid Settlement Monies

During 2021, Ohio reached an agreement with the three largest distributors of opioids. Subsequently, settlements have been reached with other distributors. As contingencies related to timing and measurement are resolved, a receivable will be reported in accompanying financial statements as a part of accounts receivable. As a participating subdivision, the City reported \$310,072 as an accounts receivable related to opioid settlement monies in the OneOhio Opioid Settlement Special Revenue Fund in the accompanying financial statements.

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 \$1,914 in the General Bond Retirement Fund. The City has \$7,352 of delinquent special assessments at December 31, 2023.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities:	Amount
Local Government	\$452,596
Homestead Exemption and Rollbacks	349,043
Gasoline Tax	842,360
Motor Vehicle Tax	98,244
Community Development Block Grant	52,659
Home Investment Partnership Plan	8,371
Victims of Crime Act Grant	4,987
Violence Against Women Grant	8,093
Equitable Sharing Fund	2,102
Repeat Offenders for Driving While Intoxicated Grant	2,239
Federal Emergency Management Agency Grant	3,918
Community Corrections Grant	10,532
Ohio Department of Transportation	95,733
Ohio Attorney General	28,012
Greene County	4,552
Total Governmental Funds	\$1,963,441

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2023, with a corresponding credit to deferred inflows of resources-revenue in lieu of taxes.

Leases Receivable

The City is reporting leases receivable of \$130,833 in the parks and recreation improvement fund at December 31, 2023. These amounts represent the discounted future lease payments. This discount is being amortized using the interest method. For 2023, the City recognized lease revenue of \$17,858 and other interest revenue of \$3,130 in the parks and recreation improvement fund related to lease payments received. These lease revenue amounts exclude short-term leases. A description of the City’s leasing arrangement is as follows:

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

A summary of future lease amounts receivable is as follows:

<u>Year</u>	<u>Parks and Recreation Improvement Fund</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$18,523	\$2,728
2025	21,858	2,279
2026	22,350	1,787
2027	22,853	1,284
2028	23,367	770
2029	21,882	245
	<u>\$130,833</u>	<u>\$9,093</u>

Note 10 – Capital Assets

Changes in general capital assets for the year ended December 31, 2023, were as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	Balance at 12/31/2022	Additions	Deductions	Balance at 12/31/2023
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$25,064,275	\$848,742	\$0	\$25,913,017
Construction in Progress	4,363,415	1,939,894	(764,829)	5,538,480
Total Capital Assets Not Being Depreciated	29,427,690	2,788,636	(764,829)	31,451,497
Capital Assets Being Depreciated:				
Tangible Assets:				
Buildings	21,611,283	40,651	0	21,651,934
Improvements Other Than Buildings	3,045,307	0	0	3,045,307
Machinery and Equipment	6,886,485	261,167	0	7,147,652
Vehicles	8,136,821	1,261,470	(97,621)	9,300,670
Infrastructure	91,811,015	1,603,314	(78,640)	93,335,689
Total Tangible Assets:	131,490,911	3,166,602	(176,261)	134,481,252
Intangible Right to Use:				
Lease Assets:				
Equipment	0	141,968	0	141,968
Vehicles	393,800	167,916	0	561,716
Total Leased Assets:	393,800	309,884	0	703,684
Subscription Assets:				
Software	0	178,937	0	178,937
Total Intangible Right to Use Assets	393,800	488,821	0	882,621
Total Capital Assets Being Depreciated/Amortized	131,884,711	3,655,423	(176,261)	135,363,873
Less Accumulated Depreciation/Amortization:				
Depreciation:				
Buildings	(10,926,053)	(424,622)	0	(11,350,675)
Improvements Other Than Buildings	(2,462,781)	(75,339)	0	(2,538,120)
Machinery and Equipment	(5,413,710)	(390,771)	0	(5,804,481)
Vehicles	(5,315,648)	(587,842)	97,621	(5,805,869)
Infrastructure	(54,983,994)	(1,523,894)	71,114	(56,436,774)
Total Depreciation	(79,102,186)	(3,002,468)	168,735	(81,935,919)
Amortization:				
Intangible Right to Use:				
Lease Assets:				
Equipment	0	(28,394)	0	(28,394)
Vehicles	(55,620)	(102,887)	0	(158,507)
Total Leased Assets:	(55,620)	(131,281)	0	(186,901)
Subscription Assets:				
Software	0	(41,509)	0	(41,509)
Total Intangible Right to Use Assets	(55,620)	(172,790)	0	(228,410)
Total Accumulated Depreciation/Amortization	(79,157,806)	(3,175,258)	168,735	(82,164,329)
Total Capital Assets Being Depreciated/Amortized, Net	52,726,905	480,165	(7,526)	53,199,544
Governmental Activities Capital Assets, Net	\$82,154,595	\$3,268,801	(\$772,355)	\$84,651,041

Additions to capital assets being depreciated include \$397,225 in assets donated by developers and transfers of fully depreciated assets of \$25,056 from governmental activities to internal service activities for the year ended December 31, 2023.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	<u>Depreciation</u>	<u>Amortization</u>	<u>Total</u>
General Government	\$2,120,617	\$41,261	\$2,161,878
Public Safety	611,351	82,300	693,651
Public Health	559	0	559
Leisure Time Activities	134,430	25,343	159,773
Community Development	20,490	23,886	44,376
Transportation	115,021	0	115,021
Total Depreciation/Amortization Expense	<u>\$3,002,468</u>	<u>\$172,790</u>	<u>\$3,175,258</u>

Capital assets activities of the business-type activities for the year ended December 31, 2023, were as follows:

	<u>Balance at 12/31/2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at 12/31/2023</u>
<u>Business-type Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$159,633	\$0	\$0	\$159,633
Construction in Progress	1,196,084	402,092	(151,041)	1,447,135
Total Capital Assets Not Being Depreciated	<u>1,355,717</u>	<u>402,092</u>	<u>(151,041)</u>	<u>1,606,768</u>
Capital Assets Being Depreciated:				
Tangible Assets:				
Buildings	28,990,506	0	0	28,990,506
Improvements Other Than Buildings	5,859,650	0	0	5,859,650
Machinery and Equipment	6,608,156	42,418	(66,973)	6,583,601
Vehicles	2,503,616	138,058	(26,894)	2,614,780
Infrastructure	35,135,455	668,404	0	35,803,859
Total Tangible Assets:	<u>79,097,383</u>	<u>848,880</u>	<u>(93,867)</u>	<u>79,852,396</u>
Intangible Right to Use:				
Lease Assets:				
Vehicles	104,056	221,999	0	326,055
Total Capital Assets Being Depreciated/Amortized	<u>79,201,439</u>	<u>1,070,879</u>	<u>(93,867)</u>	<u>80,178,451</u>
Less Accumulated Depreciation/Amortization:				
Depreciation:				
Buildings	(15,072,787)	(724,048)	0	(15,796,835)
Improvements Other Than Buildings	(3,517,259)	(389,546)	0	(3,906,805)
Machinery and Equipment	(4,370,225)	(434,883)	66,973	(4,738,135)
Vehicles	(1,719,736)	(195,168)	26,894	(1,888,010)
Infrastructure	(21,634,602)	(384,843)	0	(22,019,445)
Total Depreciation	<u>(46,314,609)</u>	<u>(2,128,488)</u>	<u>93,867</u>	<u>(48,349,230)</u>
Amortization:				
Intangible Right to Use:				
Lease Assets:				
Vehicles	(13,147)	(53,490)	0	(66,637)
Total Accumulated Depreciation/Amortization	<u>(46,327,756)</u>	<u>(2,181,978)</u>	<u>93,867</u>	<u>(48,415,867)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>32,873,683</u>	<u>(1,111,099)</u>	<u>0</u>	<u>31,762,584</u>
Business-type Activities Capital Assets, Net	<u>\$34,229,400</u>	<u>(\$709,007)</u>	<u>(\$151,041)</u>	<u>\$33,369,352</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

For the year ended December 31, 2023, the City’s Sewer Enterprise Fund transferred assets in the amount of \$13,844 to the Water Enterprise Fund.

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, 2022 (latest information available):

	<u>2022</u>
Cash and Investments	\$42,310,794
Actuarial Liabilities	15,724,479

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>	
2021	\$310,507
2022	370,388
2023	398,995

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 \$788 per month for eligible employees electing single coverage and \$2,285 for eligible employees electing family coverage, with the employees paying \$165 per month for single coverage, and \$480 per month for family coverage. The City participated in the Jefferson Health Plan during 2023. Jefferson Health Plan administers the health insurance plan.

	<u>Balance at</u> <u>January 1,</u>	<u>Current Year</u> <u>Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance at</u> <u>December 31,</u>
2022	\$847,720	\$4,707,474	\$4,704,095	\$851,099
2023	851,099	4,047,428	3,777,254	1,121,273

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

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

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

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

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

The proportionate share of each plan’s unfunded benefits is presented as a *net pension asset* or a long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable*. The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple employer public employee retirement system which administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a combination cost-sharing, multiple-employer defined benefit/defined contribution pension plan. Effective January 1, 2022, new members may no longer select the Combined Plan, and current members may no longer make a plan change to this plan. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional plan.

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

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

Group A	Group B	Group C
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	State and Local	
	Traditional	Combined
2023 Statutory Maximum Contribution Rates		
Employer	14.0 %	14.0 %
Employee *	10.0 %	10.0 %
 2023 Actual Contribution Rates		
Employer:		
Pension **	14.0 %	12.0 %
Post-employment Health Care Benefits **	0.0	2.0
Total Employer	14.0 %	14.0 %
Employee	10.0 %	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; however, effective July 1, 2022, a portion of the health care rate is funded with reserves.

Employer contribution rates are actuarially determined within the constraints of statutory limits for each division and expressed as a percentage of covered payroll.

For 2023, the City’s contractually required contribution was \$1,408,863 for the traditional plan, \$36,819 for the combined plan and \$32,206 for the member-directed plan. Of these amounts, \$54,456 is reported as an intergovernmental payable for the traditional plan, \$1,425 for the combined plan, and \$1,244 for the member-directed plan.

Ohio Police and Fire Pension Fund (OP&F)

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, statutory survivors and annuity beneficiaries. Members participating in the DROP program have separate eligibility requirements related to COLA.

The COLA amount for members who have 15 or more years of service credit as of July 1, 2013, and members who are receiving a pension benefit that became effective before July 1, 2013, will be equal to 3.0 percent of the member's base pension benefit.

The COLA amount for members who have less than 15 years of service credit as of July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will be equal to a percentage of the member's base pension benefit where the percentage is the lesser of 3.0 percent or the percentage increase in the consumer price index, if any, over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	<u>Police</u>	<u>Firefighters</u>
2023 Statutory Maximum Contribution Rates:		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2023 Actual Contribution Rates:		
Employer:		
Pension	19.00%	23.50%
Post-employment Health Care Benefits	<u>0.50</u>	<u>0.50</u>
Total Employer	<u>19.50%</u>	<u>24.00%</u>
Employee	12.25%	12.25%

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$2,123,006 for 2023. Of this amount, \$85,404 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, 2022, 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, 2022, and was determined by rolling forward the total pension liability as of January 1, 2022, to December 31, 2022. 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:

	<u>OPERS Traditional Plan</u>	<u>OPERS Combined Plan</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.06674400%	0.07018900%	0.36045750%	
Prior Measurement Date	<u>0.06980900%</u>	<u>0.06875000%</u>	<u>0.38426540%</u>	
Change in Proportionate Share	<u>-0.00306500%</u>	<u>0.00143900%</u>	<u>-0.02380790%</u>	
Proportionate Share of the:				
Net Pension Liability	\$19,716,207	\$0	\$34,239,970	\$53,956,177
Net Pension Asset	0	(165,428)	0	(165,428)
Pension Expense	2,991,166	23,205	4,350,333	7,364,704

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

2023 pension expense for the member-directed defined contribution plan was \$32,206. The aggregate pension expense for all pension plans was \$7,396,910 for 2023.

At December 31, 2023, 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	\$654,889	\$10,171	\$513,584	\$1,178,644
Changes of assumptions	208,288	10,952	3,088,328	3,307,568
Net difference between projected and actual earnings on pension plan investments	5,619,738	60,289	4,984,919	10,664,946
Changes in proportion and differences between City contributions and proportionate share of contributions	176,989	13,422	669,973	860,384
City contributions subsequent to the measurement date	1,408,863	36,819	2,123,006	3,568,688
Total Deferred Outflows of Resources	<u>\$8,068,767</u>	<u>\$131,653</u>	<u>\$11,379,810</u>	<u>\$19,580,230</u>
	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Deferred Inflows of Resources:				
Differences between expected and actual experience	\$0	\$23,638	\$780,087	\$803,725
Changes of assumptions	0	0	667,670	667,670
Changes in proportion and differences between City contributions and proportionate share of contributions	337,249	25,998	1,516,968	1,880,215
Total Deferred Inflows of Resources	<u>\$337,249</u>	<u>\$49,636</u>	<u>\$2,964,725</u>	<u>\$3,351,610</u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

\$3,568,688 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 2024. 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	OPERS	OP&F	Total
	Traditional Plan	Combined Plan		
2024	\$707,234	\$1,200	\$623,569	\$1,332,003
2025	1,208,319	9,846	1,565,707	2,783,872
2026	1,654,165	14,138	1,759,921	3,428,224
2027	2,752,937	24,650	2,643,404	5,420,991
2028	0	(2,742)	(300,522)	(303,264)
Thereafter	0	(1,894)	0	(1,894)
Total	\$6,322,655	\$45,198	\$6,292,079	\$12,659,932

Actuarial Assumptions – OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following key actuarial assumptions and methods applied to all periods included in the measurement in accordance with the requirements of GASB 67:

	OPERS Traditional Plan	OPERS Combined Plan
Wage Inflation	2.75 percent	2.75 percent
Future Salary Increases, including inflation	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:		
Pre-January 7, 2013 Retirees	3.0 percent, simple	3.0 percent, simple
Post-January 7, 2013 Retirees	3.0 percent, simple through 2023, then 2.05 percent, simple	3.0 percent, simple through 2023, then 2.05 percent, simple
Investment Rate of Return	6.9 percent	6.9 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

Pre-retirement mortality rates are based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Law Enforcement divisions. Post-retirement mortality rates are based on 115 percent of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

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

During 2022, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets for the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 12.1 percent for 2022.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of geometric rates of return were provided by the Board's investment consultant. For each major class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized below:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	22.00%	2.62%
Domestic Equities	22.00	4.60
Real Estate	13.00	3.27
Private Equity	15.00	7.53
International Equities	21.00	5.51
Risk Parity	2.00	4.37
Other investments	5.00	3.27
Total	100.00%	

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Discount Rate The discount rate used to measure the total pension liability for the current year was 6.9 percent for the traditional plan and the combined plan. The 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 6.9 percent, as well as what the City’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower (5.9 percent) or one-percentage-point higher (7.9 percent) than the current rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	(5.90%)	Discount Rate (6.90%)	(7.90%)
City's proportionate share of the net pension liability (asset):			
OPERS Traditional Plan	\$29,534,220	\$19,716,207	\$11,549,382
OPERS Combined Plan	(86,332)	(165,428)	(228,114)

Actuarial Assumptions – OP&F

OP&F’s total pension liability as of December 31, 2022, is based on the results of an actuarial valuation date of January 1, 2022, 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, 2022, are presented below.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Valuation Date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple per year

For 2022, mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2 percent for males and 98.7 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135 percent for males and 97.9 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, mortality for contingent annuitants is based on the Pub- 2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates adjusted by 108.9 percent for males and 131 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, Mortality for active members is based on the Pub-2010 Below-Median Safety Amount-Weighted Employee mortality table. All rates are projected using the MP- 2021 Improvement Scale.

For 2021, 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

For 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

<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, 2021.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The assumption is intended to be a long-term assumption (30 to 50 years) and is not expected to change absent a significant change in the asset allocation, a change in the underlying inflation assumption, or a fundamental change in the market that alters expected returns in future years.

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, 2022, are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	18.60 %	4.80 %
Non-US Equity	12.40	5.50
Private Markets	10.00	7.90
Core Fixed Income *	25.00	2.50
High Yield Fixed Income	7.00	4.40
Private Credit	5.00	5.90
U.S. Inflation Linked Bonds*	15.00	2.00
Midstream Energy Infrastructure	5.00	5.90
Real Assets	8.00	5.90
Gold	5.00	3.60
Private Real Estate	12.00	5.30
Commodities	2.00	3.60
Total	125.00 %	

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 without sacrificing return, and creating a more risk-balanced portfolio based on their relationship

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate For 2022, the total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return of 7.50 percent. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

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

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$45,169,125	\$34,239,970	\$25,154,560

Note 13 – Defined Benefit OPEB Plans

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

Ohio Public Employees Retirement System (OPERS)

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

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust. The 115 Health Care Trust (115 Trust or Health Care Trust) was established in 2014, under Section 115 of the Internal Revenue Code (IRC). The purpose of the 115 Trust is to fund health care for the Traditional Pension, Combined and Member-Directed plans. Medicare-enrolled retirees in the Traditional Pension and Combined plans may have an allowance deposited into a health reimbursement arrangement (HRA) account to be used toward the health care program of their choice selected with the assistance of an OPERS vendor. Non-Medicare retirees have converted to an arrangement similar to the Medicare-enrolled retirees, and are no longer participating in OPERS provided self-insured group plans.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

With one exception, OPERS-provided health care coverage is neither guaranteed nor statutorily required. Ohio law currently requires Medicare Part A equivalent coverage or Medicare Part A premium reimbursement for eligible retirees and their eligible dependents.

OPERS offers a health reimbursement arrangement (HRA) allowance to traditional pension plan and combined plan benefit recipients meeting certain age and service credit requirements. The HRA is an account funded by OPERS that provides tax free reimbursement for qualified medical expenses such as monthly post-tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents.

OPERS members enrolled in the Traditional Pension Plan or Combined Plan retiring with an effective date of January 1, 2022, or after must meet the following health care eligibility requirements to receive an HRA allowance:

Medicare Retirees Medicare-eligible with a minimum of 20 years of qualifying service credit

Non-Medicare Retirees Non-Medicare retirees qualify based on the following age-and-service criteria:

Group A 30 years of qualifying service credit at any age;

Group B 32 years of qualifying service credit at any age or 31 years of qualifying service credit and minimum age 52;

Group C 32 years of qualifying service credit and minimum age 55; or,

A retiree from groups A, B or C who qualifies for an unreduced pension, but a portion of their service credit is not health care qualifying service, can still qualify for health care at age 60 if they have at least 20 years of qualifying health care service credit.

Retirees who don't meet the requirement for coverage as a non-Medicare participant can become eligible for coverage at age 65 if they have at least 20 years of qualifying service.

Members with a retirement date prior to January 1, 2022, who were eligible to participate in the OPERS health care program will continue to be eligible after January 1, 2022.

Eligible retirees may receive a monthly HRA allowance for reimbursement of health care coverage premiums and other qualified medical expenses. Monthly allowances, based on years of service and the age at which the retiree first enrolled in OPERS coverage, are provided to eligible retirees, and are deposited into their HRA account.

Retirees will have access to the OPERS Connector, which is a relationship with a vendor selected by OPERS to assist retirees participating in the health care program. The OPERS Connector may assist retirees in selecting and enrolling in the appropriate health care plan.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

When members become Medicare-eligible, recipients enrolled in OPERS health care programs must enroll in Medicare Part A (hospitalization) and Medicare Part B (medical).

OPERS reimburses retirees who are not eligible for premium-free Medicare Part A (hospitalization) for their Part A premiums as well as any applicable surcharges (late-enrollment fees). Retirees within this group must enroll in Medicare Part A and select medical coverage, and may select prescription coverage, through the OPERS Connector. OPERS also will reimburse 50 percent of the Medicare Part A premium and any applicable surcharges for eligible spouses. Proof of enrollment in Medicare Part A and confirmation that the retiree is not receiving reimbursement or payment from another source must be submitted. The premium reimbursement is added to the monthly pension benefit.

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.

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.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2023, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. For 2023, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and beginning July 1, 2022, there was a two percent allocation to health care for the 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

the RMA for participants in the member-directed plan for 2022 was 4.0 percent; however, effective July 1, 2022, a portion of the health care rate was funded with reserves.

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution was \$15,952 for 2023. Of this amount, \$617 is reported as an intergovernmental payable.

Ohio Police and Fire Pension Fund (OP&F)

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

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

Regardless of a benefit recipient's participation in the health care program, OP&F is required by law to pay eligible recipients of a service pension, disability benefit and spousal survivor benefit for their Medicare Part B insurance premium, up to the statutory maximum provided the benefit recipient is not eligible to receive reimbursement from any other source. Once OP&F receives the necessary documentation, a monthly reimbursement is included as part of the recipient's next benefit payment. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 2023, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

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

The City's contractually required contribution to OP&F was \$49,585 for 2023. Of this amount, \$2,010 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 and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022, 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, 2022, and was determined by rolling forward the total OPEB liability as of January 1, 2022, to December 31, 2022. The City's proportion of the net OPEB liability 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:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.06590200%	0.36045750%	
Prior Measurement Date	<u>0.06838300%</u>	<u>0.38426540%</u>	
Change in Proportionate Share	<u>-0.00248100%</u>	<u>-0.02380790%</u>	
Proportionate Share of the Net OPEB Liability	\$415,524	\$2,566,353	\$2,981,877
OPEB Expense	(\$720,233)	\$259,609	(\$460,624)

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources:			
Differences between expected and actual experience	\$0	\$153,144	\$153,144
Changes of assumptions	405,852	1,278,929	1,684,781
Net difference between projected and actual earnings on pension plan investments	825,247	220,116	1,045,363
Changes in proportion and differences between City contributions and proportionate share of contributions	27,533	257,356	284,889
City contributions subsequent to the measurement date	<u>15,952</u>	<u>49,585</u>	<u>65,537</u>
Total Deferred Outflows of Resources	<u>\$1,274,584</u>	<u>\$1,959,130</u>	<u>\$3,233,714</u>
Deferred Inflows of Resources:			
Differences between expected and actual experience	\$103,648	\$506,033	\$609,681
Changes of assumptions	33,395	2,099,067	2,132,462
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>3,975</u>	<u>267,045</u>	<u>271,020</u>
Total Deferred Inflows of Resources	<u>\$141,018</u>	<u>\$2,872,145</u>	<u>\$3,013,163</u>

\$65,537 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 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Year Ending December 31:	OPERS	OP&F	Total
2024	\$160,413	\$9,539	\$169,952
2025	301,201	14,577	315,778
2026	257,340	(125,899)	131,441
2027	398,660	(73,706)	324,954
2028	0	(228,172)	(228,172)
Thereafter	0	(558,939)	(558,939)
Total	<u>\$1,117,614</u>	<u>(\$962,600)</u>	<u>\$155,014</u>

Actuarial Assumptions – OPERS

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

Projections of health care costs for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022. The actuarial valuation used the following key actuarial assumptions and methods applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	2.75 percent
Projected Salary Increases,	2.75 to 10.75 percent
	including wage inflation
Single Discount Rate	5.22 percent
Prior Year Single Discount Rate	6.00 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate	4.05 percent
Prior Year Municipal Bond Rate	1.84 percent
Health Care Cost Trend Rate	5.5 percent, initial
	3.50 percent, ultimate in 2036
Actuarial Cost Method	Individual Entry Age

Pre-retirement mortality rates are based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115 percent of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

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

During 2022, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, if any contribution are made into the plans, the contributions are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made. Health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio was 15.6 percent for 2022.

The allocation of investment assets within the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of geometric rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2022, 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 (Geometric)</u>
Fixed Income	34.00%	2.56%
Domestic Equities	26.00	4.60
Real Estate Investment Trust	7.00	4.70
International Equities	25.00	5.51
Risk Parity	2.00	4.37
Other investments	6.00	1.84
Total	<u>100.00%</u>	

Discount Rate A single discount rate of 5.22 percent was used to measure the OPEB liability on the measurement date of December 31, 2022; however, the single discount rate used at the

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

beginning of the year was 6 percent. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 4.05 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 2054. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2054, 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 The following table presents the City’s proportionate share of the net OPEB liability calculated using the single discount rate of 5.22 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 (4.22 percent) or one-percentage-point higher (6.22 percent) than the current rate:

	1% Decrease (4.22%)	Current Discount Rate (5.22%)	1% Increase (6.22%)
City's proportionate share of the net OPEB liability (asset)	\$1,414,257	\$415,524	(\$408,592)

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability 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 or asset. The following table presents the net liability or asset calculated using the assumed trend rates, and the expected net OPEB liability or asset if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2023 is 5.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

	<u>1% Decrease</u>	<u>Current Health Care Cost Trend Rate Assumption</u>	<u>1% Increase</u>
City's proportionate share of the net OPEB liability	\$389,481	\$415,524	\$444,839

Actuarial Assumptions – OP&F

OP&F's total OPEB liability as of December 31, 2022, is based on the results of an actuarial valuation date of January 1, 2022, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Valuation Date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent
Blended discount rate:	
Current measurement date	4.27 percent
Prior measurement date	2.84 percent
Cost of Living Adjustments	2.2 percent simple per year
Projected Depletion Year of OPEB Assets	2036

For 2022, mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2 percent for males and 98.7 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135 percent for males and 97.9 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, mortality for contingent annuitants is based on the Pub- 2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates adjusted by 108.9 percent for males and 131 percent for females. All rates are projected using the MP-2021 Improvement Scale.

For 2022, mortality for active members is based on the Pub-2010 Below-Median Safety Amount-Weighted Employee mortality table. All rates are projected using the MP- 2021 Improvement Scale.

For 2021, 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

For 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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, 2021.

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 2022, the total OPEB liability was calculated using the discount rate of 4.27 percent. For 2021, the total OPEB liability was calculated using the discount rate of 2.84 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 7.5 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, for 2022, the long-term assumed rate of return on investments of 7.50 percent was applied to periods before December 31, 2035, and the Municipal Bond Index Rate of 3.65 percent was applied to periods on and after December 31, 2035, resulting in a discount rate of 4.27 percent. For 2021, a municipal bond rate of 2.05 percent at December 31, 2021, was blended with the long-term rate of 7.5 which resulted in a blended discount rate of 2.84. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate.

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 4.27 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 (3.27 percent), or one percentage point higher (5.27 percent) than the current rate.

	1% Decrease (3.27%)	Current Discount Rate (4.27%)	1% Increase (5.27%)
City's proportionate share of the net OPEB liability	\$3,160,223	\$2,566,353	\$2,064,974

Note 14 – Other Employee Benefits

Compensated Absences

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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

Medical, Dental and Life Insurance Benefits

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

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

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

associated with these public safety issues are not reasonably estimable. Currently, there is significant uncertainty as to what public safety items would need addressed; therefore, a reliable estimated amount could not be determined.

Note 16 – Short-Term Obligations

Changes in short-term obligations during 2023 were as follows:

Types/Issues	Balance at 12/31/2022	Increases	Decreases	Balance at 12/31/2023
<u>Governmental Activities:</u>				
2022 Various Purpose Bond Anticipation Note				
Series A	\$130,000	\$0	\$130,000	\$0
Premium	236	0	236	0
2022 Various Purpose Bond Anticipation Note				
Series B	2,522,000	0	2,522,000	0
Premium	12,223	0	12,223	0
2023 Various Purpose Bond Anticipation Note				
Series A	0	101,000	0	101,000
Premium	0	923	770	153
2023 Various Purpose Bond Anticipation Note				
Series B	0	2,507,000	0	2,507,000
Premium	0	21,661	7,220	14,441
2023 Special Obligation Nontax Revenue				
Notes	0	500,000	0	500,000
Premium	0	3,060	1,785	1,275
Total Governmental Activities	<u>2,664,459</u>	<u>3,133,644</u>	<u>2,674,234</u>	<u>3,123,869</u>
<u>Business-type Activities:</u>				
2023 Various Purpose Bond Anticipation Note				
Series A (Water)	0	318,000	0	318,000
Premium	0	2,907	2,420	487
Total Business-type Activities	<u>\$0</u>	<u>\$320,907</u>	<u>\$2,420</u>	<u>\$318,487</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 February 28, 2023, the City issued \$101,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2022 various purpose bond anticipation notes series A. The notes were issued at 4.5 percent and matured on February 28, 2024. The notes were paid from the Building and Land and Public Safety Police/Fire Governmental Funds.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

On August 29, 2023, the City issued \$2,507,000 in various purpose bond anticipation notes series B. The notes were issued to retire the 2022 various purpose notes series B. The notes were issued at 4.75 percent and will mature on August 29, 2024. The notes will be paid from the I-675 Corridor TIF, Community Redevelopment and Special Assessment Construction Governmental Funds.

On May 24, 2023, the City issued \$500,000 in special obligation nontax revenue notes. The notes were issued to retire the 2022 special obligation nontax revenue notes. The notes were issued at 6.5 percent and matured on May 24, 2024. The notes were paid from the Community Redevelopment Fund.

On February 28, 2023, the City issued \$318,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2022 various purpose bond anticipation notes series A. The notes were issued at 4.5 percent and matured on February 28, 2024. The notes were paid from the Water Fund.

Note 17 – Long-Term Obligations

The summary of changes in long-term obligations of the governmental activities of the City during 2023 follows:

Types/Issues	Balance at 12/31/2022	Increases	Decreases	Balance at 12/31/2023	Due Within One Year
<u>Long Term Notes:</u>					
2022 3.5% - Special Obligation Nontax Revenue Notes	\$3,525,000	\$0	\$3,525,000	\$0	\$0
Premium	7,986	0	7,986	0	0
2022 1.75% - Various Purpose Bond Anticipation Notes Series A	1,930,000	0	1,930,000	0	0
Premium	3,583	0	3,583	0	0
2023 4.5% - Various Purpose Bond Anticipation Notes Series A	0	1,829,000	0	1,829,000	0
Premium	0	16,717	13,930	2,787	0
2023 6.5% - Special Obligation Nontax Revenue Notes	0	3,025,000	0	3,025,000	0
Premium	0	18,513	10,801	7,712	0
Total Notes Payable	5,466,569	4,889,230	5,491,300	4,864,499	0
<u>Tax Increment Financing Revenue Bonds:</u>					
2013 1.5-3% Various Purpose Revenue Bonds (TIF)	735,000	0	95,000	640,000	100,000
Premium	16,282	0	2,554	13,728	0
Total Tax Increment Financing Revenue Bonds	\$751,282	\$0	\$97,554	\$653,728	\$100,000

(continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Types/Issues	Balance at 12/31/2022	Increases	Decreases	Balance at 12/31/2023	Due Within One Year
<u>Special Assessment Bonds with</u>					
<u>Governmental Commitment:</u>					
2003 4.00 to 8.30% Dayton - Yellow Springs					
Improvement \$305,000	\$20,000	\$0	\$20,000	\$0	\$0
2019 2.97% Sidewalk Construction \$89,000	38,000	0	19,000	19,000	19,000
Total Special Assessment Bonds	58,000	0	39,000	19,000	19,000
<u>Special Assessment Bonds with</u>					
<u>Governmental Commitment from Direct</u>					
<u>Placement:</u>					
2018 3.22% Curb and Sidewalk \$75,000	15,000	0	15,000	0	0
<u>Loans Payable From Direct Borrowing:</u>					
OPWC 0% Ohio & Wright \$334,832	280,235	0	11,209	269,026	11,209
OPWC 0% Broad Street \$400,000	380,000	0	13,333	366,667	13,333
OPWC 0% Yellow Springs Fairfield \$560,992	549,305	0	23,375	525,930	23,375
OPWC 0% Central \$500,000	500,000	0	10,000	490,000	20,000
Total Loans Payable From Direct Borrowing	1,709,540	0	57,917	1,651,623	67,917
<u>Other Long-Term Obligations:</u>					
Leases Payable	338,180	309,884	244,855	403,209	111,431
Subscriptions Payable	0	178,937	41,509	137,428	42,480
Compensated Absences Payable	1,476,571	1,131,857	1,175,978	1,432,450	1,220,395
Total Other Long-Term Obligations	1,814,751	1,620,678	1,462,342	1,973,087	1,374,306
<u>Net Pension Liability:</u>					
OP&F	24,006,679	10,233,291	0	34,239,970	0
OPERS	4,798,193	10,777,604	0	15,575,797	0
Total Net Pension Liability	28,804,872	21,010,895	0	49,815,767	0
<u>Net OPEB Liability:</u>					
OP&F	4,211,880	0	1,645,527	2,566,353	0
OPERS	0	328,268	0	328,268	0
Total Net OPEB Liability	4,211,880	328,268	1,645,527	2,894,621	0
Total Governmental Activities	\$42,831,894	\$27,849,071	\$8,808,640	\$61,872,325	\$1,561,223

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 February 28, 2023, the City issued \$1,829,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2022 various purpose bond anticipation notes series A. The notes were issued at 4.5 percent and matured on February 28, 2024. The notes were paid from the Building and Land and Public Safety Police/Fire Governmental Funds.

On May 24, 2023, the City issued \$3,025,000 in special obligation nontax revenue notes. The notes were issued to retire the 2022 special obligation nontax revenue notes. The notes were issued at 6.5 percent and matured on May 24, 2024. The notes were paid from the Community Redevelopment Fund.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

rates varying from 1.5 to 3.0 percent for a 16 year period. The bonds will be paid from the Tax Increment Financing and General Capital Improvements Capital Projects Funds, respectively.

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

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

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

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

The City has outstanding agreements to lease vehicles and equipment and also has various outstanding contracts to use of a SBITA vendor's IT software. The future lease/subscription payments were discounted using the City's incremental borrowing rate. This discount is being amortized using the interest method over the life of the lease/subscription. These leases will be paid from the General fund and the Public Safety Police/Fire Special Revenue fund and the subscriptions will be paid from the Police Special Revenue fund and the Information Technology Internal Service fund.

Compensated absences will be paid from the General, the Fire and EMS, Police, Street Maintenance and Repair, State Highway, Cemetery, Victim Witness and Public Safety Police/Fire Special Revenue Funds, Water, Sewer and Sanitation and the Equipment and Information Technology Internal Service Funds. There is no repayment schedule for the net pension/OPEB liabilities. 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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 2023 is as follows:

Types/Issues	Balance at 12/31/2022	Increases	Decreases	Balance at 12/31/2023	Due Within One Year
<u>Notes Payable:</u>					
2022 1.75% Water Various Purpose					
Bond Anticipation Series A	\$1,740,000	\$0	\$1,740,000	\$0	\$0
Premium	3,227	0	3,227	0	0
2023 4.5% Water Various Purpose					
Bond Anticipation Series A	0	3,922,000	0	3,922,000	0
Premium	0	35,847	29,870	5,977	0
Total Notes Payable	<u>1,743,227</u>	<u>3,957,847</u>	<u>1,773,097</u>	<u>3,927,977</u>	<u>0</u>
<u>General Obligation Bonds:</u>					
2020 2.00 to 4.00% - Water Various Purpose \$2,695,000	2,550,000	0	73,000	2,477,000	76,000
Premium	196,571	0	7,105	189,466	0
2020 2.00 to 4.00% - Sewer Various Purpose \$3,522,000	3,343,000	0	93,000	3,250,000	96,000
Premium	244,794	0	8,848	235,946	0
Total General Obligation Bonds	<u>6,334,365</u>	<u>0</u>	<u>181,953</u>	<u>6,152,412</u>	<u>172,000</u>
<u>General Obligation Refunding Bonds:</u>					
2013 1.5% to 3.0% Water Various Purpose Bonds	2,075,000	0	185,000	1,890,000	185,000
Premium	33,519	0	3,575	29,944	0
2013 1.5% to 3.0% Water Various Purpose Bonds	161,850	0	79,950	81,900	81,900
Premium	2,281	0	1,658	623	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	253,150	0	125,050	128,100	128,100
Premium	3,570	0	2,593	977	0
2013 1.5% to 3.0% Sewer Various Purpose Bonds	1,100,000	0	95,000	1,005,000	100,000
Premium	17,783	0	1,897	15,886	0
2020 2.0% to 4.0% Sewer Various Purpose Bonds	5,672,000	0	179,000	5,493,000	183,000
Premium	766,646	0	27,710	738,936	0
Total General Obligation Refunding Bonds	<u>10,085,799</u>	<u>0</u>	<u>701,433</u>	<u>9,384,366</u>	<u>678,000</u>
<u>Special Assessment Bonds with Governmental Commitment</u>					
2003 5.00% Sewer Various Purpose \$170,000	10,000	0	10,000	0	0
<u>Other Long-Term Obligations</u>					
Landfill Closure and Postclosure	47,423	942,975	47,423	942,975	62,865
Leases Payable	90,909	221,999	21,776	291,132	48,977
Compensated Absences Payable	274,681	264,624	258,053	281,252	240,657
Net Pension Liability - OPERS	1,275,474	2,864,936	0	4,140,410	0
Net OPEB Liability - OPERS	0	87,256	0	87,256	0
Total Other Long-Term Obligations	<u>1,688,487</u>	<u>4,381,790</u>	<u>327,252</u>	<u>5,743,025</u>	<u>352,499</u>
Total Business-type Activities	<u>\$19,861,878</u>	<u>\$8,339,637</u>	<u>\$2,993,735</u>	<u>\$25,207,780</u>	<u>\$1,202,499</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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

On March 1, 2022, the City issued \$1,740,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2021 various purpose bond anticipation notes series A. The notes were issued at 1.75 percent and matured on March 1, 2023. The notes were paid from the Water Enterprise Fund.

On February 28, 2023, the City issued \$3,922,000 in various purpose bond anticipation notes series A. The notes were issued to retire the 2022 various purpose bond anticipation notes series A. The notes were issued at 4.5 percent and matured on February 28, 2024. The notes were paid from the Water Enterprise Fund with charges. The City had \$981,852 in unspent proceeds at December 31, 2023.

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 Enterprise Funds with charges.

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 Enterprise Funds with charges. The amount unmatured, unpaid as of December 31, 2023, is \$225,000.

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 Enterprise 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 Enterprise Fund with special assessments revenue. These bonds are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

The City has outstanding agreement to lease equipment. The future lease payments were discounted using the City’s incremental borrowing rate. This discount is being amortized using the interest method over the life of the lease. The lease will be paid from the Sanitation 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 liabilities. However, employer pension/OPEB contributions are made from the Water, Sewer and Sanitation Enterprise Funds. For additional information related to the net pension and net OPEB liabilities see Notes 12 and 13.

The City’s overall legal debt margin was \$87,230,529 at December 31, 2023, and the unvoted debt margin was \$45,475,582.

A summary of the City’s future long-term debt funding requirements including principal and interest payments as of December 31, 2023, follows:

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

December 31,	TIF Revenue Bonds		Special Assessment Bonds		Direct Borrowing				
	Principal	Interest	Principal	Interest	OPWC Loans	Lease Payments		SBITA Payments	
					Principal	Principal	Interest	Principal	Interest
2024	\$100,000	\$18,700	\$19,000	\$565	\$67,917	\$111,431	\$4,148	\$42,480	\$6,528
2025	100,000	16,200	0	0	67,917	112,744	2,835	44,498	4,510
2026	105,000	13,200	0	0	67,917	112,488	1,495	46,612	2,396
2027	110,000	10,050	0	0	67,917	58,215	411	3,838	182
2028	110,000	6,750	0	0	67,917	8,331	20	0	0
2029-2033	115,000	3,450	0	0	339,585	0	0	0	0
2034-2038	0	0	0	0	339,587	0	0	0	0
2039-2043	0	0	0	0	339,587	0	0	0	0
2044-2048	0	0	0	0	259,944	0	0	0	0
2049-2051	0	0	0	0	33,335	0	0	0	0
Total	\$640,000	\$68,350	\$19,000	\$565	\$1,651,623	\$403,209	\$8,909	\$137,428	\$13,616

Business type Activities					
December 31,	General Obligation Bonds		Direct Borrowing		
	Principal	Interest	Lease Payments		Interest
			Principal	Interest	
2024	\$850,000	\$396,508	\$48,977	\$11,243	
2025	770,000	373,484	50,537	9,683	
2026	800,000	350,384	48,082	8,064	
2027	830,000	321,434	39,514	6,492	
2028	855,000	291,384	33,078	4,941	
2029-2033	4,375,000	987,221	70,944	5,094	
2034-2038	3,430,000	454,478	0	0	
2039-2043	1,065,000	197,522	0	0	
2044-2048	945,000	100,454	0	0	
2049-2050	405,000	12,505	0	0	
Total	\$14,325,000	\$3,485,374	\$291,132	\$45,517	

Note 18 – Landfill Closure And Postclosure Care Cost

State and federal laws and regulations require the City to perform certain maintenance and monitoring functions at the landfill site after closure. The City's landfill placed its final cover in 1989. The \$942,975 reported as a landfill post-closure care liability in the Sanitation Enterprise Fund at December 31, 2023, represents the estimated cost of maintenance and monitoring through 2038. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Note 19 – Interfund Assets/Liabilities

Interfund balances at December 31, 2023, 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 Payable	Interfund Receivable		Total
	General Fund	Sewer Fund	
Nonmajor Governmental Funds	\$505,000	\$0	\$505,000
Water Fund	0	8,557	8,557
Total	\$505,000	\$8,557	\$513,557

Interfund transfers for the year ended December 31, 2023, consisted of the following:

Transfers From	Transfers To				Total
	Fire and EMS Fund	Police Fund	Nonmajor Governmental Funds	Water Fund	
General Fund	\$1,925,000	\$3,758,337	\$1,166,178	\$0	\$6,849,515
Sewer Fund	0	0	0	4,230	4,230
Nonmajor Governmental Funds	0	0	50,000	0	50,000
Total	\$1,925,000	\$3,758,337	\$1,216,178	\$4,230	\$6,903,745

Transfers from the General Fund are used to move General Fund revenues into other funds to subsidize various programs and for debt service requirements. The transfer between nonmajor governmental funds of \$50,000 was to assist in equipment acquisitions.

Note 20 – Jointly Governed Organizations

Miami Valley Regional Planning Commission

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 \$18,290 for the operation of the Commission during 2023. 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 \$25,574 for the operation of the RERT for 2023. Financial information can be obtained from the fiscal agent by writing to the Regional Emergency Response Team, c/o the City of Beavercreek, at 1368 Research Park Drive, Beavercreek, Ohio 45432.

Greene County Agencies for Combined Enforcement (ACE Task Force)

The Greene County Agencies for Combined Enforcement (ACE Task Force) is a jointly governed organization comprised of the Greene County Sheriff's Office; the Beavercreek, Fairborn, Xenia, Sugarcreek Township Police Departments; and Greene County Prosecutor's Office. The ACE Task Force is a multi-jurisdictional, multi-disciplinary partnership to share information and resources in order to target the flow of illegal drugs and organized criminal activity into Ohio communities, ensuring the safety and security of Ohio's citizens. The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. Payments to the Task Force are made from the Police Fund. The City contributed \$10,000 during 2023. Financial information can be obtained from Greene County Agencies for Combined Enforcement (ACE Task Force), 120 East Main Street, Xenia, OH 45385.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 \$100,000 to the Fairborn Development Corporation during 2023. 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 Coordinating Commission (GCRPCC)

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

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

The Board exercises total control over the operations of the Commission including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. The City contributed \$3,451 during 2023. Financial information can be obtained from the Greene County Regional Planning and Coordinating Commission, 651 Dayton-Xenia Road, Suite #1, Xenia, Ohio 45385.

Regional Income Tax Agency (RITA)

The Regional Income Tax Agency (RITA) is a regional council of governments formed to establish a central collection facility for the purpose of administering the income tax laws of the members and for the purpose of collection income taxes on behalf of each member. RITA currently has approximately 437 members in the council of governments. Each member has one representative to the council of governments and is entitled to one vote on items under consideration. RITA is administered by a nine-member board of trustees elected by the members of the council of governments. The board exercises total control over RITA's operation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the council. For 2023, the City paid RITA \$636,912 for income tax collection services.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 can be obtained from the Wright Patterson Regional Council of Governments, c/o the City of Fairborn, at 44 West Hebble Avenue, Fairborn, Ohio 45324.

Note 21 – Public Entity Shared Risk Pool

Public Entities Pool of Ohio (PEP)

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

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

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 22 - Significant Commitments

Encumbrances

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

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

<u>Governmental Funds:</u>	
General	\$805,319
Fire and EMS	272,066
Police	234,626
County Motor Vehicle Tax	3,796,329
Public Safety Police/Fire	537,536
American Rescue Plan	4,439,358
Other Governmental Funds	1,288,808
Total Governmental Funds	11,374,042
 <u>Enterprise Funds:</u>	
Water	951,746
Sewer	1,089,751
Sanitation	148,266
Total Enterprise Funds	2,189,763
 <u>Internal Service Funds:</u>	
Equipment	54,902
Information Technology	96,404
Employee Assistance Program	4,824
Total Internal Service Funds	156,130
Total	\$13,719,935

Contractual Commitments

As of December 31, 2023, the City had the following commitments with respect to capital projects:

Project	Contractual Commitments
New Medic with Upfitting	\$300,000
2022 Street Program	187,775
Broad Street Phase II	2,904,245
Colonel Glenn Highway Paramount to East	94,798
Dayton-Yellow Springs Skyhawk to Gateway	30,415
Fairborn Phoenix Theater	89,317
Main Gate Park	28,940
Memorial Park Construction	458,530
Xenia Drive Blanch to East Corp	46,947
Wright Patt COG Compatibility Use Study	226,246
TSP Traffic Signal Pre-Emption Equipment	11,680
Equipment for New Fire Engine	\$53,872

(Continued)

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Project	Contractual Commitments (Continued)
Downtown Façade Program	\$228,549
Parks and Recreation Pole Barn	42,380
Government Center Restroom & Kitchenette Updates	32,500
Street Department Plow Truck	151,411
Commercial Trash Service	46,642
Residential Trash Service	86,071
Non Profit & Small Buisness Grants	97,145
Sanitary System Rehab	250,000
Manhole and Sewer Rehab	29,409
Catch Basin Repairs	34,687
Storm Sewer Repairs	14,184
Medic with Upfitting Equipment	10,031
Oxidation Ditch Instrumentation Upgrade	14,976
Broad Street Phase III	194,437
Atherton Amphitheater Renovation	515,000
Traffic Signal Upgrades	83,544
Funderburg Road Water Main Replacement	123,542
Salt Shed / Osborn Park Parking Lot	18,470
Mitman Park and Zimmer Design	350,000
Cahapelgate Stormwater Mitigation	15,680
Greene Ohio & South Street at Broad Street	32,088
Oak Street & Circle Drive Watermain	275,692
Chapelgate/Xenia Traffic Signal	250,000
2023 Curb and Sidewalk	17,048
Memorial Park Construction	46,555
2023 Street Program	85,543
519 West Main Acquisition	200,000
2023 ADA Sidwalk Ramps	20,323
Fire Ladder Truck	\$1,802,155

Note 23 – Fund Balance

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

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Fund Balances	General Fund	Fire and EMS Fund	Police Fund	County Motor Vehicle Tax Fund
<u>Nonspendable:</u>				
Material and Supplies	\$33,698	\$0	\$13,165	\$0
Unclaimed Monies	57,847	0	0	0
Total Nonspendable	<u>91,545</u>	<u>0</u>	<u>13,165</u>	<u>0</u>
<u>Restricted for:</u>				
Public Safety	0	2,218,674	1,927,638	0
Transportation and Street Repair	0	0	0	4,478,401
Total Restricted	<u>0</u>	<u>2,218,674</u>	<u>1,927,638</u>	<u>4,478,401</u>
<u>Assigned to:</u>				
Purchases on Order for:				
General Government	446,762	0	0	0
Leisure Time Services	102,370	0	0	0
Community Development	178,771	0	0	0
Capital Projects	7,557	0	0	0
Total Assigned	<u>735,460</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Unassigned (Deficits):</u>	<u>9,578,864</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u><u>\$10,405,869</u></u>	<u><u>\$2,218,674</u></u>	<u><u>\$1,940,803</u></u>	<u><u>\$4,478,401</u></u>

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Fund Balances	Public Safety Police/Fire Fund	Nonmajor Governmental Funds	Total
<u>Nonspendable:</u>			
Material and Supplies	\$0	\$127,608	\$174,471
Unclaimed Monies	0	0	57,847
Total Nonspendable	<u>0</u>	<u>127,608</u>	<u>232,318</u>
<u>Restricted for:</u>			
Debt Service	0	185,140	185,140
Capital Improvements	0	2,006,004	2,006,004
Public Safety	1,264,583	1,001,101	6,411,996
Transportation and Street Repair	0	3,981,496	8,459,897
Community Development	0	1,366,536	1,366,536
Public Health	0	75,475	75,475
Total Restricted	<u>1,264,583</u>	<u>8,615,752</u>	<u>18,505,048</u>
<u>Committed to:</u>			
Cemetery Operations	0	95,376	95,376
Land and Building Improvements	0	437,489	437,489
Recreation Improvements	0	690,115	690,115
Total Committed	<u>0</u>	<u>1,222,980</u>	<u>1,222,980</u>
<u>Assigned to:</u>			
Purchases on Order for:			
General Government	0	0	446,762
Leisure Time Services	0	0	102,370
Community Development	0	0	178,771
Capital Projects	0	0	7,557
General Capital Improvements	0	1,104,752	1,104,752
Total Assigned	<u>0</u>	<u>1,104,752</u>	<u>1,840,212</u>
<u>Unassigned (Deficits):</u>	<u>0</u>	<u>(2,037,188)</u>	<u>7,541,676</u>
Total Fund Balances	<u>\$1,264,583</u>	<u>\$9,033,904</u>	<u>\$29,342,234</u>

Note 24 – Contingent Liabilities

Litigation

The City of Fairborn is currently a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects as of December 31, 2023. 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.

City of Fairborn, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023

Federal and State Grants

For the period January 1, 2023, to December 31, 2023, the City received federal and State grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

Note 25 – Subsequent Events

On February 27, 2024, the City issued various Bond Anticipation Notes in the amount of \$5,976,000.

On May 22, 2024, the City issued Special Obligation Nontax Revenue Bond Anticipation Notes in the amount of \$3,025,000.

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. The tax was renewed on March 19, 2024, and will be effective January 1, 2025, and expiring December 31, 2034.

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. The tax was renewed on March 19, 2024, and will be effective January 1, 2025, and expiring December 31, 2034.

Note 26 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June, 2021 while the national state of emergency ended in April 2023. During 2023, the City received COVID-19 funding. The City will continue to spend available COVID-19 funding consistent with the applicable program guidelines.

During 2023, the City received American Rescue Plan Act Coronavirus State and Local Fiscal Recovery (SLFRF) funding. Of the amounts received, \$406,061 was sub-granted to other governments, organizations and small businesses, none was returned to the granting agency, and none was spent on-behalf of other governments.

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

	2023	2022	2021	2020	2019
City's Proportion of the Net Pension Liability	0.06674400%	0.06980900%	0.06520600%	0.06646500%	0.06675800%
City's Proportionate Share of the Net Pension Liability	\$19,716,207	\$6,073,667	\$9,655,588	\$13,137,257	\$18,283,663
City's Covered Payroll	\$10,346,786	\$10,130,664	\$9,184,464	\$9,351,493	\$9,016,814
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	190.55%	59.95%	105.13%	140.48%	202.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.74%	92.62%	86.88%	82.17%	74.70%

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

See accompanying notes to the required supplementary information.

2018	2017	2016	2015	2014
0.06391200%	0.06196500%	0.06053100%	0.06062000%	0.06062000%
\$10,026,554	\$14,071,198	\$10,484,734	\$7,311,449	\$7,146,308
\$9,037,292	\$8,025,850	\$7,517,724	\$7,432,075	\$7,261,831
110.95%	175.32%	139.47%	98.38%	98.41%
84.66%	77.25%	81.08%	86.45%	86.36%

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

	2023	2022	2021	2020
City's Proportion of the Net Pension Asset	0.07018900%	0.06875000%	0.05954400%	0.05178900%
City's Proportionate Share of the Net Pension Asset	(\$165,428)	(\$270,878)	(\$171,882)	(\$107,993)
City's Covered Payroll	\$326,507	\$313,429	\$261,864	\$230,536
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	(50.67%)	(86.42%)	(65.64%)	(46.84%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	137.14%	169.88%	157.67%	145.28%

(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.

2019	2018
0.06476200%	0.07745400%
(\$72,419)	(\$105,440)
\$276,979	\$317,215
(26.15%)	(33.24%)
126.64%	137.28%

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 Seven Years (1)

	2023	2022	2021	2020	2019
City's Proportion of the Net OPEB Liability (Asset)	0.06590200%	0.06838300%	0.06403900%	0.06501500%	0.06575000%
City's Proportionate Share of the Net OPEB Liability (Asset)	\$415,524	(\$2,141,861)	(\$1,140,905)	\$8,980,262	\$8,572,248
City's Covered Payroll	\$10,969,193	\$10,662,918	\$9,685,003	\$9,822,404	\$9,536,868
City's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-(3.79%)	(20.09%)	(11.78%)	91.43%	89.89%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	94.79%	128.23%	115.57%	47.80%	46.33%

(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.

<u>2018</u>	<u>2017</u>
0.06345000%	0.06145000%
\$6,890,203	\$6,206,659
\$9,578,782	\$8,492,908
71.93%	73.08%
54.14%	54.04%

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 Ten Years

	2023	2022	2021	2020
City's Proportion of the Net Pension Liability	0.36045750%	0.38426540%	0.37021770%	0.37390730%
City's Proportionate Share of the Net Pension Liability	\$34,239,970	\$24,006,679	\$25,238,073	\$25,188,394
City's Covered Payroll	\$10,113,817	\$9,311,478	\$8,924,622	\$8,760,530
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	338.55%	257.82%	282.79%	287.52%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.90%	75.03%	70.65%	69.89%

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

See accompanying notes to the required supplementary information.

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

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

	2023	2022	2021	2020	2019
City's Proportion of the Net OPEB Liability	0.36045750%	0.38426540%	0.37021770%	0.37390730%	0.03760330%
City's Proportionate Share of the Net OPEB Liability	\$2,566,353	\$4,211,880	\$3,922,517	\$3,693,357	\$3,424,358
City's Covered Payroll	\$10,113,817	\$9,311,478	\$8,924,622	\$8,760,530	\$8,385,409
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	25.37%	45.23%	43.95%	42.16%	40.84%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	52.59%	46.90%	45.40%	47.08%	46.57%

(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.

<u>2018</u>	<u>2017</u>
0.37919600%	0.36342900%
\$21,484,713	\$17,251,157
\$8,979,786	\$6,865,876
239.26%	251.26%
14.13%	15.96%

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

	2023	2022	2021	2020	2019
Net Pension Liability - Traditional Plan:					
Contractually Required Contribution	\$1,408,863	\$1,448,550	\$1,418,293	\$1,285,825	\$1,309,209
Contributions in Relation to the Contractually Required Contribution	<u>(1,408,863)</u>	<u>(1,448,550)</u>	<u>(1,418,293)</u>	<u>(1,285,825)</u>	<u>(1,309,209)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$10,063,307	\$10,346,786	\$10,130,664	\$9,184,464	\$9,351,493
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%	14.00%
Net Pension Liability - Combined Plan:					
Contractually Required Contribution	\$36,819	\$45,711	\$43,880	\$36,661	\$32,275
Contributions in Relation to the Contractually Required Contribution	<u>(36,819)</u>	<u>(45,711)</u>	<u>(43,880)</u>	<u>(36,661)</u>	<u>(32,275)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$306,825	\$326,507	\$313,429	\$261,864	\$230,536
Pension Contributions as a Percentage of Covered Payroll	12.00%	14.00%	14.00%	14.00%	14.00%
Net OPEB Liability - OPEB Plan:					
Contractually Required Contribution	\$15,952	\$11,836	\$8,753	\$9,547	\$9,615
Contributions in Relation to the Contractually Required Contribution	<u>(15,952)</u>	<u>(11,836)</u>	<u>(8,753)</u>	<u>(9,547)</u>	<u>(9,615)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (3)	\$10,670,285	\$10,969,193	\$10,662,918	\$9,685,003	\$9,822,404
OPEB Contributions as a Percentage of Covered Payroll	0.15%	0.11%	0.08%	0.10%	0.10%

- (1) Although this schedule is intended to reflect information for ten years, information prior to 2015 is not available for the combined plan. An additional column will be added each year.
- (2) Beginning in 2016, OPERS used one trust fund as the funding vehicle for all health care plans; therefore, information prior to 2016 is not presented for the OPEB plan.
- (3) The OPEB plan includes the members from the traditional plan, the combined plan, and the member directed plan. The member directed pension plan is a defined contribution pension plan; therefore, the pension side is not included above.

See accompanying notes to the required supplementary information.

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

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Net Pension Liability:					
Contractually Required Contribution	\$2,123,006	\$2,161,185	\$1,996,143	\$1,914,158	\$1,873,347
Contributions in Relation to the Contractually Required Contribution	<u>(2,123,006)</u>	<u>(2,161,185)</u>	<u>(1,996,143)</u>	<u>(1,914,158)</u>	<u>(1,873,347)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll (1)	\$9,916,984	\$10,113,817	\$9,311,478	\$8,924,622	\$8,760,530
Pension Contributions as a Percentage of Covered Payroll	21.41%	21.37%	21.44%	21.45%	21.38%
Net OPEB Liability:					
Contractually Required Contribution	\$49,585	\$50,569	\$46,557	\$44,624	\$43,803
Contributions in Relation to the Contractually Required Contribution	<u>(49,585)</u>	<u>(50,569)</u>	<u>(46,557)</u>	<u>(44,624)</u>	<u>(43,803)</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>21.91%</u>	<u>21.87%</u>	<u>21.94%</u>	<u>21.95%</u>	<u>21.88%</u>

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

See accompanying notes to the required supplementary information.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$1,795,179	\$1,925,564	\$1,472,036	\$1,614,648	\$1,576,862
<u>(1,795,179)</u>	<u>(1,925,564)</u>	<u>(1,472,036)</u>	<u>(1,614,648)</u>	<u>(1,576,862)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$8,385,409	\$8,979,786	\$6,865,876	\$7,521,151	\$7,331,137
21.41%	21.44%	21.44%	21.47%	21.51%
\$41,927	\$44,899	\$34,329	\$37,605	\$36,655
<u>(41,927)</u>	<u>(44,899)</u>	<u>(34,329)</u>	<u>(37,605)</u>	<u>(36,655)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
0.50%	0.50%	0.50%	0.50%	0.50%
<u>21.91%</u>	<u>21.94%</u>	<u>21.94%</u>	<u>21.97%</u>	<u>22.01%</u>

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2023

Changes in Assumptions – OPERS Pension – Traditional Plan

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

	2022	2019 through 2021	2018 and 2017	2016 and prior
Wage Inflation	2.75 percent	3.25 percent	3.25 percent	3.75 percent
Future Salary Increases	2.75 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA:				
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	see below	see below	see below	see below
Investment Rate of Return	6.9 percent	7.2 percent	7.5 percent	8 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age	Individual Entry Age	Individual Entry Age

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

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

2023	3.0 percent, simple through 2023 then 2.05 percent, simple
2022	3.0 percent, simple through 2022 then 2.05 percent, simple
2021	0.5 percent, simple through 2021 then 2.15 percent, simple
2020	1.4 percent, simple through 2020 then 2.15 percent, simple
2017 through 2019	3.0 percent, simple through 2018 then 2.15 percent, simple
2016 and prior	3.0 percent, simple through 2018 then 2.80 percent, simple

Amounts reported beginning in 2022 use pre-retirement mortality rates based on 130 percent of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170 percent of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115 percent of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all these tables.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2023

Amounts reported for 2017 through 2021 use mortality rates based on the RP-2014 Healthy Annuitant mortality table. For males, Healthy Annuitant Mortality tables were used, adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2015. For females, Healthy Annuitant Mortality tables were used, adjusted for mortality improvements back to the observation period base year of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and then established the base year as 2015 for males and 2010 for females. Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

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

Changes in Assumptions – OPERS Pension – Combined Plan

	<u>2022</u>	<u>2019 through 2021</u>	<u>2018</u>
Wage Inflation	2.75 percent	3.25 percent	3.25 percent
Future Salary Increases	2.75 to 8.25 percent including wage inflation	3.25 to 8.25 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:			
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	see below	see below	see below
Investment Rate of Return	6.9 percent	7.2 percent	7.5 percent
Actuarial Cost Method	Individual	Individual	Individual
	Entry Age	Entry Age	Entry Age

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

Changes in Assumptions – OP&F Pension

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

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2023

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

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

Beginning in 2023, mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2 percent for males and 98.7 percent for females. All rates are projected using the MP-2021 Improvement Scale.

Beginning in 2023, mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135 percent for males and 97.9 percent for females. All rates are projected using the MP-2021 Improvement Scale.

Beginning in 2023, mortality for contingent annuitants is based on the Pub- 2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates adjusted by 108.9 percent for males and 131 percent for females. All rates are projected using the MP-2021 Improvement Scale.

Beginning in 2023, mortality for active members is based on the Pub-2010 Below-Median Safety Amount-Weighted Employee mortality table. All rates are projected using the MP- 2021 Improvement Scale.

Prior to 2023, 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.

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

Prior to 2023, 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.

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2023

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

Changes in Assumptions – OPERS OPEB

Wage Inflation:	
2023 and 2022	2.75 percent
2021 and prior	3.25 percent
Projected Salary Increases (including wage inflation):	
2023 and 2022	2.75 to 10.75 percent
2021 and prior	3.25 to 10.75 percent
Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2023	4.05 percent
2022	1.84 percent
2021	2.00 percent
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2023	5.22 percent
2022	6.00 percent
2021	6.00 percent
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
2023	5.5 percent, initial 3.5 percent, ultimate in 2036
2022	5.5 percent, initial 3.5 percent, ultimate in 2034
2021	8.5 percent, initial 3.5 percent, ultimate in 2035
2020	10.5 percent, initial 3.5 percent, ultimate in 2030
2019	10.0 percent, initial 3.25 percent, ultimate in 2029
2018	7.5 percent, initial 3.25 percent, ultimate in 2028

City of Fairborn, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2023

Changes in Assumptions – OP&F OPEB

Blended Discount Rate:	
2023	4.27 percent
2022	2.84 percent
2021	2.96 percent
2020	3.56 percent
2019	4.66 percent
2018	3.24 percent

For 2022, the OP&F Board adopted a change in the investment rate of return, changing it from 8 percent for 2018 through 2021 to 7.5 percent for 2022 and 2023.

Changes in Benefit Terms – OPERS OPEB

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and non-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for non-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are reflected in 2021.

Changes in Benefit Terms – OP&F OPEB

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

COMBINING FINANCIAL STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES

City of Fairborn, Ohio
Nonmajor Fund Descriptions

Special Revenue Funds

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

Nonmajor Special Revenue Funds

Street Maintenance and Repair Fund

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

State Highway Fund

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

Community Development Fund

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

Cemetery Fund

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

Neighborhood Stabilization Fund

Neighborhood Stabilization Program Fund accounts for and reports restricted federal grant money received through the Neighborhood Stabilization Program for improvements to housing stock and living environments in eligible communities. This fund did not have cash nor budgetary activity during 2023. Therefore, no budgetary statement is presented.

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 did not have cash nor budgetary activity during 2023. Therefore, no budgetary statement is presented.

Home Program Income Fund

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

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Community Development Block Grant Fund

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

Victim Witness Fund

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

Home Fund

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

Justice Reinvestment and Incentive Grant Fund

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

OneOhio Opioid Settlement Fund

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

Law Enforcement Trust Fund

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

Drug Law Enforcement Fund

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

Indigent Drivers Alcohol Treatment Fund

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

Alcohol Enforcement and Education Fund

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

Federal Forfeitures Fund

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

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Municipal Probation Services Fund

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

Traffic Intervention Fund

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

Court Legal Research/Computerization Fund

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

Court Clerk Computerization Fund

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

Indigent Driver's Interlock and Alcohol Monitoring Fund

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

Byrne Justice Assistance Grant Fund

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

Federal Emergency Management Agency Fund

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

Community Redevelopment Fund

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

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Fire Loss Escrow Fund

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

Uninsured Loss Fund

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

Debt Service Fund

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

Nonmajor Debt Service Fund

General Bond Retirement Fund

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

Capital Projects Funds

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

Nonmajor Capital Projects Funds

Court Special Projects Fund

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

General Capital Improvement Fund

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

Parks and Recreation Improvements Fund

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

(continued)

City of Fairborn, Ohio
Nonmajor Fund Descriptions
(Continued)

Building and Land Fund

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

Tax Increment Financing Fund

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

Special Assessment Construction Fund

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

I-675 Corridor Tax Increment Financing (TIF) Fund

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

Valle Greene South Tax Increment Financing (TIF) Fund

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



City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$5,900,260	\$185,140	\$4,385,063	\$10,470,463
Receivables:				
Other Local Taxes	0	0	19,144	19,144
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	1,764,701	1,764,701
Accounts	310,072	0	0	310,072
Intergovernmental	1,012,641	0	0	1,012,641
Special Assessments	0	20,914	0	20,914
Leases	0	0	130,833	130,833
Assets Held for Resale	1,843,362	0	0	1,843,362
Materials and Supplies Inventory	127,608	0	0	127,608
<i>Total Assets</i>	<u>\$9,403,943</u>	<u>\$206,054</u>	<u>\$6,299,741</u>	<u>\$15,909,738</u>
Liabilities:				
Accounts Payable	\$40,177	\$0	\$35,750	\$75,927
Interfund Payable	400,000	0	105,000	505,000
Accrued Wages Payable	39,094	0	2,099	41,193
Intergovernmental Payable	6,258	0	324	6,582
Deposits Held and Due to Others	34,000	0	0	34,000
Accrued Interest Payable	28,396	0	31,971	60,367
Notes Payable	1,054,443	0	1,983,300	3,037,743
<i>Total Liabilities</i>	<u>1,602,368</u>	<u>0</u>	<u>2,158,444</u>	<u>3,760,812</u>
Deferred Inflows of Resources:				
Revenue in Lieu of Taxes	0	0	1,764,701	1,764,701
Unavailable Revenue	1,198,574	20,914	0	1,219,488
Leases	0	0	130,833	130,833
<i>Total Deferred Inflows of Resources</i>	<u>1,198,574</u>	<u>20,914</u>	<u>1,895,534</u>	<u>3,115,022</u>
Fund Balances:				
Nonspendable	127,608	0	0	127,608
Restricted	6,424,608	185,140	2,006,004	8,615,752
Committed	95,376	0	1,127,604	1,222,980
Assigned	0	0	1,104,752	1,104,752
Unassigned (Deficit)	(44,591)	0	(1,992,597)	(2,037,188)
<i>Total Fund Balances</i>	<u>6,603,001</u>	<u>185,140</u>	<u>2,245,763</u>	<u>9,033,904</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$9,403,943</u>	<u>\$206,054</u>	<u>\$6,299,741</u>	<u>\$15,909,738</u>

City of Fairborn, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Other Local Taxes	\$0	\$0	\$147,412	\$147,412
Municipal Income Taxes	210,000	0	0	210,000
Revenue in Lieu of Taxes	0	0	1,365,020	1,365,020
Fines, Licenses, Permits, and Settlements	261,056	0	179,399	440,455
Charges for Services	39,417	0	8,566	47,983
Lease Revenue	0	0	17,858	17,858
Investment Earnings and Other Interest	30,281	2,489	12,955	45,725
Intergovernmental	2,963,416	0	15,000	2,978,416
Special Assessments	0	54,000	0	54,000
Contributions and Donations	17,011	0	0	17,011
Other	207,660	0	129,404	337,064
<i>Total Revenues</i>	<u>3,728,841</u>	<u>56,489</u>	<u>1,875,614</u>	<u>5,660,944</u>
Expenditures:				
Current:				
General Government	39,048	271	229,086	268,405
Public Safety	584,110	0	0	584,110
Leisure Time Activities	0	0	15,615	15,615
Community Development	292,926	0	0	292,926
Transportation and Street Repair	1,428,989	0	0	1,428,989
Public Health and Welfare	120,871	0	0	120,871
Capital Outlay	548,954	0	360,667	909,621
Intergovernmental	0	0	806,911	806,911
Debt Service:				
Principal Retirement	3,525,000	54,000	275,000	3,854,000
Interest	158,445	2,509	86,261	247,215
Issuance Costs	11,215	0	3,954	15,169
<i>Total Expenditures</i>	<u>6,709,558</u>	<u>56,780</u>	<u>1,777,494</u>	<u>8,543,832</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,980,717)</u>	<u>(291)</u>	<u>98,120</u>	<u>(2,882,888)</u>
Other Financing Sources (Uses):				
Notes Issued	3,025,000	0	165,000	3,190,000
Premium on Debt Issued	18,513	0	1,508	20,021
Transfers-In	541,674	0	674,504	1,216,178
Transfers-Out	(50,000)	0	0	(50,000)
<i>Total Other Financing Sources (Uses)</i>	<u>3,535,187</u>	<u>0</u>	<u>841,012</u>	<u>4,376,199</u>
<i>Net Change in Fund Balances</i>	554,470	(291)	939,132	1,493,311
<i>Fund Balances at Beginning of Year</i>	<u>6,048,531</u>	<u>185,431</u>	<u>1,306,631</u>	<u>7,540,593</u>
<i>Fund Balances at End of Year</i>	<u>\$6,603,001</u>	<u>\$185,140</u>	<u>\$2,245,763</u>	<u>\$9,033,904</u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2023

	<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	\$3,366,013	\$355,654	\$22,030
Receivables:			
Municipal Income Taxes	210,000	0	0
Accounts	0	0	0
Intergovernmental	870,060	70,544	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	127,608	0	0
<i>Total Assets</i>	<u>\$4,573,681</u>	<u>\$426,198</u>	<u>\$22,030</u>
Liabilities:			
Accounts Payable	\$22,508	\$73	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	23,243	2,694	0
Intergovernmental Payable	3,591	565	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>49,342</u>	<u>3,332</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	790,995	47,106	0
Fund Balances:			
Nonspendable	127,608	0	0
Restricted	3,605,736	375,760	22,030
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances</i>	<u>3,733,344</u>	<u>375,760</u>	<u>22,030</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$4,573,681</u>	<u>\$426,198</u>	<u>\$22,030</u>

Cemetery Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Home Program Income Fund	Community Development Block Grant Fund	Victim Witness Fund
\$97,785	\$0	\$0	\$61,157	\$257,516	\$42,862
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	52,659	4,987
0	37,605	24,053	0	0	0
0	0	0	0	0	0
<u>\$97,785</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$61,157</u>	<u>\$310,175</u>	<u>\$47,849</u>
\$264	\$0	\$0	\$0	\$224	\$1,379
0	0	0	0	300,000	0
1,858	0	0	0	1,569	7,117
287	0	0	0	314	1,099
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>2,409</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>302,107</u>	<u>9,595</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>52,659</u>	<u>0</u>
0	0	0	0	0	0
0	37,605	24,053	61,157	0	38,254
95,376	0	0	0	0	0
0	0	0	0	(44,591)	0
<u>95,376</u>	<u>37,605</u>	<u>24,053</u>	<u>61,157</u>	<u>(44,591)</u>	<u>38,254</u>
<u>\$97,785</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$61,157</u>	<u>\$310,175</u>	<u>\$47,849</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2023
(Continued)

	Home Fund	OneOhio Opioid Settlement Fund	Law Enforcement Trust Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$91,629	\$73,217	\$139,352
Receivables:			
Municipal Income Taxes	0	0	0
Accounts	0	310,072	0
Intergovernmental	8,371	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$100,000</u>	<u>\$383,289</u>	<u>\$139,352</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	100,000	0	0
Accrued Wages Payable	0	0	0
Intergovernmental Payable	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>100,000</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources:			
Unavailable Revenue	0	307,814	0
Fund Balances:			
Nonspendable	0	0	0
Restricted	0	75,475	139,352
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances</i>	<u>0</u>	<u>75,475</u>	<u>139,352</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$100,000</u>	<u>\$383,289</u>	<u>\$139,352</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>
\$11,303	\$150,601	\$10,179	\$21,887	\$146,059	\$2,035
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	2,102	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$11,303</u>	<u>\$150,601</u>	<u>\$10,179</u>	<u>\$23,989</u>	<u>\$146,059</u>	<u>\$2,035</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	2,374	0
0	0	0	0	366	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>2,740</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
11,303	150,601	10,179	23,989	143,319	2,035
0	0	0	0	0	0
0	0	0	0	0	0
<u>11,303</u>	<u>150,601</u>	<u>10,179</u>	<u>23,989</u>	<u>143,319</u>	<u>2,035</u>
<u>\$11,303</u>	<u>\$150,601</u>	<u>\$10,179</u>	<u>\$23,989</u>	<u>\$146,059</u>	<u>\$2,035</u>

(continued)

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2023
(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	\$73,339	\$334,152	\$86,664
Receivables:		0	
Municipal Income Taxes	0	0	0
Accounts	0	0	0
Intergovernmental	0	0	0
Assets Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$73,339</u>	<u>\$334,152</u>	<u>\$86,664</u>
Liabilities:			
Accounts Payable	\$5,978	\$6,872	\$2,879
Interfund Payable	0	0	0
Accrued Wages Payable	0	239	0
Intergovernmental Payable	0	36	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>5,978</u>	<u>7,147</u>	<u>2,879</u>
Deferred Inflows of Resources:			
Unavailable Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:			
Nonspendable	0	0	0
Restricted	67,361	327,005	83,785
Committed	0	0	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances</i>	<u>67,361</u>	<u>327,005</u>	<u>83,785</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$73,339</u>	<u>\$334,152</u>	<u>\$86,664</u>

Federal Emergency Management Agency Fund	Community Redevelopment Fund	Fire Loss Escrow Fund	Total Nonmajor Special Revenue Funds
\$0	\$522,826	\$34,000	\$5,900,260
0	0	0	210,000
0	0	0	310,072
3,918	0	0	1,012,641
0	1,781,704	0	1,843,362
0	0	0	127,608
<u>\$3,918</u>	<u>\$2,304,530</u>	<u>\$34,000</u>	<u>\$9,403,943</u>
\$0	\$0	\$0	\$40,177
0	0	0	400,000
0	0	0	39,094
0	0	0	6,258
0	0	34,000	34,000
0	28,396	0	28,396
0	1,054,443	0	1,054,443
<u>0</u>	<u>1,082,839</u>	<u>34,000</u>	<u>1,602,368</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,198,574</u>
0	0	0	127,608
3,918	1,221,691	0	6,424,608
0	0	0	95,376
0	0	0	(44,591)
<u>3,918</u>	<u>1,221,691</u>	<u>0</u>	<u>6,603,001</u>
<u>\$3,918</u>	<u>\$2,304,530</u>	<u>\$34,000</u>	<u>\$9,403,943</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, 2023

	Street Maintenance and Repair Fund	State Highway Fund	Community Development Fund
Revenues:			
Municipal Income Taxes	\$210,000	\$0	\$0
Fines, Licenses, Permits, and Settlements	0	0	0
Charges for Services	0	0	0
Investment Earnings and Other Interest	26,610	2,921	0
Intergovernmental	1,799,704	145,922	0
Contributions and Donations	0	0	0
Other	90,952	35	0
<i>Total Revenues</i>	<u>2,127,266</u>	<u>148,878</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	1,320,832	108,157	0
Public Health and Welfare	0	0	0
Capital Outlay	203,973	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest	0	0	0
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>1,524,805</u>	<u>108,157</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>602,461</u>	<u>40,721</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>	552,461	40,721	0
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>3,180,883</u>	<u>335,039</u>	<u>22,030</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$3,733,344</u>	<u>\$375,760</u>	<u>\$22,030</u>

Cemetery Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization II Fund	Home Program Income Fund	Community Development Block Grant Fund	Victim Witness Fund
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
23,714	0	0	0	6,553	0
0	0	0	542	0	0
0	0	0	0	424,412	85,087
0	0	0	0	0	0
45	0	0	1,087	1,190	148
<u>23,759</u>	<u>0</u>	<u>0</u>	<u>1,629</u>	<u>432,155</u>	<u>85,235</u>
0	0	0	0	0	0
0	0	0	0	0	273,425
0	0	0	5,643	143,265	0
0	0	0	0	0	0
120,871	0	0	0	0	0
0	0	0	0	325,619	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>120,871</u>	<u>0</u>	<u>0</u>	<u>5,643</u>	<u>468,884</u>	<u>273,425</u>
<u>(97,112)</u>	<u>0</u>	<u>0</u>	<u>(4,014)</u>	<u>(36,729)</u>	<u>(188,190)</u>
0	0	0	0	0	0
0	0	0	0	0	0
91,674	0	0	0	0	200,000
0	0	0	0	0	0
<u>91,674</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>200,000</u>
(5,438)	0	0	(4,014)	(36,729)	11,810
<u>100,814</u>	<u>37,605</u>	<u>24,053</u>	<u>65,171</u>	<u>(7,862)</u>	<u>26,444</u>
<u>\$95,376</u>	<u>\$37,605</u>	<u>\$24,053</u>	<u>\$61,157</u>	<u>(\$44,591)</u>	<u>\$38,254</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, 2023
(Continued)

	Home Fund	Justice Reinvestment and Incentive Grant Fund	OneOhio Opioid Settlement	Law Enforcement Trust Fund
Revenues:				
Municipal Income Taxes	\$0	\$0	\$0	\$0
Fines, Licenses, Permits, and Settlements	0	0	62,128	0
Charges for Services	0	0	0	0
Investment Earnings and Other Interest	0	0	0	0
Intergovernmental	46,753	47,658	0	5,527
Contributions and Donations	0	0	0	17,011
Other	0	0	0	56,357
<i>Total Revenues</i>	<u>46,753</u>	<u>47,658</u>	<u>62,128</u>	<u>78,895</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Public Safety	0	86,736	0	18,831
Community Development	46,753	0	0	0
Transportation and Street Repair	0	0	0	0
Public Health and Welfare	0	0	0	0
Capital Outlay	0	0	0	3,228
Debt Service:				
Principal Retirement	0	0	0	0
Interest	0	0	0	0
Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>46,753</u>	<u>86,736</u>	<u>0</u>	<u>22,059</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>(39,078)</u>	<u>62,128</u>	<u>56,836</u>
Other Financing Sources (Uses):				
Notes Issued	0	0	0	0
Premium on Debt Issued	0	0	0	0
Transfers-In	0	0	0	0
Transfers-Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	0	(39,078)	62,128	56,836
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>0</u>	<u>39,078</u>	<u>13,347</u>	<u>82,516</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$75,475</u>	<u>\$139,352</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
711	24,830	1,280	0	69,481	13,937
0	0	0	0	0	0
0	0	0	208	0	0
0	0	0	3,408	0	0
0	0	0	0	0	0
0	200	0	3,495	0	0
711	25,030	1,280	7,111	69,481	13,937
0	0	0	0	0	0
0	59,540	0	2,101	47,524	13,001
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	6,450	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	59,540	0	8,551	47,524	13,001
711	(34,510)	1,280	(1,440)	21,957	936
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
711	(34,510)	1,280	(1,440)	21,957	936
10,592	185,111	8,899	25,429	121,362	1,099
\$11,303	\$150,601	\$10,179	\$23,989	\$143,319	\$2,035

(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, 2023
(Continued)

	Court Legal Research/ Computerization Fund	Court Clerk Computerization Fund	Indigent Driver's Interlock and Alcohol Monitoring Fund
Revenues:			
Municipal Income Taxes	\$0	\$0	\$0
Fines, Licenses, Permits, and Settlements	11,831	62,485	14,373
Charges for Services	0	0	0
Investment Earnings and Other Interest	0	0	0
Intergovernmental	0	0	0
Contributions and Donations	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>11,831</u>	<u>62,485</u>	<u>14,373</u>
Expenditures:			
Current:			
General Government	0	39,048	0
Public Safety	10,317	0	24,292
Community Development	0	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	0	0	0
Issuance Costs	0	0	0
<i>Total Expenditures</i>	<u>10,317</u>	<u>39,048</u>	<u>24,292</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,514</u>	<u>23,437</u>	<u>(9,919)</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>	1,514	23,437	(9,919)
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>65,847</u>	<u>303,568</u>	<u>93,704</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$67,361</u></u>	<u><u>\$327,005</u></u>	<u><u>\$83,785</u></u>

Byrne Justice Assistance Grant Fund	Federal Emergency Management Agency Fund	Community Redevelopment Fund	Fire Loss Escrow Fund	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$210,000
0	0	0	0	261,056
0	0	9,150	0	39,417
0	0	0	0	30,281
9,684	52,261	343,000	0	2,963,416
0	0	0	0	17,011
0	0	1,500	52,651	207,660
<u>9,684</u>	<u>52,261</u>	<u>353,650</u>	<u>52,651</u>	<u>3,728,841</u>
0	0	0	0	39,048
0	48,343	0	0	584,110
0	0	44,614	52,651	292,926
0	0	0	0	1,428,989
0	0	0	0	120,871
9,684	0	0	0	548,954
0	0	3,525,000	0	3,525,000
0	0	158,445	0	158,445
0	0	11,215	0	11,215
<u>9,684</u>	<u>48,343</u>	<u>3,739,274</u>	<u>52,651</u>	<u>6,709,558</u>
<u>0</u>	<u>3,918</u>	<u>(3,385,624)</u>	<u>0</u>	<u>(2,980,717)</u>
0	0	3,025,000	0	3,025,000
0	0	18,513	0	18,513
0	0	250,000	0	541,674
0	0	0	0	(50,000)
<u>0</u>	<u>0</u>	<u>3,293,513</u>	<u>0</u>	<u>3,535,187</u>
0	3,918	(92,111)	0	554,470
0	0	1,313,802	0	6,048,531
<u>\$0</u>	<u>\$3,918</u>	<u>\$1,221,691</u>	<u>\$0</u>	<u>\$6,603,001</u>

City of Fairborn, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2023

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$405,920	\$1,104,752	\$670,971
Receivables:			
Other Local Taxes	0	0	19,144
Revenue in Lieu of Taxes	0	0	0
Lease Receivable	0	0	130,833
<i>Total Assets</i>	<u>\$405,920</u>	<u>\$1,104,752</u>	<u>\$820,948</u>
Liabilities:			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	0	0	0
Accrued Wages Payable	2,099	0	0
Intergovernmental Payable	324	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
<i>Total Liabilities</i>	<u>2,423</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources:			
Revenue in Lieu of Taxes	0	0	0
Deferred Inflows - Leases	0	0	130,833
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>130,833</u>
Fund Balances:			
Restricted	403,497	0	0
Committed	0	0	690,115
Assigned	0	1,104,752	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>403,497</u>	<u>1,104,752</u>	<u>690,115</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$405,920</u>	<u>\$1,104,752</u>	<u>\$820,948</u>

<u>Building and Land Fund</u>	<u>Tax Increment Financing Fund</u>	<u>Special Assessment Construction Fund</u>	<u>I-675 Corridor TIF Fund</u>	<u>Valle Greene South TIF Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$485,330	\$1,383,963	\$113,943	\$1,640	\$218,544	\$4,385,063
0	0	0	0	0	19,144
0	963,090	0	148,032	653,579	1,764,701
0	0	0	0	0	130,833
<u>\$485,330</u>	<u>\$2,347,053</u>	<u>\$113,943</u>	<u>\$149,672</u>	<u>\$872,123</u>	<u>\$6,299,741</u>
\$32,250	\$0	\$3,500	\$0	\$0	\$35,750
0	0	105,000	0	0	105,000
0	0	0	0	0	2,099
0	0	0	0	0	324
564	0	819	30,588	0	31,971
15,027	0	51,293	1,916,980	0	1,983,300
<u>47,841</u>	<u>0</u>	<u>160,612</u>	<u>1,947,568</u>	<u>0</u>	<u>2,158,444</u>
0	963,090	0	148,032	653,579	1,764,701
0	0	0	0	0	130,833
0	963,090	0	148,032	653,579	1,895,534
0	1,383,963	0	0	218,544	2,006,004
437,489	0	0	0	0	1,127,604
0	0	0	0	0	1,104,752
0	0	(46,669)	(1,945,928)	0	(1,992,597)
<u>437,489</u>	<u>1,383,963</u>	<u>(46,669)</u>	<u>(1,945,928)</u>	<u>218,544</u>	<u>2,245,763</u>
<u>\$485,330</u>	<u>\$2,347,053</u>	<u>\$113,943</u>	<u>\$149,672</u>	<u>\$872,123</u>	<u>\$6,299,741</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, 2023

	Court Special Projects Fund	General Capital Improvement Fund	Parks and Recreation Improvements Fund	Building and Land Fund
Revenues:				
Other Local Taxes	\$0	\$0	\$147,412	\$0
Revenue in Lieu of Taxes	0	0	0	0
Fines, Licenses, Permits, and Settlements	179,399	0	0	0
Charges for Services	0	0	0	0
Lease Revenue	0	0	17,858	0
Investment Earnings and Other Interest	0	4,671	8,284	0
Intergovernmental	0	0	15,000	0
Other	0	0	129,404	0
<i>Total Revenues</i>	<u>179,399</u>	<u>4,671</u>	<u>317,958</u>	<u>0</u>
Expenditures:				
Current:				
General Government	119,348	0	0	71,987
Leisure Time Activities	0	0	15,615	0
Capital Outlay	41,321	0	104,525	85,501
Intergovernmental	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	180,000
Interest	0	0	0	3,638
Issuance Costs	0	0	0	585
<i>Total Expenditures</i>	<u>160,669</u>	<u>0</u>	<u>120,140</u>	<u>341,711</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>18,730</u>	<u>4,671</u>	<u>197,818</u>	<u>(341,711)</u>
Other Financing Sources:				
Notes Issued	0	0	0	165,000
Premium on Debt Issued	0	0	0	1,508
Transfers-In	0	259,806	0	314,698
<i>Total Other Financing Sources</i>	<u>0</u>	<u>259,806</u>	<u>0</u>	<u>481,206</u>
<i>Net Change in Fund Balances</i>	18,730	264,477	197,818	139,495
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>384,767</u>	<u>840,275</u>	<u>492,297</u>	<u>297,994</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$403,497</u>	<u>\$1,104,752</u>	<u>\$690,115</u>	<u>\$437,489</u>

Tax Increment Financing Fund	Special Assessment Construction Fund	I-675 Corridor TIF Fund	Valle Greene South TIF Fund	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$0	\$147,412
1,012,325	0	69,262	283,433	1,365,020
0	0	0	0	179,399
0	8,566	0	0	8,566
0	0	0	0	17,858
0	0	0	0	12,955
0	0	0	0	15,000
0	0	0	0	129,404
<u>1,012,325</u>	<u>8,566</u>	<u>69,262</u>	<u>283,433</u>	<u>1,875,614</u>
3,602	18,822	12,826	2,501	229,086
0	0	0	0	15,615
0	129,320	0	0	360,667
632,027	0	39,051	135,833	806,911
95,000	0	0	0	275,000
20,838	671	61,114	0	86,261
0	88	3,281	0	3,954
<u>751,467</u>	<u>148,901</u>	<u>116,272</u>	<u>138,334</u>	<u>1,777,494</u>
<u>260,858</u>	<u>(140,335)</u>	<u>(47,010)</u>	<u>145,099</u>	<u>98,120</u>
0	0	0	0	165,000
0	0	0	0	1,508
0	0	100,000	0	674,504
<u>0</u>	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>841,012</u>
260,858	(140,335)	52,990	145,099	939,132
1,123,105	93,666	(1,998,918)	73,445	1,306,631
<u>\$1,383,963</u>	<u>(\$46,669)</u>	<u>(\$1,945,928)</u>	<u>\$218,544</u>	<u>\$2,245,763</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, 2023

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$204,884	\$305,794	\$83,722	\$0	\$594,400
Cash and Cash Equivalents with Fiscal Agents	0	0	0	982,375	982,375
Materials and Supplies Inventory	51,595	0	0	0	51,595
<i>Total Current Assets</i>	<u>256,479</u>	<u>305,794</u>	<u>83,722</u>	<u>982,375</u>	<u>1,628,370</u>
Non-current Assets					
Restricted Asset:					
Net Pension Asset	6,618	4,959	0	0	11,577
Nondepreciable Capital Assets	0	5,018	0	0	5,018
Depreciable Capital Assets, Net	114,894	290,944	0	0	405,838
<i>Total Non-current Assets</i>	<u>121,512</u>	<u>300,921</u>	<u>0</u>	<u>0</u>	<u>422,433</u>
<i>Total Assets</i>	<u>377,991</u>	<u>606,715</u>	<u>83,722</u>	<u>982,375</u>	<u>2,050,803</u>
Deferred Outflows of Resources:					
Pension	327,472	245,603	0	0	573,075
OPEB	50,887	38,166	0	0	89,053
<i>Total Deferred Outflows of Resources</i>	<u>378,359</u>	<u>283,769</u>	<u>0</u>	<u>0</u>	<u>662,128</u>
Liabilities:					
Current Liabilities					
Accounts Payable	32,521	13,372	0	0	45,893
Claims Payable	0	0	0	1,121,273	1,121,273
Accrued Wages Payable	16,117	9,812	0	0	25,929
Intergovernmental Payable	4,277	1,516	0	0	5,793
Compensated Absences Payable	42,663	1,795	0	0	44,458
Subscription Payable	0	39,050	0	0	39,050
<i>Total Current Liabilities</i>	<u>95,578</u>	<u>65,545</u>	<u>0</u>	<u>1,121,273</u>	<u>1,282,396</u>
Long-Term Liabilities					
Compensated Absences Payable	5,713	245	0	0	5,958
Subscription Payable	0	83,752	0	0	83,752
Net Pension Liability	788,646	591,480	0	0	1,380,126
Net OPEB Liability	16,623	12,465	0	0	29,088
<i>Total Long-Term Liabilities</i>	<u>810,982</u>	<u>687,942</u>	<u>0</u>	<u>0</u>	<u>1,498,924</u>
<i>Total Liabilities</i>	<u>906,560</u>	<u>753,487</u>	<u>0</u>	<u>1,121,273</u>	<u>2,781,320</u>
Deferred Inflows of Resources:					
Pension	14,934	11,196	0	0	26,130
OPEB	5,544	4,159	0	0	9,703
<i>Total Deferred Inflows of Resources</i>	<u>20,478</u>	<u>15,355</u>	<u>0</u>	<u>0</u>	<u>35,833</u>
Net Position:					
Net Investment in Capital Assets	114,894	173,160	0	0	288,054
Restricted for Pension Plans	6,618	4,959	0	0	11,577
Unrestricted (Deficit)	(292,200)	(56,477)	83,722	(138,898)	(403,853)
<i>Total Net Position (Deficit)</i>	<u>(\$170,688)</u>	<u>\$121,642</u>	<u>\$83,722</u>	<u>(\$138,898)</u>	<u>(\$104,222)</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, 2023

	Equipment Fund	Information Technology Fund	Employee Assistance Program Fund	Jefferson Health Plan Fund	Total
Operating Revenues:					
Charges for Services	\$1,731,607	\$871,299	\$0	\$4,782,513	\$7,385,419
Other	0	158	80,648	623,756	704,562
<i>Total Operating Revenues</i>	<u>1,731,607</u>	<u>871,457</u>	<u>80,648</u>	<u>5,406,269</u>	<u>8,089,981</u>
Operating Expenses:					
Personal Services	652,577	327,099	86,130	0	1,065,806
Contractual Services	56,962	377,761	7,120	1,001,442	1,443,285
Materials and Supplies	940,647	29,000	0	0	969,647
Claims	0	0	0	4,047,428	4,047,428
Depreciation/Amortization	18,085	92,704	0	0	110,789
<i>Total Operating Expenses</i>	<u>1,668,271</u>	<u>826,564</u>	<u>93,250</u>	<u>5,048,870</u>	<u>7,636,955</u>
<i>Operating Income (Loss)</i>	<u>63,336</u>	<u>44,893</u>	<u>(12,602)</u>	<u>357,399</u>	<u>453,026</u>
Non-Operating Revenues (Expenses):					
Investment Earnings and Other Interest	0	0	764	23,949	24,713
Interest	0	(7,603)	0	0	(7,603)
<i>Total Non-Operating Revenues (Expenses)</i>	<u>0</u>	<u>(7,603)</u>	<u>764</u>	<u>23,949</u>	<u>17,110</u>
<i>Change in Net Position</i>	63,336	37,290	(11,838)	381,348	470,136
<i>Net Position (Deficit) at Beginning of Year</i>	<u>(234,024)</u>	<u>84,352</u>	<u>95,560</u>	<u>(520,246)</u>	<u>(574,358)</u>
<i>Net Position (Deficit) at End of Year</i>	<u>(\$170,688)</u>	<u>\$121,642</u>	<u>\$83,722</u>	<u>(\$138,898)</u>	<u>(\$104,222)</u>

City of Fairborn, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2023

	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	\$1,681,607	\$871,299	\$0	\$4,782,513	\$7,335,419
Cash Received from Other Operating Revenues	0	158	80,648	623,756	704,562
Cash Payments for Claims	0	0	0	(3,777,254)	(3,777,254)
Cash Payments for Employee Services and Benefits	(621,528)	(307,984)	(86,130)	0	(1,015,642)
Cash Payments to Suppliers	(1,030,513)	(499,918)	(7,120)	(1,001,442)	(2,538,993)
<i>Net Cash Provided by (Used for) Operating Activities</i>	29,566	63,555	(12,602)	627,573	708,092
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(45,623)	0	0	0	(45,623)
Cash Flows from Investing Activities:					
Investment Earnings and Other Interest	0	0	764	23,949	24,713
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(16,057)	63,555	(11,838)	651,522	687,182
<i>Cash and Cash Equivalents at Beginning of Year</i>	220,941	242,239	95,560	330,853	889,593
<i>Cash and Cash Equivalents at End of Year</i>	\$204,884	\$305,794	\$83,722	\$982,375	\$1,576,775
Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	\$63,336	\$44,893	(\$12,602)	\$357,399	\$453,026
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	18,085	92,704	0	0	110,789
Decrease (Increase) in Assets:					
Materials and Supplies Inventory	(93)	0	0	0	(93)
Net Pension Asset	602	452	0	0	1,054
Deferred Outflows of Resources - Pension	160,939	120,704	0	0	281,643
Deferred Outflows of Resources - OPEB	35,273	26,455	0	0	61,728
Increase (Decrease) in Liabilities:					
Accounts Payable	(32,811)	(48,274)	0	0	(81,085)
Claims Payable	0	0	0	270,174	270,174
Accrued Wages Payable	853	(3,821)	0	0	(2,968)
Intergovernmental Payable	920	(1,313)	0	0	(393)
Interfund Payable	(50,000)	0	0	0	(50,000)
Compensated Absences Payable	(4,023)	(725)	0	0	(4,748)
Subscription Payable	0	(44,883)	0	0	(44,883)
Net Pension Liability	25,487	19,114	0	0	44,601
Net OPEB Liability	(398)	(299)	0	0	(697)
Deferred Inflows of Resources - Pension	(124,281)	(93,211)	0	0	(217,492)
Deferred Inflows of Resources - OPEB	(64,323)	(48,241)	0	0	(112,564)
<i>Net Cash Provided by (Used for) Operating Activities</i>	\$29,566	\$63,555	(\$12,602)	\$627,573	\$708,092

City of Fairborn, Ohio
Custodial Fund Descriptions

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

Wright Patterson Regional Council of Governments Fund

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

Municipal Court Fund

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

City of Fairborn, Ohio
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2023

	Wright Patterson Regional Council of Governments Fund	Municipal Court Fund	Total
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$1,234,262	\$0	\$1,234,262
Cash and Cash Equivalents in Segregated Accounts	<u>0</u>	<u>102,537</u>	<u>102,537</u>
<i>Total Assets</i>	1,234,262	102,537	1,336,799
Liabilities:			
Due to Other Governments	<u>0</u>	<u>102,537</u>	<u>102,537</u>
Net Position:			
Restricted for Individuals, Organizations, and Other Governments	<u><u>\$1,234,262</u></u>	<u><u>\$0</u></u>	<u><u>\$1,234,262</u></u>

City of Fairborn, Ohio
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2023

	Wright Patterson Regional Council of Governments Fund	Municipal Court Fund	Total
Additions:			
Amounts Received as Fiscal Agent	\$87,535	\$0	\$87,535
Fines and Forfeitures for Other Governments	0	1,888,356	1,888,356
<i>Total Additions</i>	<u>87,535</u>	<u>1,888,356</u>	<u>1,975,891</u>
Deductions:			
Distributions as Fiscal Agent	90,152	0	90,152
Distributions to the State of Ohio	0	434,285	434,285
Distributions to Other Governments	0	1,454,071	1,454,071
<i>Total Deductions</i>	<u>90,152</u>	<u>1,888,356</u>	<u>1,978,508</u>
<i>Change in Net Position</i>	(2,617)	0	(2,617)
<i>Net Position at Beginning of Year</i>	<u>1,236,879</u>	<u>0</u>	<u>1,236,879</u>
<i>Net Position at End of Year</i>	<u><u>\$1,234,262</u></u>	<u><u>\$0</u></u>	<u><u>\$1,234,262</u></u>



City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Property Taxes	\$1,034,020	\$1,035,950	\$1,930
Other Local Taxes	554,330	535,689	(18,641)
Municipal Income Taxes	11,042,970	11,042,282	(688)
Fines, Licenses, Permits, and Settlements	1,100,758	998,384	(102,374)
Charges for Services	3,184,844	3,141,993	(42,851)
Interest	210,377	286,817	76,440
Intergovernmental	1,279,791	1,447,343	167,552
Special Assessments	16,090	16,524	434
Other	424,473	481,991	57,518
<i>Total Revenues</i>	<u>18,847,653</u>	<u>18,986,973</u>	<u>139,320</u>
Expenditures:			
Current:			
General Government			
City Council			
Personal Services	170,781	170,368	413
Contractual Services	74,275	67,413	6,862
Materials and Supplies	5,944	5,706	238
<i>Total City Council</i>	<u>251,000</u>	<u>243,487</u>	<u>7,513</u>
Municipal Court			
Personal Services	1,182,977	1,153,751	29,226
Contractual Services	134,392	128,821	5,571
Materials and Supplies	25,089	24,017	1,072
<i>Total Municipal Court</i>	<u>1,342,458</u>	<u>1,306,589</u>	<u>35,869</u>
Clerk of Courts			
Personal Services	1,013,462	1,004,509	8,953
Contractual Services	85,203	84,154	1,049
Materials and Supplies	15,577	15,577	0
<i>Total Clerk of Courts</i>	<u>1,114,242</u>	<u>1,104,240</u>	<u>10,002</u>
City Manager's Office			
Personal Services	651,266	639,221	12,045
Contractual Services	39,609	38,943	666
Materials and Supplies	30,210	28,096	2,114
<i>Total City Manager's Office</i>	<u>721,085</u>	<u>706,260</u>	<u>14,825</u>
Administration and General Accounting			
Personal Services	756,931	713,697	43,234
Contractual Services	103,729	88,616	15,113
Materials and Supplies	7,057	6,557	500
<i>Total Administration and General Accounting</i>	<u>867,717</u>	<u>808,870</u>	<u>58,847</u>
Utilities Accounting			
Personal Services	308,879	244,540	64,339
Contractual Services	170,289	161,538	8,751
Materials and Supplies	14,648	10,097	4,551
<i>Total Utilities Accounting</i>	<u>\$493,816</u>	<u>\$416,175</u>	<u>\$77,641</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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
City Income Tax Accounting			
Personal Services	\$170,078	\$168,209	\$1,869
Contractual Services	674,794	664,145	10,649
Materials and Supplies	6,570	1,565	5,005
<i>Total City Income Tax Accounting</i>	<u>851,442</u>	<u>833,919</u>	<u>17,523</u>
Legal Department			
Personal Services	134,091	134,091	0
Contractual Services	319,274	319,073	201
Materials and Supplies	7,050	7,050	0
<i>Total Legal Department</i>	<u>460,415</u>	<u>460,214</u>	<u>201</u>
Personnel Department			
Personal Services	347,382	261,181	86,201
Contractual Services	200,038	198,838	1,200
Materials and Supplies	29,269	19,371	9,898
<i>Total Personnel Department</i>	<u>576,689</u>	<u>479,390</u>	<u>97,299</u>
Engineering and Drafting			
Personal Services	578,519	538,790	39,729
Contractual Services	58,447	58,317	130
Materials and Supplies	25,281	20,258	5,023
<i>Total Engineering and Drafting</i>	<u>662,247</u>	<u>617,365</u>	<u>44,882</u>
Plant Maintenance			
Personal Services	665,848	644,121	21,727
Contractual Services	267,742	267,029	713
Materials and Supplies	184,368	158,141	26,227
<i>Total Plant Maintenance</i>	<u>1,117,958</u>	<u>1,069,291</u>	<u>48,667</u>
Contingency			
Personal Services	94,200	85,644	8,556
Contractual Services	1,514,329	1,483,374	30,955
Materials and Supplies	28,947	16,188	12,759
<i>Total Contingency</i>	<u>1,637,476</u>	<u>1,585,206</u>	<u>52,270</u>
<i>Total General Government</i>	<u>10,096,545</u>	<u>9,631,006</u>	<u>465,539</u>
Leisure Time Activities			
Parks and Recreation			
Personal Services	297,974	277,285	20,689
Contractual Services	368,911	350,778	18,133
Materials and Supplies	88,161	86,883	1,278
<i>Total Leisure Time Activities</i>	<u>\$755,046</u>	<u>\$714,946</u>	<u>\$40,100</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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
Community Development			
Community Development Urban Planner			
Personal Services	\$485,701	\$473,309	\$12,392
Contractual Services	329,416	263,952	65,464
Materials and Supplies	16,522	8,487	8,035
<i>Total Community Development Urban Planner</i>	<u>831,639</u>	<u>745,748</u>	<u>85,891</u>
Building Inspection and Zoning Enforcement			
Personal Services	674,654	590,913	83,741
Contractual Services	125,130	93,637	31,493
Materials and Supplies	20,254	11,593	8,661
<i>Total Building Inspection and Zoning Enforcement</i>	<u>820,038</u>	<u>696,143</u>	<u>123,895</u>
Economic Development			
Personal Services	309,566	291,191	18,375
Contractual Services	278,713	277,912	801
Materials and Supplies	2,200	2,200	0
<i>Total Economic Development</i>	<u>590,479</u>	<u>571,303</u>	<u>19,176</u>
<i>Total Community Development</i>	<u>2,242,156</u>	<u>2,013,194</u>	<u>228,962</u>
Capital Outlay	161,088	161,088	0
Debt Service:			
Interest	200,000	136,812	63,188
<i>Total Expenditures</i>	<u>13,454,835</u>	<u>12,657,046</u>	<u>797,789</u>
<i>Excess of Revenues Over Expenditures</i>	<u>5,392,818</u>	<u>6,329,927</u>	<u>937,109</u>
Other Financing Sources (Uses):			
Advances-In	981,832	588,416	(393,416)
Advances-Out	(705,001)	(505,000)	200,001
Transfers-Out	(7,382,551)	(6,849,515)	533,036
<i>Total Other Financing Sources (Uses)</i>	<u>(7,105,720)</u>	<u>(6,766,099)</u>	<u>339,621</u>
<i>Net Change in Fund Balance</i>	(1,712,902)	(436,172)	1,276,730
<i>Fund Balance at Beginning of Year</i>	10,115,411	10,115,411	0
<i>Prior Year Encumbrances Appropriated</i>	709,350	709,350	0
<i>Fund Balance at End of Year</i>	<u>\$9,111,859</u>	<u>\$10,388,589</u>	<u>\$1,276,730</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Property Taxes	\$2,374,970	\$2,379,705	\$4,735
Municipal Income Taxes	2,740,743	2,703,917	(36,826)
Fines, Licenses, Permits, and Settlements	1,200	1,300	100
Charges for Services	1,595,000	1,705,464	110,464
Intergovernmental	272,758	274,540	1,782
Other	62,773	67,745	4,972
<i>Total Revenues</i>	<u>7,047,444</u>	<u>7,132,671</u>	<u>85,227</u>
Expenditures:			
Current:			
Public Safety			
Fire Administrative Services			
Personal Services	1,178,223	1,126,240	51,983
Contractual Services	796,979	759,602	37,377
Materials and Supplies	47,625	44,170	3,455
<i>Total Fire Administrative Services</i>	<u>2,022,827</u>	<u>1,930,012</u>	<u>92,815</u>
Fire Life Safety			
Contractual Services	800	800	0
Materials and Supplies	5,100	3,538	1,562
<i>Total Fire Life Safety</i>	<u>5,900</u>	<u>4,338</u>	<u>1,562</u>
Fire Operations			
Personal Services	6,131,542	5,954,925	176,617
Contractual Services	142,665	142,404	261
Materials and Supplies	316,272	287,655	28,617
<i>Total Fire Operations</i>	<u>6,590,479</u>	<u>6,384,984</u>	<u>205,495</u>
Training			
Contractual Services	1,978	1,858	120
Materials and Supplies	4,605	4,605	0
<i>Total Training</i>	<u>6,583</u>	<u>6,463</u>	<u>120</u>
<i>Total Public Safety</i>	<u>8,625,789</u>	<u>8,325,797</u>	<u>299,992</u>
Capital Outlay	1,150	1,150	0
<i>Total Expenditures</i>	<u>8,626,939</u>	<u>8,326,947</u>	<u>299,992</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,579,495)</u>	<u>(1,194,276)</u>	<u>385,219</u>
Other Financing Sources:			
Transfers-In	2,100,000	1,925,000	(175,000)
<i>Net Change in Fund Balance</i>	520,505	730,724	210,219
<i>Fund Balance at Beginning of Year</i>	832,491	832,491	0
<i>Prior Year Encumbrances Appropriated</i>	257,532	257,532	0
<i>Fund Balance at End of Year</i>	<u>\$1,610,528</u>	<u>\$1,820,747</u>	<u>\$210,219</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Property Taxes	\$2,374,970	\$2,379,705	\$4,735
Municipal Income Taxes	2,740,743	2,703,909	(36,834)
Charges for Services	14,084	39,093	25,009
Intergovernmental	603,809	652,700	48,891
Other	51,768	69,227	17,459
<i>Total Revenues</i>	<u>5,785,374</u>	<u>5,844,634</u>	<u>59,260</u>
Expenditures:			
Current:			
Public Safety			
Police Administrative Services			
Personal Services	936,123	892,672	43,451
Contractual Services	892,517	819,414	73,103
Materials and Supplies	73,173	62,505	10,668
<i>Total Police Administrative Services</i>	<u>1,901,813</u>	<u>1,774,591</u>	<u>127,222</u>
Police Dispatch			
Personal Services	1,294,537	1,140,052	154,485
Contractual Services	129,166	128,866	300
<i>Total Police Dispatch</i>	<u>1,423,703</u>	<u>1,268,918</u>	<u>154,785</u>
Police Detective Section			
Personal Services	1,148,261	1,031,975	116,286
Contractual Services	15,720	15,358	362
Materials and Supplies	42,869	29,529	13,340
<i>Total Police Detective Section</i>	<u>1,206,850</u>	<u>1,076,862</u>	<u>129,988</u>
Police Patrol Section			
Personal Services	4,172,286	3,982,420	189,866
Contractual Services	18,410	17,320	1,090
Materials and Supplies	170,161	152,981	17,180
<i>Total Police Patrol Section</i>	<u>4,360,857</u>	<u>4,152,721</u>	<u>208,136</u>
Jailers			
Personal Services	35,042	35,042	0
D.A.R.E.			
Personal Services	394,094	387,341	6,753
Contractual Services	200	200	0
<i>Total D.A.R.E.</i>	<u>394,294</u>	<u>387,541</u>	<u>6,753</u>
Violence Against Women Act			
Personal Services	\$80,421	\$67,296	\$13,125

(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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Total Expenditures</i>	\$9,402,980	\$8,762,971	\$640,009
<i>Excess of Revenues Under Expenditures</i>	(3,617,606)	(2,918,337)	699,269
Other Financing Sources:			
Transfers-In	4,100,000	3,758,337	(341,663)
<i>Net Change in Fund Balance</i>	482,394	840,000	357,606
<i>Fund Balance at Beginning of Year</i>	725,301	725,301	0
<i>Prior Year Encumbrances Appropriated</i>	102,346	102,346	0
<i>Fund Balance at End of Year</i>	\$1,310,041	\$1,667,647	\$357,606

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Municipal Income Taxes	\$2,730,743	\$2,550,500	(\$180,243)
Permissive Motor Vehicle License Taxes	360,000	388,412	28,412
Fines, Licenses, Permits, and Settlements	50,000	56,277	6,277
Interest	7,000	42,596	35,596
Intergovernmental	3,006,123	949,030	(2,057,093)
Other	29,500	44,869	15,369
<i>Total Revenues</i>	<u>6,183,366</u>	<u>4,031,684</u>	<u>(2,151,682)</u>
Expenditures:			
Current:			
Transportation and Street Repair Administration			
Contractual Services	251,834	234,195	17,639
 Broad Street Phase II			
Contractual Services	143,128	143,128	0
 Development Inspection Services			
Contractual Services	82,380	82,380	0
<i>Total Transportation and Street Repair</i>	477,342	459,703	17,639
 Capital Outlay	6,707,546	6,362,375	345,171
 Debt Service:			
Principal Retirement	64,586	57,917	6,669
<i>Total Expenditures</i>	<u>7,249,474</u>	<u>6,879,995</u>	<u>369,479</u>
<i>Net Change in Fund Balance</i>	(1,066,108)	(2,848,311)	(1,782,203)
<i>Fund Balance at Beginning of Year</i>	2,019,826	2,019,826	0
<i>Prior Year Encumbrances Appropriated</i>	1,908,892	1,908,892	0
<i>Fund Balance at End of Year</i>	<u>\$2,862,610</u>	<u>\$1,080,407</u>	<u>(\$1,782,203)</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Municipal Income Taxes	\$2,940,743	\$2,760,500	(\$180,243)
Charges for Services	25,000	25,000	0
Intergovernmental	991	0	(991)
Other	30,000	45,418	15,418
<i>Total Revenues</i>	<u>2,996,734</u>	<u>2,830,918</u>	<u>(165,816)</u>
Expenditures:			
Current:			
Public Safety			
Police Patrol			
Personal Services	685,231	596,099	89,132
Contractual Services	198,633	175,663	22,970
Materials and Supplies	34,200	34,200	0
<i>Total Police Patrol</i>	<u>918,064</u>	<u>805,962</u>	<u>112,102</u>
Fire Operations			
Personal Services	729,716	717,363	12,353
Contractual Services	153,633	132,984	20,649
Materials and Supplies	367,474	364,661	2,813
<i>Total Fire Operations</i>	<u>1,250,823</u>	<u>1,215,008</u>	<u>35,815</u>
<i>Total Public Safety</i>	<u>2,168,887</u>	<u>2,020,970</u>	<u>147,917</u>
Capital Outlay	1,712,285	1,702,849	9,436
Debt Service:			
Principal	1,850,000	1,850,000	0
Interest	32,375	32,375	0
Issuance Costs	7,000	5,688	1,312
<i>Total Debt Service</i>	<u>1,889,375</u>	<u>1,888,063</u>	<u>1,312</u>
<i>Total Expenditures</i>	<u>5,770,547</u>	<u>5,611,882</u>	<u>158,665</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,773,813)</u>	<u>(2,780,964)</u>	<u>(7,151)</u>
Other Financing Sources:			
Notes Issued	1,750,000	1,750,000	0
Premium on Debt Issued	14,000	15,995	1,995
<i>Total Other Financing Sources</i>	<u>1,764,000</u>	<u>1,765,995</u>	<u>1,995</u>
<i>Net Change in Fund Balance</i>	(1,009,813)	(1,014,969)	(5,156)
<i>Fund Balance at Beginning of Year</i>	793,739	793,739	0
<i>Prior Year Encumbrances Appropriated</i>	863,239	863,239	0
<i>Fund Balance at End of Year</i>	<u>\$647,165</u>	<u>\$642,009</u>	<u>(\$5,156)</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$384,000	\$384,000	\$0
Expenditures:			
Current:			
General Government			
Auditing and Accounting Services			
Contractual Services	1,968	1,968	0
City Administration			
Contractual Services	114,025	0	114,025
<i>Total General Government</i>	<u>115,993</u>	<u>1,968</u>	<u>114,025</u>
Public Safety			
Premium Pay			
Personal Services	384,000	384,000	0
Leisure Time Activities			
Main and Central Monument Roadway			
Contractual Services	3,445	3,445	0
Memorial Park			
Contractual Services	521,195	521,195	0
Community Park Resurfacing			
Contractual Services	376,027	376,027	0
<i>Total Leisure Time Activities</i>	<u>900,667</u>	<u>900,667</u>	<u>0</u>
Community Development			
Broad Street Fire House Renovation			
Contractual Services	197,844	185,404	12,440
Economic Development Programs			
Contractual Services	500,000	500,000	0
Downtown Façade Program			
Contractual Services	300,000	300,000	0
Fairborn Phoenix			
Contractual Services	299,806	299,806	0
US Bank Drive Thru			
Contractual Services	9,650	9,650	0
W Main St. Baker Acquisition			
Contractual Services	75,000	75,000	0
Ali Industries			
Contractual Services	156,929	156,929	0
Non-Profit and Grants			
Contractual Services	255,197	255,197	0
<i>Total Community Development</i>	<u>\$1,794,426</u>	<u>\$1,781,986</u>	<u>\$12,440</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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
Public Works			
Fairborn Apartments			
Contractual Services	\$810	\$810	0
Capital Outlay	3,240,768	3,240,768	0
<i>Total Expenditures</i>	6,436,664	6,310,199	126,465
<i>Net Change in Fund Balance</i>	(6,052,664)	(5,926,199)	126,465
<i>Fund Balance at Beginning of Year</i>	2,358,705	2,358,705	0
<i>Prior Year Encumbrances Appropriated</i>	3,693,959	3,693,959	0
<i>Fund Balance at End of Year</i>	\$0	\$126,465	\$126,465

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$4,485,115	\$4,524,949	\$39,834
Tap-In Fees	40,000	42,840	2,840
Interest	20,000	39,990	19,990
Notes Issued	4,240,000	4,240,000	0
Premium on Debt Issued	38,754	38,754	0
Proceeds from Sale of Capital Assets	500	9,078	8,578
Special Assessments	0	1,026	1,026
Other	29,000	55,447	26,447
<i>Total Revenues</i>	<u>8,853,369</u>	<u>8,952,084</u>	<u>98,715</u>
Expenses:			
Personal Services	1,541,283	1,503,877	37,406
Contractual Services	2,128,557	2,018,346	110,211
Materials and Supplies	516,971	474,924	42,047
Capital Outlay	2,619,943	2,524,693	95,250
Debt Service:			
Principal Retirement	2,077,950	2,077,950	0
Interest	159,725	159,725	0
Issuance Costs	13,780	13,780	0
<i>Total Expenses</i>	<u>9,058,209</u>	<u>8,773,295</u>	<u>284,914</u>
<i>Net Change in Fund Equity</i>	(204,840)	178,789	383,629
<i>Fund Equity at Beginning of Year</i>	2,190,975	2,190,975	0
<i>Prior Year Encumbrances Appropriated</i>	<u>382,075</u>	<u>382,075</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$2,368,210</u></u>	<u><u>\$2,751,839</u></u>	<u><u>\$383,629</u></u>

City of Fairborn, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget and Actual (Non-GAAP Basis)
Sewer Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$6,301,235	\$6,195,581	(\$105,654)
Tap-In Fees	77,000	77,080	80
Interest	11,000	14,880	3,880
Proceeds from the Sale of Capital Assets	0	276	276
Other	15,285	18,120	2,835
<i>Total Revenues</i>	<u>6,404,520</u>	<u>6,305,937</u>	<u>(98,583)</u>
Expenses:			
Personal Services	1,653,219	1,615,995	37,224
Contractual Services	2,837,177	2,713,371	123,806
Materials and Supplies	521,497	497,292	24,205
Capital Outlay	2,054,618	1,667,864	386,754
Debt Service:			
Principal Retirement	492,050	492,050	0
Interest	288,497	288,497	0
Issuance Costs	5,000	0	5,000
<i>Total Expenses</i>	<u>7,852,058</u>	<u>7,275,069</u>	<u>576,989</u>
<i>Net Change in Fund Equity</i>	(1,447,538)	(969,132)	478,406
<i>Fund Equity at Beginning of Year</i>	9,383,974	9,383,974	0
<i>Prior Year Encumbrances Appropriated</i>	634,514	634,514	0
<i>Fund Equity at End of Year</i>	<u><u>\$8,570,950</u></u>	<u><u>\$9,049,356</u></u>	<u><u>\$478,406</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$3,344,806	\$3,325,421	(\$19,385)
Other	0	560	560
<i>Total Revenues</i>	<u>3,344,806</u>	<u>3,325,981</u>	<u>(18,825)</u>
Expenses:			
Personal Services	209,977	187,630	22,347
Contractual Services	3,359,102	3,328,823	30,279
Materials and Supplies	28,526	18,661	9,865
Capital Outlay	111,343	108,500	2,843
<i>Total Expenses</i>	<u>3,708,948</u>	<u>3,643,614</u>	<u>65,334</u>
<i>Net Change in Fund Equity</i>	(364,142)	(317,633)	46,509
<i>Fund Equity at Beginning of Year</i>	855,840	855,840	0
<i>Prior Year Encumbrances Appropriated</i>	<u>159,018</u>	<u>159,018</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$650,716</u></u>	<u><u>\$697,225</u></u>	<u><u>\$46,509</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Municipal Income Taxes	\$210,000	\$210,000	\$0
Interest	9,076	26,610	17,534
Intergovernmental	1,854,610	1,792,876	(61,734)
Other	79,600	90,952	11,352
<i>Total Revenues</i>	<u>2,153,286</u>	<u>2,120,438</u>	<u>(32,848)</u>
Expenditures:			
Current:			
Transportation and Street Repair			
General Street Administration			
Personal Services	96,559	83,537	13,022
Contractual Services	162,934	145,657	17,277
Materials and Supplies	1,250	1,246	4
<i>Total General Street Administration</i>	<u>260,743</u>	<u>230,440</u>	<u>30,303</u>
Maintenance and Repairs			
Personal Services	595,974	561,725	34,249
Contractual Services	42,879	42,879	0
Materials and Supplies	308,183	277,234	30,949
<i>Total Maintenance and Repairs</i>	<u>947,036</u>	<u>881,838</u>	<u>65,198</u>
Traffic Signs and Signals			
Personal Services	294,651	279,315	15,336
Contractual Services	51,423	51,423	0
Materials and Supplies	55,538	50,509	5,029
<i>Total Traffic Signs and Signals</i>	<u>401,612</u>	<u>381,247</u>	<u>20,365</u>
<i>Total Transportation and Street Repair</i>	<u>1,609,391</u>	<u>1,493,525</u>	<u>115,866</u>
Capital Outlay	378,579	378,579	0
<i>Total Expenditures</i>	<u>1,987,970</u>	<u>1,872,104</u>	<u>115,866</u>
<i>Excess of Revenues Over Expenditures</i>	165,316	248,334	83,018
Other Financing Uses:			
Transfers-Out	(50,000)	(50,000)	0
<i>Net Change in Fund Balance</i>	115,316	198,334	83,018
<i>Fund Balance at Beginning of Year</i>	2,666,120	2,666,120	0
<i>Prior Year Encumbrances Appropriated</i>	156,264	156,264	0
<i>Fund Balance at End of Year</i>	<u>\$2,937,700</u>	<u>\$3,020,718</u>	<u>\$83,018</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Interest	\$1,000	\$2,921	\$1,921
Intergovernmental	136,200	145,368	9,168
Other	0	35	35
<i>Total Revenues</i>	<u>137,200</u>	<u>148,324</u>	<u>11,124</u>
Expenditures:			
Current:			
Transportation and Street Repair			
State Highway Maintenance			
Personal Services	95,394	90,891	4,503
Contractual Services	5,397	5,191	206
Materials and Supplies	28,821	24,912	3,909
<i>Total Expenditures</i>	<u>129,612</u>	<u>120,994</u>	<u>8,618</u>
<i>Net Change in Fund Balance</i>	7,588	27,330	19,742
<i>Fund Balance at Beginning of Year</i>	293,946	293,946	0
<i>Prior Year Encumbrances Appropriated</i>	<u>20,900</u>	<u>20,900</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$322,434</u>	<u>\$342,176</u>	<u>\$19,742</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Development Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Community Development			
Entitlement Administration			
Contractual Services	25,029	3,000	22,029
<i>Net Change in Fund Balance</i>	(25,029)	(3,000)	22,029
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	25,029	25,029	0
<i>Fund Balance at End of Year</i>	\$0	\$22,029	\$22,029

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$30,100	\$23,714	(\$6,386)
Other	50	45	(5)
<i>Total Revenues</i>	<u>30,150</u>	<u>23,759</u>	<u>(6,391)</u>
Expenditures:			
Current:			
Public Health and Welfare			
Cemetery Operations			
Personal Services	104,064	89,534	14,530
Contractual Services	38,648	28,227	10,421
Materials and Supplies	28,847	26,188	2,659
<i>Total Expenditures</i>	<u>171,559</u>	<u>143,949</u>	<u>27,610</u>
<i>Excess of Revenues Under Expenditures</i>	(141,409)	(120,190)	21,219
Other Financing Sources:			
Transfers-In	100,000	91,674	(8,326)
<i>Net Change in Fund Balance</i>	(41,409)	(28,516)	12,893
<i>Fund Balance at Beginning of Year</i>	95,433	95,433	0
<i>Prior Year Encumbrances Appropriated</i>	10,601	10,601	0
<i>Fund Balance at End of Year</i>	<u>\$64,625</u>	<u>\$77,518</u>	<u>\$12,893</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Home Program Income Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Interest	\$400	\$542	\$142
Other	0	1,087	1,087
<i>Total Revenues</i>	400	1,629	1,229
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	40,001	40,001	0
<i>Net Change in Fund Balance</i>	(39,601)	(38,372)	1,229
<i>Fund Balance at Beginning of Year</i>	65,171	65,171	0
<i>Fund Balance at End of Year</i>	\$25,570	\$26,799	\$1,229

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$6,824	\$6,553	(\$271)
Intergovernmental	413,725	424,412	10,687
Other	2,600	1,190	(1,410)
<i>Total Revenues</i>	<u>423,149</u>	<u>432,155</u>	<u>9,006</u>
Expenditures:			
Current:			
Community Development			
Entitlement Administration			
Personal Services	29,914	646	29,268
Contractual Services	32,873	32,873	0
Materials and Supplies	5,436	5,436	0
<i>Total Entitlement Administration</i>	<u>68,223</u>	<u>38,955</u>	<u>29,268</u>
Code Enforcement			
Personal Services	94,506	77,806	16,700
Contractual Services	2,170	2,150	20
Materials and Supplies	1,254	496	758
<i>Total Code Enforcement</i>	<u>97,930</u>	<u>80,452</u>	<u>17,478</u>
Entitlement Fair Housing			
Contractual Services	14,127	13,510	617
Materials and Supplies	7,975	7,975	0
<i>Total Entitlement Fair Housing</i>	<u>22,102</u>	<u>21,485</u>	<u>617</u>
Economic Development			
Contractual Services	301	301	0
Community Development Home Repair			
Personal Services	21,508	0	21,508
Contractual Services	61,017	59,743	1,274
<i>Total Community Development Home Repair</i>	<u>82,525</u>	<u>59,743</u>	<u>22,782</u>
Public Services			
Contractual Services	67	67	0
Fairborn Apartments			
Contractual Services	7,709	0	7,709
<i>Total Community Development</i>	<u>278,857</u>	<u>201,003</u>	<u>77,854</u>
Capital Outlay	325,619	325,619	0
<i>Total Expenditures</i>	<u>604,476</u>	<u>526,622</u>	<u>77,854</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$181,327)</u>	<u>(\$94,467)</u>	<u>\$86,860</u>

(continued)

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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
Other Financing Sources (Uses):			
Advances-In	\$300,000	\$300,000	\$0
Advances-Out	(455,000)	(455,000)	0
<i>Total Other Financing Sources (Uses)</i>	(155,000)	(155,000)	0
<i>Net Change in Fund Balance</i>	(336,327)	(249,467)	86,860
<i>Fund Balance at Beginning of Year</i>	385,955	385,955	0
<i>Prior Year Encumbrances Appropriated</i>	65,107	65,107	0
<i>Fund Balance at End of Year</i>	\$114,735	\$201,595	\$86,860

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$79,839	\$88,184	\$8,345
Other	0	148	148
<i>Total Revenues</i>	<u>79,839</u>	<u>88,332</u>	<u>8,493</u>
Expenditures:			
Current:			
Public Safety			
Administration			
Personal Services	268,049	262,863	5,186
Contractual Services	7,357	7,157	200
Materials and Supplies	1,150	1,150	0
<i>Total Administration</i>	<u>276,556</u>	<u>271,170</u>	<u>5,386</u>
State Victims Assistance Act			
Contractual Services	1,789	1,789	0
Materials and Supplies	500	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>278,845</u>	<u>273,459</u>	<u>5,386</u>
Capital Outlay	1,715	1,715	0
<i>Total Expenditures</i>	<u>280,560</u>	<u>275,174</u>	<u>5,386</u>
<i>Excess of Revenues Under Expenditures</i>	(200,721)	(186,842)	13,879
Other Financing Sources:			
Transfers-In	200,000	200,000	0
<i>Net Change in Fund Balance</i>	(721)	13,158	13,879
<i>Fund Balance at Beginning of Year</i>	24,990	24,990	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,200</u>	<u>1,200</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$25,469</u>	<u>\$39,348</u>	<u>\$13,879</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$82,567	\$82,567	\$0
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	138,382	138,382	0
<i>Excess of Revenues Under Expenditures</i>	(55,815)	(55,815)	0
Other Financing Sources (Uses):			
Advances-In	100,000	100,000	0
Advances-Out	(83,416)	(83,416)	0
<i>Total Other Financing Sources (Uses)</i>	16,584	16,584	0
<i>Net Change in Fund Balance</i>	(39,231)	(39,231)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	39,231	39,231	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)
Justice Reinvestment and Incentive Grant Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$47,658	\$47,658	\$0
Expenditures:			
Current:			
Public Safety			
Justice Reinvestment Grant			
Personal Services	40,918	40,918	0
Contractual Services	45,656	45,656	0
Materials and Supplies	2,992	2,992	0
<i>Total Expenditures</i>	89,566	89,566	0
<i>Net Change in Fund Balance</i>	(41,908)	(41,908)	0
<i>Fund Balance at Beginning of Year</i>	41,908	41,908	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)
OneOhio Opioid Settlement Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$30,000	\$59,870	\$29,870
Expenditures:	0	0	0
<i>Net Change in Fund Balance</i>	30,000	59,870	29,870
<i>Fund Balance at Beginning of Year</i>	13,347	13,347	0
<i>Fund Balance at End of Year</i>	<u>\$43,347</u>	<u>\$73,217</u>	<u>\$29,870</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$5,527	\$5,527	\$0
Contributions and Donations	17,011	17,011	0
Other	56,357	56,357	0
<i>Total Revenues</i>	<u>78,895</u>	<u>78,895</u>	<u>0</u>
Expenditures:			
Current:			
Public Safety			
DARE Program			
Contractual Services	4,200	2,880	1,320
Materials and Supplies	4,100	2,758	1,342
<i>Total DARE Program</i>	<u>8,300</u>	<u>5,638</u>	<u>2,662</u>
Safety City Program			
Personal Services	2,886	2,680	206
Contractual Services	9,490	3,149	6,341
Materials and Supplies	19,460	17,434	2,026
<i>Total Safety City Program</i>	<u>31,836</u>	<u>23,263</u>	<u>8,573</u>
<i>Total Public Safety</i>	<u>40,136</u>	<u>28,901</u>	<u>11,235</u>
Capital Outlay	22,200	3,228	18,972
<i>Total Expenditures</i>	<u>62,336</u>	<u>32,129</u>	<u>30,207</u>
<i>Net Change in Fund Balance</i>	16,559	46,766	30,207
<i>Fund Balance at Beginning of Year</i>	61,878	61,878	0
<i>Prior Year Encumbrances Appropriated</i>	<u>20,638</u>	<u>20,638</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$99,075</u>	<u>\$129,282</u>	<u>\$30,207</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$3,200	\$771	(\$2,429)
Expenditures:			
Capital Outlay	4,000	0	4,000
<i>Net Change in Fund Balance</i>	(800)	771	1,571
<i>Fund Balance at Beginning of Year</i>	6,532	6,532	0
<i>Prior Year Encumbrances Appropriated</i>	4,000	4,000	0
<i>Fund Balance at End of Year</i>	<u>\$9,732</u>	<u>\$11,303</u>	<u>\$1,571</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$24,000	\$24,814	\$814
Other	200	200	0
<i>Total Revenues</i>	<u>24,200</u>	<u>25,014</u>	<u>814</u>
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	26,623	25,000	1,623
Contractual Services	41,838	41,838	0
<i>Total Expenditures</i>	<u>68,461</u>	<u>66,838</u>	<u>1,623</u>
<i>Net Change in Fund Balance</i>	(44,261)	(41,824)	2,437
<i>Fund Balance at Beginning of Year</i>	155,605	155,605	0
<i>Prior Year Encumbrances Appropriated</i>	<u>30,452</u>	<u>30,452</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$141,796</u>	<u>\$144,233</u>	<u>\$2,437</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Alcohol Enforcement and Education Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$2,500	\$1,505	(\$995)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Materials and Supplies	1,900	0	1,900
Capital Outlay	2,200	0	2,200
<i>Total Expenditures</i>	4,100	0	4,100
<i>Net Change in Fund Balance</i>	(1,600)	1,505	3,105
<i>Fund Balance at Beginning of Year</i>	4,274	4,274	0
<i>Prior Year Encumbrances Appropriated</i>	4,400	4,400	0
<i>Fund Balance at End of Year</i>	\$7,074	\$10,179	\$3,105

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Interest	\$100	\$208	\$108
Intergovernmental	11,440	6,815	(4,625)
Other	2,000	3,495	1,495
<i>Total Revenues</i>	<u>13,540</u>	<u>10,518</u>	<u>(3,022)</u>
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	2,750	2,746	4
Materials and Supplies	6,833	2,102	4,731
<i>Total Public Safety</i>	9,583	4,848	4,735
Capital Outlay	6,450	6,450	0
<i>Total Expenditures</i>	<u>16,033</u>	<u>11,298</u>	<u>4,735</u>
<i>Net Change in Fund Balance</i>	(2,493)	(780)	1,713
<i>Fund Balance at Beginning of Year</i>	10,986	10,986	0
<i>Prior Year Encumbrances Appropriated</i>	8,931	8,931	0
<i>Fund Balance at End of Year</i>	<u>\$17,424</u>	<u>\$19,137</u>	<u>\$1,713</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$90,000	\$67,794	(\$22,206)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	79,867	46,099	33,768
Contractual Services	5,425	5,425	0
Materials and Supplies	1,500	1,500	0
<i>Total Expenditures</i>	86,792	53,024	33,768
<i>Net Change in Fund Balance</i>	3,208	14,770	11,562
<i>Fund Balance at Beginning of Year</i>	119,497	119,497	0
<i>Fund Balance at End of Year</i>	\$122,705	\$134,267	\$11,562

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$13,757	\$13,757	\$0
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Personal Services	13,076	13,001	75
<i>Net Change in Fund Balance</i>	681	756	75
<i>Fund Balance at Beginning of Year</i>	519	519	0
<i>Fund Balance at End of Year</i>	<u>\$1,200</u>	<u>\$1,275</u>	<u>\$75</u>

City of Fairborn, Ohio
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget and Actual (Non-GAAP Basis)
 Court Legal Research/Computerization Fund
 For the Year Ended December 31, 2023*

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$10,000	\$11,919	\$1,919
Expenditures:			
Current:			
Public Safety			
Municipal Court			
Contractual Services	4,800	4,800	0
Capital Outlay	6,600	6,600	0
<i>Total Expenditures</i>	11,400	11,400	0
<i>Net Change in Fund Balance</i>	(1,400)	519	1,919
<i>Fund Balance at Beginning of Year</i>	54,033	54,033	0
<i>Prior Year Encumbrances Appropriated</i>	11,000	11,000	0
<i>Fund Balance at End of Year</i>	\$63,633	\$65,552	\$1,919

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$70,000	\$62,810	(\$7,190)
Expenditures:			
Current:			
General Government			
Municipal Court			
Personal Services	7,160	6,129	1,031
Contractual Services	89,850	89,850	0
Materials and Supplies	2,850	2,850	0
<i>Total General Government</i>	99,860	98,829	1,031
Capital Outlay	8,300	8,300	0
<i>Total Expenditures</i>	108,160	107,129	1,031
<i>Net Change in Fund Balance</i>	(38,160)	(44,319)	(6,159)
<i>Fund Balance at Beginning of Year</i>	279,867	279,867	0
<i>Prior Year Encumbrances Appropriated</i>	19,859	19,859	0
<i>Fund Balance at End of Year</i>	\$261,566	\$255,407	(\$6,159)

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, 2023*

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$15,000	\$14,486	(\$514)
Expenditures:			
Current:			
Public Safety			
Law Enforcement			
Contractual Services	25,500	25,500	0
<i>Net Change in Fund Balance</i>	(10,500)	(11,014)	(514)
<i>Fund Balance at Beginning of Year</i>	85,768	85,768	0
<i>Prior Year Encumbrances Appropriated</i>	7,545	7,545	0
<i>Fund Balance at End of Year</i>	<u>\$82,813</u>	<u>\$82,299</u>	<u>(\$514)</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$9,684	\$9,684	\$0
Expenditures:			
Capital Outlay	9,684	9,684	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget and Actual (Non-GAAP Basis)
 Federal Emergency Management Agency Fund
 For the Year Ended December 31, 2023*

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$48,343	\$48,343	\$0
Expenditures:			
Current:			
Public Safety			
Fire Operations			
Personal Services	48,343	48,343	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Community Redevelopment Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$13,000	\$9,150	(\$3,850)
Intergovernmental	205,000	343,000	138,000
Other	0	1,500	1,500
<i>Total Revenues</i>	<u>218,000</u>	<u>353,650</u>	<u>135,650</u>
Expenditures:			
Current:			
Community Development			
Neighborhood Betterment			
Contractual Services	69,428	67,428	2,000
Materials and Supplies	1,000	1,000	0
<i>Total Neighborhood Betterment</i>	<u>70,428</u>	<u>68,428</u>	<u>2,000</u>
Family Video Project			
Contractual Services	3,534	3,534	0
Main Gate Park			
Contractual Services	28,940	28,940	0
Broad Street Corridor			
Contractual Services	5,000	4,867	133
2017 Redevelopment Phase II			
Contractual Services	3,191	3,191	0
Third & Main Improvements			
Contractual Services	3,500	3,191	309
<i>Total Community Development</i>	<u>114,593</u>	<u>112,151</u>	<u>2,442</u>
Capital Outlay	50,000	0	50,000
Debt Service:			
Principal Retirement	4,075,000	4,075,000	0
Interest	142,572	142,572	0
Issuance Costs	12,630	11,215	1,415
<i>Total Debt Service</i>	<u>4,230,202</u>	<u>4,228,787</u>	<u>1,415</u>
<i>Total Expenditures</i>	<u>4,394,795</u>	<u>4,340,938</u>	<u>53,857</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$4,176,795)</u>	<u>(\$3,987,288)</u>	<u>\$189,507</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, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
Other Financing Sources:			
Notes Issued	\$4,075,000	\$4,075,000	\$0
Premium on Debt Issued	31,000	26,325	(4,675)
Transfers-In	250,000	250,000	0
<i>Total Other Financing Sources</i>	<u>4,356,000</u>	<u>4,351,325</u>	<u>(4,675)</u>
<i>Net Change in Fund Balance</i>	179,205	364,037	184,832
<i>Fund Balance at Beginning of Year</i>	51,138	51,138	0
<i>Prior Year Encumbrances Appropriated</i>	<u>40,114</u>	<u>40,114</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$270,457</u>	<u>\$455,289</u>	<u>\$184,832</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Other	\$52,651	\$52,651	\$0
Expenditures:			
Current:			
Community Development			
Fire Loss Escrow			
Contractual Services	59,072	59,072	0
<i>Net Change in Fund Balance</i>	(6,421)	(6,421)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	40,421	40,421	0
<i>Fund Balance at End of Year</i>	<u>\$34,000</u>	<u>\$34,000</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Uninsured Loss Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Other	\$42,736	\$42,736	\$0
Expenditures:			
Current:			
General Government			
Uninsured Loss			
Contractual Services	111,452	111,452	0
<i>Net Change in Fund Balance</i>	(68,716)	(68,716)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	68,716	68,716	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
General Bond Retirement Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Special Assessments	\$66,959	\$66,959	\$0
Expenditures:			
Current:			
General Government			
Special Assessments			
Contractual Services	6,140	271	5,869
Debt Service:			
Principal Retirement	64,000	64,000	0
Interest	3,000	2,979	21
<i>Total Debt Service</i>	67,000	66,979	21
<i>Total Expenditures</i>	73,140	67,250	5,890
<i>Net Change in Fund Balance</i>	(6,181)	(291)	5,890
<i>Fund Balance at Beginning of Year</i>	185,431	185,431	0
<i>Fund Balance at End of Year</i>	\$179,250	\$185,140	\$5,890

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Fines, Licenses, Permits, and Settlements	\$185,000	\$180,222	(\$4,778)
Expenditures:			
Current:			
General Government			
Law Enforcement			
Personal Services	77,822	74,068	3,754
Contractual Services	46,366	46,366	0
Materials and Supplies	56,500	3,500	53,000
<i>Total General Government</i>	180,688	123,934	56,754
Capital Outlay	54,800	52,800	2,000
<i>Total Expenditures</i>	235,488	176,734	58,754
<i>Net Change in Fund Balance</i>	(50,488)	3,488	53,976
<i>Fund Balance at Beginning of Year</i>	365,353	365,353	0
<i>Prior Year Encumbrances Appropriated</i>	10,126	10,126	0
<i>Fund Balance at End of Year</i>	\$324,991	\$378,967	\$53,976

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Interest	\$3,100	\$4,671	\$1,571
Intergovernmental	45,000	45,000	0
<i>Total Revenues</i>	48,100	49,671	1,571
Expenditures:			
Current:			
General Government			
General Capital Improvement			
Contractual Services	10,000	0	10,000
<i>Excess of Revenues Over Expenditures</i>	38,100	49,671	11,571
Other Financing Sources:			
Transfers-In	260,706	259,806	(900)
<i>Net Change in Fund Balance</i>	298,806	309,477	10,671
<i>Fund Balance at Beginning of Year</i>	755,102	755,102	0
<i>Prior Year Encumbrances Appropriated</i>	40,173	40,173	0
<i>Fund Balance at End of Year</i>	<u>\$1,094,081</u>	<u>\$1,104,752</u>	<u>\$10,671</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Other Local Taxes	\$150,000	\$150,000	\$0
Charges for Services	20,988	20,988	0
Interest	3,400	5,154	1,754
Intergovernmental	15,000	15,000	0
Other	128,355	129,404	1,049
<i>Total Revenues</i>	<u>317,743</u>	<u>320,546</u>	<u>2,803</u>
Expenditures:			
Current:			
Leisure Time Activities			
Park and Recreation Improvements			
Contractual Services	16,574	16,574	0
Capital Outlay	464,782	463,483	1,299
<i>Total Expenditures</i>	<u>481,356</u>	<u>480,057</u>	<u>1,299</u>
<i>Net Change in Fund Balance</i>	(163,613)	(159,511)	4,102
<i>Fund Balance at Beginning of Year</i>	444,106	444,106	0
<i>Prior Year Encumbrances Appropriated</i>	27,419	27,419	0
<i>Fund Balance at End of Year</i>	<u>\$307,912</u>	<u>\$312,014</u>	<u>\$4,102</u>

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Building and Land Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
General Government			
Building and Land			
Contractual Services	50,708	31,188	19,520
Materials and Supplies	49,125	49,125	0
<i>Total General Government</i>	99,833	80,313	19,520
Capital Outlay	174,311	174,311	0
Debt Service:			
Principal Retirement	210,000	210,000	0
Interest	3,675	3,675	0
Issuance Costs	11,000	585	10,415
<i>Total Debt Service</i>	224,675	214,260	10,415
<i>Total Expenditures</i>	498,819	468,884	29,935
<i>Excess of Revenues Under Expenditures</i>	(498,819)	(468,884)	29,935
Other Financing Sources:			
Notes Issued	180,000	180,000	0
Premium on Debt Issued	2,000	1,645	(355)
Transfers-In	314,998	314,698	(300)
<i>Total Other Financing Sources</i>	496,998	496,343	(655)
<i>Net Change in Fund Balance</i>	(1,821)	27,459	29,280
<i>Fund Balance at Beginning of Year</i>	303,982	303,982	0
<i>Prior Year Encumbrances Appropriated</i>	29,326	29,326	0
<i>Fund Balance at End of Year</i>	\$331,487	\$360,767	\$29,280

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Revenue in Lieu of Taxes	\$320,000	\$380,298	\$60,298
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	6,300	3,602	2,698
Debt Service:			
Principal Retirement	95,000	95,000	0
Interest	20,838	20,838	0
<i>Total Debt Service</i>	115,838	115,838	0
<i>Total Expenditures</i>	122,138	119,440	2,698
<i>Net Change in Fund Balance</i>	197,862	260,858	62,996
<i>Fund Balance at Beginning of Year</i>	1,123,105	1,123,105	0
<i>Fund Balance at End of Year</i>	\$1,320,967	\$1,383,963	\$62,996

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$8,081	\$8,566	\$485
Expenditures:			
Current:			
General Government			
Special Assessments Construction			
Contractual Services	21,202	21,202	0
Capital Outlay	146,368	146,368	0
Debt Service:			
Issuance Costs	88	88	0
<i>Total Expenditures</i>	<u>167,658</u>	<u>167,658</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(159,577)</u>	<u>(159,092)</u>	<u>485</u>
Other Financing Sources:			
Notes Issued	51,000	51,000	0
Premium on Debt Issued	441	441	0
Advances-In	105,000	105,000	0
<i>Total Other Financing Sources</i>	<u>156,441</u>	<u>156,441</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(3,136)</u>	<u>(2,651)</u>	<u>485</u>
<i>Fund Balance at Beginning of Year</i>	81,733	81,733	0
<i>Prior Year Encumbrances Appropriated</i>	<u>12,808</u>	<u>12,808</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$91,405</u></u>	<u><u>\$91,890</u></u>	<u><u>\$485</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Revenue in Lieu of Taxes	\$30,211	\$30,211	\$0
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	12,826	12,826	0
Debt Service:			
Principal Retirement	1,972,000	1,972,000	0
Interest	68,828	68,828	0
Issuance Costs	3,281	3,281	0
<i>Total Debt Service</i>	2,044,109	2,044,109	0
<i>Total Expenditures</i>	2,056,935	2,056,935	0
<i>Excess of Revenues Under Expenditures</i>	(2,026,724)	(2,026,724)	0
Other Financing Sources:			
Notes Issued	1,906,000	1,906,000	0
Premium on Debt Issued	16,468	16,468	0
Transfers-In	100,000	100,000	0
<i>Total Other Financing Sources</i>	2,022,468	2,022,468	0
<i>Net Change in Fund Balance</i>	(4,256)	(4,256)	0
<i>Fund Balance at Beginning of Year</i>	5,896	5,896	0
<i>Fund Balance at End of Year</i>	\$1,640	\$1,640	\$0

City of Fairborn, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
Valle Greene South Tax Increment Financing Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Revenue in Lieu of Taxes	\$75,000	\$147,600	\$72,600
Expenditures:			
Current:			
General Government			
Tax Increment Financing			
Contractual Services	2,606	2,501	105
<i>Net Change in Fund Balance</i>	72,394	145,099	72,705
<i>Fund Balance at Beginning of Year</i>	73,445	73,445	0
<i>Fund Balance at End of Year</i>	\$145,839	\$218,544	\$72,705

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$1,697,481	\$1,731,607	\$34,126
Other	500	0	(500)
<i>Total Revenues</i>	<u>1,697,981</u>	<u>1,731,607</u>	<u>33,626</u>
Expenses:			
Personal Services	631,373	621,528	9,845
Contractual Services	73,397	59,588	13,809
Materials and Supplies	1,006,239	999,868	6,371
Capital Outlay	71,582	71,582	0
<i>Total Expenses</i>	<u>1,782,591</u>	<u>1,752,566</u>	<u>30,025</u>
<i>Excess of Revenues Under Expenses Before Advances</i>	(84,610)	(20,959)	63,651
Advances-Out	(50,000)	(50,000)	0
<i>Net Change in Fund Equity</i>	(134,610)	(70,959)	63,651
<i>Fund Equity at Beginning of Year</i>	189,035	189,035	0
<i>Prior Year Encumbrances Appropriated</i>	31,905	31,905	0
<i>Fund Equity at End of Year</i>	<u>\$86,330</u>	<u>\$149,981</u>	<u>\$63,651</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$871,508	\$871,299	(\$209)
Other	0	158	158
<i>Total Revenues</i>	<u>871,508</u>	<u>871,457</u>	<u>(51)</u>
Expenses:			
Personal Services	332,802	322,398	10,404
Contractual Services	462,753	462,715	38
Materials and Supplies	44,587	43,526	1,061
Capital Outlay	76,029	75,667	362
<i>Total Expenses</i>	<u>916,171</u>	<u>904,306</u>	<u>11,865</u>
<i>Net Change in Fund Equity</i>	(44,663)	(32,849)	11,814
<i>Fund Equity at Beginning of Year</i>	112,841	112,841	0
<i>Prior Year Encumbrances Appropriated</i>	<u>129,398</u>	<u>129,398</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u>\$197,576</u>	<u>\$209,390</u>	<u>\$11,814</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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Other	\$84,000	\$80,648	(\$3,352)
Interest	1,000	764	(236)
<i>Total Revenues</i>	<u>85,000</u>	<u>81,412</u>	<u>(3,588)</u>
Expenses:			
Personal Services	98,400	90,954	7,446
Contractual Services	7,120	7,120	0
<i>Total Expenses</i>	<u>105,520</u>	<u>98,074</u>	<u>7,446</u>
<i>Net Change in Fund Equity</i>	(20,520)	(16,662)	3,858
<i>Fund Equity at Beginning of Year</i>	<u>95,560</u>	<u>95,560</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$75,040</u></u>	<u><u>\$78,898</u></u>	<u><u>\$3,858</u></u>

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, 2023

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$4,360,000	\$4,413,474	\$53,474
Other	1,098,000	1,088,219	(9,781)
Interest	8,000	22,454	14,454
<i>Total Revenues</i>	<u>5,466,000</u>	<u>5,524,147</u>	<u>58,147</u>
Expenses:			
Contractual Services	1,025,938	998,392	27,546
Claims	4,002,062	4,002,062	0
<i>Total Expenses</i>	<u>5,028,000</u>	<u>5,000,454</u>	<u>27,546</u>
<i>Net Change in Fund Equity</i>	438,000	523,693	85,693
<i>Fund Equity at Beginning of Year</i>	<u>444,422</u>	<u>444,422</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$882,422</u></u>	<u><u>\$968,115</u></u>	<u><u>\$85,693</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 annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

<u>CONTENTS</u>	<u>PAGES</u>
Financial Trends	220-229
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
Revenue Capacity	230-238
These schedules contain information to help the reader assess the City’s most significant local revenue sources, property taxes and income taxes.	
Debt Capacity	240-247
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Demographic and Economic Information	248-251
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	
Operating Information	252-255
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial reports relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

City of Fairborn, Ohio
Net Position by Component
Last Ten Years
(accrual basis of accounting)
Schedule 1

	2014	2015	2016	Restated 2017
Governmental Activities				
Net Investment in Capital Assets	\$61,971,834	\$62,817,281	\$62,009,840	\$61,539,877
Restricted	9,206,263	10,484,017	12,289,605	14,147,204
Unrestricted (Deficit)	<u>(7,228,899)</u>	<u>(7,781,865)</u>	<u>(9,725,679)</u>	<u>(34,010,845)</u>
<i>Total Governmental Activities Net Position</i>	<u>\$63,949,198</u>	<u>\$65,519,433</u>	<u>\$64,573,766</u>	<u>\$41,676,236</u>
Business-Type Activities				
Net Investment in Capital Assets	\$10,132,357	\$10,497,587	\$11,706,766	\$13,837,167
Restricted	0	0	0	0
Unrestricted	<u>13,991,246</u>	<u>15,319,546</u>	<u>15,371,576</u>	<u>13,066,731</u>
<i>Total Business-Type Activities Net Position</i>	<u>\$24,123,603</u>	<u>\$25,817,133</u>	<u>\$27,078,342</u>	<u>\$26,903,898</u>
Total Primary Government				
Net Investment in Capital Assets	\$72,104,191	\$73,314,868	\$73,716,606	\$75,377,044
Restricted	9,206,263	10,484,017	12,289,605	14,147,204
Unrestricted (Deficit)	<u>6,762,347</u>	<u>7,537,681</u>	<u>5,645,897</u>	<u>(20,944,114)</u>
<i>Total Primary Government Net Position</i>	<u>\$88,072,801</u>	<u>\$91,336,566</u>	<u>\$91,652,108</u>	<u>\$68,580,134</u>

Note: The City reported the impact of GASB Statement No. 68 beginning in 2014.

Note: The City reported the impact of GASB Statement No. 75 beginning in 2017.

Note: The City reported the impact of GASB Statement No. 87 beginning in 2021.

2018	2019	2020	Restated 2021	2022	2023
\$61,482,208	\$63,758,772	\$69,295,825	\$69,360,030	\$71,767,508	\$74,091,850
11,824,721	13,476,539	14,334,026	19,622,908	18,634,602	22,037,971
(38,509,120)	(26,713,492)	(31,752,409)	(25,190,438)	(20,998,928)	(22,411,006)
<u>\$34,797,809</u>	<u>\$50,521,819</u>	<u>\$51,877,442</u>	<u>\$63,792,500</u>	<u>\$69,403,182</u>	<u>\$73,718,815</u>
\$16,390,665	\$17,509,040	\$17,641,805	\$17,242,644	\$16,606,654	\$14,646,975
0	0	0	40,785	51,435	34,736
10,175,839	8,092,813	8,803,099	11,344,921	12,403,693	11,937,604
<u>\$26,566,504</u>	<u>\$25,601,853</u>	<u>\$26,444,904</u>	<u>\$28,628,350</u>	<u>\$29,061,782</u>	<u>\$26,619,315</u>
\$77,872,873	\$81,267,812	\$86,937,630	\$86,602,674	\$88,374,162	\$88,738,825
11,824,721	13,476,539	14,334,026	19,663,693	18,686,037	22,072,707
(28,333,281)	(18,620,679)	(22,949,310)	(13,845,517)	(8,595,235)	(10,473,402)
<u>\$61,364,313</u>	<u>\$76,123,672</u>	<u>\$78,322,346</u>	<u>\$92,420,850</u>	<u>\$98,464,964</u>	<u>\$100,338,130</u>

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

	2014	2015 (1)	2016	2017
Program Revenues:				
Governmental Activities:				
Charges for Services:				
General Government	\$4,894,322	\$4,958,113	\$5,611,972	\$5,420,422
Public Safety	2,056,636	2,271,404	2,270,773	2,011,779
Leisure Time Activities	18,477	20,984	19,988	18,251
Community Development	26,642	51,233	38,629	40,423
Transportation and Street Repair	26,954	9,570	31,921	140,092
Public Health and Welfare	32,391	27,344	35,595	30,829
Operating Grants, Contributions and Interest	2,706,385	2,872,341	2,599,657	2,965,454
Capital Grants, Contributions and Interest	1,534,842	1,857,083	1,839,159	2,086,792
Total Governmental Activities Program Revenues	<u>11,296,649</u>	<u>12,068,072</u>	<u>12,447,694</u>	<u>12,714,042</u>
Business-Type Activities:				
Charges for Services:				
Water	4,304,620	4,104,119	4,136,284	4,023,734
Sewer	6,687,253	6,651,226	6,648,955	6,317,030
Sanitation	2,763,166	2,754,574	2,743,135	3,087,225
Capital Grants, Contributions and Interest:				
Water	36,480	71,290	52,330	55,690
Sewer	25,547	58,820	43,110	49,110
Total Business-Type Activities Program Revenues	<u>13,817,066</u>	<u>13,640,029</u>	<u>13,623,814</u>	<u>13,532,789</u>
Total Primary Government Program Revenues	<u>25,113,715</u>	<u>25,708,101</u>	<u>26,071,508</u>	<u>26,246,831</u>
Expenses:				
Governmental Activities:				
General Government	9,957,291	10,198,666	10,756,212	11,633,948
Public Safety	14,285,206	14,786,740	17,290,189	17,344,091
Leisure Time Activities	404,947	450,208	461,178	604,199
Community Development	4,681,346	2,259,182	1,959,838	2,524,337
Transportation and Street Repair	3,328,628	3,338,726	3,088,426	2,084,305
Public Health and Welfare	116,391	117,755	122,870	119,619
Public Works	0	0	0	0
Interest	214,784	210,577	247,647	358,433
Total Governmental Activities Expenses	<u>32,988,593</u>	<u>31,361,854</u>	<u>33,926,360</u>	<u>34,668,932</u>
Business-Type Activities:				
Water	4,468,043	3,997,386	3,945,132	4,122,433
Sewer	5,484,171	5,547,509	6,492,400	5,759,142
Sanitation	2,572,478	2,591,785	2,830,336	2,990,997
Total Business-Type Activities Expenses	<u>12,524,692</u>	<u>12,136,680</u>	<u>13,267,868</u>	<u>12,872,572</u>
Total Primary Government Expenses	<u>\$45,513,285</u>	<u>\$43,498,534</u>	<u>\$47,194,228</u>	<u>\$47,541,504</u>

2018 (2)	2019	2020	2021 (3)	2022	2023
\$5,568,073	\$5,508,487	\$4,805,169	\$4,837,518	\$4,568,074	\$4,490,728
2,060,653	1,483,093	1,173,567	1,469,776	1,720,785	2,046,965
18,251	18,251	21,635	20,988	17,465	17,858
23,278	7,822	7,728	5,025	14,699	15,703
39,405	40,791	67,189	26,798	8,883	72,413
37,091	31,318	25,126	38,165	47,760	393,656
1,731,052	3,991,262	6,292,655	4,303,656	4,691,762	5,697,617
3,820,146	2,933,630	5,808,958	3,500,302	2,826,147	1,333,647
13,297,949	14,014,654	18,202,027	14,202,228	13,895,575	14,068,587
4,105,891	4,089,684	4,038,762	4,087,916	4,185,306	4,573,124
6,388,028	6,490,299	6,164,239	6,150,359	6,219,764	6,190,676
3,084,525	3,220,143	3,141,815	3,221,012	3,305,276	3,291,545
61,680	94,650	67,862	74,428	48,156	43,866
58,970	85,850	76,340	62,900	36,400	77,080
13,699,094	13,980,626	13,489,018	13,596,615	13,794,902	14,176,291
26,997,043	27,995,280	31,691,045	27,798,843	27,690,477	28,244,878
12,114,843	13,054,969	12,507,997	7,327,396	10,283,267	12,835,722
21,071,688	2,731,748	19,355,872	18,440,635	19,799,015	22,109,106
624,857	536,633	592,840	378,712	577,517	1,157,927
3,138,321	2,216,799	1,979,004	1,696,585	2,790,970	2,924,427
4,993,499	2,914,006	4,882,868	2,575,075	4,694,916	2,905,626
118,836	149,716	132,351	76,429	123,522	123,292
0	0	0	0	120,190	810
411,131	418,686	326,744	270,842	381,053	477,668
42,473,175	22,022,557	39,777,676	30,765,674	38,770,450	42,534,578
4,686,146	4,360,322	3,741,712	3,813,961	3,834,628	5,505,588
6,575,149	7,623,935	5,964,822	4,814,185	5,634,630	6,821,517
3,050,745	3,250,759	3,241,273	2,927,174	3,166,304	4,430,474
14,312,040	15,235,016	12,947,807	11,555,320	12,635,562	16,757,579
\$56,785,215	\$37,257,573	\$52,725,483	\$42,320,994	\$51,406,012	\$59,292,157

(continued)

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

	2014	2015 (1)	2016	2017
Net (Expense)/Revenue				
Governmental Activities	(\$21,691,944)	(\$19,293,782)	(\$21,478,666)	(\$21,954,890)
Business-Type Activities	1,292,374	1,503,349	355,946	660,217
Total Primary Government Net Expenses	(20,399,570)	(17,790,433)	(21,122,720)	(21,294,673)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	847,262	782,489	818,384	882,524
Fire and EMS	2,240,812	2,045,353	2,166,795	2,135,521
Police	2,240,812	2,045,353	2,166,795	2,135,522
Other Local Taxes	828,945	847,768	841,911	765,467
Municipal Income Taxes Levied for:				
General Purposes	8,080,790	8,231,278	8,958,104	8,728,866
Street Programs	2,018,698	2,057,256	2,239,665	2,181,914
Public Safety	2,018,698	2,057,248	2,239,665	2,181,913
Municipal Motor Vehicle Taxes	0	0	0	0
Revenue in Lieu of Taxes	419,134	428,715	411,210	506,595
Investment Earnings and Other Interest	442,641	191,381	(41,272)	279,331
Grants and Entitlements not				
Restricted to Specific Programs	968,659	1,765,047	938,320	808,185
Other	580,160	412,129	479,006	645,871
Transfers-Internal Activities	0	0	(685,584)	(283,347)
Total Governmental Activities	20,686,611	20,864,017	20,532,999	20,968,362
Business-Type Activities:				
Investment Earnings and Other Interest	30,708	52,369	75,056	65,800
Gain on Sale of Capital Assets	0	0	0	22,247
Other	149,596	137,812	144,623	199,256
Transfers-Internal Activities	0	0	685,584	283,347
Total Business-Type Activities	180,304	190,181	905,263	570,650
Total Primary Government	20,866,915	21,054,198	21,438,262	21,539,012
Change in Net Position:				
Governmental Activities	(1,005,333)	1,570,235	(945,667)	(986,528)
Business-Type Activities	1,472,678	1,693,530	1,261,209	1,230,867
Total Primary Government	\$467,345	\$3,263,765	\$315,542	\$244,339

(1) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in 2015.

(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in 2018.

(3) Expenses are first impacted by the implementation of GASB Statement No. 87 beginning in 2021.

2018 (2)	2019	2020	2021 (3)	2022	2023
(\$29,175,226)	(\$8,007,903)	(\$21,575,649)	(\$16,563,446)	(\$24,874,875)	(\$28,465,991)
(612,946)	(1,254,390)	541,211	2,041,295	1,159,340	(2,581,288)
(29,788,172)	(9,262,293)	(21,034,438)	(14,522,151)	(23,715,535)	(31,047,279)
787,269	877,515	874,479	997,190	1,021,317	1,019,207
2,204,623	2,265,445	2,242,869	2,294,507	2,353,346	2,310,659
2,204,623	2,265,445	2,242,869	2,294,507	2,351,746	2,310,659
896,209	842,432	530,386	620,860	680,942	673,554
9,008,285	9,312,525	8,928,799	9,662,268	11,156,222	10,400,611
2,235,800	2,328,539	2,232,172	2,415,373	2,766,079	2,600,010
2,235,797	2,328,538	2,232,171	7,605,443	8,086,298	7,696,478
0	0	0	0	0	412,512
592,090	728,180	917,561	928,037	1,230,968	1,365,020
448,000	737,247	298,960	(495,444)	(2,296,734)	1,498,629
986,697	1,154,261	1,032,952	1,489,968	1,398,716	1,405,235
697,406	891,786	1,398,054	663,508	930,812	1,089,050
0	0	0	2,287	805,845	0
22,296,799	23,731,913	22,931,272	28,478,504	30,485,557	32,781,624
71,411	63,884	50,472	28,019	15,667	55,340
0	0	0	0	0	0
204,141	225,855	251,368	116,419	64,270	83,481
0	0	0	(2,287)	(805,845)	0
275,552	289,739	301,840	142,151	(725,908)	138,821
22,572,351	24,021,652	23,233,112	28,620,655	29,759,649	32,920,445
(6,878,427)	15,724,010	1,355,623	11,915,058	5,610,682	4,315,633
(337,394)	(964,651)	843,051	2,183,446	433,432	(2,442,467)
(\$7,215,821)	\$14,759,359	\$2,198,674	\$14,098,504	\$6,044,114	\$1,873,166

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

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund				
Nonspendable	\$23,665	\$14,298	\$18,950	\$72,838
Assigned	755,130	983,752	2,023,546	2,721,907
Unassigned	<u>10,042,544</u>	<u>9,480,017</u>	<u>8,378,803</u>	<u>6,936,826</u>
Total General Fund	<u>10,821,339</u>	<u>10,478,067</u>	<u>10,421,299</u>	<u>9,731,571</u>
All Other Governmental Funds				
Nonspendable	200,574	166,271	669,611	162,712
Restricted	6,062,520	7,295,377	8,206,807	9,172,117
Committed	309,296	119,119	258,566	432,467
Assigned	625,356	419,469	459,463	633,701
Unassigned (Deficit)	<u>(122,498)</u>	<u>(1,079)</u>	<u>(2,216,842)</u>	<u>(2,101,377)</u>
Total all Other Governmental Funds	<u>7,075,248</u>	<u>7,999,157</u>	<u>7,377,605</u>	<u>8,299,620</u>
All Governmental Funds	<u>\$17,896,587</u>	<u>\$18,477,224</u>	<u>\$17,798,904</u>	<u>\$18,031,191</u>

2018	2019	2020	Restated 2021	2022	2023
\$80,503	\$81,612	\$79,090	\$89,402	\$79,624	\$91,545
1,752,154	3,206,819	525,824	853,539	1,469,743	735,460
7,342,232	6,052,931	6,978,170	7,635,397	7,542,725	9,578,864
9,174,889	9,341,362	7,583,084	8,578,338	9,092,092	10,405,869
174,023	187,314	118,088	107,892	149,457	140,773
8,202,333	9,169,171	12,310,148	14,691,030	15,317,173	18,505,048
792,265	716,683	593,439	712,203	891,105	1,222,980
400,326	562,794	793,419	939,526	840,275	1,104,752
(3,334,860)	(2,144,747)	(2,228,779)	(2,138,167)	(2,006,780)	(2,037,188)
6,234,087	8,491,215	11,586,315	14,312,484	15,191,230	18,936,365
\$15,408,976	\$17,832,577	\$19,169,399	\$22,890,822	\$24,283,322	\$29,342,234

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

	2014	2015	2016	2017
Revenues:				
Property Taxes	\$5,270,213	\$5,033,037	\$5,146,070	\$5,128,685
Other Local Taxes	828,945	847,768	841,911	764,241
Municipal Income Taxes	11,911,179	12,165,582	13,164,280	13,016,028
Permissive Motor Vehicle License Taxes	0	0	0	0
Revenue in Lieu of Taxes	419,134	428,715	411,210	506,595
Fines, Licenses, Permits, and Settlements	1,809,801	1,701,365	1,744,061	2,175,162
Charges for Services	5,370,812	5,552,844	5,628,442	5,614,586
Lease Revenue	0	0	0	0
Investment Earnings and Other Interest	488,097	184,960	26,256	319,513
Intergovernmental	4,722,891	5,945,544	4,451,296	5,018,296
Special Assessments	295,972	197,000	187,020	194,139
Contributions and Donations	5,384	11,059	15,565	19,076
Other	580,160	412,129	479,006	645,871
Total Revenues	31,702,588	32,480,003	32,095,117	33,402,192
Expenditures:				
Current:				
General Government	7,121,226	6,987,945	7,330,640	7,996,512
Public Safety	13,496,787	13,815,117	14,806,908	15,595,103
Leisure Time Activities	229,166	247,569	268,657	299,904
Community Development	1,655,251	2,259,829	1,883,239	2,353,386
Transportation and Street Repair	3,258,464	3,234,742	2,949,365	1,850,948
Public Health and Welfare	115,122	117,097	118,751	117,643
Public Works	0	0	0	0
Capital Outlay	3,399,872	4,335,287	4,737,193	6,577,806
Intergovernmental	253,670	243,390	235,465	315,411
Debt Service:				
Principal Retirement	2,136,024	715,368	676,945	1,025,336
Interest	255,058	219,918	249,473	337,359
Issuance Costs	0	0	0	0
Total Expenditures	31,920,640	32,176,262	33,256,636	36,469,408
Excess of Revenues				
Over (Under) Expenditures	(218,052)	303,741	(1,161,519)	(3,067,216)
Other Financing Sources (Uses):				
Inception of Lease	0	0	0	0
Proceeds of OPWC Loans	0	0	334,832	0
Special Assessments Bond Issued	0	0	85,000	0
Inception of SBITA	0	0	0	0
Notes Issued	310,000	270,000	757,515	3,545,000
Premium on Debt Issued	6,935	2,155	4,726	32,014
Proceeds from the Sale of Capital Assets	4,171	4,741	11,710	5,836
Transfers-In	6,654,118	7,370,918	8,581,627	7,723,776
Transfers-Out	(6,654,118)	(7,370,918)	(9,292,211)	(8,007,123)
Total Other Financing Sources (Uses)	321,106	276,896	483,199	3,299,503
Net Change in Fund Balances	\$103,054	\$580,637	(\$678,320)	\$232,287
Debt Service as a Percentage				
of Noncapital Expenditures	8.4%	3.4%	3.3%	4.6%

2018	2019	2020	2021	2022	2023
\$5,221,852	\$5,320,488	\$5,353,161	\$5,566,067	\$5,644,082	\$5,795,360
897,435	842,432	452,863	698,383	680,942	610,003
13,491,824	13,835,468	13,819,620	19,052,667	21,300,903	22,110,248
0	0	0	0	0	412,512
592,090	728,180	917,561	928,037	1,230,968	1,365,020
1,971,179	1,897,855	1,380,074	1,506,847	1,365,622	1,493,895
5,501,197	5,132,794	4,598,432	4,774,647	4,954,842	4,985,261
0	0	0	0	17,465	17,858
533,530	839,251	400,486	(451,996)	(2,251,675)	1,498,551
5,711,160	6,885,726	12,283,521	8,241,361	8,989,912	8,006,932
184,481	76,842	77,343	72,000	61,883	70,136
17,728	14,443	4,379	6,499	13,476	17,011
697,406	891,786	1,398,054	663,508	930,812	1,089,050
<u>34,819,882</u>	<u>36,465,265</u>	<u>40,685,494</u>	<u>41,058,020</u>	<u>42,939,232</u>	<u>47,471,837</u>
8,431,402	8,603,326	8,174,372	8,640,220	9,235,465	9,524,211
17,309,839	16,546,058	16,727,483	18,136,140	19,508,877	19,446,898
346,021	382,447	381,855	410,567	557,482	1,085,647
2,960,163	1,908,212	1,747,146	2,465,579	3,282,379	2,786,143
4,782,492	2,321,291	4,546,730	3,068,889	4,896,664	2,756,848
115,585	125,069	115,029	128,321	145,325	120,871
0	0	0	0	120,190	810
3,014,662	5,754,076	6,259,878	4,382,085	2,754,696	4,747,561
358,145	436,813	637,789	582,137	762,377	806,911
3,806,305	4,152,434	6,597,586	6,292,802	5,824,849	5,911,001
426,430	431,683	417,726	362,991	353,932	423,136
0	0	0	0	19,428	20,857
<u>41,551,044</u>	<u>40,661,409</u>	<u>45,605,594</u>	<u>44,469,731</u>	<u>47,461,664</u>	<u>47,630,894</u>
<u>(6,731,162)</u>	<u>(4,196,144)</u>	<u>(4,920,100)</u>	<u>(3,411,711)</u>	<u>(4,522,432)</u>	<u>(159,057)</u>
0	0	0	18,522	372,417	309,884
0	0	0	1,460,992	0	0
75,000	89,000	0	0	0	0
0	0	0	0	0	18,855
4,001,225	6,430,981	6,107,000	5,585,000	5,455,000	4,854,000
29,571	60,732	54,029	35,724	38,290	35,230
3,151	39,032	95,893	32,896	49,225	0
8,051,918	7,733,335	9,059,579	5,632,500	4,087,296	6,899,515
<u>(8,051,918)</u>	<u>(7,733,335)</u>	<u>(9,059,579)</u>	<u>(5,632,500)</u>	<u>(4,087,296)</u>	<u>(6,899,515)</u>
<u>4,108,947</u>	<u>6,619,745</u>	<u>6,256,922</u>	<u>7,133,134</u>	<u>5,914,932</u>	<u>5,217,969</u>
<u>(\$2,622,215)</u>	<u>\$2,423,601</u>	<u>\$1,336,822</u>	<u>\$3,721,423</u>	<u>\$1,392,500</u>	<u>\$5,058,912</u>
11.0%	13.3%	17.8%	16.6%	14.0%	15.0%

City of Fairborn, Ohio
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years
Schedule 5

Assessed Year	Real Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Public Utility	
			Assessed Value	Estimated Actual Value
2014	\$497,344,590	\$1,420,984,543	\$14,054,270	\$15,970,761
2015	498,165,380	1,423,329,657	14,621,720	16,615,591
2016	500,809,070	1,430,883,057	15,689,160	17,828,591
2017	506,280,670	1,446,516,200	16,466,990	18,712,489
2018	514,907,250	1,471,163,571	17,744,430	20,164,125
2019	522,658,010	1,493,308,600	19,235,850	21,858,920
2020	596,282,960	1,703,665,600	19,884,270	22,595,761
2021	610,576,930	1,744,505,514	21,230,420	24,125,477
2022	620,979,210	1,774,226,314	22,741,380	25,842,477
2023	809,333,230	2,312,380,657	25,765,710	29,279,216

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)
\$511,398,860	\$1,436,955,304	35.59	11.30
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	11.30
541,893,860	1,515,167,520	35.76	11.30
616,167,230	1,726,261,361	35.69	11.30
631,807,350	1,768,630,991	35.72	11.30
643,720,590	1,800,068,791	35.76	11.30
835,098,940	2,341,659,873	35.66	11.30

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

	2014	2015	2016	2017
Unvoted Millage				
Operating	\$2.50000	\$2.50000	\$2.50000	\$2.50000
Voted Millage - by levy				
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>	11.30000	11.30000	11.30000	11.30000

2018	2019	2020	2021	2022	2023
\$2.50000	\$2.50000	\$2.50000	\$2.50000	\$2.50000	\$2.50000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
4.40000	4.40000	4.40000	4.40000	4.40000	4.40000
8.80000	8.80000	8.80000	8.80000	8.80000	8.80000
8.80000	8.67869	8.80000	8.80000	8.80000	8.80000
8.80000	8.67869	8.80000	8.80000	8.80000	8.80000
11.30000	11.30000	11.30000	11.30000	11.30000	11.30000
11.30000	11.17869	11.30000	11.30000	11.30000	11.30000
11.30000	11.17869	11.30000	11.30000	11.30000	11.30000
11.30000	11.30000	11.30000	11.30000	11.30000	11.30000

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

	2014	2015	2016	2017
Fairborn City School District				
Residential/Agricultural Real	\$33.1700	\$33.1900	\$35.9100	\$35.5983
Commercial/Industrial and Public Utility Real	34.0200	34.0300	36.7300	36.7839
General Business and Public Utility Personal	52.6500	52.6500	55.3500	55.3500
Greene County Joint Vocational School District				
Residential/Agricultural Real	2.6600	2.6500	2.6600	2.5606
Commercial/Industrial and Public Utility Real	2.8700	2.8000	2.7800	2.7896
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	0.7702
Commercial/Industrial and Public Utility Real	0.8000	0.7800	0.7800	0.7765
General Business and Public Utility Personal	0.8000	0.8000	0.8000	0.8000
Greene County				
Residential/Agricultural Real	11.6900	13.4900	13.4800	12.5810
Commercial/Industrial and Public Utility Real	12.4100	13.9300	13.8400	13.3735
General Business and Public Utility Personal	12.6500	14.4500	14.4500	14.4500

Source: Greene County Auditor

Note: The rates presented for a particular calendar year are the effective rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year of each reappraisal.

Overlapping rates are those of local and county governments that apply to property owners within the City.

2018	2019	2020	2021	2022	2023
\$35.3978	\$34.8473	\$36.9964	\$36.7403	\$36.2954	\$31.6813
36.5250	36.0671	39.1783	38.9551	38.3758	32.0665
55.2500	54.5400	59.0900	58.8400	58.4000	54.2500
3.5877	3.5336	3.3452	3.3436	3.3221	3.0316
3.8335	3.7709	3.5452	3.5502	3.5201	3.2329
4.4800	4.4300	4.3200	4.3200	4.3000	4.1200
0.7693	0.7681	0.6860	0.6837	0.6819	0.5225
0.7801	0.7772	0.7459	0.7470	0.7441	0.6764
0.8000	0.8000	0.8000	0.8000	0.8000	0.0800
13.0729	13.0560	11.9282	11.8960	11.4880	9.3874
13.9304	13.8798	13.4069	13.4277	12.9295	11.9868
14.4500	14.4500	14.4500	14.4500	13.9500	13.9500

City of Fairborn, Ohio
Principal Property Tax Payers
 2023 and 2014
 Schedule 7

Taxpayer	2023	
	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$14,293,910	1.71%
Vectren Energy	7,507,680	0.90%
Charter Woods LLC	6,424,780	0.77%
NL Core Avalon Place LLC	5,511,440	0.66%
PLK Highlands Apartments LLC	4,234,500	0.51%
Brinley Place LLC	4,088,310	0.49%
2377 Commerce Center Blvd. LLC	3,569,870	0.43%
Stag Fairborn LLC	3,173,710	0.38%
Trebin Limited ADK III	2,777,490	0.33%
Presidential Drive LP	2,605,350	0.31%
Total Principal Property Tax Payers	54,187,040	6.49%
Total All Others	780,911,900	93.51%
Total Assessed Value	\$835,098,940	100.00%
	2014	
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Dayton Power and Light	\$10,953,260	2.14%
Charter Woods LLC	6,246,030	1.22%
Maple View Apartments LLC	4,236,570	0.83%
2377 Commerce Center Blvd. LLC	3,618,600	0.71%
Natdayton LLC	3,124,750	0.61%
Brinley Place LLC	2,879,860	0.56%
Trebin Limited	2,704,960	0.53%
Highland Apartments	2,634,980	0.52%
Vectren Energy	2,480,260	0.49%
Shoppes at VG LTD	2,442,190	0.48%
Total Principal Property Tax Payers	41,321,460	8.09%
Total All Others	470,077,400	91.91%
Total Assessed Value	\$511,398,860	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
2014	\$5,639,412	\$5,038,661	89.35%	\$199,257	\$5,237,918	92.88%
2015	5,447,529	4,795,028	88.02%	207,400	5,002,428	91.83%
2016	5,468,707	4,874,179	89.13%	371,197	5,245,376	95.92%
2017	5,780,266	4,881,684	84.45%	377,457	5,259,141	90.98%
2018	5,165,347	4,996,240	96.73%	208,663	5,204,903	100.77%
2019	5,269,488	5,122,759	97.22%	180,848	5,303,607	100.65%
2020	5,345,732	5,166,585	96.65%	170,834	5,337,419	99.84%
2021	5,561,682	5,388,774	96.89%	162,071	5,550,845	99.81%
2022	5,715,541	5,444,759	95.26%	183,227	5,627,986	98.47%
2023	5,802,476	5,564,683	95.90%	198,161	5,762,844	99.32%

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)	Total	Income Tax Rate
	Withholding	Non-Withholding				
2014	\$9,499,010	\$1,424,521	\$10,923,531	\$876,994	\$11,800,525	1.50%
2015	9,642,019	1,631,346	11,273,365	810,618	12,083,983	1.50%
2016	10,150,511	1,713,279	11,863,791	945,577	12,809,368	1.50%
2017	9,969,146	1,741,136	11,710,282	1,077,302	12,787,584	1.50%
2018	10,155,797	1,738,788	11,894,585	1,273,677	13,168,262	1.50%
2019	10,424,865	1,993,219	12,418,084	946,404	13,364,488	1.50%
2020	10,894,417	1,880,815	12,775,232	976,159	13,751,391	1.50%
2021	13,965,251	2,093,610	16,058,861	2,132,292	18,191,153	2.00%
2022	15,020,692	3,092,333	18,113,026	2,506,793	20,619,819	2.00%
2023	15,799,045	2,987,883	18,786,928	2,726,032	21,512,960	2.00%

(1) Corporate includes Partnerships, unable to break out the information.

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)	Tax Increment Financing Revenue Bonds	OPWC Loan	Lease Payable	Subscription Payable
2014	\$200,117	\$785,943	\$311,734	\$1,486,714	\$0	\$90,631	\$0
2015	95,000	588,831	270,539	1,399,160	0	65,825	0
2016	0	465,719	758,697	1,311,606	334,832	40,212	0
2017	0	306,607	3,554,840	1,224,052	330,676	13,640	0
2018	0	230,000	4,010,555	1,131,498	319,467	0	0
2019	0	269,000	6,455,998	1,038,944	308,258	0	0
2020	0	198,000	6,123,661	946,390	302,653	0	0
2021	0	126,000	5,598,401	848,836	1,745,769	21,383	0
2022	0	73,000	5,466,569	751,282	1,709,540	338,180	0
2023	0	19,000	4,864,499	653,728	1,651,623	403,209	137,428

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	OPWC Loan	General Obligation Notes	Lease Payable	Total Primary Government	Percentage of Personal Income	Per Capita
\$14,639,732	\$90,000	\$25,028	\$100,459	\$60,514	\$17,790,872	2.02%	543
14,087,518	80,000	8,342	2,793,746	1,555	19,390,516	2.19%	583
13,525,304	70,000	1,449	6,588,700	950	23,097,469	2.59%	690
12,953,090	60,000	0	6,591,852	324	25,035,081	2.82%	751
12,365,876	50,000	0	6,828,909	0	24,936,305	2.80%	746
11,763,662	40,000	0	6,827,540	0	26,703,402	2.96%	788
18,136,936	30,000	0	2,103,947	0	27,841,587	3.03%	822
17,288,550	20,000	0	1,741,883	64,768	27,455,590	2.81%	796
16,420,164	10,000	0	1,743,227	90,909	26,602,871	2.53%	768
15,536,778	0	0	3,927,977	291,132	27,485,374	2.37%	786

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
2014	\$14,839,849	\$1,436,955,304	33,039	1.03%	\$449.16
2015	14,182,518	1,439,945,248	33,251	0.98%	426.53
2016	13,525,304	1,448,711,648	33,487	0.93%	403.90
2017	12,953,090	1,465,228,689	33,344	0.88%	388.47
2018	12,365,876	1,491,327,696	33,433	0.83%	369.87
2019	11,763,662	1,515,167,520	33,876	0.78%	347.26
2020	18,136,936	1,726,261,361	33,876	1.05%	535.39
2021	17,288,550	1,768,630,991	34,510	0.98%	500.97
2022	16,420,164	1,800,068,791	34,620	0.91%	474.30
2023	15,536,778	2,341,659,873	34,977	0.66%	444.20

Source: (1) Greene County Auditor
 (2) Population estimates provided by U.S. Census Bureau (2020 Census, 2021-2023 Est.)
 From US Census Bureau Quick Facts Estimates as of July 2022

Source: City Records

Notes: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements.
 Also, resources have not been externally restricted for the repayment of debt.

City of Fairborn, Ohio
Direct and Overlapping Governmental Activities Debt
 December 31, 2023
 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	\$19,000	100.00%	\$19,000
Notes Payable (4)	4,864,499	100.00%	4,864,499
Tax Increment Financing Revenue Bonds	653,728	100.00%	653,728
OPWC Loans	1,651,623	100.00%	1,651,623
Lease Payable	403,209	100.00%	403,209
Subscription Payable	137,428	100.00%	137,428
	<u>7,729,487</u>		<u>7,729,487</u>
Total Direct Debt			
	<u>7,729,487</u>		<u>7,729,487</u>
Overlapping Debt:			
Greene County (5)	11,201,052	12.86%	1,440,455
Beavercreek Township (3)	7,194,464	2.57%	184,898
Greene County Vocational School District (2)	48,675,000	1.249%	607,948
Beavercreek City School District (2)	58,017,525	31.34%	18,182,692
Fairborn City School District (2)	91,131,391	78.12%	71,191,843
	<u>216,219,432</u>		<u>91,607,836</u>
Total Overlapping Debt			
	<u>216,219,432</u>		<u>91,607,836</u>
Grand Total	<u>\$223,948,919</u>		<u>\$99,337,323</u>

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, 2023.
- (3) The debt outstanding is as of December 31, 2022.
- (4) The General Obligation Notes only include the long-term portion of the notes.
- (5) The debt outstanding is as of December 31, 2023, the latest information available.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by residents and businesses should be taken into account.

City of Fairborn, Ohio
Legal Debt Margin Information
Last Ten Years
Schedule 13

	2014	2015	2016	2017
Total Assessed Valuation	\$511,398,860	\$512,787,100	\$516,498,230	\$522,747,660
Overall debt limitation - 10.5% of assessed valuation	53,696,880	53,842,646	54,232,314	54,888,504
Debt Outstanding				
General Obligation Bonds	16,326,563	15,480,000	14,745,000	14,095,000
Special Assessment Bonds	874,000	667,000	534,000	365,000
Loans Payable	25,028	8,342	336,281	330,676
Bond Anticipation Notes	410,000	3,058,900	7,336,518	10,124,003
Total Gross Indebtedness	17,635,591	19,214,242	22,951,799	24,914,679
Less Exempt Debt				
General Obligation Bonds	14,639,732	14,020,000	13,465,000	12,900,000
Special Assessment Bonds	874,000	667,000	534,000	365,000
Loans Payable	25,028	8,342	336,281	330,676
Bond Anticipation Notes	410,000	3,058,900	7,336,518	10,124,003
Total Exempt Debt	15,948,760	17,754,242	21,671,799	23,719,679
Net Debt Subject to Limitation	1,686,831	1,460,000	1,280,000	1,195,000
Less amount available in the Debt Service Fund	251,075	195,510	125,934	64,383
Total Net Debt Subject to Limitation	1,435,756	1,264,490	1,154,066	1,130,617
Legal debt margin within 10.5% limitation	\$52,261,124	\$52,578,156	\$53,078,248	\$53,757,887
Legal Debt Margin as a Percentage of the Debt Limit	97.3%	97.7%	97.9%	97.9%
Unvoted debt limitation 5.5% of assessed valuation	\$28,126,937	\$28,203,291	\$28,407,403	\$28,751,121
Debt Outstanding	17,635,591	19,214,242	22,951,799	24,914,679
Less Exempt Debt				
General Obligation Bonds	14,639,732	14,020,000	13,465,000	12,900,000
Special Assessment Bonds	874,000	667,000	534,000	365,000
Loans Payable	25,028	8,342	336,281	330,676
Bond Anticipation Notes	410,000	3,058,900	7,336,518	10,124,003
Total Exempt Debt	15,948,760	17,754,242	21,671,799	23,719,679
Net Debt Subject to Limitation	1,686,831	1,460,000	1,280,000	1,195,000
Less amount available in the Debt Service Fund	251,075	195,510	125,934	64,383
Total Net Debt Subject to Limitation	1,435,756	1,264,490	1,154,066	1,130,617
Legal debt margin within 5.5% limitation	\$26,691,181	\$26,938,801	\$27,253,337	\$27,620,504
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	94.9%	95.5%	95.9%	96.1%

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

2018	2019	2020	2021	2022	2023
\$532,651,680	\$541,893,860	\$616,167,230	\$631,807,350	\$643,720,590	\$835,098,940
55,928,426	56,898,855	64,697,559	66,339,772	67,590,662	87,685,389
13,425,000	12,740,000	17,690,000	16,800,000	15,890,000	14,965,000
280,000	309,000	228,000	146,000	83,000	19,000
319,467	308,258	302,653	1,745,769	1,709,540	1,651,623
10,820,100	13,246,856	8,207,000	7,325,000	7,195,000	8,776,000
24,844,567	26,604,114	26,427,653	26,016,769	24,877,540	25,411,623
12,320,000	11,725,000	16,765,000	15,970,000	15,155,000	14,325,000
280,000	309,000	228,000	146,000	83,000	19,000
319,467	308,258	302,653	1,745,769	1,709,540	1,651,623
10,820,100	13,246,856	8,207,000	7,325,000	7,195,000	8,776,000
23,739,567	25,589,114	25,502,653	25,186,769	24,142,540	24,771,623
1,105,000	1,015,000	925,000	830,000	735,000	640,000
112	103,594	183,008	184,441	185,431	185,140
1,104,888	911,406	741,992	645,559	549,569	454,860
\$54,823,538	\$55,987,449	\$63,955,567	\$65,694,213	\$67,041,093	\$87,230,529
98.0%	98.4%	98.9%	99.0%	99.2%	99.5%
\$29,295,842	\$29,804,162	\$33,889,198	\$34,749,404	\$35,404,632	\$45,930,442
24,844,567	26,604,114	26,427,653	26,016,769	24,877,540	25,411,623
12,320,000	11,725,000	16,765,000	15,970,000	15,155,000	14,325,000
280,000	309,000	228,000	146,000	83,000	19,000
319,467	308,258	302,653	1,745,769	1,709,540	1,651,623
10,820,100	13,246,856	8,207,000	7,325,000	7,195,000	8,776,000
23,739,567	25,589,114	25,502,653	25,186,769	24,142,540	24,771,623
1,105,000	1,015,000	925,000	830,000	735,000	640,000
112	103,594	183,008	184,441	185,431	185,140
1,104,888	911,406	741,992	645,559	549,569	454,860
\$28,190,954	\$28,892,756	\$33,147,206	\$34,103,845	\$34,855,063	\$45,475,582
96.2%	96.9%	97.8%	98.1%	98.4%	99.0%

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		
2014	\$0	\$0	\$0	\$0	\$0	0.00%	
2015	0	0	0	0	0	0.00%	
2016	0	0	0	0	0	0.00%	
2017	0	0	0	0	0	0.00%	
2018	0	0	0	0	0	0.00%	
2019	0	0	0	0	0	0.00%	
2020	0	0	0	0	0	0.00%	
2021	0	0	0	0	0	0.00%	
2022	0	0	0	0	0	0.00%	
2023	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	
\$11,911,179	\$1,245,000	\$56,025	\$1,301,025	9.16%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%
0	0	0	0	0.00%

City of Fairborn, Ohio
Demographic and Economic Statistics
Last Ten Years
Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2014	33,039	\$880,787	\$26,659	4.8%
2015	33,251	886,438	26,659	4.1%
2016	33,487	892,730	26,659	4.1%
2017	33,344	888,918	26,659	4.0%
2018	33,433	891,290	26,659	4.6%
2019	33,876	903,100	26,659	3.3%
2020	33,876	917,531	27,085 (5)	7.6%
2021	34,510	976,115	28,285	5.0%
2022	34,620	1,053,106	30,419	3.2%
2023	34,977	1,158,088	33,110	3.1%

- Sources:
- (1) Population estimates provided by U.S. Census Bureau (2020 Census, 2021-2023 Est.)
From US Census Bureau Quick Facts Estimates as of July 2022
 - (2) Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts.
 - (3) US Census Bureau Quick Facts 2023-2024
 - (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
 2023 and 2014
 Schedule 16

2023	
Employer	Number of Employees
Wright Patterson AFB	35,000
Wright State University	2,300
Fairborn City Schools	815
Ali Industries	282
Kroger	206
Morris Home Furniture Co.	443
Ball Aerospace Technologies	126
City of Fairborn	275
I-supply	173
Menards	150
Bottling Group	150
Total Employees	39,920
2014	
Employer	Number of Employees
Wright Patterson AFB	28,500
Wright State University	2,385
Teleperformance USA Inc.	725
Fairborn City Schools	617
Ball Aerospace Technologies	400
City of Fairborn	250
Morris Home Furniture Co.	200
Dynamics Research Corporation	205
I-Supply	200
Peerless Technologies	200
Total Employees	33,682

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	2014	2015	2016	2017
General Government				
City Council	1.4	1.4	1.4	1.4
Municipal Court	27.3	28.2	29.2	28.9
City Administration	3.0	3.0	3.0	6.0
Finance	12.6	12.5	13.0	13.5
Legal	2.0	2.0	2.0	2.0
Personnel	1.5	2.5	2.0	3.5
Engineering	4.5	5.4	5.5	5.5
Plant Maintenance	8.4	8.5	9.5	9.5
Victim Witness	2.0	2.0	3.5	3.5
Public Safety (1)				
Police				
Sworn Officers	43.0	46.0	46.0	48.0
Non-Sworn	19.0	19.0	23.0	21.0
Fire	51.5	54.5	54.0	54.0
Community Environment				
Building Inspection	4.0	4.0	4.0	3.5
City Planner	3.5	4.8	5.3	5.4
Neighborhood Betterment	4.2	3.2	2.3	1.7
Economic Development	1.5	2.0	2.2	2.0
Leisure Time Activities				
Parks and Recreation	2.8	2.6	2.6	3.0
Transportation and Street Repair				
Street	12.4	11.9	11.9	11.9
State Highway	1.0	1.0	1.0	1.0
Public Health and Welfare				
Cemetery	1.5	1.5	1.5	1.5
Basic Utility Service				
Water	17.4	17.6	17.6	17.6
Sewer	18.4	18.6	18.6	18.6
Sanitation	1.6	2.1	2.1	2.1
Internal Service				
ITS	3.7	3.7	4.0	4.0
Equipment Services	6.1	6.1	6.6	6.6
Total	254.2	264.1	271.8	275.7

Source: Various City Departments

(1) Information obtained from department annual reports.

2018	2019	2020	2021	2022	2023
1.4	1.4	1.4	1.4	1.4	1.4
28.9	28.9	30.1	30.0	28.0	31.1
5.0	5.0	5.0	5.0	5.0	5.0
13.0	13.0	13.0	14.0	13.0	13.0
2.0	2.0	2.5	2.5	2.5	0.0
3.5	3.5	3.0	3.5	3.8	3.8
5.6	5.6	5.6	5.0	5.0	5.1
9.5	9.5	9.5	9.5	9.4	9.4
3.5	3.5	3.5	3.5	3.5	3.5
48.0	48.0	49.0	51.5	54.0	49.0
21.5	21.5	23.0	25.0	24.0	24.5
54.5	56.0	54.5	58.5	58.0	61.8
4.3	4.3	4.3	6.5	6.5	6.3
5.4	5.4	5.6	4.6	4.6	4.4
1.7	1.9	1.9	1.4	1.2	0.9
2.0	1.5	2.0	3.0	3.0	3.0
3.0	3.0	3.0	4.3	3.8	3.8
11.9	11.9	11.9	11.9	11.9	11.9
1.0	1.0	1.0	1.0	1.0	1.0
1.5	1.5	1.7	1.7	1.7	1.7
17.6	17.6	17.9	18.7	18.7	19.2
18.6	18.6	18.4	18.4	18.4	18.9
2.1	2.1	2.1	1.9	1.9	1.9
4.0	4.0	4.0	4.0	2.5	3.8
6.6	6.6	6.6	6.6	6.4	7.4
<u>276.0</u>	<u>277.3</u>	<u>280.5</u>	<u>293.3</u>	<u>288.8</u>	<u>291.6</u>

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

Function/Program	2014	2015	2016	2017
General government				
Municipal Court				
Criminal and Traffic Cases	15,187	14,258	17,124	18,156
Criminal and Traffic Trials	70	47	52	58
Criminal and Traffic Receipts (in 000's)	\$2,768	\$2,801	\$2,738	\$3,340
Civil/Small Claims Cases	1,914	1,735	2,036	1,767
Civil/Small Claims Trials	600	115	133	85
Civil/Small Claims Receipts (in 000's)	\$754	\$822	\$903	\$1,045
Public Safety				
Police				
Calls for Service	49,640	49,038	52,754	55,603
Parking Violations	1,439	1,272	1,444	1,726
Traffic Violations	4,585	4,302	4,085	4,955
Criminal Citations	2,640	2,462	2,410	3,300
Training Hours	4,397	5,084	6,632	6,312
Fire				
Emergency Responses	6,479	6,861	7,018	7,327
Inspections	1,087	646	676	459
Training Hours	2,397	2,831	6,888	7,346
Community Environment				
Planning and Development				
Residential Construction Permits Issued	1,114	1,086	1,452	1,590
Estimated Value of Residential Construction	\$14,450,637	\$14,299,730	\$22,288,216	\$25,520,088
Commercial Construction Permits Issued	433	457	461	513
Estimated value of Commercial Construction	\$5,078,437	\$19,682,700	\$22,279,340	\$31,474,180
Parks and Recreation				
Softball Registrations	25	28	28	25
Weekday Fast-Pitch Registrations (youth) (1)	26	21	16	16
Weekend Softball Tournaments	35	36	22	21
Water				
New Connections	93	40	68	55
Water Main Breaks	53	59	43	56
Average Daily Consumption (millions of gallons)	3.460	3.290	3.180	2.360
Peak Daily Consumption (millions of gallons)	4.310	4.680	4.340	3.770
Total Water Treated (millions of gallons)	1,140	1,200	1,160	1,020
Average Daily Treatment (millions of gallons)	3.5	3.3	3.2	2.8
Hydrants Flushed	1,496	1,482	1,465	1,465
Sewer				
Total Water Treated (millions of gallons)	1,479	1,600	1,508	1,599
Average Daily Treatment (millions of gallons)	4.4	4.4	4.1	4.4

Source: Various City Departments

(1) New youth softball category added in 2014

2018	2019	2020	2021	2022	2023
16,920	15,605	12,109	12,194	9,552	10,125
65	29	18	19	12	16
\$3,172	\$2,674	\$2,125	\$2,321	\$1,979	\$2,071
1,919	2,117	1,318	1,561	1,778	1,763
49	100	16	7	2	9
\$1,098	\$1,167	\$913	\$887	\$1,074	\$1,161
56,863	53,834	52,110	55,508	52,287	47,839
1,361	1,309	719	850	527	243
4,187	4,326	3,017	3,645	2,637	2,764
2,975	2,889	2,315	2,252	1,749	1,531
5,869	6,302	4,469	5,238	7,785	6,672
7,043	7,015	6,350	6,859	7,351	7,179
526	294	41	56	140	160
5,382	1,245	874	4,600	6,583	6,564
1,386	1,506	1,141	1,604	1,157	1,142
\$31,030,516	\$30,790,722	\$26,122,312	\$56,252,413	\$22,889,561	\$19,522,934
320	429	287	548	248	260
\$23,637,850	\$68,315,719	\$32,589,425	\$97,638,471	\$83,225,980	\$29,382,991
37	26	27	19	10	12
24	20	25	25	22	29
24	22	11	12	13	7
80	111	89	98	70	81
55	45	37	39	63	53
3.132	3.133	2.050	2.100	2.800	2.840
4.780	4,080	3	3	3	3
1,178	1,137	1,180	1,194	1,149	1,145
3.3	3.1	3.2	3.3	3.2	3.1
1,465	1,472	415	1,531	1,558	1,585
1,700	1,668	1,474	1,379	1,472	1,344
4.7	4.7	4.0	3.8	4.0	3.7

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

Function/Program	2014	2015	2016	2017
Police				
Stations	1	1	1	1
Patrol units	13	14	14	15
Fire Stations	4	4	4	4
Public Works				
Area of City (square miles)	14.01	14.71	14.73	14.73
Streets (lane miles)	299.52	300.00	301.34	302.11
Streetlights	2,553	2,768	2,781	2,781
Parks and Recreation				
Number of Parks ¹	20	20	19	21
Acreage	714.33	719.11	689.25	773.41
Playgrounds	20	20	20	21
Baseball/softball diamonds ²	11	10	12	15
Soccer/football fields	12	12	12	12
Number of Tennis Courts ³	14	10	10	14
Basketball Courts	0	0	0	13
Pickle Ball Court	0	0	0	2
Amphitheater at Community Park	0	0	0	1
Fitness Court at Central Park	0	0	0	0
Municipal Water Department				
Daily Treatment Capacity (millions of gallons)	6.50	6.50	6.50	6.50
Water Mains (miles)	154.06	155.84	158.06	158.40
Fire hydrants	1,505	1,505	1,465	1,545
Sewers				
Daily Treatment Capacity (millions of gallons)	6.00	6.00	6.00	6.00
Storm Sewers (miles)	115.08	117.42	121.76	123.00
Sanitary Sewers (miles)	138.93	139.15	141.46	141.80

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

2018	2019	2020	2021	2022	2023
1	1	1	1	1	1
15	15	15	17	17	17
4	4	4	4	4	4
14.73	14.73	14.73	14.73	14.73	14.73
304.09	305.12	308.68	309.65	310.80	311.86
2,797	2,802	2,815	2,846	2,855	2,856
21	21	23	23	23	24
773.41	781.41	781.41	781.41	781.41	837.73
21	21	21	21	21	21
15	15	15	15	15	15
12	12	12	12	12	12
14	14	14	14	14	14
13	13	13	13	13	13
4	4	4	4	4	4
1	1	1	1	1	1
0	1	1	1	1	1
6.50	6.50	6.50	6.50	6.50	6.50
159.27	161.31	162.47	163.41	164.54	165.03
1,531	1,549	1,738	1,531	1,558	1,598
6.00	6.00	6.00	6.00	6.00	6.00
126.33	127.60	129.08	134.29	134.29	134.37
142.93	143.11	144.12	144.73	144.73	144.94



This page intentionally left blank.

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 8/1/2024

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

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