



**CITY OF CONNEAUT
ASHTABULA COUNTY**

REGULAR AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2021

OHIO AUDITOR OF STATE
KEITH FABER



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

Members of Council
City of Conneaut
294 Main Street
Conneaut, Ohio 44030

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

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

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

Keith Faber
Auditor of State
Columbus, Ohio

September 07, 2022

This page intentionally left blank.

CITY OF CONNEAUT
Ashtabula County

Table of Contents

	<u>Page</u>
Independent Auditor's Report on Internal Control over Financial Reporting And on Compliance and Other Matters Based On an Audit of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i>	1

This page intentionally left blank.



6400 Olde Stone Crossing
Poland, Ohio 44514
Ph: 330.707.9035
Fax: 888.516.1186

CERTIFIED PUBLIC ACCOUNTANTS

WWW.CANTERCPA.NET

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

City of Conneaut
Ashtabula County
294 Main Street
Conneaut, OH 44030

To the Members of City Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Conneaut, Ashtabula County (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's financial statements and have issued our report thereon dated July 26, 2022, wherein we noted the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the City.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



CANTER & ASSOCIATES

Poland, Ohio

July 26, 2022

CITY OF CONNEAUT, OHIO



Annual Comprehensive Financial Report
For The Year Ended December 31, 2021

INTRODUCTORY SECTION

CITY OF CONNEAUT, OHIO

ANNUAL COMPREHENSIVE

FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2021

ISSUED BY THE DEPARTMENT OF FINANCE

John Williams, J.D., CPA,

FINANCE DIRECTOR

City of Conneaut, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents

	<i>Page</i>
I. Introductory Section	
Title Page.....	i
Table of Contents	ii
Letter of Transmittal.....	vi
Organizational Chart.....	xiii
City of Conneaut Elected and Appointed City Officials	xiv
GFOA Certificate of Achievement.....	xv
II. Financial Section	
Independent Auditor’s Report	1
Management’s Discussion and Analysis	5
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	15
Statement of Activities.....	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds	18
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balance Budget (Non-GAAP Basis) and Actual:	
General Fund.....	22
Street Construction, Maintenance and Repair Fund.....	23
Statement of Fund Net Position – Proprietary Funds	24
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	25
Statement of Cash Flows – Proprietary Funds.....	26
Statement of Fiduciary Net Position – Custodial Funds	28
Statement of Changes in Fiduciary Net Position – Custodial Funds	29

Notes to the Basic Financial Statements.....	30
Required Supplementary Information:	
Schedule of the City’s Proportionate Share of the Net Pension Liability – OPERS – Traditional Plan – Last Eight Years	96
Schedule of the City’s Proportionate Share of the Net Pension Asset – OPERS – Combined Plan – Last Six Years	98
Schedule of the City’s Proportionate Share of the Net OPEB Liability (Asset) – OPERS – OPEB Plan – Last Five Years	100
Schedule of the City’s Proportionate Share of the Net Pension Liability – OPF – Last Eight Years	102
Schedule of the City’s Proportionate Share of the Net OPEB Liability – OPF – OPEB Plan – Last Five Years	104
Schedule of City Contributions – OPERS– Last Nine Years	106
Schedule of City Contributions – OPF – Last Ten Years.....	108
Notes to the Required Supplementary Information	110
Combining and Individual Fund Statements and Schedules:	
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	113
Combining Balance Sheet – Nonmajor Governmental Funds	116
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	117
Combining Balance Sheet – Nonmajor Special Revenue Funds	118
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	122
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	126
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	128
Combining Statements – Fiduciary Funds:	
Fund Descriptions	130
Combining State of Fiduciary Net Position – Custodial Funds	131
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	132

Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Fund Equity – Budget (Non-GAAP Basis) and Actual:

Major Funds:

General Fund	134
Street Construction, Maintenance and Repair Fund	139
Street Improvement Fund	140
Water Fund	141
Sewer Fund	142

Nonmajor Funds:

Auto Permissive Tax Fund	143
State Highway Fund	144
Marina Fund	145
Enforcement and Education Fund	146
Indigent Drivers Fund	147
Cemetery Fund	148
Police Levy Fund	149
Fire Levy Fund	150
Indigent Monitoring Fund	151
Law Enforcement Trust Fund	152
Municipal Probation Services Fund	153
Police Levy II Fund	154
Drug Task Force Fund	155
Street Lighting Fund	156
Community Housing Fund	157
American Rescue Plan Act Fund	158
Office of Justice Grant Fund	159
TIF Fund	160
Recreation Fund	161
Deposits on Fire Losses Fund	162
Police Pension Fund	163
Fire Pension Fund	164
Special Assessment Bond Retirement Fund	165
Municipal Court Improvement Fund	166
Capital Improvement Fund	167
Conneaut Dredge Facility Fund	168
Municipal Court Grant Fund	169
Marcus Radio Grant Fund	170
FEMA Grant Fund	171
Industrial Park Fund	172
Chestnut Street Phase III Project Fund	173
Paddle Grant Fund	174

III. Statistical Section

Statistical Section Description	S1
Net Position by Component – Last Ten Years	S2
Changes in Net Position – Last Ten Years	S4
Fund Balances, Governmental Funds – Last Ten Years	S10
Changes in Fund Balances, Governmental Funds – Last Ten Years	S12

Assessed Valuation and Estimated True Values of Taxable Property – Last Ten Years	S14
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years.....	S16
Property Tax Levies and Collections – Last Ten Years	S20
Principal Real Property Taxpayers – 2021 and 2012	S22
Income Tax Revenue Base and Collections – Last Ten Years.....	S23
Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Ten Years	S24
Ratio of General Obligation Bonded Debt to Estimated True Values of Taxable Property and Bonded Debt Per Capita – Last Ten Years	S26
Computation of Direct and Overlapping Governmental Activities Debt	S27
Legal Debt Margin – Last Ten Years	S28
Pledged Revenue Coverage Revenue Debt - Water Fund – Last Ten Years.....	S30
Pledged Revenue Coverage Revenue Debt - Sewer Fund – Last Ten Years.....	S31
Principal Employers – Current Year and Nine Years Ago	S32
Demographic and Economic Statistics – Last Ten Years.....	S34
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years.....	S36
Operating Indicators by Function/Program – Last Ten Years.....	S38
Capital Assets Statistics by Function/Program – Last Ten Years	S44

CITY OF CONNEAUT
FINANCE DEPARTMENT
294 MAIN STREET, CONNEAUT, OHIO 44030

John Williams, J.D., CPA
Finance Director

TELEPHONE: (440) 593-7416
FAX: (440) 593-6767
EMAIL: connfinance@conneautoh.org

July 26, 2022

Citizens of Conneaut
City Manager, Jim Hockaday
And Honorable Members of City Council
Conneaut, Ohio

It is my privilege to present to you the City of Conneaut's (the City) Annual Comprehensive Financial Report. This report enables the City to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38, which requires the cities reporting on a GAAP basis to file an annual report with the Auditor of State within 150 days of fiscal year end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control, including computerized financial accounting and reporting systems, 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.

Canter & Associates, Certified Public Accountants, has issued an unmodified ("clean") opinion of the City of Conneaut's financial statements for the year ended December 31, 2021. Canter & Associates' report is located at the front of this financial report.

Management's discussion and analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of Government

The City of Conneaut, Ohio, is located in the most northeastern section of Ohio, along the Lake Erie shore, with a population of 12,318 and has 27 square miles within the City limits. The City was incorporated as a borough in 1832, and eventually achieved City status on November 15, 1902.

The City is well served by diversified transportation facilities, with two State highways, Routes 7 and 531, U.S. Route 20 and interstate highway I-90. It has three major railroads: CSX, Norfolk and Southern and the Bessemer-Lake Erie. Norfolk and Southern has a large rail yard located in the center of the City, while the Bessemer-Lake Erie has two rail yard facilities located in the Port of Conneaut. The Port is the largest along the southern shore of Lake Erie, both in area and shipping tonnage.

Within 30 miles, there are several public and private colleges and universities providing a wide range of educational facilities and opportunities. These include Kent State University-Ashtabula Branch, Gannon University, Edinboro University, Penn State-Behrend and Mercyhurst College. The City also has a local hospital, University Hospitals Health System – Conneaut Medical Center, which is a state of the art medical facility.

The City operated under the statutory Mayor-Council form of government until the electors of the City passed the City Charter with a Council-Manager form of government. Members of the Conneaut Charter Commission were elected at the general election held November 7, 1989 to frame and submit a Charter to the electors of the City. In the general election held Tuesday, November 6, 1990, the electors of the City of Conneaut approved the proposed charter and the City's first City Manager began serving in February of 1992. Beginning in January 1997, and at least every seven years thereafter, City Council must appoint a Committee to review the Charter and propose any amendments, as the Committee deems advisable. Amendments shall be submitted to the electorate at the next November general election. The City has all powers of a local self-government and home rule subject to certain general laws applicable to all Ohio cities.

Legislative authority is vested in a seven-member Council, with an elected President of Council, two at large, and one from each of the City's four wards, all of which are elected every two years. The Council has the authority to appoint the City Manager, establish, combine, or separate administrative departments, adopt the budget of the City, issue debt, adopt and amend zoning, building, and sanitary regulations, fix the compensation of all City officials employees, including that of its own members, and has various other municipal powers. The City Council adopts an annual appropriation measure by December 31 of each year. This annual budget serves as the foundation for the City of Conneaut's financial planning and control. The budget is prepared by fund, department and appropriation line item. Transfers between departments or appropriation line items require approval by City Council.

The City Charter vests administrative authority in the City Manager, who is the chief administrative official. There are three named departments in the City Charter: the Department of Finance, the Department of Law, and the Department of Public Service. All other departments are created by City Council. The City Manager appoints the directors of all City departments, including the Directors of Finance, Law, and Service, as well as the Chiefs of Police and Fire. Additionally, most boards and commissions are also appointed by the City Manager, although some boards require council approval. The City provides basic services to its residents including water, sewer, police and fire protection, ambulance, planning, housing-zoning, street maintenance and repair, and general administrative services. The City also has its own municipal court.

Local Economy

The local economy continued to improve in 2021, as several of the City's largest employers experienced increased sales and profits, while employment City-wide increased from 4,191 in 2020 to 4,341 in 2021. Most of the City's largest employers are returning to pre-pandemic employment levels, particularly those employers that are affiliated with the automotive industry and housing industries. Unemployment in Ashtabula County continued to decline from 6.1 percent in December 2020 to 3.9 percent in 2021. There is still some concern about the long-term financial impact of COVID on income tax, local government, and gas tax collections, but inflationary pressures and predictions of a possible recession in the near future are more of a cause for concern. The finance office is monitoring income tax revenue very closely.

The value of new construction was \$2,989,198 for 2021, which is \$464,162 less than 2020. The number of zoning permits decreased to 166, down from 179 in 2020. Part of the reason for the decrease in the value of new construction in 2021 was due to the fact that commercial development projects in 2020, primarily the construction of the new truck stop, Truck World, at the I-90/Route 7 interchange, resulted in 2021 values being lower by comparison. The City's real estate assessed valuation increased from \$186,388,130 in 2019 to \$203,028,540 in 2021, which is an overall increase of \$16,640,410 or 8.92 percent. The agricultural/residential property class increased by \$10,860,800, while commercial industrial real estate increased by \$3,581,390.

As part of a collaborative effort to facilitate economic development within the City, the City of Conneaut, the Conneaut Port Authority and the Conneaut Foundation, Inc. have entered into an economic development consulting agreement whereby they would jointly hire an economic development director for a twelve-month term in an amount not to exceed \$60,000 and each entity would contribute one-third of the cost. The parties agreed that they will collectively seek a person or firm to be retained as a Consultant. The Consultant will be an independent contractor. The terms of such Consultant agreement designate the Port as the contracting party and will identify and prioritize the economic development projects in the City of Conneaut on which the Consultant

shall work; and provide the names of those representatives and/or positions of each of the parties with whom the Consultant will collaborate on any or all of those projects, among other things. The Consultant agreement further provides that the Consultant will serve as a contractor only for those projects upon which all of the parties unanimously agree and for no other purpose, and will not engage in any economic development projects for which any party has started on their own, except with the consent and under the direction of remaining parties. The Consultant agreement will provide further that the parties and the Consultant shall meet on a periodic basis as unanimously agreed to between them, ensuring that all parties are available to attend such meetings.

The City Manager and City Council have been working aggressively to pursue economic growth, promote business retention, assist with business expansion and create a pro-business environment. With the construction of the East Conneaut Industrial Park, the City Manager and City Council have been working diligently to attract business and industry to the park. Several potential projects are in the works. To help accomplish these goals, the City's economic development committee holds monthly meetings to discuss strategy and monitor the implementation of objectives. The committee is comprised of the City Manager, council members, and business leaders. The City continues to remain the focal point for new and existing businesses to obtain assistance with and information about some of the programs available through the City, including the community reinvestment areas, enterprise zones, downtown revitalization, economic development funding and the new industrial park. A partnership has been developed between the City's economic development committee and the Conneaut Area Chamber of Commerce to combine resources in an effort to facilitate business progress.

To assist local businesses and to encourage local investment, several City programs have been developed. One such program to foster the retention and creation of jobs within the City is the Grants to Foster Economic Development program. Depending on the number of jobs created and the annual payroll, this program allows the City to provide the employer with a credit against tax on income with varying percentages and grant year terms. The maximum allowable credit is 75 percent for the creation of 100 or more new jobs and the maximum term is 15 years for an annual payroll in excess of \$3,000,000. As of December 31, 2021, there are currently no grant agreements in place. In addition, a CRA (Community Reinvestment Area) has been established. The CRA provides a tax reduction on the increase in taxable value of a property for new construction and renovation of existing structures. The City offers up to 100 percent real estate tax abatement for fifteen years for new commercial or industrial facilities and up to 100 percent real estate tax abatement for twelve years for the renovation of an existing commercial or industrial facility.

A benefit offered to City residents is a 100 percent income tax credit. Residents who work in other communities receive a 100 percent income tax credit up to 1.65 percent, the City's income tax rate, for income taxes paid to other taxing districts. This credit allows income tax payers who work outside the City but reside in Conneaut to avoid double taxation. The City's income tax rate, property valuation and total effective millage are lower than many other communities within and outside Ashtabula County, making Conneaut an attractive place to live.

The Board of Tourism has been replaced by a membership driven organization called the Conneaut Convention and Visitors Bureau (CCVB). The CCVB will be funded privately through membership revenue and publicly through bed tax revenue. This organization will continue to perform the same functions as the Board of Tourism, but will have more flexibility with the private funding portion. An ambitious project has been expanded by the CCVB to erect way finding signs at high traffic locations in an effort to guide visitors to some of Conneaut's landmark destinations, as well as other key locations throughout the City. Tourism has been, and continues to be, a vital component of the City's economy and the CCVB is taking a very aggressive approach in promoting the City. It has defined its mission and objectives with the goal attracting more tourists to visit the City each year and generating revenue for local economy. Conneaut has many tourist attractions including Conneaut Creek, which has been declared a "Wild and Scenic River" and is the number one ranked trout stream in the USA. It has a premier marina with multiple boat launching ramps, four covered bridges, some of the best local wineries, seven miles of shoreline with some of the best perch and walleye fishing in Lake Erie, a historical railroad museum and a sixty-acre lake shore park with an expansive one-half mile long public beach. The CCVB and Conneaut Chamber of Commerce continue to promote the City's tourism industry, and with each passing year, more tourists are visiting the City of Conneaut, which helps support the local economy.

Long-Term Financial Planning

Meeting the City's capital needs is critical to the successful operation of the City. The administration, with the assistance of City Council, has created a long-term capital improvement plan to address aging vehicles, equipment, and infrastructure, while attempting to find innovative ways to fund these capital requirements. Securing grants through CDBG, OPWC, and other agencies has been essential to funding most of the capital needs of the City. Funding from the City's income tax supported capital improvement fund is being utilized to help fund capital needs as well. Issues with aging storm water pipes are plaguing the City and assessments are being evaluated as a means to replace this aging infrastructure. The City is considering other ways of funding the long-term capital requirements, including establishing capital improvement funds for the water and sewer departments. Both departments are reviewing the current rate structure annually to assist funding future capital needs.

The City Manager and City Council advocate sound financial practices to help ensure that adequate undesignated fund balances are maintained in all of the operating funds. Furthermore, Council's long-term goal is to generate and maintain a minimum twenty percent carryover fund balance in the general fund, which is the City's largest and most versatile operating fund. To assist in achieving Council's long-term financial goals, the primary objective is to enhance revenue via economic development, with particular emphasis on growing the City's tax base to help maintain financial stability. Cost containment, with an emphasis on efficiency throughout the City departments, is another tool utilized to help accomplish financial goals.

Funding the City's street paving program is a long-term financial planning goal. The City of Conneaut has a large land mass, 27 square miles, and it is a constant challenge to pave and maintain these roads in optimal condition without sufficient revenue. In 2013, the City Manager and City Council proposed a 2.75 mill, five-year real estate tax levy, which was approved by the voters of Conneaut on November 5, 2013 and then renewed again on November 7, 2017. The levy generates approximately \$517,000 annually. Due to the rising costs of fuel and asphalt, the City is considering more millage to support the street paving program, however, this proposed increase would have to be approved by the voters.

Due to the reduction in local government funds and other general fund revenue sources, the City has struggled to adequately fund the police and fire departments. As a result, the City Manager and City Council approached the voters with a plan to better fund the safety forces. In November 2019, voters approved a new permanent 3 mill operating levy for the fire department, replacing the 5-year, 1.5 mill operating levy, which expired in 2019 with the last year of collection in 2020. The 1.5 mill fire levy generated approximately \$265,000 annually, while the new levy generated approximately \$566,752 in 2021. The additional funding is being used to fund three more full-time firefighters, help fund part-time personnel and assist with purchase of much needed equipment and vehicles. In addition, in 2015 the voters approved a 3 mill permanent police levy, which generated \$564,994 in 2021. The revenue is being used to fund 2 new police officers, 2 full-time corrections officers, and an additional part-time dispatcher. Funds have also been made available for the purchase of new police cruisers and other ancillary equipment.

Relevant Financial Policies

Budgetary control is maintained by the encumbrance of purchase order requests. Purchase order requisitions for the expenditure of monies need approval by the department head, which are then forwarded to the City Manager for approval. Once the City Manager has approved the purchase order request, it is then forwarded to the finance department for preparation of a purchase order and certification and returned to the respective departments. The purchase orders are then signed by each department and returned to the finance department to be audited for accuracy and completeness and finally processed for payment. Encumbrances, which would exceed the available appropriation, are not approved or recorded until City Council authorizes additional appropriations. Any changes to an existing purchase for more than fifty dollars, requires approval by the City Manager, if additional appropriations are available. Prior year encumbrances outstanding at the end of the year are carried over to the next year after a thorough review by the Finance Director. Unencumbered appropriations lapse at the end of each year.

Only City Council has the authority to transfer appropriations between line items within a department. Any increase or decrease in an appropriation line must be approved by Council in ordinance form. All City departments, the City Manager and City Council are provided with at least monthly reports that indicate current appropriations, year to date expenditures, outstanding encumbrances and unexpended and unencumbered balances. Monthly revenue reports are provided to the City Council and City Manager.

Requirements for the development of the City's tax and annual budget, appropriations and other financial regulations are followed as established by the Ohio Revised Code and the City Charter. Under the direction of the City Manager, the Finance Director has charge of the administration of financial affairs of the City and acts as both the Auditor and Treasurer of the City. As part of the financial controls established in the City Charter, the Finance Director is responsible for the maintenance of a general accounting system; the exercise of budgetary control over each office; the disbursement of all monies and control of all expenditures so that appropriation and cash resources are not exceeded; and the certification of all appropriations.

The City Manager is required to submit to Council a tax budget of estimated revenues and expenditures for all funds of the City for the next succeeding year by the first Council meeting in July. The legislative body is required to adopt the budget by July 15 and to submit it to the County Budget Commission by July 20 of each year. Council is required to adopt an annual appropriation measure on or about the first day of each year. The City maintains budgetary control on a non-GAAP basis at the line item level for all funds.

The City's largest revenue source is a 1.65 percent income tax. City council can allocate the one percent however they wish, but the .65 percent is allocated by city ordinance, as directed by the voters through specific ballot language. At 1.65 percent the City's income tax on a cash basis generated \$3,110,853 in 2021, which was a substantial increase of \$207,948 from 2020, representing \$188,020,485 in taxable wages and profits. The income tax collections were allocated as follows: General Fund: 74.79 percent or \$2,320,236 which is used to fund the fire, police, municipal court and administrative offices; Street Department: 17.80 percent or \$552,217 which is used to fund a wide variety of public works' projects, including paving, road maintenance, and storm water management; Reserve Fund: 3.94 percent or \$122,233, which is used for financial support for various programs as determined by city council; Capital Improvement: 1.58 percent or \$57,531, which is used for infrastructure repairs and the acquisition of capital assets; Street Lighting: 1.02 percent or \$31,645, which is used to pay for street lighting along state routes, the downtown district, and traffic lights throughout the city; and Recreation: .87 percent or \$26,991, which is used to maintain the City's seven parks, playgrounds, and other recreational activities. The one percent allocation of the income tax is reviewed by city council on an as needed basis.

Within the City's inside ten mill limitation, the City levies 3.63 mills. The general fund allocation on a cash basis was 2.00 mills or \$355,384, the police pension fund allocation was .90 mills or \$159,923 and the fire pension fund allocation was .73 mills or \$129,715. With regard to outside millage, a permanent 3 mill police levy generated \$541,460, a five-year 2.75 mill street improvement levy generated \$496,350, a permanent 2 mill police levy generated \$322,773 and a permanent 3.00 mill fire levy generated \$504,948. Total millage levied by the City in 2020, for collection in 2021, was 14.38, generating total revenue of \$2,510,553. Inside and debt millage allocations are reviewed by the Finance Department and City Council before the annual tax budget is prepared.

Major Initiatives

For the Year - In 2021, the City of Conneaut completed several major capital projects and embarked on a variety of new capital improvement and infrastructure projects, with the assistance of grants and zero interest loans. Infrastructure repair and replacement, and vehicle and equipment purchases to replace aging fleets, are a high priority for the City, but it is very expensive. Some of the planned and completed projects are:

TID (Transportation Improvement District) Grant: A grant award of \$250,000 has been issued to the City by the Ohio Department of Transportation to be used for preliminary engineering, detailed design, and right of way acquisition for the installation of a new street light at U.S. Route 20 and Thompson Road. The grant is but a small part of the entire project to construct the Thompson Road extension, which has an estimated cost of \$6,028,000.

ARPA (American Rescue Plan Act) Funding: The City received \$656,265 from the State and Local Fiscal Recovery Fund. These funds can be used for revenue replacement to the extent of the reduction in revenue due to the COVID-19 public health emergency; COVID-19 expenditures or negative impacts associated with the pandemic; premium pay for essential workers; and investments in water, sewer and broadband infrastructure. A second tranche of funds is to be distributed to the City in 2022.

Water Filter Media and Telemetry Improvement Project: Work has commenced on the \$1.58 million dollar improvement project for the Water treatment Plant. It involves modifications to the low-service pump station, total replacement of the filter media, modifications to the SCADA system, and a valve turning machine for the distribution system. It will be funded via a \$350,000 grant and a \$1.23 million dollar loan.

MARCS (Multi Agency Radio Communication System) Grant: The Conneaut Fire Department received a grant for \$48,844 to purchase MARCS radios. This is a state-of-the-art radio system that dramatically improves our first responders ability to communicate with each other and between different departments and agencies throughout the state of Ohio.

Municipal Court Grants: The Conneaut Municipal Court received several grants from the Supreme Court of Ohio. In 2021, the court was awarded \$22,211 for security upgrades and \$72,794 for technology upgrades and case management software. The technology upgrades will substantially increase efficiency by allowing clerks to view, manage, and navigate multiple cases at the same time. It will significantly reduce data entry and enable clerks to aggregate and organize data into reports for quick and informed decision making.

Vehicle Purchases: The Wastewater Department purchased a Dodge Ram 5500 truck for \$70,683, and a 10-ton Western Star Dump Truck for \$165,459. Both vehicles were purchased with City funds, without any lease or loan funding.

Awards and Acknowledgements

The City received the Auditor of State Award (AOS) with Distinction, the highest award the AOS can give for the fiscal year ended December 31, 2020. This is the sixteenth consecutive year that the City of Conneaut received this prestigious award. To be eligible for the award, the following requirements must be met:

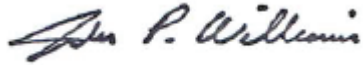
- 1) The entity must file financial reports with the Auditor of State's office by the statutory due date, without extension, via the Hinkle System, on the Generally Accepted Accounting Principles (GAAP) accounting basis, and prepare an ACFR (Annual Comprehensive Financial Report);
- 2) The audit report does not contain any findings for recovery, material citations, material weaknesses, significant deficiencies, Uniform Guidance (Single Audit) findings, or questioned costs, with the opinion dated within six (6) months of the entity's year-end;
- 3) The entity's management letter contains no comments related to:
 - * Ethics referrals
 - * Questioned Costs less than the threshold per the Uniform Guidance
 - * Lack of timely annual report submission
 - * Bank reconciliation issues
 - * Failure to obtain a timely Single Audit in accordance with Uniform Guidance
 - * Findings for recovery less than \$500
 - * Public meetings or public records issues
- 4) The entity has no other financial or other concerns

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Conneaut for its Annual Comprehensive Financial Report (ACFR) for the year ended December 31, 2020. This is the sixteenth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized Annual Comprehensive Financial Report (ACFR) that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

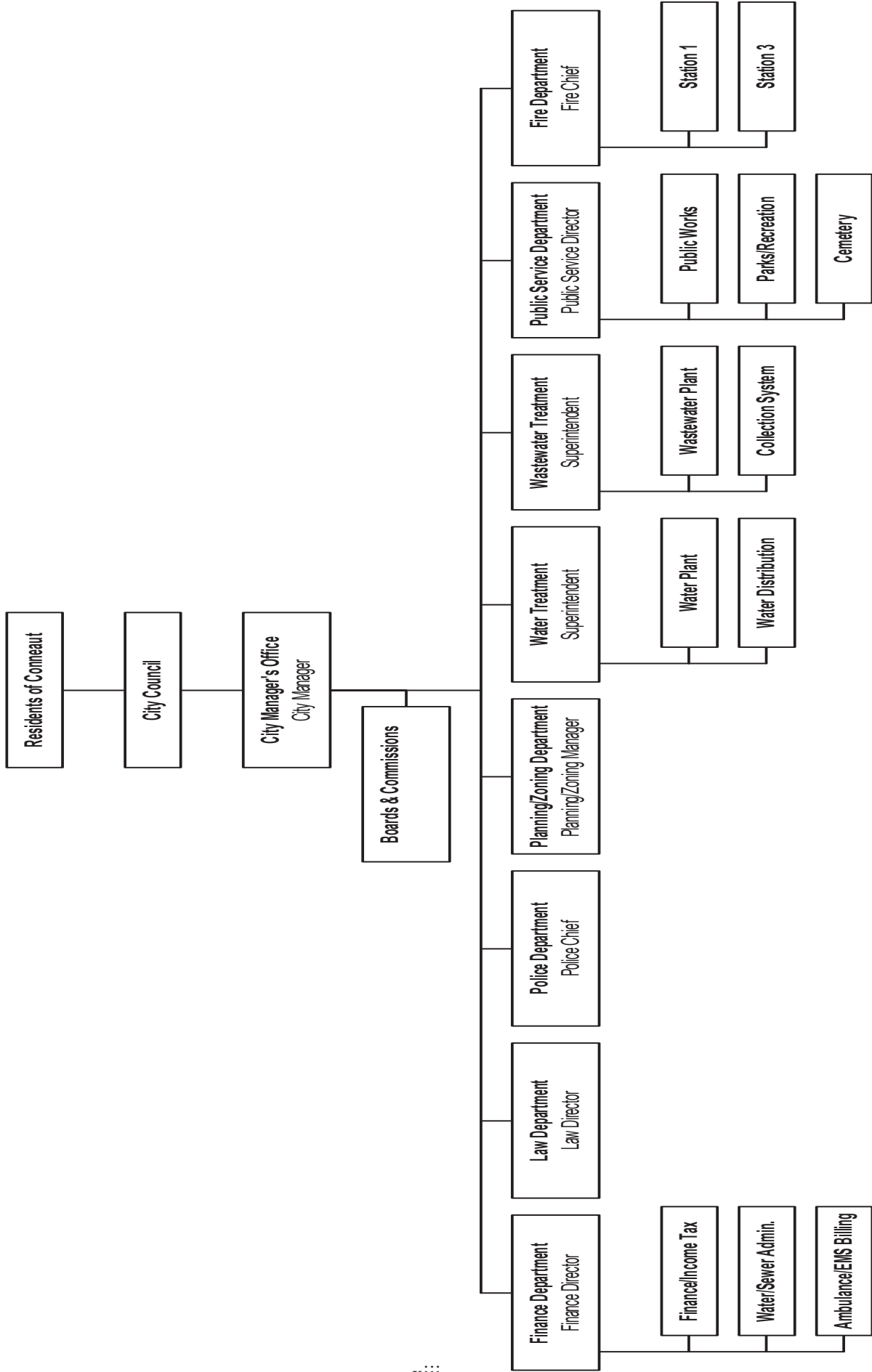
The successful preparation of the Annual Comprehensive Financial Report required the contribution and dedication of the Finance Department. Sincere appreciation is extended to City Council and City Manager Jim Hockaday for their commitment to sound financial reporting. Gratitude is also expressed to all City Department Directors for their support. To the Local Government Services Section of the Office of the Auditor of State, a special acknowledgment is extended for their support and guidance in the preparation of this report.

Respectfully submitted,

A handwritten signature in cursive script that reads "John P. Williams".

John Williams, J.D., CPA
Finance Director

CITY ORGANIZATIONAL CHART - ESTABLISHED BY CITY CHARTER



CITY OF CONNEAUT
ELECTED AND APPOINTED CITY OFFICIALS

December 31, 2021

CITY COUNCIL

John Arcaro, President

Tammy Ledford, At Large

Nicholas Perkoski, At Large

Rick Gaugh, Ward 1

Terry Moisio, Jr., Ward 2

Joseph Emery, Ward 3

Tom Kozesky, Ward 4

CITY MANAGER

Jim Hockaday

APPOINTED OFFICIALS

John Williams, Director of Finance

John Lewis, Director of Law

Michael Colby, Chief of Police

Steve Lee, Chief of Fire

Richard Neubauer, Water Superintendent

Brian Bidwell, Wastewater Superintendent

Joe Dibell, Public Service Director

Molly Turnes, Planning Zoning Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Conneaut
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrill

Executive Director/CEO

(This Page Intentionally Left Blank)

FINANCIAL SECTION



6400 OLDE STONE CROSSING
POLAND, OHIO 44514
PH: 330.707.9035
FAX: 888.516.1186

CERTIFIED PUBLIC ACCOUNTANTS

WWW.CANTERCPA.NET

INDEPENDENT AUDITOR'S REPORT

City of Conneaut
Ashtabula County
294 Main Street
Conneaut, Ohio 44030

To the Members of City Council:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Conneaut (the City), Ashtabula County, Conneaut, Ohio as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Conneaut, Ashtabula County, Conneaut, Ohio, as of December 31, 2021, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Street Construction Maintenance and Repair Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Conneaut, Ashtabula County, Conneaut, Ohio and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 26 to the basic financial statements, the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Conneaut'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 of Conneaut'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 of Conneaut'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 this presentation to include *Management's Discussion and Analysis* and Schedules of Net Pension and Postemployment Benefit Liabilities, Pension and Postemployment Benefit Contributions and Net Pension Asset, listed in the table of contents, to supplement the basic financial statements. Such information, 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 accompanying combining and individual nonmajor fund financial statements 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2022, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance.

That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Canter & Assoc" with a horizontal line extending to the right.

CANTER & ASSOCIATES

Poland, Ohio
July 26, 2022

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

The management's discussion and analysis for the City of Conneaut's financial statements provides an overall review of the financial activity of the City for the twelve months ended December 31, 2021. The intent of this discussion and analysis is to provide a narrative that describes the City's performance as a whole; readers are encouraged to consider the information presented here in conjunction with the additional information contained in the financial statements and the notes.

Financial Highlights

Financial highlights for 2021 are as follows:

- In governmental activities, total revenues increased by \$356,777 or 3.21 percent, primarily due to an increase in property taxes and municipal income taxes revenues.
- Total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources for 2021 in governmental activities by \$21,187,862 of which (\$6,897,549) was unrestricted. The net position increased by \$3,964,934, or 23.02 percent from 2020.
- On a modified accrual basis, the City's general fund had a balance of \$1,212,699 which is a decrease of \$748,349 from the prior year. The unassigned fund balance was \$324,348 or 26.75 percent of the total, which is a decrease of \$437,147 from the prior year.
- In governmental activities, outstanding long term obligations at year end totaled \$11,881,403, which is a decrease of \$1,793,277 from the prior year, while in business-type activities, these obligations totaled \$9,798,719, which is a decrease of \$2,155,149 from 2020.
- During 2021, the City began receiving collections from a tax increment financing agreement with Truck World for the redevelopment of property located within the City's tax incremental financing district. The agreement includes a 100 percent exemption from real property taxation on the public infrastructure improvements for up to twenty years. Truck World makes service payments in lieu of real property taxes.

Using this Annual Financial Report

This report is designed to allow the reader to look at the financial activities of the City of Conneaut as a whole and is intended to allow the reader to obtain a summary view or a more detailed view of the City operations, as they prefer.

The Statement of Net Position and the Statement of Activities provide information from a summary perspective showing the effects of the operations for the year 2021 and how they affected the operations of the City as a whole.

Reporting the City of Conneaut as a Whole

Statement of Net Position and Statement of Activities

The Statement of Net Position and the Statement of Activities provide summary information concerning the financial position and operations of the City as an entity. They provide a good resource for an overall evaluation of the City's financial performance. These statements include all non-fiduciary assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting. This method takes into account all revenues when they are earned and all expenses when they are incurred. These transactions are booked when they occur and not when the actual cash is received for revenues or when invoices are paid for expenses.

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

These two statements report the City's net position and changes in the position. The change in net position is important since it is an indication of whether the financial position of the City is improving or declining. However, to properly evaluate the operation of the City, certain non-cash items should be taken into consideration. These items would include the current economic situation as a whole, the current tax base for the City and the age and condition of the City buildings and infrastructure.

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

- **Governmental Activities** - Most of the City's programs and services are reported here, including general government, security of persons and property, public health services, leisure time activities, basic utility services, community development and transportation.
- **Business-Type Activities** - These services are provided on a fee basis to recover all of the expenses of the goods or services provided. The City's business-type activities are water and sewer.

Reporting on the Most Significant Funds of the City of Conneaut

Fund Financial Statements

The analysis of the City's major funds begins on page 10. The fund financial reports give a detailed report of the activities within the funds. The City's funds are in existence to provide a multitude of services to the citizens of Conneaut. Each fund is in some ways an entity unto itself. Each fund has a designated revenue stream and restricted uses for the monies within the fund.

In this report, the focus is on five major funds, the general fund, the street construction, maintenance and repair special revenue fund, the street improvement capital projects fund, the water enterprise fund and the sewer enterprise fund.

Governmental Funds All of the City's major activities (excluding the water and sewer funds) are reported in the governmental funds. This report shows how monies flow into and out of these funds and also shows what balances are available for future expenditures. The accounting method used to report this activity is the modified accrual method. This method reports cash and like-cash items that can be converted into cash. This shows what level of financial resources is available or will be available to provide the services that the general government provides in the near future. These services include police and fire protection, as well as the improving and maintaining the City's streets, parks, cemeteries and City Hall. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the government funds is reconciled in the financial statements.

Proprietary Funds Proprietary 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 in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's fiduciary fund is a custodial fund.

The City of Conneaut as a Whole

The Statement of Net Position provides an overall view of the City. Table 1 shows a summary of the City's net position for 2021 as compared to 2020.

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

(Table 1)
 Net Position

	Governmental Activities		Business-Type Activities		Total*	
	2021	2020	2021	2020	2021	2020
Assets						
Current and Other Assets	\$8,923,427	\$8,504,515	\$3,837,184	\$4,159,158	\$12,760,611	\$12,663,673
Net Pension Asset	0	10,633	0	8,998	0	19,631
Net OPEB Asset	199,765	0	169,032	0	368,797	0
Capital Assets, Net	29,005,935	26,065,003	23,552,559	23,308,272	52,558,494	49,373,275
<i>Total Assets</i>	<u>38,129,127</u>	<u>34,580,151</u>	<u>27,558,775</u>	<u>27,476,428</u>	<u>65,687,902</u>	<u>62,056,579</u>
Deferred Outflows of Resources						
Asset Retirement Obligation	0	0	1,130,732	1,165,567	1,130,732	1,165,567
Pension	1,039,085	1,116,148	265,086	446,817	1,280,504	1,496,625
OPEB	555,515	711,516	107,286	286,309	645,123	954,468
<i>Total Deferred Outflows of Resources</i>	<u>1,594,600</u>	<u>1,827,664</u>	<u>1,503,104</u>	<u>1,898,693</u>	<u>3,056,359</u>	<u>3,616,660</u>
Liabilities						
Current and Other Liabilities	1,853,164	609,940	509,233	400,959	2,362,397	1,010,899
Long-Term Liabilities:						
Due Within One Year	767,144	559,848	630,481	569,619	1,397,625	1,129,467
Due in More than One Year:						
Net Pension Liability	6,845,783	7,451,046	1,487,020	2,013,071	8,332,803	9,464,117
Net OPEB Liability	790,842	2,331,258	0	1,343,319	790,842	3,674,577
Other Amounts Due in More than One Year	3,477,634	3,694,400	7,681,218	8,281,876	11,158,852	11,976,276
<i>Total Liabilities</i>	<u>13,734,567</u>	<u>14,646,492</u>	<u>10,307,952</u>	<u>12,608,844</u>	<u>24,042,519</u>	<u>27,255,336</u>
Deferred Inflows of Resources						
Property Taxes	2,425,572	2,413,234	0	0	2,425,572	2,413,234
Payment in Lieu of Taxes	56,924	0	0	0	56,924	0
Pension	1,370,047	1,202,289	661,552	430,441	2,007,932	1,566,390
OPEB	948,755	550,367	536,497	191,255	1,467,574	698,265
<i>Total Deferred Inflows of Resources</i>	<u>4,801,298</u>	<u>4,165,890</u>	<u>1,198,049</u>	<u>621,696</u>	<u>5,958,002</u>	<u>4,677,889</u>
Net Position						
Net Investment in Capital Assets	25,741,041	23,249,059	17,429,050	16,734,171	43,170,091	39,983,230
Restricted:						
Capital Projects	551,587	372,596	0	0	551,587	372,596
Debt Service	11,117	0	0	0	11,117	0
Street Construction, Maintenance and Repair	705,488	551,318	0	0	705,488	551,318
Police and Fire Operations	765,676	848,845	0	0	765,676	848,845
Drug and Alcohol Enforcement	84,111	81,428	0	0	84,111	81,428
Cemetery Operations	80,919	64,026	0	0	80,919	64,026
Economic Development	29,701	18,240	0	0	29,701	18,240
Other Purposes	115,771	105,186	0	0	115,771	105,186
Unrestricted (Deficit)	<u>(6,897,549)</u>	<u>(8,067,770)</u>	<u>126,828</u>	<u>(598,588)</u>	<u>(6,770,721)</u>	<u>(8,666,358)</u>
<i>Total Net Position</i>	<u>\$21,187,862</u>	<u>\$17,222,928</u>	<u>\$17,555,878</u>	<u>\$16,135,583</u>	<u>\$38,743,740</u>	<u>\$33,358,511</u>

* After deferred outflows of resources and deferred inflows of resources related to the change in internal proportionate share of pension-related items have been eliminated (See Note 11).

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

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2021. 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.

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

Governmental activities saw an increase in net position from \$17,222,928 in 2020 to \$21,187,862 in 2021 due to increases in property tax and municipal income tax collections as well as a decrease in net OPEB liability, offset by associated deferred outflows/inflows. Business-type activities saw an increase in net position from \$16,135,583 in 2020 to \$17,555,878 in 2021 due to a decrease in the net OPEB liability. Management works diligently to control costs. At the end of the current year, the City of Conneaut was able to report positive balances in net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for the current and prior year.

(Table 2)
Change in Net Position (continued)

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
<i>Program Revenues</i>						
Charges for Services and Assessments	\$1,005,681	\$895,328	\$4,651,845	\$4,726,509	\$5,657,526	\$5,621,837
Operating Grants and Contributions	1,143,172	2,322,892	0	0	1,143,172	2,322,892
Capital Grants	2,806,096	1,027,355	246,745	336,200	3,052,841	1,363,555
<i>Total Program Revenues</i>	<u>\$4,954,949</u>	<u>\$4,245,575</u>	<u>\$4,898,590</u>	<u>\$5,062,709</u>	<u>\$9,853,539</u>	<u>\$9,308,284</u>

(continued)

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

(Table 2)
Change in Net Position (continued)

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues (continued)						
General Revenues						
Property Taxes	\$2,377,986	\$2,292,889	\$0	\$0	\$2,377,986	\$2,292,889
Municipal Income Taxes	3,228,781	2,822,326	0	0	3,228,781	2,822,326
Hotel Taxes	105,701	24,076	0	0	105,701	24,076
Grants and Entitlements not Restricted to Specific Programs	550,326	990,821	0	0	550,326	990,821
Franchise Taxes	30,714	152,237	0	0	30,714	152,237
Unrestricted Contributions	0	9,061	0	0	0	9,061
Investment Earnings	4,545	29,967	0	0	4,545	29,967
Miscellaneous	210,845	540,118	10,179	263,917	221,024	804,035
Total General Revenues	6,508,898	6,861,495	10,179	263,917	6,519,077	7,125,412
Total Revenues	11,463,847	11,107,070	4,908,769	5,326,626	16,372,616	16,433,696
Program Expenses						
General Government	\$1,200,315	\$1,689,627	\$0	\$0	\$1,200,315	\$1,689,627
Security of Persons and Property	4,549,435	4,795,231	0	0	4,549,435	4,795,231
Public Health Services	88,870	173,993	0	0	88,870	173,993
Leisure Time Activities	97,071	94,794	0	0	97,071	94,794
Community Development	40,340	139,462	0	0	40,340	139,462
Basic Utility Services	214,218	177,756	0	0	214,218	177,756
Transportation	1,302,283	3,800,790	0	0	1,302,283	3,800,790
Interest and Fiscal Charges	78,038	114,937	0	0	78,038	114,937
Water	0	0	1,569,569	2,508,882	1,569,569	2,508,882
Sewer	0	0	1,847,248	2,524,594	1,847,248	2,524,594
Total Program Expenses	7,570,570	10,986,590	3,416,817	5,033,476	10,987,387	16,020,066
Income (Loss) before Transfers	3,893,277	120,480	1,491,952	293,150	5,385,229	413,630
Transfers	71,657	5,827	(71,657)	(5,827)	0	0
Change in Net Position	3,964,934	126,307	1,420,295	287,323	5,385,229	413,630
Net Position Beginning of Year - Restated	17,222,928	17,096,621	16,135,583	15,848,260	33,358,511	32,944,881
Net Position End of Year	\$21,187,862	\$17,222,928	\$17,555,878	\$16,135,583	\$38,743,740	\$33,358,511

Governmental Activities

The City's net position in governmental activities increased by \$3,964,934 for a net position total of \$21,187,862 in 2021. Total revenues increased by \$356,777 or 3.21 percent, with expenses decreasing \$3,416,020 or 31.10 percent. Funding for governmental activities is derived from many sources, the largest of which is the City's municipal income tax, representing approximately half of the general fund revenue budget. The City's income tax rate is 1.65 percent. Total income tax revenues were \$3,228,781 for 2021, an increase of \$406,455 from 2020. The revenue collected from the 1.65 percent income tax was recorded into the general fund, street construction maintenance and repair, capital improvement, street lighting and recreation funds. The next largest revenue source of the City is property taxes. Property tax collections saw an increase of \$85,097 from 2020 collections. The City also applies for and received grants through various sources which is reflected through operating grants and contributions. For 2021, the City saw a decrease in operating grants and contributions due to the City receiving more COVID-19 relief funds in 2020.

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

The largest program function for the City is normally security of persons and property, which includes expenses of the police and fire departments. In 2021, the City spent \$4,549,435 on police and fire protection. The police department employs nineteen officers and four full-time dispatchers. The fire department has eleven full-time positions and one permanent part-time position. There are two fire stations within the City, one staffed by the full-time and permanent part-time firefighters, while the other station is staffed by part-time or volunteer personnel. The City also operates its own ambulance service with full-time employees. During 2021, there was a decrease in expenses of \$245,796 for the police and fire departments or a 5.13 percent decrease from 2021.

The City's Public Works Department (transportation) has 13 employees, including one mechanic, ten equipment operators, and one full-time administrative assistant. In 2021, they spent \$1,302,283 in transportation activities. The public works department is responsible for maintaining 565 lane miles of roads, including the paving of local streets, snow plowing, storm sewer and ditch maintenance, tree trimming/removal, park and cemetery maintenance, litter pick up, and various other duties.

Business-Type Activities

The City operates two business-type activities: the water and sewer treatment facilities. Net position increased in business-type activities by \$1,420,295 to \$17,555,878. Total revenues decreased by \$417,857 or 7.84 percent, and total program expenses decreased by \$1,616,659 or 32.12 percent. The major revenue source for these activities is charges for services. There was an increase in capital contributions with more grant monies received for OPWC projects. The water plant provides water to approximately 4,900 customers. Approximately forty-one million gallons of water and seventy-three million gallons of wastewater are processed each month.

The City's Funds

A review of the City's governmental funds provides information on near-term flows and balances of expendable resources and serves as a useful measure of a government's net resources. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the year. Information about the City's governmental funds begins on page 18. These funds are accounted for using the modified accrual method of accounting.

The City's major governmental funds are the general fund the street construction and maintenance and repair special revenue fund and the street improvement capital projects fund. All governmental funds had total revenues of \$11,500,340 and total expenditures of \$12,577,834, resulting in expenditures exceeding revenues by \$1,077,494. Total revenues increased mainly due to an increase in property taxes, municipal income taxes, and intergovernmental revenues. Total expenditures increased mainly in security of persons and property, transportation and capital outlay due to an increase in police and fire overtime and road projects continued during 2021. During 2021, there was a decrease in general fund revenues as intergovernmental and franchise tax revenues decreased. General fund expenditures increased due to an increase in police and fire expenditures. Expenditures exceeded revenues in the street construction, maintenance and repair fund due to increased paving projects completed and equipment acquisitions made during the year. The street improvement capital projects fund saw an increase in fund balance as a result of increases in both revenues and expenditures due to an increase in road projects entered into during 2021. The City's funds are monitored consistently with adjustments made throughout the year in budgets to accommodate yearly revenues.

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

Information about the proprietary funds starts on page 24. These funds are accounted for on an accrual basis.

Enterprise funds had GAAP operating revenues of \$4,662,024 and operating expenses of \$3,274,418, generating an operating income of \$1,387,606. Overall, operating revenues decreased with slight decreases in charges for water and sewer services and other revenues. Operating expenses saw a decrease in purchased and contractual services expenses. The City consistently reviews these funds, and if necessary, rate adjustments are made to ensure strength in our enterprise funds.

General Fund Budgeting Highlights

The general fund is the City's largest and most versatile operating fund. It funds the police and fire departments, and all of the administrative departments, as well as the municipal court and general services. Furthermore, it assists other funds, primarily the street department, with cash transfers when necessary. Budgeting is prescribed by the Ohio Revised Code. The City's budgeted appropriations are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the Ohio Revised Code. General fund revenues and expenses are monitored on a monthly basis to ensure that overspending does not occur, and budget adjustments are proposed generally on a quarterly basis or more often if necessary. All changes in appropriation line items, no matter how small, must be authorized by City Council and by ordinance.

In 2021, the general fund's original and final revenue budget was at \$3,991,831. Actual revenues were higher at \$4,342,318 or a \$350,487 positive variance. A large part of the difference was made from more than anticipated intergovernmental revenues. The general fund's original appropriation budget was \$5,790,295, and the final appropriation budget was \$6,276,396. Actual expenditures were substantially less than final budgeted appropriations with a positive variance of \$977,186. This difference is made from the City becoming more conservative in spending due to the current economic conditions that entities are facing State-wide.

Capital Assets and Debt Administration

Capital Assets

(Table 3)
 Capital Assets at December 31,
 (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$871,522	\$871,522	\$18,428	\$18,428	\$889,950	\$889,950
Construction in Progress	0	0	202,120	90,137	202,120	90,137
Buildings and Improvements	133,139	156,642	2,441,821	2,491,812	2,574,960	2,648,454
Equipment	1,418,948	1,397,832	2,984,755	2,802,751	4,403,703	4,200,583
Vehicles	835,391	924,919	741,731	800,412	1,577,122	1,725,331
Infrastructure						
Traffic Signals	853,212	162,721	0	0	853,212	162,721
Roads	11,880,849	10,053,255	0	0	11,880,849	10,053,255
Bridges	10,088,119	10,359,090	0	0	10,088,119	10,359,090
Storm Sewers	2,924,755	2,139,022	0	0	2,924,755	2,139,022
Water and Sewer Lines	0	0	17,163,704	17,104,732	17,163,704	17,104,732
Total	\$29,005,935	\$26,065,003	\$23,552,559	\$23,308,272	\$52,558,494	\$49,373,275

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

Capital assets of governmental activities saw an increase in 2021 due to road projects continued during the year. Additions also include two new vehicles for the police department, traffic lights and desktop computers. There were a number of road improvements made throughout the City as well during 2021.

The largest addition to business-type capital assets were sewer line improvements made throughout the City. Multiple trucks and equipment were also purchased. Overall, there was an increase in business-type capital assets as the current year additions exceeded depreciation.

For additional information regarding the City's capital assets, see Note 10 to the basic financial statements.

Long-term Obligations

The City's long-term obligations are comprised of general obligation bonds, OPWC and OWDA loans, loans payable, capital leases, compensated absences, asset retirement obligations and net pension/OPEB liabilities.

(Table 4)
 Outstanding Long-term Obligations at Year End

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$1,330,580	\$1,075,101	\$416,079	\$496,427	\$1,746,659	\$1,571,528
OWDA Loans	0	0	5,111,757	5,534,452	5,111,757	5,534,452
Loans Payable	116,865	170,421	0	0	116,865	170,421
State Infrastructure Bank						
Loans Payable	1,378,286	1,421,371	0	0	1,378,286	1,421,371
OPWC Loans	124,870	130,913	483,690	543,222	608,560	674,135
Capital Leases	431,158	510,431	0	0	431,158	510,431
Compensated Absences	863,019	946,011	324,858	302,079	1,187,877	1,248,090
Asset Retirement Obligation	0	0	1,975,315	1,975,315	1,975,315	1,975,315
Net Pension Liability	6,845,783	7,451,046	1,487,020	2,013,071	8,332,803	9,464,117
Net OPEB Liability	790,842	2,331,258	0	1,343,319	790,842	3,674,577
Total	\$11,881,403	\$14,036,552	\$9,798,719	\$12,207,885	\$21,680,122	\$26,244,437

Total debt in governmental activities decreased by \$2,155,149, and business-type activities decreased by \$2,409,166. During 2021, the City issued a general obligation bond for street improvements, State Infrastructure Bank Loans for Route 7 and Route 531. All of the debt service for these new issues are being paid with income and property tax revenues. In total, there are twenty-one OPWC and nine OWDA loans, the majority of which are being funded by special assessments and water and sewer user fees.

The seven general obligation bonds outstanding at the end of the year were the Energy Conservation Improvement, Vehicle Acquisition, 2014 and 2017 Various Improvements, Fire Truck and 2020 and 2021 Street Improvement bonds. The Energy Conservation Bond will be paid in full in 2022. The Energy Conservation Bond is paid from various funds. The Fire Truck will be paid from the general fund.

Special assessment loans consist of various sewer projects. The debt service on these loans is paid from real estate tax assessments on those property owners who benefited from the improvements. These funds are deposited into the special assessment debt retirement fund.

For more information about the City's long-term obligations, see Note 17 to the basic financial statements.

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

Current Financial Issues

The City's general fund carryover decreased by \$748,349 from the prior year. This decrease was due primarily to the fact that in 2020 the City received \$1,154,798 from the Coronavirus Relief Fund, but this funding source was not received in 2021, so the general fund revenue was markedly lower in comparison. Even though income tax collections, the City's largest general fund revenue source, recovered from the pandemic low in 2020, increasing by \$199,434 in 2021, income tax revenue remained well below the pre-pandemic highs. While general fund carryovers have been decreasing due to an increase in capital expenditures, debt payments, health care, wages, and other personnel costs, revenues remain relatively flat. Efforts by the City administration and City Council to implement numerous cost savings measures, including staff reductions, changes to health care benefits, and restructuring of departments have slowed the decline in fund balance, but an increase in revenue is needed to prevent further decline at the current and projected expenditure levels. There continues to be a concerted effort by the City Manager and staff to curtail spending wherever possible without compromising City services, but the City must remain diligent in exploring new ways to improve efficiency, cut costs and increase revenue, wherever possible.

Health insurance for employees has been, and continues to be, one the City's greatest financial challenges. On an annual basis, the increase in medical insurance rates continues to outpace City revenues. The health care committee, comprised of representatives from management and the five unions, met to discuss the most recent medical insurance renewal proposal. With the assistance of the City's health insurance broker, Fedeli, different health insurance options and plans were priced. Ultimately, the City remained with the health savings account through Medical Mutual and continued membership with the Ohio Government Benefit Cooperative. However, the cost of health plans increased approximately 12.2 percent over a two-year period. The annual cost of a health care plan, including the City's contribution to the deductible, is \$10,847 for a single plan; \$20,134 for an employee/child plan; \$25,328 for an employee/spouse plan; and \$34,388 for a family plan. The total cost of the City's health insurance plan for 84 full-time employees who utilize the health insurance plan is approximately \$1,971,511 per year. Fifteen of the City's full-time employees who are eligible for health insurance chose to take the health insurance stipend or buyout of \$400 per month, costing about \$72,000 annually. All four of the City's unions have agreed that each of their members will pay 10 percent of the health insurance premium to help offset the increased cost to the City. Health care contributions by employees total approximately \$197,000 annually.

Union negotiations started in the fall of 2021 for the City's five unions, with a contract period commencing January 1, 2022 and expiring on December 31, 2024. Although not finalized as of December 31, 2021, four out of the five unions tentatively agreed to a wage increase of 3.5 percent in 2022, 2 percent in 2023, and 2 percent in 2024. The previous negotiation resulted in three-year contracts effective on January 1, 2019 and expire on December 31, 2021, where each of the unions agreed to receive a 2 percent annual increase, resulting in a three-year cumulative cost of approximately \$622,000. The new agreements could exceed a three-year cumulative cost of \$800,000. The City's ability to fund these and future increases, without layoffs, will depend upon the strength of our local economic tax base and our ability to contain other costs.

Income tax is the largest revenue source in the general fund and is a critical funding source for many departments, including the City's safety forces. The COVID-19 pandemic had a deleterious impact on City income tax collections. The full impact of the pandemic will not be known for some time, so income tax estimates were revised downward the past several years to reflect this trend. It is difficult to estimate when income tax collections will fully recover, but we remain hopeful that it occurs when the economy makes a full recovery. Furthermore, delinquent income tax accounts represent a very large source of potential revenue that needs to be collected in order to adequately fund critical operations, as seventy-four percent of income tax revenues is allocated to general fund operations. Although the City continues to be very aggressive in pursuing delinquent income taxpayers, there is a substantial amount of delinquent income tax due to the City for various

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

tax years. The income tax department utilizes a collection program through the Attorney General of Ohio to collect delinquent income taxes. In the first three months of 2022, the City was able to collect over \$158,000 in delinquent income tax.

Contacting the City's Finance Department

This report is designed to provide the reader with a broad overview of the City's financial position, as well as a general understanding of the financial operations of the City. If you have any questions about this report or need any additional financial information, please contact John Williams, J.D., CPA, Finance Director, 294 Main Street, Conneaut, Ohio 44030, telephone 440-593-7416, or e-mail at connfinance@conneautoh.org.

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

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total*	Conneaut Board of Health	Conneaut Port Authority
Assets					
Equity in Pooled Cash and Cash Equivalents	\$3,955,172	\$3,034,216	\$6,989,388	\$224,942	\$315,000
Accounts Receivable	188,604	584,959	773,563	0	0
Internal Balances	5,361	(5,361)	0	0	0
Intergovernmental Receivable	771,979	0	771,979	0	0
Prepaid Items	0	0	0	0	15,667
Materials and Supplies Inventory	102,750	208,768	311,518	25,278	6,251
Property Taxes Receivable	2,611,100	0	2,611,100	0	0
Payment in Lieu of Taxes Receivable	56,924	0	56,924	0	0
Municipal Income Taxes Receivable	664,574	0	664,574	0	0
Special Assessments Receivable	160,963	14,602	175,565	0	0
Loans Receivable from Component Unit	406,000	0	406,000	0	0
Net OPEB Asset	199,765	169,032	368,797	15,366	21,219
Nondepreciable Capital Assets	871,522	220,548	1,092,070	0	315,731
Depreciable Capital Assets, Net	28,134,413	23,332,011	51,466,424	18,157	1,306,128
<i>Total Assets</i>	<u>38,129,127</u>	<u>27,558,775</u>	<u>65,687,902</u>	<u>283,743</u>	<u>1,979,996</u>
Deferred Outflows of Resources					
Asset Retirement Obligation	0	1,130,732	1,130,732	0	0
Pension	1,039,085	265,086	1,280,504	21,217	33,927
OPEB	555,515	107,286	645,123	7,888	11,867
<i>Total Deferred Outflows of Resources</i>	<u>1,594,600</u>	<u>1,503,104</u>	<u>3,056,359</u>	<u>29,105</u>	<u>45,794</u>
Liabilities					
Accounts Payable	134,909	52,242	187,151	3,565	20,384
Contracts Payable	227,404	288,132	515,536	0	0
Retainage Payable	0	6,438	6,438	0	0
Accrued Wages	170,712	57,796	228,508	5,581	6,083
Intergovernmental Payable	135,232	39,158	174,390	3,372	0
Deposits Held Payable	89,859	0	89,859	0	0
Accrued Interest Payable	32,783	65,467	98,250	0	191
Notes Payable	406,000	0	406,000	0	14,000
Due to Primary Government	0	0	0	0	406,000
Unearned Revenue	656,265	0	656,265	216,984	144,891
Deposits on Future Revenue	0	0	0	0	5,140
Deposit - Economic Development	0	0	0	0	25,000
Long-Term Liabilities:					
Due Within One Year	767,144	630,481	1,397,625	3,054	12,225
Due In More Than One Year:					
Net Pension Liability (See Note 19)	6,845,783	1,487,020	8,332,803	135,185	188,948
Net OPEB Liability (See Note 20)	790,842	0	790,842	0	0
Other Amounts Due In More Than One Year	3,477,634	7,681,218	11,158,852	8,202	44,088
<i>Total Liabilities</i>	<u>13,734,567</u>	<u>10,307,952</u>	<u>24,042,519</u>	<u>375,943</u>	<u>866,950</u>
Deferred Inflows of Resources					
Property Taxes	2,425,572	0	2,425,572	0	0
Payment in Lieu of Taxes	56,924	0	56,924	0	0
Pension	1,370,047	661,552	2,007,932	60,129	82,068
OPEB	948,755	536,497	1,467,574	48,773	65,634
<i>Total Deferred Inflows of Resources</i>	<u>4,801,298</u>	<u>1,198,049</u>	<u>5,958,002</u>	<u>108,902</u>	<u>147,702</u>
Net Position					
Net Investment in Capital Assets	25,741,041	17,429,050	43,170,091	18,157	1,375,626
Restricted for:					
Capital Projects	551,587	0	551,587	0	0
Debt Service	11,117	0	11,117	0	0
Street Construction, Maintenance and Repair	705,488	0	705,488	0	0
Police and Fire Operations	765,676	0	765,676	0	0
Drug and Alcohol Enforcement	84,111	0	84,111	0	0
Cemetery Operations	80,919	0	80,919	0	0
Economic Development	29,701	0	29,701	0	0
Other Purposes	115,771	0	115,771	0	0
Unrestricted (Deficit)	(6,897,549)	126,828	(6,770,721)	(190,154)	(364,488)
<i>Total Net Position</i>	<u>\$21,187,862</u>	<u>\$17,555,878</u>	<u>\$38,743,740</u>	<u>(\$171,997)</u>	<u>\$1,011,138</u>

* After deferred outflows of resources and deferred inflows of resources related to the change in internal proportionate share of pension-related items have been eliminated (See Note 11).

See accompanying notes to the basic financial statements

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

	Program Revenues			
	Expenses	Charges for Services and Assessments	Operating Grants and Contributions	Capital Grants
Governmental Activities:				
General Government	\$1,200,315	\$333,604	\$0	\$0
Security of Persons and Property	4,549,435	396,052	208,271	138,173
Public Health Services	88,870	2,982	0	0
Leisure Time Activities	97,071	8,479	12,800	0
Community Development	40,340	54,028	27,192	2,000
Basic Utility Services	214,218	179,099	0	0
Transportation	1,302,283	31,437	894,909	2,665,923
Interest and Fiscal Charges	78,038	0	0	0
<i>Total Governmental Activities</i>	<u>7,570,570</u>	<u>1,005,681</u>	<u>1,143,172</u>	<u>2,806,096</u>
Business-Type Activities:				
Water	1,569,569	2,352,770	0	159,190
Sewer	1,847,248	2,299,075	0	87,555
<i>Total Business-Type Activities</i>	<u>3,416,817</u>	<u>4,651,845</u>	<u>0</u>	<u>246,745</u>
<i>Total Primary Government</i>	<u>\$10,987,387</u>	<u>\$5,657,526</u>	<u>\$1,143,172</u>	<u>\$3,052,841</u>
Component Unit				
Conneaut Board of Health	\$186,631	\$70,558	\$238,350	\$0
Conneaut Port Authority	474,871	516,936	77,984	0
<i>Total Component Units</i>	<u>\$661,502</u>	<u>\$587,494</u>	<u>\$316,334</u>	<u>\$0</u>

General Revenues

Property Taxes Levied for:

General Purposes
Capital Projects
Other Purposes

Municipal Income Taxes Levied for:

General Purposes
Capital Outlay
Street Construction, Maintenance and Repair
Other Purposes

Hotel Taxes

Grants and Entitlements not Restricted to Specific Programs

Franchise Taxes

Investment Earnings

Gain on Sale of Capital Assets

Unrealized Gain on Inventory

Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year (Restated - See Note 3)

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Total	Conneaut Board of Health	Conneaut Port Authority
(\$866,711)	\$0	(\$866,711)	\$0	\$0
(3,806,939)	0	(3,806,939)	0	0
(85,888)	0	(85,888)	0	0
(75,792)	0	(75,792)	0	0
42,880	0	42,880	0	0
(35,119)	0	(35,119)	0	0
2,289,986	0	2,289,986	0	0
(78,038)	0	(78,038)	0	0
(2,615,621)	0	(2,615,621)	0	0
0	942,391	942,391	0	0
0	539,382	539,382	0	0
0	1,481,773	1,481,773	0	0
(2,615,621)	1,481,773	(1,133,848)	0	0
0	0	0	122,277	0
0	0	0	0	120,049
0	0	0	122,277	120,049
334,038	0	334,038	0	0
462,471	0	462,471	0	0
1,581,477	0	1,581,477	0	0
2,535,292	0	2,535,292	0	0
59,389	0	59,389	0	0
573,235	0	573,235	0	0
60,865	0	60,865	0	0
105,701	0	105,701	0	0
550,326	0	550,326	0	0
30,714	0	30,714	0	0
4,545	0	4,545	0	4
0	0	0	0	3,913
0	0	0	0	1,431
210,845	10,179	221,024	0	1,425
6,508,898	10,179	6,519,077	0	6,773
71,657	(71,657)	0	0	0
6,580,555	(61,478)	6,519,077	0	6,773
3,964,934	1,420,295	5,385,229	122,277	126,822
17,222,928	16,135,583	33,358,511	(294,274)	884,316
\$21,187,862	\$17,555,878	\$38,743,740	(\$171,997)	\$1,011,138

City of Conneaut, Ohio

Balance Sheet

Governmental Funds

December 31, 2021

	General	Street Construction, Maintenance and Repair	Street Improvement	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$1,184,412	\$178,607	\$359,344	\$2,189,429	\$3,911,792
Materials and Supplies Inventory	25,702	77,048	0	0	102,750
Accounts Receivable	188,604	0	0	0	188,604
Intergovernmental Receivable	263,052	315,082	10,584	183,261	771,979
Municipal Income Taxes Receivable	523,265	118,270	0	23,039	664,574
Property Taxes Receivable	368,795	0	517,391	1,724,914	2,611,100
Payments in Lieu of Taxes Receivable	0	0	0	56,924	56,924
Loans Receivable from Component Unit	0	0	0	406,000	406,000
Interfund Receivable	7,086	0	0	0	7,086
Special Assessments Receivable	5,342	121,099	0	34,522	160,963
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	35,280	8,100	0	0	43,380
Total Assets	\$2,601,538	\$818,206	\$887,319	\$4,618,089	\$8,925,152
Liabilities					
Accounts Payable	\$76,607	\$7,892	\$0	\$50,410	\$134,909
Contracts Payable	159,905	5,375	35,124	27,000	227,404
Accrued Wages	119,867	39,438	0	11,407	170,712
Intergovernmental Payable	42,963	17,258	0	75,011	135,232
Unearned Revenue	0	0		656,265	656,265
Deposits Held Payable from Restricted Assets	9,467	8,100	0	72,292	89,859
Interfund Payable	0	0	0	1,725	1,725
Accrued Interest Payable	0	0	0	6,983	6,983
Notes Payable	0	0	0	406,000	406,000
Total Liabilities	408,809	78,063	35,124	1,307,093	1,829,089
Deferred Inflows of Resources					
Property Taxes	342,536	0	480,706	1,602,330	2,425,572
Payment in Lieu of Taxes	0	0	0	56,924	56,924
Unavailable Revenue	637,494	392,135	47,269	321,941	1,398,839
Total Deferred Inflows of Resources	980,030	392,135	527,975	1,981,195	3,881,335
Fund Balances					
Nonspendable	51,515	77,048	0	0	128,563
Restricted	0	270,960	324,220	1,231,402	1,826,582
Committed	0	0	0	197,076	197,076
Assigned	836,836	0	0	0	836,836
Unassigned (Deficit)	324,348	0	0	(98,677)	225,671
Total Fund Balances	1,212,699	348,008	324,220	1,329,801	3,214,728
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$2,601,538	\$818,206	\$887,319	\$4,618,089	\$8,925,152

See accompanying notes to the basic financial statements

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

Total Governmental Funds Balances	\$3,214,728
 <i>Amounts reported for governmental activities in the statement of net position are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	29,005,935
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable in the funds:	
Delinquent Property Taxes	185,528
Municipal Income Taxes	313,052
Intergovernmental	559,935
Special Assessments	160,963
Charges for Services	152,686
Franchise Tax	26,675
Total	1,398,839
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(25,800)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(1,330,580)
Loans Payable	(116,865)
State Infrastructure Bank Loans Payable	(1,378,286)
OPWC Loans Payable	(124,870)
Capital Leases Payable	(431,158)
Compensated Absences	(863,019)
Total	(4,244,778)
The net OPEB asset, net pension liability and net OPEB liability are not due and payable in the current periods; therefore, the asset, liability and related deferred inflows/outflows are not reported in the governmental funds:	
Deferred Outflows - Pension	1,039,085
Deferred Inflows - Pension	(1,370,047)
Net Pension Liability	(6,845,783)
Net OPEB Asset	199,765
Deferred Outflows - OPEB	555,515
Deferred Inflows - OPEB	(948,755)
Net OPEB Liability	(790,842)
Total	(8,161,062)
<i>Net Position of Governmental Activities</i>	\$21,187,862

See accompanying notes to the basic financial statements

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

	General	Street Construction, Maintenance and Repair	Street Improvement	Other Governmental Funds	Total Governmental Funds
Revenues					
Property Taxes	\$355,384	\$0	\$496,350	\$1,658,819	\$2,510,553
Municipal Income Taxes	2,524,065	570,697	0	119,759	3,214,521
Hotel Taxes	105,701	0	0	0	105,701
Special Assessments	0	1,875	0	2,688	4,563
Intergovernmental	512,905	619,859	2,416,305	794,817	4,343,886
Fees, Licenses and Permits	133,257	35,280	0	179,579	348,116
Fines and Forfeitures	155,726	0	0	71,750	227,476
Rentals	37,637	0	0	0	37,637
Charges for Services	397,915	0	0	36,080	433,995
Contributions and Donations	14,810	0	0	1,000	15,810
Interest	4,298	103	0	144	4,545
Franchise Taxes	42,692	0	0	0	42,692
Other	155,376	24,523	0	30,946	210,845
<i>Total Revenues</i>	<u>4,439,766</u>	<u>1,252,337</u>	<u>2,912,655</u>	<u>2,895,582</u>	<u>11,500,340</u>
Expenditures					
Current:					
General Government	1,802,068	0	0	293	1,802,361
Security of Persons and Property	2,664,555	0	0	1,953,818	4,618,373
Public Health Services	88,161	0	0	709	88,870
Leisure Time Activities	53,489	0	0	26,740	80,229
Community Development	113,160	0	0	22,496	135,656
Basic Utility Services	0	0	0	214,218	214,218
Transportation	0	1,097,290	0	181,240	1,278,530
Capital Outlay	145,387	413,110	2,771,165	504,158	3,833,820
Debt Service:					
Principal Retirement	208,751	223,085	0	0	431,836
Interest and Fiscal Charges	27,544	47,824	0	18,573	93,941
<i>Total Expenditures</i>	<u>5,103,115</u>	<u>1,781,309</u>	<u>2,771,165</u>	<u>2,922,245</u>	<u>12,577,834</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(663,349)</u>	<u>(528,972)</u>	<u>141,490</u>	<u>(26,663)</u>	<u>(1,077,494)</u>
Other Financing Sources (Uses)					
General Obligation Bonds Issued	0	498,000	0	0	498,000
State Infrastructure Bank Loan Issued	0	7,358	0	0	7,358
Transfers In	0	61,701	0	117,907	179,608
Transfers Out	(85,000)	(2,500)	0	(20,451)	(107,951)
<i>Total Other Financing Sources (Uses)</i>	<u>(85,000)</u>	<u>564,559</u>	<u>0</u>	<u>97,456</u>	<u>577,015</u>
<i>Net Change in Fund Balances</i>	<u>(748,349)</u>	<u>35,587</u>	<u>141,490</u>	<u>70,793</u>	<u>(500,479)</u>
<i>Fund Balances Beginning of Year</i>	<u>1,961,048</u>	<u>312,421</u>	<u>182,730</u>	<u>1,259,008</u>	<u>3,715,207</u>
<i>Fund Balance End of Year</i>	<u>\$1,212,699</u>	<u>\$348,008</u>	<u>\$324,220</u>	<u>\$1,329,801</u>	<u>\$3,214,728</u>

See accompanying notes to the basic financial statements

City of Conneaut, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2021*

Net Change in Fund Balances - Total Governmental Funds (\$500,479)

*Amounts reported for governmental activities in the
statement of activities are different because*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:

Capital Asset Additions	5,139,454	
Current Year Depreciation	(2,105,401)	
Total	3,034,053	3,034,053

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. (93,121)

Revenue in the statement of activities that do not provide current financial resources are not reported as revenue in the funds:

Delinquent Property Taxes	(132,567)	
Municipal Income Taxes	14,260	
Intergovernmental	139,898	
Special Assessments	(6,197)	
Charges for Services	(39,909)	
Franchise Taxes	(11,978)	
Total	(36,493)	(36,493)

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position:

General Obligation Bonds Payable	242,521	
Loans Payable	53,556	
State Infrastructure Bank Loans Payable	50,443	
OPWC Loans Payable	6,043	
Capital Leases Payable	79,273	
Total	431,836	431,836

Accrued interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of net position. 15,903

Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 82,992

Other financing sources in the governmental funds that increase long-term liabilities in the statement of net position are not reported as revenues in the statement of activities:

State Infrastructure Bank Loan Issued	(7,358)	
General Obligation Bonds Issued	(498,000)	
Total	(505,358)	(505,358)

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.

Pension	715,009	
OPEB	12,330	
Total	727,339	727,339

Except for amounts reported as deferred inflows/outflows, changes in net pension liability are reported as pension expense in the statement of activities.

Pension	(365,200)	
OPEB	1,173,462	
Total	808,262	808,262

Change in Net Position of Governmental Activities \$3,964,934

See accompanying notes to the basic financial statements

City of Conneaut, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$335,500	\$335,500	\$355,384	\$19,884
Municipal Income Taxes	2,334,551	2,334,551	2,442,469	107,918
Hotel Taxes	102,000	102,000	105,701	3,701
Intergovernmental	397,300	397,300	504,439	107,139
Fees, Licenses and Permits	126,795	126,795	133,422	6,627
Fines and Forfeitures	147,953	147,953	159,930	11,977
Rentals	29,125	29,125	37,637	8,512
Charges for Services	308,500	308,500	397,915	89,415
Contributions and Donations	4,603	4,603	14,810	10,207
Interest	30,000	30,000	3,905	(26,095)
Franchise Taxes	10,000	10,000	33,449	23,449
Other	165,504	165,504	153,257	(12,247)
<i>Total Revenues</i>	<u>3,991,831</u>	<u>3,991,831</u>	<u>4,342,318</u>	<u>350,487</u>
Expenditures				
Current:				
General Government	2,515,098	2,790,255	2,101,773	688,482
Security of Persons and Property	2,774,102	2,858,838	2,669,961	188,877
Public Health Services	0	88,161	88,161	0
Leisure Time Activities	79,467	79,457	54,322	25,135
Community Development	144,410	153,498	108,698	44,800
Debt Service:				
Principal Retirement	250,846	276,149	248,751	27,398
Interest and Fiscal Charges	26,372	30,038	27,544	2,494
<i>Total Expenditures</i>	<u>5,790,295</u>	<u>6,276,396</u>	<u>5,299,210</u>	<u>977,186</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,798,464)</u>	<u>(2,284,565)</u>	<u>(956,892)</u>	<u>1,327,673</u>
Other Financing Sources (Uses)				
General Obligation Notes Issued	750,000	750,000	0	(750,000)
Capital Lease Issued	135,000	135,000	0	(135,000)
Advances In	35,000	35,000	0	(35,000)
Advances Out	0	(7,086)	(7,086)	0
Transfers In	1,000	1,000	0	(1,000)
Transfers Out	(120,000)	(120,000)	(85,000)	35,000
<i>Total Other Financing Sources (Uses)</i>	<u>801,000</u>	<u>793,914</u>	<u>(92,086)</u>	<u>(886,000)</u>
<i>Net Change in Fund Balance</i>	<u>(997,464)</u>	<u>(1,490,651)</u>	<u>(1,048,978)</u>	<u>441,673</u>
<i>Fund Balance Beginning of Year</i>	1,686,532	1,686,532	1,686,532	0
Prior Year Encumbrances Appropriated	166,666	166,666	166,666	0
<i>Fund Balances End of Year</i>	<u>\$855,734</u>	<u>\$362,547</u>	<u>\$804,220</u>	<u>\$441,673</u>

See accompanying notes to the basic financial statements

City of Conneaut, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$527,662	\$527,662	\$552,217	\$24,555
Special Assessments	1,000	1,000	1,875	875
Intergovernmental	643,740	643,740	615,927	(27,813)
Fees, Licenses and Permits	95,000	95,000	35,280	(59,720)
Interest	101	101	103	2
Other	20,000	20,000	24,523	4,523
<i>Total Revenues</i>	1,287,503	1,287,503	1,229,925	(57,578)
Expenditures				
Current:				
Transportation	1,305,460	1,297,461	1,056,870	240,591
Capital Outlay	501,836	462,824	415,110	47,714
Debt Service:				
Principal Retirement	169,684	212,684	203,884	8,800
Interest and Fiscal Charges	41,275	50,264	47,824	2,440
<i>Total Expenditures</i>	2,018,255	2,023,233	1,723,688	299,545
<i>Excess of Revenues Under Expenditures</i>	(730,752)	(735,730)	(493,763)	241,967
Other Financing Sources (Uses)				
General Obligation Bonds Issued	704,251	704,251	498,000	(206,251)
State Infrastructure Bank Loan Issued	0	7,358	7,358	0
Advances Out	(120,499)	(120,499)	0	120,499
Transfers In	40,000	40,000	40,000	0
<i>Total Other Financing Sources (Uses)</i>	623,752	631,110	545,358	(85,752)
<i>Net Change in Fund Balance</i>	(107,000)	(104,620)	51,595	156,215
<i>Fund Balance Beginning of Year</i>	85,828	85,828	85,828	0
Prior Year Encumbrances Appropriated	37,812	37,812	37,812	0
<i>Fund Balance End of Year</i>	\$16,640	\$19,020	\$175,235	\$156,215

See accompanying notes to the basic financial statements

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

	Business-Type Activities		
	Water	Sewer	Total
Assets			
<i>Current Assets:</i>			
Equity in Pooled Cash and Cash Equivalents	\$1,224,390	\$1,809,826	\$3,034,216
Materials and Supplies Inventory	145,075	63,693	208,768
<i>Receivables:</i>			
Accounts	295,915	289,044	584,959
Special Assessments	1,255	419	1,674
<i>Total Current Assets</i>	<u>1,666,635</u>	<u>2,162,982</u>	<u>3,829,617</u>
<i>Noncurrent Assets:</i>			
Special Assessment Receivable	6,394	6,534	12,928
Net OPEB Asset	92,199	76,833	169,032
<i>Capital Assets:</i>			
Nondepreciable Capital Assets	209,000	11,548	220,548
Depreciable Capital Assets, Net	10,074,443	13,257,568	23,332,011
<i>Total Noncurrent Assets</i>	<u>10,382,036</u>	<u>13,352,483</u>	<u>23,734,519</u>
<i>Total Assets</i>	<u>12,048,671</u>	<u>15,515,465</u>	<u>27,564,136</u>
Deferred Outflows of Resources			
Asset Retirement Obligation	0	1,130,732	1,130,732
Pension	137,877	127,209	265,086
OPEB	54,089	53,197	107,286
<i>Total Deferred Outflows of Resources</i>	<u>191,966</u>	<u>1,311,138</u>	<u>1,503,104</u>
Liabilities			
<i>Current Liabilities:</i>			
Accounts Payable	31,793	20,449	52,242
Contracts Payable	122,549	165,583	288,132
Accrued Wages	32,981	24,815	57,796
Intergovernmental Payable	22,014	17,144	39,158
Retainage Payable	6,438	0	6,438
Interfund Payable	0	5,361	5,361
Compensated Absences Payable	34,770	35,173	69,943
Accrued Interest Payable	24,083	41,384	65,467
General Obligation Bonds Payable	4,305	76,274	80,579
OPWC Loans Payable	22,020	18,265	40,285
OWDA Loans Payable	92,277	347,397	439,674
<i>Total Current Liabilities</i>	<u>393,230</u>	<u>751,845</u>	<u>1,145,075</u>
<i>Long-Term Liabilities (net of current portion):</i>			
Compensated Absences Payable	146,143	108,772	254,915
General Obligation Bonds Payable	0	335,500	335,500
OPWC Loans Payable	213,274	230,131	443,405
OWDA Loans Payable	1,509,239	3,162,844	4,672,083
Asset Retirement Obligation	0	1,975,315	1,975,315
Net Pension Liability	811,101	675,919	1,487,020
<i>Total Long-Term Liabilities</i>	<u>2,679,757</u>	<u>6,488,481</u>	<u>9,168,238</u>
<i>Total Liabilities</i>	<u>3,072,987</u>	<u>7,240,326</u>	<u>10,313,313</u>
Deferred Inflows of Resources			
Pension	360,893	300,659	661,552
OPEB	292,634	243,863	536,497
<i>Total Deferred Inflows of Resources</i>	<u>653,527</u>	<u>544,522</u>	<u>1,198,049</u>
Net Position			
Net Investment in Capital Assets	8,330,345	9,098,705	17,429,050
Unrestricted (Deficit)	183,778	(56,950)	126,828
<i>Total Net Position</i>	<u>\$8,514,123</u>	<u>\$9,041,755</u>	<u>\$17,555,878</u>

See accompanying notes to the basic financial statements

City of Conneaut, Ohio
*Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2021*

	Business-Type Activities		
	Water	Sewer	Total
Operating Revenues			
Charges for Services	\$2,340,044	\$2,297,413	\$4,637,457
Tap-In Fees	7,813	1,000	8,813
Special Assessments	913	662	1,575
Rentals	4,000	0	4,000
Other	2,818	7,361	10,179
<i>Total Operating Revenues</i>	<u>2,355,588</u>	<u>2,306,436</u>	<u>4,662,024</u>
Operating Expenses			
Personal Services	748,760	604,444	1,353,204
Purchased Services	120,845	145,089	265,934
Contractual Services	178,670	203,762	382,432
Materials and Supplies	119,639	292,229	411,868
Depreciation	349,496	505,637	855,133
Other	2,416	3,431	5,847
<i>Total Operating Expenses</i>	<u>1,519,826</u>	<u>1,754,592</u>	<u>3,274,418</u>
<i>Operating Income (Loss)</i>	835,762	551,844	1,387,606
Non-Operating Expenses			
Interest and Fiscal Charges	(49,743)	(92,656)	(142,399)
<i>Income (Loss) before Capital Contributions and Transfers</i>	786,019	459,188	1,245,207
Capital Contributions	159,190	87,555	246,745
Transfers In	0	2,500	2,500
Transfers Out	(1,250)	(72,907)	(74,157)
<i>Change in Net Position</i>	943,959	476,336	1,420,295
<i>Net Position Beginning of Year</i>	<u>7,570,164</u>	<u>8,565,419</u>	<u>16,135,583</u>
<i>Net Position End of Year</i>	<u><u>\$8,514,123</u></u>	<u><u>\$9,041,755</u></u>	<u><u>\$17,555,878</u></u>

See accompanying notes to the basic financial statements

City of Conneaut, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

	Business-Type Activities		
	Water	Sewer	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	\$2,369,161	\$2,336,441	\$4,705,602
Cash Received from Tap-In Fees	7,813	1,000	8,813
Cash Received from Rentals	4,000	0	4,000
Other Cash Receipts	2,818	7,361	10,179
Cash Payments to Employees for Services	(1,329,092)	(1,045,682)	(2,374,774)
Cash Payments for Goods and Services	(434,315)	(611,402)	(1,045,717)
Other Cash Payments	(2,416)	(3,431)	(5,847)
<i>Net Cash Provided by Operating Activities</i>	<u>617,969</u>	<u>684,287</u>	<u>1,302,256</u>
Cash Flows from Noncapital Financing Activities			
Advances In	0	5,361	5,361
Transfers Out	(1,250)	0	(1,250)
<i>Net Cash Provided by (Used in) Noncapital Financing Activities</i>	<u>(1,250)</u>	<u>5,361</u>	<u>4,111</u>
Cash Flows from Capital and Related Financing Activities			
Transfers In for Debt Payment	0	2,500	2,500
Principal Paid on OWDA Loans	(105,387)	(317,308)	(422,695)
Interest Paid on OWDA Loans	(51,115)	(82,524)	(133,639)
Principal Paid on OPWC Loans	(41,269)	(18,263)	(59,532)
Principal Paid on General Obligation Bond	(4,218)	(76,130)	(80,348)
Interest Paid on General Obligation Bond	(264)	(14,936)	(15,200)
Payments for Capital Acquisitions	(497,772)	(489,665)	(987,437)
<i>Net Cash Used in Capital and Related Financing Activities</i>	<u>(540,835)</u>	<u>(908,771)</u>	<u>(1,449,606)</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	75,884	(219,123)	(143,239)
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>1,148,506</u>	<u>2,028,949</u>	<u>3,177,455</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$1,224,390</u>	<u>\$1,809,826</u>	<u>\$3,034,216</u>

(continued)

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

	Business-Type Activities		
	Water	Sewer	Total
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income	\$835,762	\$551,844	\$1,387,606
Adjustments:			
Depreciation	349,496	505,637	855,133
(Increase) Decrease in Assets and Deferred Outflows:			
Accounts Receivable	26,736	36,429	63,165
Special Assessments Receivable	1,468	1,937	3,405
Materials and Supplies Inventory	(16,354)	8,692	(7,662)
Prepaid Items	16,930	15,631	32,561
Deferred Outflows - Asset Retirement Obligation	0	34,835	34,835
Deferred Outflows - Pension	177,597	181,959	359,556
Deferred Outflows - OPEB	100,119	102,276	202,395
Increase (Decrease) in Liabilities and Deferred Inflows:			
Accounts Payable	14,008	(33,083)	(19,075)
Contracts Payable	(12,815)	24,434	11,619
Accrued Wages	2,944	(1,119)	1,825
Compensated Absences Payable	16,585	6,194	22,779
Intergovernmental Payable	7,819	543	8,362
Net Pension Liability	(4,345)	(3,622)	(7,967)
Net OPEB Liability	(445,577)	(371,314)	(816,891)
Deferred Inflows - Pension	(248,627)	(207,173)	(455,800)
Deferred Inflows - OPEB	(203,777)	(169,813)	(373,590)
<i>Total Adjustments</i>	(217,793)	132,443	(85,350)
<i>Net Cash Provided by Operating Activities</i>	\$617,969	\$684,287	\$1,302,256

Non-Cash Capital Transactions

In 2021, the water enterprise fund had contracts payable and retainage payable in the amounts of \$105,545 and \$6,438, respectively, related to capital acquisitions.

See accompanying notes to the basic financial statements

City Of Conneaut, Ohio
Statement of Fiduciary Net Position
Custodial Funds
December 31, 2021

Assets	
Cash and Cash Equivalents in Segregated Accounts	\$9,480
Special Assessment Receivable	139,852
	<hr/>
<i>Total Assets</i>	149,332
	<hr/>
Liabilities	
Accounts Payable	4,208
Intergovernmental Payable	145,124
	<hr/>
<i>Total Liabilities</i>	149,332
	<hr/>
Net Position	
Restricted for Individuals, Organizations and Other Governments	\$0
	<hr/> <hr/>

See accompanying notes to the basic financial statements

City Of Conneaut, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2021

<hr/> <hr/>	
Additions	
Fines and Forfeitures for Individuals	\$90,490
Fines and Forfeitures for Other Governments	117,978
Special Assessment Collections for Distribution	<u>10,758</u>
<i>Total Additions</i>	<u>219,226</u>
Deletions	
Distributions to Individuals	89,684
Distributions to the State of Ohio	118,784
Distributions to Other Governments	<u>10,758</u>
<i>Total Distributions</i>	<u>219,226</u>
<i>Change in Fiduciary Net Position</i>	0
<i>Net Position Beginning of Year</i>	<u>0</u>
<i>Net Position End of Year</i>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements

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

Note 1 – Description of the City and Reporting Entity

The City of Conneaut (the “City”) is a charter municipal corporation duly organized and existing under the constitution and laws of the State of Ohio. The City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable general laws. The City was incorporated as a city in 1902. The City operates under its own charter and is governed by a City Manager-Council form of government with the Council appointing the City Manager and Clerk of Council. The City Manager, with the advice and consent of a majority vote of the members of Council appoint the City Director of Finance. Members of Council are elected to two-year terms.

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, boards and agencies that are not legally separate from the City. For the City of Conneaut, this includes the agencies and departments that provide the following services: police protection, firefighting and prevention, street maintenance and repairs, building inspection, parks and recreation, water and wastewater. The operation of each of these activities is directly controlled by Council through the budgetary process.

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 deficits of, or provide financial support to, the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government.

The component unit column in the basic financial statements identifies the financial data of the City’s discretely component units, the Conneaut Board of Health and Conneaut Port Authority. They are discretely reported to emphasize that they are legally separate from the City.

Conneaut Board of Health The City of Conneaut Board of Health (Board) was created as a legally separate organization under chapter 3709 of the Ohio Revised Code. Among its various duties, the Board provides for the prompt diagnosis and control of communicable diseases. The Board may also inspect businesses where food is manufactured, handled, stored, or offered for sale. The Board is operated by a five-member board with all members being appointed by the City. The rates charged by the Board are subject to the approval of City Council. In addition, the City provides funding to the Board, thus the City can impose will on the Board, and the Board imposes a financial burden to the City. Therefore, the Board of Health is considered a discretely presented component unit of the City. Information for the component unit is identified in Note 28. Statements for the Board can be obtained from the City Finance Director.

Conneaut Port Authority The Conneaut Port Authority is a legally separate organization, statutorily created under Section 4582.02 of the Ohio Revised Code, served by a seven-member board of directors appointed by the City Manager. Charged with the responsibility of industrial development and the improvement of Conneaut’s waterways, the Port Authority is empowered with the ability to carry out the actions they consider necessary to achieve these responsibilities. The voting majority of the Board of the Port Authority is appointed by the City. The Port Authority has the potential to impose a financial burden on the City in that the City issued debt on behalf of the Port Authority and is therefore presented as a component unit of the City. Information

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

for the component unit is identified in Note 29. Statements for the Port Authority can be obtained from the Conneaut Port Authority, 1205 Broad Street, Conneaut, Ohio 44030.

The City is associated with two insurance purchasing pools, the Ohio Municipal League Workers' Compensation Group Retrospective Rating Program and the Ohio Government Benefit Cooperative, the Conneaut Public Library, a related organization and two jointly governed organizations, the Conneaut Energy Special Improvement District, Inc., and the Northeast Ohio Public Energy Council (NOPEC). These organizations are presented in Notes 14, 21 and 22 to the basic financial statements.

The City participates in the Public Entities Pool of Ohio a Public Entity Risk Pool. This organization is presented in Note 15 to the basic financial statements.

Information in the following notes to the basic financial statements is applicable to the primary government.

Note 2 – Summary of Significant Accounting Policies

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

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 fiduciary funds. The statements distinguish between those activities of the City that are governmental 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 business segment or governmental program is self-financing or draws from the general revenues of the City.

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

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

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: governmental, proprietary and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions 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 purposes 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 deferred outflows of resources and governmental fund liabilities and deferred inflows of resources is 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 except those required to be accounted for and reported in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Conneaut and/or the general laws of Ohio.

Street Construction, Maintenance and Repair Fund The street construction, maintenance and repair special revenue fund accounts for and reports its portion of municipal income tax collections and the portion of the gasoline tax and motor vehicle registration fees restricted for maintenance and repair of dedicated streets within the City.

Street Improvement Fund The street improvement capital projects fund accounts for and reports restricted property taxes for the improvement of streets and curbs within the City.

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

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The City has no internal service funds.

Enterprise Funds Enterprise funds may be used to account for and reports 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 accounts for and reports revenues generated from the charges for distribution of water to the residential and commercial users of the City.

Sewer Fund The sewer fund accounts for sewer services to City individuals and commercial users in the City. The costs of providing these services are financed primarily through user charges.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics. The City does not have any trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund.

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

The City's fiduciary funds are custodial funds. The City's custodial funds account for municipal court fines and fees imposed by state statute which are to be distributed to individuals and to the State and for special assessments collected on behalf of the Energy Special Improvement District fund.

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 all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (i.e., revenues) and decreases (i.e., 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 deferred outflows of resources and current liabilities and deferred inflows of resources 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 and fiduciary funds are accounted for on 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 increases (i.e., revenues) and decreases (i.e., expenses) in net total 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.

Basis of Accounting

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

Revenues - Exchange and Nonexchange 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 a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that 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 sixty days of year-end.

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (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 nonexchange 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: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), fines and forfeitures, interest, grants and rentals.

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, represents 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 pension and OPEB and the business-type activities also have asset retirement obligations. The deferred outflows of resources related to asset retirement obligations is originally measured at the amount of the corresponding liability. This amount is expensed in a systematic and rational manner over the tangible asset's useful life. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 19 and 20.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include property taxes, payment in lieu of taxes, unavailable revenue, pension and OPEB. Property taxes and payment in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2021, but which were levied to finance year 2022 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represent receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, special assessments, intergovernmental grants, franchise taxes and ambulance charges. These amounts are deferred and recognized as an inflow of resources in the period the amounts became 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 19. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Notes 19 and 20).

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.

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

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

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 City records. Interest in the pool is presented as “equity in pooled cash and cash equivalents”.

The City has segregated bank accounts for monies held separate from the City's central bank account. These depository accounts are presented as "Cash and Cash Equivalents in Segregated Accounts" since they are not required to be deposited into the City treasury.

During 2021, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The City measures 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 2021, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for deposits and withdrawals of \$100 million or more. STAR Ohio reserves the right to limit the transaction to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Interest earnings are allocated to City funds according to State statutes, City Charter, grant requirements, or debt related restrictions. Interest revenue credited to the general fund during 2021 amounted to \$4,298 which includes \$793 assigned from other City funds.

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

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption.

Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions. Restricted assets in the general fund represent money set aside for unclaimed monies and for deposits held payable.

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

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received. The City maintains a capitalization threshold of three thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extended an asset's life are not.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Buildings and Improvements	15 - 45 years
Furniture, Fixtures and Equipment	3 - 10 years
Vehicles	5 - 20 years
Infrastructure	25 - 40 years
Water and Sewer Lines	50 years

The City's infrastructure consists of traffic lights, roads, bridges and storm sewers and includes infrastructure acquired prior to December 31, 1980.

Compensated Absences

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments. Accumulated unused sick leave is paid to employees who retire at various rates depending on City policy and length of service.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements and all payables, accrued liabilities and long-term obligations payable from 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

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

judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal 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. Bonds, capital leases and long-term loans are recognized as a liability on the governmental fund financial statements when due.

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 the governmental funds. The classifications are as a follows:

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criteria includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, unless the use of the proceeds from the collection of those receivables is restricted, committed, or assigned.

Restricted 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 legislation.

Committed The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance or resolution, as both are equally legally binding) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) 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 City 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. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or 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. City Council assigned fund balance to cover a gap between estimated revenue and appropriations in 2022's appropriated budget.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

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

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. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for marina improvements.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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 and wastewater treatment. Operating expenses are necessary costs incurred to provide the good or services that is the primary activity of the fund. Revenues and expenses which do not meet these definitions are reported as non-operating.

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from contributions of capital assets from outside contributions of resources restricted to capital acquisition and construction.

Interfund Balances

On the fund financial statements, outstanding interfund loans and unpaid amounts for the interfund services are reported as “interfund receivables/payables”. Interfund balance amounts are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

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.

Internal Eliminations

Deferred inflows of resources and deferred outflows of resources from the change in internal proportionate share related to pension and OPEB items are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts between governmental and business-type activities. These residual amounts are eliminated in the total column of the entity wide statement of net position.

Estimates

The preparation of the 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.

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 resolution, 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 resolution 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 control has been established by Council at the object level within each department. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

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 and final budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original and final appropriations were enacted by Council.

The appropriation resolution 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 appropriation resolution 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.

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

Note 3 – Change in Accounting Principle and Restatement of Net Position

Change in Accounting Principle

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

Restatement of Net Position

During 2021 it was determined that the State Infrastructure Bank Loans were understated in governmental activities. This restatement had the following effect on net position as of December 31, 2020:

	Governmental
	<u>Activities</u>
Net Position December 31, 2020	\$17,584,800
Adjustments:	
State Infrastructure Bank Loans	<u>(361,872)</u>
Restated Net Position December 31, 2020	<u><u>\$17,222,928</u></u>

Note 4 - 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 (non-GAAP basis) and Actual presented for the general and street construction, maintenance and repair funds is 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 as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Unreported cash represents amounts received but not included as revenue on the budgetary statements, but reported on the operating statements prepared using GAAP.
4. Advances out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
5. Encumbrances are treated as expenditures (budget) rather than as restricted, committed or assigned fund balance (GAAP).

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

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

	Net Change in Fund Balances	
	General	Street Construction, Maintenance and Repair
GAAP Basis	(\$748,349)	\$35,587
Net Adjustment for Revenue Accruals	(99,288)	(43,970)
Net Adjustment for Expenditures Accruals	206,718	71,450
Beginning Unrecorded Cash	14,499	0
Ending Unrecorded Cash	(12,659)	(143)
Advances Out	(7,086)	0
Encumbrances	(402,813)	(11,329)
Budget Basis	(\$1,048,978)	\$51,595

Note 5 - Fund Deficits

Fund balance at December 31, 2021, included the following individual fund deficits:

Fund	Amount
Street Lighting	\$23,270
Police Pension	29,113
Fire Pension	17,569
Chestnut Phase III Project	1,725
Paddle Grant	27,000

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

Note 6 - Fund Balances

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 the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented as follows:

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

Fund Balances	General	Street Construction, Maintenance and Repair	Street Improvement	Other Governmental Funds	Total
<i>Nonspendable</i>					
Unclaimed Monies	\$25,813	\$0	\$0	\$0	\$25,813
Inventory	25,702	77,048	0	0	102,750
<i>Total Nonspendable</i>	51,515	77,048	0	0	128,563
<i>Restricted for</i>					
Capital Projects	0	0	324,220	221,959	546,179
Street Construction, Maintenance and Repair	0	270,960	0	44,722	315,682
Police and Fire Operations	0	0	0	689,118	689,118
Drug and Alcohol Enforcement	0	0	0	111,761	111,761
Cemetery Operations	0	0	0	80,919	80,919
Economic Development	0	0	0	29,701	29,701
Other Purposes	0	0	0	53,222	53,222
<i>Total Restricted</i>	0	270,960	324,220	1,231,402	1,826,582
<i>Committed to</i>					
Recreation	0	0	0	99,860	99,860
Capital Improvements	0	0	0	97,216	97,216
<i>Total Committed</i>	0	0	0	197,076	197,076
<i>Assigned to</i>					
Purchases on Order:					
General Government	134,249	0	0	0	134,249
Security of Persons and Property	62,671	0	0	0	62,671
Leisure Time Activities	780	0	0	0	780
Year 2022 Appropriations	639,136	0	0	0	639,136
<i>Total Assigned</i>	836,836	0	0	0	836,836
<i>Unassigned (Deficit)</i>	324,348	0	0	(98,677)	225,671
<i>Total Fund Balances</i>	\$1,212,699	\$348,008	\$324,220	\$1,329,801	\$3,214,728

Note 7 - Deposits and Investments

The City has chosen to follow State statutes and 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 treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that 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 Conneaut, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2021

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

Interim monies held by the City can 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
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.

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 settlement, 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 located within the State of Ohio. 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.

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

The City has passed an ordinance allowing the City to invest monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest or coupons; and
3. Obligations of the City.

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. At December 31, 2021, \$340,772 of the City's total bank balance of \$1,351,929 was exposed to custodial credit risk because those deposits were uninsured and uncollateralized. The City's financial institution participates in the Ohio Pooled Collateral System (OPCS) and was approved for a reduced collateral floor of 50 percent resulting in the uninsured and uncollateralized balance.

The City has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or be protected by:

Eligible securities pledged to the City and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or

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. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

Investments

At December 31, 2021, the City had \$6,009,771 invested in STAR Ohio measured at net asset value per share with an average maturity of 51.3 days.

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 that operating funds be invested primarily in short-term investments maturing within two years from the date of purchase and that the City's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk The Star Ohio investment carried a rating of AAAM by Standards & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy that addresses credit risk.

Note 8 - Receivables

Receivables at December 31, 2021, consisted primarily of municipal income taxes, property taxes, intergovernmental receivables arising from entitlements and shared revenues, special assessments, loans and accounts (billings for user charged services, including unbilled utility services).

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

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivable except property taxes, special assessments, and loans receivable are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Special assessments expected to be collected in more than one year amount to \$34,522 in the special assessment bond retirement fund, \$6,394 in the water enterprise fund and \$6,534 in the sewer enterprise fund. At December 31, 2021, the amount of delinquent special assessments was \$47,450.

The City entered into a project funding agreement with the Conneaut Port Authority to provide funds, through a note from the City, for marina improvements. As of December 31, 2021, the City has a loan receivable in the amount of \$406,000 in the marina special revenue fund. See Note 16 for additional information.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2021 for real and public utility property taxes represents collections of 2020 taxes.

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

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2021 public utility property taxes which became a lien December 31, 2020, are levied after October 1, 2021, and are collected in 2022 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2021, was \$14.38 per \$1,000 of assessed value. The assessed values of real property and public utility property upon which 2020 property tax receipts were based are as follows:

Category	Assessed Value
Real Estate	
Residential/Agricultural	\$133,949,940
Other Real Estate	57,211,060
Public Utility Property	<u>11,867,540</u>
Total Assessed Values	<u><u>\$203,028,540</u></u>

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which are measurable as of December 31, 2021 and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2021 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collective delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

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

Payments in Lieu of Taxes

According to State law, the City has established a tax incremental financing district within the City under which the City has granted property tax exemptions and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the City to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if the property had not been declared exempt. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by these owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Income Taxes

The City levies a municipal income tax of 1.65 percent on gross salaries, wages and other compensation, and net profits earned within the City, as well as incomes of residents earned outside of the City. In the latter case, the City allows a credit of 100 percent of the tax paid to another municipality to a maximum of the total amount assessed.

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

Income tax proceeds are received by the general fund, street construction, maintenance and repair, street lighting and recreation special revenue funds and the street improvement and capital improvement capital projects funds.

Intergovernmental Receivables

A summary of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amounts</u>
Gasoline Tax	\$288,832
Local Government	240,698
Homestead and Rollback	112,841
Permissive Tax	77,610
Auto License Tax	51,998
Total	<u><u>\$771,979</u></u>

Note 9 – Tax Abatements

As of December 31, 2021, the City provides tax abatements through a Community Reinvestment Area (CRA) Tax Abatement.

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

Pursuant to Ohio Revised Code Chapter 5709, the City established a Community Reinvestment Area to provide property tax abatements to encourage revitalization of existing buildings and the construction of new structures. Abatements are obtained through application by the property owner, including proof that the improvements have been made, and equal 35 percent of the additional property tax resulting from the increase in assessed value as a result of the improvement. The amount of the abatement is deducted from the recipient's tax bill. The value of the taxes being abated amounted to \$4,850 at December 31, 2021.

Note 10 - Capital Assets

Capital asset activity for the year ended December 31, 2021, was as follows:

Governmental Activities	Balance 12/31/2020	Additions	Deductions	Balance 12/31/2021
<i>Capital Assets not being Depreciated:</i>				
Land	\$871,522	\$0	\$0	\$871,522
<i>Capital Assets being Depreciated:</i>				
Buildings and Improvements	2,006,453	0	0	2,006,453
Furniture, Fixtures and Equipment	4,345,931	327,383	0	4,673,314
Vehicles	4,666,398	107,258	(135,111)	4,638,545
Infrastructure:				
Traffic Lights	293,738	698,833	0	992,571
Roads	28,237,730	3,132,439	(174,992)	31,195,177
Bridges	13,548,533	0	0	13,548,533
Storm Sewers	3,541,772	873,541	(112,540)	4,302,773
<i>Total Capital Assets being Depreciated</i>	56,640,555	5,139,454	(422,643)	61,357,366
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(1,849,811)	(23,503)	0	(1,873,314)
Furniture, Fixtures and Equipment	(2,948,099)	(306,267)	0	(3,254,366)
Vehicles	(3,741,479)	(191,816)	130,141	(3,803,154)
Furniture and Fixtures	0	0	0	0
Infrastructure:				
Traffic Lights	(131,017)	(8,342)	0	(139,359)
Roads	(18,184,475)	(1,248,848)	118,995	(19,314,328)
Bridges	(3,189,443)	(270,971)	0	(3,460,414)
Storm Sewers	(1,402,750)	(55,654)	80,386	(1,378,018)
<i>Total Accumulated Depreciation</i>	(31,447,074)	(2,105,401) *	329,522	(33,222,953)
Total Capital Assets being Depreciated, Net	25,193,481	3,034,053	(93,121)	28,134,413
Governmental Activities Capital Assets, Net	\$26,065,003	\$3,034,053	(\$93,121)	\$29,005,935

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

*Depreciation expense was charged to governmental functions as follows:

General Government	\$99,674
Security of Persons and Property	267,614
Leisure Time Activities	18,484
Community Development	2,183
Transportation	<u>1,717,446</u>
Total Depreciation Expense	<u><u>\$2,105,401</u></u>

	Balance 12/31/2020	Additions	Deductions	Balance 12/31/2021
Business-Type Activities:				
<i>Capital Assets not being Depreciated:</i>				
Land	\$18,428	\$0	\$0	\$18,428
Construction in Progress	90,137	111,983	0	202,120
<i>Total Capital Assets not being Depreciated</i>	<u>108,565</u>	<u>111,983</u>	<u>0</u>	<u>220,548</u>
<i>Capital Assets being Depreciated:</i>				
Buildings and Improvements	3,441,094	38,700	0	3,479,794
Equipment	8,233,863	430,656	0	8,664,519
Vehicles	1,305,527	0	0	1,305,527
Infrastructure:				
Water and Sewer Lines	25,728,559	518,081	0	26,246,640
<i>Total Capital Assets being Depreciated</i>	<u>38,709,043</u>	<u>987,437</u>	<u>0</u>	<u>39,696,480</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(949,282)	(88,691)	0	(1,037,973)
Equipment	(5,431,112)	(248,652)	0	(5,679,764)
Vehicles	(505,115)	(58,681)	0	(563,796)
Infrastructure:				
Water and Sewer Lines	(8,623,827)	(459,109)	0	(9,082,936)
<i>Total Accumulated Depreciation</i>	<u>(15,509,336)</u>	<u>(855,133)</u>	<u>0</u>	<u>(16,364,469)</u>
Total Capital Assets being Depreciated, Net	<u>23,199,707</u>	<u>132,304</u>	<u>0</u>	<u>23,332,011</u>
Business-Type Activities Capital Assets, Net	<u><u>\$23,308,272</u></u>	<u><u>\$244,287</u></u>	<u><u>\$0</u></u>	<u><u>\$23,552,559</u></u>

Note 11 – Interfund Transactions

Internal Balances

Interfund balances at December 31, 2021 included an interfund receivable/payable of \$7,086 between the general fund and the Chestnut Phase III Project capital projects fund and the sewer enterprise fund pending the receipt of grant money. The interfund balances of \$1,725 and \$5,361, respectively, will be repaid within one year.

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

Interfund Transfers

At December 31, 2021 interfund transfers were as follows:

Transfers To	Transfers From					Total
	General	Street Construction, Maintenance and Repair	Other Governmental Funds	Water	Sewer	
<i>Major Funds:</i>						
Street Construction, Maintenance and Repair	\$40,000	\$0	\$20,451	\$1,250	\$0	\$61,701
Sewer	0	2,500	0	0	0	2,500
Other Governmental Funds	45,000	0	0	0	72,907	117,907
Total	<u>\$85,000</u>	<u>\$2,500</u>	<u>\$20,451</u>	<u>\$1,250</u>	<u>\$72,907</u>	<u>\$182,108</u>

The general fund transfers to other governmental funds were made to provide additional resources for police and fire pension payments. The transfers from the general fund, other governmental funds and the water enterprise fund to the street construction, maintenance and repair fund were made to provide additional resources for street maintenance operations and for debt service payments. The transfer from the street construction, maintenance and repair fund to the sewer enterprise fund were made for debt payments. The transfers from the sewer enterprise fund to the special assessment bond retirement fund for debt payments.

Internal Balances – Change in Proportionate Share

The City uses an internal proportionate share to allocate its net pension/OPEB liability and corresponding deferred outflows/inflows of resources and pension/OPEB expense to its various funds. This allocation creates a change in internal proportionate share. The effects of the internal proportionate share are eliminated from the pension/OPEB deferred outflows/inflows of resources in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts between governmental and business-type activities. These residual amounts are eliminated in the total column of the entity wide statement of net position, thus allowing the total column to present the change in proportionate share for the City as a whole. Eliminations made in the total column of the entity wide statement of net position related to pension include deferred outflows of resources for the business-type activities (\$7,889 water, \$15,778 sewer enterprise funds) and deferred inflows of resources for the governmental type activities in the amount of \$23,667. Eliminations made in the total column of the entity wide statement of net position related to OPEB include deferred outflows of resources for the business-type activities (\$5,893 water, \$11,785 sewer enterprise funds) and deferred inflows of resources for the governmental type activities in the amount of \$17,678.

Note 12 - Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Vacation leave is accrued based on negotiated agreements. Sick leave is accrued without limit. Upon retirement, an employee with ten or more years of service can be paid an amount not to exceed 1,200 hours of accumulated sick leave at the employee’s rate of pay at the time of retirement. Upon retirement or resignation, an employee shall receive a maximum vacation payout equal to the previous two years’ vacation credit that was earned but not used, together with the current years unused vacation credit.

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

Note 13 - Risk Management

Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2021, the City contracted with the Public Entities Pool of Ohio (PEP) for various types of insurance as follows:

<u>Type</u>	<u>Coverage</u>
Bodily Injury and Property	\$3,000,000
Law Enforcement	3,000,000
Public Officials	3,000,000
Employee Benefit	1,000,000
Stop Gap	3,000,000
Medical Payments	5,000
Automobile	3,000,000
Uninsured/Underinsured Motorist	100,000

Claims have not exceeded this coverage in any of the past three years and there has been no significant reduction in commercial coverage in any of the past three years.

Worker's Compensation

For 2021, the City participated in the Ohio Municipal League Workers' Compensation Group Rating Retrospective Plan (GRP), an insurance purchasing pool (Note 14). The intent of the GRP is to achieve the benefit of a reduced premium for the City by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating city is calculated as one experience and a common premium rate is applied to all cities in the GRP. Each participant pays its worker's compensation premium to the State based on the rate for the GRP rather than its individual rate.

Participation in the GRP is limited to cities that can meet the GRP's selection criteria. The firm CompManagement, Inc. provides administrative, cost control and rating services to the GRP.

Insurance

The City provided health, dental and vision insurance to its employees through Medical Mutual of Ohio. The City's portion of monthly premiums for health, dental and vision insurance for single, employee/spouse, employee/child, and family were \$782.79, \$1,731.47, \$1,328.60 and \$2,433.85, respectively. City employees may also obtain supplemental vision reimbursement through AFSCME. The City also provides, at no cost to the employees, \$10,000 of term life insurance through AFSCME for all employees.

Note 14 – Insurance Purchasing Pools

Ohio Municipal League Workers' Compensation Group Retrospective Rating Program

The City participates in the Ohio Municipal League Workers' Compensation Group Retrospective Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by an eleven member Board of directors. The board is a self-appointing board that coordinates the program. Each year, the participating members pay an enrollment fee to the GRP to cover the costs of administering the program. See also Workers' Compensation discussion in Note 13.

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

Ohio Government Benefit Cooperative

The City participates in the Ohio Government Benefit Cooperative (OGBC), a claims servicing and group purchasing pool comprised of eleven cities. The OGBC is created and organized pursuant to and as authorized by Section 9.833 of the Ohio Revised Code. The Board of Directors is the governing body of the consortium. Each City appoints one individual to be its representative on the Board of Directors. The City of North Royalton serves as the fiscal agent for OGBC. OGBC is an unincorporated, non-profit association of its members which has created for the purpose of enabling members of the Plan to maximize benefits and/or reduce costs of medical, prescription drug, vision, dental, life and/or other group insurance coverage for their employees, and their eligible dependents and designated beneficiaries of such employees.

Participants pay an initial \$500 membership fee to OGBC. OGBC offers to options to participants. Participants may enroll in the joint insurance purchasing program for medical, prescription drug, vision, dental and/or life insurance. A second option is available for self-insured participants that provides for the purchase of stop loss insurance coverage through OGBC's third party administrator. Medical Mutual is the administrator of the OGBC. During 2021, the City elected to participate in the joint insurance program (group purchasing pool) for medical, prescription drug, and vision coverage. Financial information can be obtained by contacting Jennie Esarey, Fiscal Officer, 14600 State Road, North Royalton, Ohio 44133.

Note 15 – Public Entity Risk Pool

Risk Sharing Authority

Property and Liability

The City belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Risk Pooling Services, Inc. (YORK), functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity Excess Pool (APEEP), which is administered by YORK. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty and Property Coverage

APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2021, the Pool retained \$500,000 for casualty claims and \$250,000 for property claims. The Board of Directors and York periodically review the financial strength of the Pool and other market conditions to determine the appropriate level of risk the Pool will retain. The aforementioned casualty and property reinsurance agreements do not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective PEP member.

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

Financial Position

PEP’s financial statements (for which an independent audit is still ongoing) conform to generally accepted accounting principles, and preliminarily show the following assets, liabilities and net position at December 31, 2020 (latest information available):

<u>Casualty and Property Coverage</u>	<u>2020</u>
Assets	\$40,318,971
Liabilities	14,111,510
Net Position - Unrestricted	\$26,207,461

At December 31, 2020, the liabilities above include unknown amounts of estimated incurred claims payable. The casualty coverage assets and net position above include approximately \$13.7 million of unpaid claims to be billed to approximately 553 member governments in the future, as of December 31, 2020 (latest information available). These amounts will be included in future contributions from members when the related claims are due for payment. This payable includes subsequent year’s contributions due if the City terminates participation, as described in the last paragraph below.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

After completing one year of membership, members may withdraw on each anniversary date of the date they joined PEP, provided they give written notice to PEP 60 days in advance of the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year’s budgetary contribution. Withdrawing members have no other future obligations to the pool. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to withdrawal. This was the second year the City was a member of the PEP. The contribution for 2021 was \$92,996.

Note 16 - Notes Payable

Changes in the City’s note activity for the year ended December 31, 2021, were as follows:

	<u>Outstanding</u> <u>12/31/2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding</u> <u>12/31/2021</u>
<i>General Fund:</i>				
Center Road Bridge 2.64 %	\$40,000	\$0	(\$40,000)	\$0
<i>Marina Special Revenue Fund:</i>				
Port Authority 1.72 %	438,000	406,000	(438,000)	406,000
<i>Total Governmental Activities</i>	<u>\$478,000</u>	<u>\$406,000</u>	<u>(\$478,000)</u>	<u>\$406,000</u>

At December 31, 2021, the City’s outstanding notes related to the Center Road bridge improvements fully matured on June 11, 2021 at an interest rate of 2.64 percent.

In 2021, the City issued a \$406,000 marina improvement note, on behalf of the Port Authority, for the purpose of acquiring, constructing, reconstructing, and improving boat docks and slips with an interest rate of 1.72 percent maturing on December 21, 2022. As of December 31, 2021 all proceeds had been disbursed.

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

The notes are backed by the full faith and credit of the City of Conneaut and mature within one year. The note liabilities are reflected in the funds which receive the proceeds. The notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

Note 17 - Long-Term Obligations

The original issue date, amount, interest rate and maturity date for each of the City's debt issues follow:

Debt Issue	Original Issue Date	Interest Rate	Original Issue Amount	Year of Maturity
Governmental Activities				
Long-term Obligations from Direct Placements:				
<i>General Obligation Bonds:</i>				
Energy Conservation	2012	3.10%	\$544,352	2022
Vehicle Acquisition	2014	5.35	55,000	2024
Various Purpose Improvements	2014	3.48	305,000	2024
Fire Truck Acquisition	2015	2.50	450,000	2025
Various Purpose Improvements	2017	3.30	214,000	2027
Street Improvements	2020	2.20	420,000	2030
Street Improvements	2021	2.20	498,000	2031
<i>Loans:</i>				
Industrial Park	2008	3.25	500,000	2023
Loans from Direct Borrowings:				
<i>State Infrastructure Bank Loans:</i>				
Chestnut Street	2018	3.00	\$103,000	2028
Chamberlain and Parish Rehabilitation	2019	3.00	823,999	2033
Lake Road Storm Sewer	2020	3.00	132,500	2029
U.S. Route 20 East Paving	2020	3.00	116,618	2029
U.S. Route 7 and U.S. Route 531	2020	3.00	245,254	2029
<i>Ohio Public Works Commission Loan:</i>				
Under Ridge Road Culvert	2004	0.00	31,626	2025
Roadway Safety	2012	0.00	14,240	2033
Chestnut Street Storm Sewer Improvements	2019	0.00	50,000	2039
Business-Type Activities				
Loans from Direct Borrowings:				
<i>Ohio Water Development Authority:</i>				
Wastewater Improvement Loan	2006	3.25	3,258,282	2026
Industrial Park	2011	3.00	199,183	2022
Wastewater Aeration Repairs	2012	2.80	130,587	2032
Lake Erie Street Sanitary Sewer	2012	3.32	240,548	2032
Aerial Sewer Repairs	2013	0.00	339,372	2032
Creek Road Elevated Storage Tank	2013	3.24	1,640,127	2034
Harbor Street Infrastructure	2015	3.16	604,001	2035
Wastewater Improvements Loan	2017	1.55	2,042,357	2038
Water Treatment Plant Improvements	2019	1.92	270,804	2049

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

Debt Issue	Original Issue Date	Interest Rate	Original Issue Amount	Year of Maturity
Business-Type Activities (continued)				
Loans from Direct Borrowings (continued) :				
<i>Ohio Public Works Commission</i>				
South Conneaut Water Tank	2000	0.00%	\$385,000	2021
Liberty Water Line	2003	0.00	118,483	2023
Madison Sanitary Sewer	2004	0.00	37,833	2024
Finished Water and Booster Pump	2011	0.00	40,875	2030
Water and Booster Pump Station	2011	0.00	11,001	2030
Sandusky Sanitary Sewer	2011	0.00	28,178	2030
Sanitary Sewer Repairs	2011	0.00	10,051	2032
Roadway Safety	2012	0.00	31,700	2033
Wastewater Aeration Improvement	2012	0.00	18,130	2033
Creek Road Water Tank	2013	0.00	150,000	2034
Aerial Sewer	2013	0.00	50,000	2034
Harbor Street Infrastructure	2014	0.00	50,000	2035
Water Treatment Plant Improvements	2014	0.00	35,123	2034
Orange Street Water Line	2017	0.00	35,706	2037
Headworks Sewer Project	2017	0.00	29,320	2038
U.S. Route 20 Waterline Replacement	2019	0.00	49,204	2039

Long-term Obligations from Direct Placements:

General Obligation Bonds:

Energy Conservation	2012	3.10	125,648	2022
Various Purpose Improvement Bonds	2017	3.30	617,000	2027

A schedule of changes in bonds and other long-term obligations of the City during 2021 follows:

	Outstanding 12/31/2020	Additions	Reductions	Outstanding 12/31/2021	Amount Due In one Year
Governmental Activities:					
Long-term Obligations from Direct Placements:					
<i>General Obligation Bonds</i>					
Energy Conservation	\$115,696	\$0	\$57,412	\$58,284	\$58,284
Vehicle Acquisition	23,756	0	5,706	18,050	5,858
Various Purpose Improvements 2014	134,849	0	32,003	102,846	33,116
Fire Truck Acquisition	231,000	0	45,000	186,000	46,000
Various Purpose Improvements 2017	149,800	0	21,400	128,400	21,400
Street Improvements 2020	420,000	0	38,000	382,000	39,000
Street Improvements 2021	0	498,000	43,000	455,000	41,000
Total General Obligation Bonds	1,075,101	498,000	242,521	1,330,580	244,658
<i>Loans:</i>					
Industrial Park	170,421	0	53,556	116,865	55,185
Total Long-term Obligations from Direct Placements	\$1,245,522	\$498,000	\$296,077	\$1,447,445	\$299,843

(continued)

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

	Outstanding 12/31/2020	Additions	Reductions	Outstanding 12/31/2021	Amount Due In one Year
Governmental Activities (continued) :					
Loans from Direct Borrowings:					
<i>State Infrastructure Bank Loans:</i>					
Chestnut Street	\$103,000	\$0	\$11,574	\$91,426	\$11,923
Chamberlain and Parrish Rehab	823,999	0	26,147	797,852	53,476
Lake Road Storm Sewer	132,500	0	0	132,500	14,889
U.S. Route 20 East Paving	116,618	0	12,722	103,896	13,107
U.S. Route 7 and U.S. Route 531	245,254	7,358	0	252,612	27,558
Total State Infrastructure Bank Loans	1,421,371	7,358	50,443	1,378,286	120,953
<i>OPWC Loans:</i>					
Under Ridge Road Culvert	7,909	0	1,581	6,328	1,581
Roadway Safety	9,256	0	712	8,544	712
Chestnut Street Storm Sewer Improvements	47,500	0	2,500	45,000	2,500
Lake Road Storm Sewer	50,000	0	1,250	48,750	2,500
Chestnut Middle Road Improvements	16,248	0	0	16,248	0
Total OPWC Loans	130,913	0	6,043	124,870	7,293
Total Loans from Direct Borrowings	1,552,284	7,358	56,486	1,503,156	128,246
<i>Other Long-Term Liabilities:</i>					
Capital Leases	510,431	0	79,273	431,158	82,103
Compensated Absences	946,011	95,843	178,835	863,019	256,952
Total Other Long-Term Liabilities	1,456,442	95,843	258,108	1,294,177	339,055
<i>Net Pension Liability:</i>					
OPERS	2,379,084	0	621,699	1,757,385	0
OPF	5,071,962	16,436	0	5,088,398	0
Total Net Pension Liability	7,451,046	16,436	621,699	6,845,783	0
<i>Net OPEB Liability:</i>					
OPERS	1,587,559	0	1,587,559	0	0
OPF	743,699	47,143	0	790,842	0
Total Net OPEB Liability	2,331,258	47,143	1,587,559	790,842	0
Total Governmental Activities					
Long-Term Obligations	\$14,036,552	\$664,780	\$2,819,929	\$11,881,403	\$767,144
	Outstanding 12/31/2020	Additions	Reductions	Outstanding 12/31/2021	Amount Due In one Year
Business-Type Activities:					
Loans from Direct Borrowings:					
<i>OWDA Loans</i>					
Wastewater Improvement Loan	\$1,229,288	\$0	\$188,730	\$1,040,558	\$194,913
Industrial Park	50,132	0	33,170	16,962	16,962
Wastewater Aeration Repairs	163,329	0	11,627	151,702	11,955
Lake Erie Street Sanitary Sewer	168,249	0	11,061	157,188	11,061
Aerial Sewer Repairs	140,308	0	10,792	129,516	10,792
Creek Road Elevated Storage Tank	1,240,504	0	71,302	1,169,202	73,631
Harbor Street Infrastructure	445,080	0	24,629	420,451	25,413
Wastewater Improvements Loan	1,834,261	0	63,736	1,770,525	94,947
Water Treatment Plant Improvements	263,301	0	7,648	255,653	0
Total OWDA Loans	\$5,534,452	\$0	\$422,695	\$5,111,757	\$439,674

(continued)

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

	Outstanding 12/31/2020	Additions	Reductions	Outstanding 12/31/2021	Amount Due In one Year
Business-Type Activities (continued) :					
Loans from Direct Borrowings (continued) :					
<i>OPWC Loans:</i>					
South Conneaut Water Tank	\$19,250	\$0	\$19,250	\$0	\$0
Liberty Water Line	20,737	0	5,924	14,813	5,924
Madison Sanitary Sewer	8,507	0	1,892	6,615	1,892
Finished Water and Booster Pump	21,457	0	2,044	19,413	2,044
Water and Booster Pump Station	5,776	0	550	5,226	550
Sandusky Sanitary Sewer	14,792	0	1,408	13,384	1,410
Sanitary Sewer Repairs	6,028	0	502	5,526	502
Roadway Safety	20,605	0	1,585	19,020	1,585
Wastewater Aeration Improvement	11,788	0	906	10,882	906
Creek Road Water Tank	105,000	0	7,500	97,500	7,500
Aerial Sewer	35,000	0	2,500	32,500	2,500
Harbor Street Infrastructure	37,500	0	2,500	35,000	2,500
Water Treatment Plant Improvements	25,465	0	1,756	23,709	1,756
Orange Street Water Line	32,134	0	1,785	30,349	1,786
Headworks Sewer Project	132,439	0	6,970	125,469	6,970
US 20 Waterline Replacement	46,744	0	2,460	44,284	2,460
<i>Total OPWC Loans</i>	<u>543,222</u>	<u>0</u>	<u>59,532</u>	<u>483,690</u>	<u>40,285</u>
Total Loans from Direct Borrowings	<u>6,077,674</u>	<u>0</u>	<u>482,227</u>	<u>5,595,447</u>	<u>479,959</u>
Long-term Obligations from Direct Placements:					
<i>General Obligation Bonds:</i>					
Energy Conservation	26,727	0	13,248	13,479	13,479
Various Purpose Improvement	469,700	0	67,100	402,600	67,100
<i>Total Long-term Obligations from Direct Placements:</i>	<u>496,427</u>	<u>0</u>	<u>80,348</u>	<u>416,079</u>	<u>80,579</u>
<i>Other Long-Term Liabilities:</i>					
Compensated Absences	302,079	79,947	57,168	324,858	69,943
Asset Retirement Obligations	1,975,315	0	0	1,975,315	0
Net Pension Liability:					
OPERS	2,013,071	0	526,051	1,487,020	0
Net OPEB Liability:					
OPERS	1,343,319	0	1,343,319	0	0
<i>Total Other Long-Term Liabilities:</i>	<u>5,633,784</u>	<u>79,947</u>	<u>1,926,538</u>	<u>3,787,193</u>	<u>69,943</u>
<i>Total Business-Type Activities Long-Term Obligations</i>	<u>\$12,207,885</u>	<u>\$79,947</u>	<u>\$2,489,113</u>	<u>\$9,798,719</u>	<u>\$630,481</u>

General obligation bonds are direct obligations of the City and will be paid from the bond retirement debt service fund using property tax revenues and from the water fund using operating revenues. Special assessment debt will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City. The OWDA loans will be paid partly with special assessments levied against benefited property owners as well as user charges from the appropriate enterprise fund. The OPWC loans in the enterprise funds will be paid with user charges. The loans will be paid from the general fund, street construction, maintenance and repair special revenue fund and capital improvements funds and the water and sewer enterprise funds. Compensated absences will be paid from the general fund, street construction, maintenance and repair special revenue fund and the water and sewer enterprise funds. Capital leases will be paid from police levy II, police levy and street construction, maintenance and repair special revenue funds. The asset retirement obligation will be paid from the sewer enterprise fund. There is no repayment schedule for the net pension liability and net OPEB liability.

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

However, employer pension/OPEB contributions are made from the following funds: general, street construction, maintenance and repair, cemetery, police levy II, recreation, police pension and fire pension special revenue funds and the sewer and water enterprise funds. For additional information related to the net pension liability and net OPEB liability see Notes 19 and 20.

In 2012, the City issued \$670,000 in energy conservation bonds through direct placement for the purpose of acquisition, installation and construction of certain energy conservation measures including lighting upgrades for municipal facilities, mechanical upgrades for municipal facilities, control upgrades cooling tower fan repairs and vending miser sensor controls. The bonds were issued with an interest rate of 3.10 percent. The bonds were issued for a ten year period with final maturity on December 1, 2022.

In 2014, the City issued \$55,000 in vehicle acquisition bonds through direct placement and \$305,000 in various purpose improvement bonds through direct placement for the purchase police vehicles and improvements to the public works department. The bonds were issued with an interest rate of 5.35 percent and 3.48 percent, respectively. The bonds were issued for a ten year period with final maturity at October, 1, 2024.

In 2015, the City issued \$450,000 in fire truck acquisition bonds through direct placement for the purchase of a new fire truck. The bonds were issued with an interest rate of 2.50 percent. The bonds were issued for a ten year period with final maturity at April 1, 2025.

In 2017, the City issued \$831,000 in various purpose improvement bonds through direct placement for improvements to the City Hall and the purchase of vehicles for the public works department. The bonds were issued for 3.30 percent. The bonds were issued for a ten year period with final maturity in 2027.

In 2020, the City issued \$420,000 in street improvement bonds through direct placement for street improvements to Route 20 West and related expenses. The bonds were issued for 2.20 percent. The bonds were issued for a ten year period with final maturity in 2030.

In 2021, the City issued \$498,000 in street improvement bonds through direct placement for street improvements to Route 20, Center Road bridge improvements and related expenses. The bonds were issued for 2.20 percent. The bonds were issued for a ten year period with final maturity in 2030.

In 2008, the City issued a \$500,000 industrial park loan through direct placement for the purpose of developing and constructing an industrial park. The loan was issued with an interest rate of 3.25 percent. The loan was issued for a fifteen year period with final maturity in 2023.

The City's outstanding OWDA loans from direct borrowings of \$5,111,757 related to business-type activities contain provisions that in an event of default (1) the amount of such default shall bear interest at the default rate from the due date until the date of payment, (2) if any of the charges have not been paid within 30 days, in addition to the interest calculated at the default rate, a late charge of 1 percent on the amount of each default shall also be paid to the OWDA, and (3) for each additional 30 days during with the charges remain unpaid, the City shall continue to pay an additional late charge of 1 percent on the amount of the default until such charges are paid.

The City's outstanding OPWC loans from direct borrowings related to of \$124,870 related to governmental activities and \$483,690 related to business-type activities contain provisions that in the event of default (1) OPWC may apply late fees of 8 percent per year, (2) loans more than 60 days late will be turned over to the Attorney General's office for collection, and as provided by law, OPWC may require that such payment be taken from the City's share of the county undivided local government fund, and (3) the outstanding amounts shall, at OPWC's option, become immediately due and payable.

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

A line of credit has been established with the Ohio Public Works Commission in the amount of \$50,000 for Chestnut Middle Road improvements. The balance of the loan at December 31, 2021 was \$16,248. Since the loan repayment schedules have not yet been finalized, a repayment schedule is not included in the schedule of debt service requirements. The loan will be paid from the street construction, maintenance and repair special revenue fund.

The City's outstanding State Infrastructure Bank loans financed through the Department of Transportation from direct borrowings related to governmental activities in the amount of \$1,378,286 were issued for the rehabilitation of Chestnut Street, Chamberlain Road and Parrish Road, Lake Road storm sewer, U.S. Route 20 East paving, U.S. Route 7 and U.S. Route 531. As of December 31, 2021, all proceeds have been spent.

The City has entered into contractual agreements for construction loans from the Ohio Water Development Authority (OWDA). Under the terms of these agreements, the OWDA will reimburse, advance or directly pay the construction costs of approved projects. The OWDA will capitalize administrative costs and construction interest and then add them to the total amount of the final loan.

Lines of credit have been established with the Ohio Water Development Authority in the amount of \$301,050 for water treatment plant improvements in the water enterprise funds. Since the loan repayment schedule has not yet been finalized, a repayment schedule is not included in the schedule of debt service requirements. Until a final repayment schedule is available, the City is paying based on estimates. The balance of this loan at December 31, 2021 was \$255,653.

The City has pledged future revenues, net of operating expenses less depreciation, to repay OPWC and OWDA loans in the water enterprise fund. The debt is payable solely from net revenues and are payable through 2049. Annual principal and interest payments on the debt issues are expected to require 16.69 percent of net revenues. The total principal and interest remaining to be paid on the debt is \$2,152,112. Principal and interest paid for the current year and total net revenues were \$197,771 and \$1,185,258 respectively.

The City has pledged future revenues, net of operating expenses, to repay OPWC and OWDA loans in the sewer enterprise fund. The debt is payable solely from net revenues and are payable through 2039. Annual principal and interest payments on the debt issues are expected to require 39.54 percent of net revenues. The total principal and interest remaining to be paid on the debt is \$4,213,438. Principal and interest paid for the current year and total net revenues were \$418,095 and \$1,057,481 respectively.

The City's overall legal debt margin was \$18,076,187 with an unvoted debt margin of \$7,924,760 at December 31, 2021. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2021, are as follows:

	<i>Governmental Activities</i>			
	<i>Direct Placements</i>			
	General Obligation		Loans Payable	
	Bonds		Loans Payable	
	Principal	Interest	Principal	Interest
2022	\$244,658	\$32,721	\$55,185	\$1,918
2023	189,685	25,830	61,680	335
2024	194,037	20,645	0	0
2025	154,400	15,353	0	0
2026	108,400	12,168	0	0
2027-2031	439,400	26,313	0	0
Total	\$1,330,580	\$133,030	\$116,865	\$2,253

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

<i>Governmental Activities (continued)</i>			
<i>Direct Borrowings</i>			
	State Infrastructure Bank	OPWC	
	Loans Payable	Loans	
	Principal	Interest	Principal
2022	\$120,953	\$41,647	\$7,293
2023	124,609	37,993	7,294
2024	128,378	34,225	7,294
2025	132,257	30,347	7,294
2026	136,255	26,347	5,712
2027-2031	551,668	69,838	28,560
2032-2036	184,166	8,369	26,425
2037-2040	0	0	18,750
Total	<u>\$1,378,286</u>	<u>\$248,766</u>	<u>\$108,622</u>

<i>Business-Type Activities</i>					
<i>Direct Borrowings</i>			<i>Direct Placement</i>		
	OWDA	OPWC		General Obligation	
	Loans	Loans		Bonds	
	Principal	Interest	Principal	Principal	Interest
2022	\$439,674	\$117,878	\$40,285	\$80,579	\$12,577
2023	437,586	106,241	40,287	67,100	9,949
2024	448,259	94,508	37,316	67,100	7,738
2025	460,825	82,424	33,413	67,100	5,527
2026	473,774	70,968	32,467	67,100	3,316
2027-2031	1,354,812	229,607	160,335	67,100	1,105
2032-2036	1,060,941	65,676	107,712	0	0
2037-2040	180,233	2,801	31,875	0	0
Total	<u>\$4,856,104</u>	<u>\$770,103</u>	<u>\$483,690</u>	<u>\$416,079</u>	<u>\$40,212</u>

Note 18 – Capital Lease

In prior years, the City entered into capitalized leases for a wheel loader, an ambulance and a tractor and trailer. These leases meet the criteria for a capital lease and have been recorded on the governmental-wide statements. The original amount capitalized for the capital leases and the book value as of December 31, 2021 for governmental activities follows:

	<u>Governmental Activities</u>
Asset:	
Equipment	\$211,732
Vehicles	385,163
Less: Accumulated depreciation	<u>(209,528)</u>
Current Book Value	<u>\$387,367</u>

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

The following is a schedule of the future long-term minimum lease payments required under the capital lease and present value of the minimum lease payments is as follows:

Year Ending December 31,	Governmental Activities
2022	\$96,821
2023	96,821
2024	96,821
2025	96,821
2026	62,826
2027	24,162
Total	474,272
Less: Amount Representing Interest	(43,114)
Present Value of Net Minimum Lease Payments	\$431,158

Note 19 - Defined Benefit Pension Plans

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

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

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

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

The 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 health care to eligible benefit recipients.

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

The proportionate share of each plan’s unfunded benefits is presented as a *net pension/OPEB asset* or a long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 20 for the required OPEB disclosures.

Plan Description – Ohio Public Employees Retirement System (OPERS)

City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a combination cost-sharing, multiple-employer defined benefit/defined contribution pension plan. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional plan.

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

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members in the traditional and combined plans were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (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

Final Average Salary (FAS) represents the average of the three highest years of earnings over a member’s career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member’s career.

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

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

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

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

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

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

	State and Local
2021 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
2021 Actual Contribution Rates	
Employer:	
Pension **	14.0 %
Post-employment Health Care Benefits **	0.0
Total Employer	14.0 %
Employee	10.0 %

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

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

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

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

For 2021, the City's contractually required contribution was \$475,520 for the traditional plan and \$6,222 for the member-directed plan. Of these amounts, \$58,398 is reported as an intergovernmental payable for the traditional plan, \$0 for the combined plan, and \$832 for the member-directed plan.

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

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

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

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit (see OP&F Annual Comprehensive Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

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

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

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

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

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

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

	Police	Firefighters
2021 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2021 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	19.50 %	24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OP&F was \$457,436 for 2021. Of this amount, \$71,600 is reported as an intergovernmental payable.

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

The net pension liability (asset) for OPERS was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. OP&F’s total pension liability was measured as of December 31, 2020, and was determined by rolling forward the total pension liability as of January 1, 2020, to December 31, 2020. The City’s proportion of the net pension liability (asset) was based on the City’s share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense of the City’s defined benefit pension plans:

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.02191008%	0.00000000%	0.07464180%	
Prior Measurement Date	0.02222112%	0.00941472%	0.07529040%	
Change in Proportionate Share	-0.00031104%	-0.00941472%	-0.00064860%	
 Proportionate Share of the:				
Net Pension Liability	\$3,244,405	\$0	\$5,088,398	\$8,332,803
Pension Expense	96,046	2,445	380,445	478,936

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

2021 pension expense for the member-directed defined contribution plan was \$9,074. The aggregate pension expense for all pension plans was \$488,010 for 2021.

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

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Deferred Outflows of Resources				
Differences between expected and actual experience	\$0	\$0	\$212,712	\$212,712
Changes of assumptions	0	0	85,335	85,335
Changes in proportion and differences between City contributions and proportionate share of contributions	15,719	17,981	15,801	49,501
City contributions subsequent to the measurement date	475,520	0	457,436	932,956
Total Deferred Outflows of Resources	\$491,239	\$17,981	\$771,284	\$1,280,504
Deferred Inflows of Resources				
Differences between expected and actual experience	\$135,717	\$0	\$198,229	\$333,946
Net difference between projected and actual earnings on pension plan investments	1,264,574	0	246,821	1,511,395
Changes in proportion and differences between City contributions and proportionate share of contributions	42,828	123	119,640	162,591
Total Deferred Inflows of Resources	\$1,443,119	\$123	\$564,690	\$2,007,932

\$932,956 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability or increase to the net pension asset in 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
2022	(\$546,521)	\$2,445	(\$48,529)	(\$592,605)
2023	(192,926)	2,442	78,162	(112,322)
2024	(515,483)	2,445	(246,524)	(759,562)
2025	(172,470)	2,442	(39,038)	(209,066)
2026	0	2,445	5,087	7,532
Thereafter	0	5,639	0	5,639
Total	(\$1,427,400)	\$17,858	(\$250,842)	(\$1,660,384)

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

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

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

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

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

The most recent experience study was completed for the five year period ended December 31, 2015.

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

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

adjusted for inflation. Best estimates of arithmetic real rates of return were provided by the Board’s investment consultant. For each major asset class that is included in the Defined Benefit portfolio’s target asset allocation as of December 31, 2020, these best estimates are summarized in the following table:

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

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

Sensitivity of the City’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 7.2 percent, as well as what the City’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability (asset):			
OPERS Traditional Plan	\$6,188,721	\$3,244,405	\$796,212

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

Actuarial Assumptions – OP&F

OP&F’s total pension liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results

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

are compared with past expectations and new estimates are made about the future. Assumptions considered are: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of January 1, 2020, are presented as follows:

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent

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

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

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

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

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

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2020, are summarized as follows:

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	- %	0.00 %
Domestic Equity	21.00	4.10
Non-US Equity	14.00	4.80
Private Markets	8.00	6.40
Core Fixed Income *	23.00	0.90
High Yield Fixed Income	7.00	3.00
Private Credit	5.00	4.50
U.S. Inflation Linked Bonds*	17.00	0.70
Midstream Energy Infrastructure	5.00	5.60
Real Assets	8.00	5.80
Gold	5.00	1.90
Private Real Estate	12.00	5.30
Total	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 between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 8.00 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return of 8.00 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension 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 8.00 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$7,083,703	\$5,088,398	\$3,418,531

Note 20 – Defined Benefit OPEB Plans

See Note 19 for a description of the net OPEB liability (asset).

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement (HRA) to qualifying benefit recipients of both the traditional pension and the combined plans. Currently, Medicare-eligible retirees are able to select medical and prescription drug plans from a range of options and may elect optional vision and dental plans. Retirees and eligible dependents enrolled in Medicare Parts A and B have the option to enroll in a Medicare supplemental plan with the assistance of the OPERS Medicare Connector. The OPERS Medicare Connector is a relationship with a vendor selected by OPERS to assist retirees, spouses and dependents with selecting a medical and pharmacy plan. Monthly allowances, based on years of service and the age at which the retiree first enrolled in OPERS coverage, are deposited into an HRA. For non-Medicare retirees and eligible dependents, OPERS sponsors medical and prescription coverage through a professionally managed self-insured plan. An allowance to offset a portion of the monthly premium is offered to retirees and eligible dependents. The allowance is based on the retiree's years of service and age when they first enrolled in OPERS coverage.

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

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

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

Effective January 1, 2022, OPERS will discontinue the group plans currently offered to non-Medicare retirees and re-employed retirees. Instead, eligible non-Medicare retirees will select an individual medical plan. OPERS will provide a subsidy or allowance via an HRA allowance to those retirees who meet health care eligibility requirements. Retirees will be able to seek reimbursement for plan premiums and other qualified medical expenses. These changes are reflected in the December 31, 2020, measurement date health care valuation.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit with a minimum age of 60, or generally 30 years of qualifying service at any age. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. Current retirees eligible (or who become eligible prior to January 1, 2022) to participate in the OPERS health care program will continue to be eligible after January 1, 2022. Eligibility requirements will change for those retiring after January 1, 2022, with differing eligibility requirements for Medicare retirees and non-Medicare retirees. The health care coverage

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

provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Annual Comprehensive Financial Report referenced later for additional information.

The Ohio Revised Code permits, but does not require OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml>, by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides the statutory authority allowing public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2021, 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 2021, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and Combined Plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the member-directed plan for 2021 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$2,489 for 2021. Of this amount, \$241 is reported as an intergovernmental payable.

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

The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored health care 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.

A retiree is eligible for the OP&F health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OP&F. Even if an OP&F member or their

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

dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

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

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

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

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5 percent and 24 percent of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2021, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

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 \$10,982 for 2021. Of this amount, \$1,731 is reported as an intergovernmental payable.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability (asset) and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2020, and was determined by rolling forward the total OPEB liability as of January 1, 2020, to December 31, 2020. The City's proportion of the net OPEB liability (asset) was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

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

	OPERS	OP&F	Total
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.02070048%	0.07464180%	
Prior Measurement Date	0.02121888%	0.07529040%	
Change in Proportionate Share	<u>-0.00051840%</u>	<u>-0.00064860%</u>	
Proportionate Share of the Net OPEB Liability	\$0	\$790,842	\$790,842
Proportionate Share of the Net OPEB Asset	\$368,797	\$0	\$368,797
OPEB Expense	(\$2,232,872)	\$72,465	(\$2,160,407)

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

	OPERS	OP&F	Total
Deferred Outflows of Resources			
Changes of assumptions	\$181,304	\$436,897	\$618,201
Changes in proportion and differences between City contributions and proportionate share of contributions	5,508	7,943	13,451
City contributions subsequent to the measurement date	<u>2,489</u>	<u>10,982</u>	<u>13,471</u>
Total Deferred Outflows of Resources	<u>\$189,301</u>	<u>\$455,822</u>	<u>\$645,123</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$332,836	\$130,447	\$463,283
Changes of assumptions	597,560	126,075	723,635
Net difference between projected and actual earnings on OPEB plan investments	196,425	29,389	225,814
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>43,717</u>	<u>11,125</u>	<u>54,842</u>
Total Deferred Inflows of Resources	<u>\$1,170,538</u>	<u>\$297,036</u>	<u>\$1,467,574</u>

\$13,471 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 or increase in the net OPEB asset in 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	OPERS	OP&F	Total
Year Ending December 31:			
2022	(\$514,894)	\$30,742	(\$484,152)
2023	(360,327)	37,702	(322,625)
2024	(85,359)	26,730	(58,629)
2025	(23,146)	30,750	7,604
2026	0	11,227	11,227
Thereafter	<u>0</u>	<u>10,653</u>	<u>10,653</u>
Total	<u>(\$983,726)</u>	<u>\$147,804</u>	<u>(\$835,922)</u>

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

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

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

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

The most recent experience study was completed for the five year period ended December 31, 2015.

The allocation of investment assets within the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of

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

return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic rates of return were provided by OPERS investment consultant. For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

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

Discount Rate A single discount rate of 6.0 percent was used to measure the OPEB liability on the measurement date of December 31, 2020. A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 2.00 percent (Fidelity Index's "20-Year Municipal GO AA Index"). The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2120. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2120, the duration of the projection period through which projected health care payments are fully funded.

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

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
City's proportionate share of the net OPEB liability (asset)	(\$91,703)	(\$368,797)	(\$596,588)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability/(Asset) to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability (asset). The following table presents the net OPEB liability (asset) calculated using the assumed trend rates, and the expected net OPEB liability (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.

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

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2021 is 8.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability (asset)	(\$377,784)	(\$368,797)	(\$358,739)

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

Actuarial Assumptions – OP&F

OP&F's total OPEB liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of 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 as follows:

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

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

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

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

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

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

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

The 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 19.

Discount Rate For 2020, the total OPEB liability was calculated using the discount rate of 2.96 percent. For 2019, the total OPEB liability was calculated using the discount rate of 3.56 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.12 percent at December 31, 2020 and 2.75 percent at December 31, 2019, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 2.96 percent for 2020 and 3.56 percent for 2019. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2037. The long-term expected rate of return on health care investments was applied to projected costs through 2037, and the municipal bond rate was applied to all health care costs after that date.

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

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 2.96 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.96 percent), or one percentage point higher (3.96 percent) than the current rate.

	1% Decrease (1.96%)	Current Discount Rate (2.96%)	1% Increase (3.96%)
City's proportionate share of the net OPEB liability	\$986,135	\$790,842	\$629,748

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

Note 21 – Jointly Governed Organizations

Conneaut Energy Special Improvement District, Inc.

The Conneaut Energy Special Improvement District, Inc. (the “District”) is a jointly governed organization that is to enhance the value of properties within the District and improve the environment by developing and assisting in developing the District special energy improvement projects. The District is governed by a minimum of five Board of Directors including a municipal executive of each participating political subdivision, a person appointed by the legislative authority of each participating political subdivision and Members or executive representatives of Members elected, designated or appointed by the Members of the District. For the District, this includes the President of Cortina Leathers, the City Manager, the Executive Director of the Conneaut Public Library and two Members appointed by each representative. The Board has total control over budgeting, personnel and all other financial matters. The degree of control exercised by any participating government is limited to its representation in the General Assembly of and on the Board. For 2021, the City did not contribute to the District. There was no financial activity to report for the District at December 31, 2021.

Northeast Ohio Public Energy Council

The City is a member of the Northeast Ohio Public Energy Council (NOPEC), a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity and natural gas. NOPEC is currently comprised of 220 communities who have been authorized by ballot to purchase electricity on behalf of their citizens.

The intent of NOPEC is to provide electricity and natural gas at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity and natural gas to the citizens of its member communities.

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

NOPEC is governed by General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. The Board has total control over budgeting, personnel and all other financial matters. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City of Conneaut did not contribute to NOPEC during 2021. Financial information can be obtained by contacting Ronald McVoy, Chairman, 31320 Solon Road, Suite 20, Solon, Ohio 11120.

Note 22 – Related Organization

The Conneaut Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the City of Conneaut; however, the City cannot influence the Library’s operation nor does the library represent a potential financial benefit for or burden on the City. The Board of Trustees possesses its own contracting and budgeting authority and hires and fires personnel. Although the City does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Conneaut Public Library, Claudia Fill, Board President, 304 Buffalo Street, Conneaut, Ohio 44030.

Note 23 – Related Party Transactions

The Conneaut Port Authority, a component unit of the City of Conneaut, owes the City \$406,000 as of December 31, 2021 for a marina improvement note issued by the City. During 2021, the Port Authority paid the City \$438,000, the amount of the principal and interest on the note. The financial statements reflect \$406,000 in ‘Loans Receivable from Component Unit’.

Note 24 - Contingencies

Grants

The City receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2021.

Litigation

The City of Conneaut is a party to legal proceedings. The City management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

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

Note 25 – 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:

Governmental Funds		Proprietary Funds	
General	\$402,813	Water	\$484,563
Street Construction, Maintenance and Repair	11,329	Sewer	<u>170,504</u>
Police Levy II	3,291	Total Proprietary Funds	<u><u>\$655,067</u></u>
Street Improvement	107,173		
Other Governmental Funds	<u>60,907</u>		
Total	<u><u>\$585,513</u></u>		

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

Note 27 – Asset Retirement Obligations

The Governmental Accounting Standard Board’s (GASB) Statement No. 83, Certain Asset Retirement Obligations, provides guidance related to asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. 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 their waste water treatment facilities. The City Engineer estimates these public safety issues to include removing/filling any tankage, cleaning/removing certain equipment, and backfilling certain exposed areas. This asset retirement obligation (ARO) of \$1,975,315 associated with the City waste water treatment facilities was estimated by the City engineer. The remaining useful life of these facilities range from 10 to 40 years.

Note 28 – Conneaut Board of Health

Description of Reporting Entity

The Conneaut Board of Health, (Board) is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Board is directed by a five member Board and a Health Commissioner, all of which are appointed by the City. Among its various duties, the Board provides for the prompt diagnosis and control of communicable diseases. The Board may also inspect businesses where food is manufactured, handled, stored, or offered for sale.

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

Summary of Significant Accounting Policies

The financial statements of the Board 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.

Basis of Presentation

The Board'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.

Fund Accounting

The Board uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Board's general fund is a governmental fund.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting.

Measurement Focus

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 Board are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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.

Non-exchange transactions, in which the Board receives value without directly giving equal value in return, include grants. Revenue from grants are 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 Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis.

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.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

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

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.

Cash and Cash Equivalents

The City of Conneaut’s Finance Director is custodian for the Board’s deposits. The City’s deposit and investment pool holds the Board’s assets, valued at the Finance Director’s reported carrying amount

Inventory

Inventory is presented at cost on a first-in, first-out basis and is expended/expensed when used. Inventory consists of expendable supplies held for consumption.

Capital Assets

The Board’s only capital assets are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the general fund. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the financial statements of the general fund.

All capital assets 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 value as of the date received. The Board maintains a capitalization threshold of \$100 for furniture and equipment.

All capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives
Furniture and Equipment	6 - 10 years

A summary of changes in capital assets during 2021 follows:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
Governmental Activities				
Depreciable Capital Assets				
Furniture and Equipment	\$15,152	\$4,791	\$0	\$19,943
Less Accumulated Depreciation				
Furniture and Equipment	(212)	(1,574)	0	(1,786)
<i>Total Capital Assets Being Depreciated, Net</i>	<u>\$14,940</u>	<u>\$3,217</u>	<u>\$0</u>	<u>\$18,157</u>

Depreciation expense for 2021 was charged to public health services in the amount of \$1,574.

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

Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB asset/liabilities, 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 plans. 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.

Accrued Liabilities and Long-Term Obligations

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

Long-Term Obligations

A schedule of changes in long-term obligations of the Board during 2021 follows:

	Principal Outstanding 12/31/2020	Additions	Deletions	Principal Outstanding 12/31/2021	Amounts Due In One Year
<i>Governmental Activities</i>					
OPERS					
Net Pension Liability	\$183,007	\$0	\$47,822	\$135,185	\$0
Net OPEB Liability	122,120	0	122,120	0	0
Compensated Absences	23,957	11,486	24,187	11,256	3,054
<i>Total Governmental Activities</i>	\$206,964	\$11,486	\$194,129	\$146,441	\$3,054

Compensated absences will be paid from the general fund. The Board pays obligations related to employee compensation from the fund benefitting from their service. There is no repayment schedule for the net pension liability and net OPEB liability. However, employer pension and OPEB contributions are made from the general fund. For additional information related to the net pension liability and the net OPEB liability, see Notes 19 and 20.

Operating Lease

During 2019, the Board entered into an operating lease with the Conneaut Human Resource Center for the period of December 1, 2019 through November 30, 2022 for the use of office space. The terms of the lease requires monthly payments in the amount of \$775.

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

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

The Board participates in the Ohio Public Employees Retirement System. See Note 19 for a description of the plan and the related actuarial assumptions.

The Board's contractually required contribution was \$19,813 for the traditional plan and \$104 for the member-directed plan. Of these amounts, \$2,433 is reported as an intergovernmental payable for the traditional plan and \$10 for the member-directed plan.

The net pension liability (asset) for OPERS was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Board's proportion of the net pension liability (asset) was based on the Board'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 Board's defined benefit pension plans:

	OPERS <u>Traditional Plan</u>	OPERS <u>Combined Plan</u>	<u>Total</u>
Proportion of the Net Pension Liability/Asset:			
Current Measurement Date	0.00091292%	0.00000000%	
Prior Measurement Date	<u>0.00092588%</u>	<u>0.00039228%</u>	
Change in Proportionate Share	<u>-0.00001296%</u>	<u>-0.00039228%</u>	
Proportionate Share of the:			
Net Pension Liability	\$135,185	\$0	\$135,185
Pension Expense	\$4,001	\$101	\$4,102

2021 pension expense for the member-directed defined contribution plan was \$104. The aggregate pension expense for all pension plans was \$4,206 for 2021. At December 31, 2021, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS <u>Traditional Plan</u>	OPERS <u>Combined Plan</u>	<u>Total</u>
Deferred Outflows of Resources			
Changes of assumptions	\$0	\$0	\$0
Changes in proportion and differences between Board contributions and proportionate share of contributions	655	749	1,404
Board contributions subsequent to the measurement date	<u>19,813</u>	<u>0</u>	<u>19,813</u>
Total Deferred Outflows of Resources	<u>\$20,468</u>	<u>\$749</u>	<u>\$21,217</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$5,654	\$0	\$5,654
Net difference between projected and actual earnings on pension plan investments	52,691	0	52,691
Changes in proportion and differences between Board contributions and proportionate share of contributions	<u>1,784</u>	<u>0</u>	<u>1,784</u>
Total Deferred Inflows of Resources	<u>\$60,129</u>	<u>\$0</u>	<u>\$60,129</u>

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

\$19,813 reported as deferred outflows of resources related to pension resulting from Board contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability or increase to the net pension asset in 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	OPERS Traditional Plan	OPERS Combined Plan	Total
2022	(\$22,772)	\$101	(\$22,671)
2023	(8,039)	105	(7,934)
2024	(21,478)	101	(21,377)
2025	(7,185)	105	(7,080)
2026	0	102	102
Thereafter	0	235	235
Total	(\$59,474)	\$749	(\$58,725)

Sensitivity of the Board's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate The following table presents the Board's proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 7.2 percent, as well as what the Board's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
Board's proportionate share of the net pension liability (asset)			
OPERS Traditional Plan	\$257,863	\$135,185	\$33,176

Net Other Postemployment Benefits Liability

The Board participates in Ohio Public Employees Retirement System. See Note 19 and 20 for a description of the net OPEB liability. The Board's contractually required contribution was \$104 for 2021. Of this amount, \$10 is reported as an intergovernmental payable.

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

The net OPEB liability (asset) and total OPEB liability (asset) for OPERS were determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. The Board's proportion of the net OPEB liability (asset) was based on the Board'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:

	OPERS
Proportion of the Net OPEB Liability (Asset)	
Prior Measurement Date	0.00088412%
Current Measurement Date	<u>0.00086252%</u>
Change in Proportionate Share	<u>-0.00002160%</u>
Proportionate Share of the Net OPEB Liability (Asset):	(\$15,366)
OPEB Expense	(\$93,037)

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

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

	OPERS
Deferred Outflows of Resources	
Changes of assumptions	\$7,555
Changes in proportion and differences between Board contributions and proportionate share of contributions	229
Board contributions subsequent to the measurement date	104
Total Deferred Outflows of Resources	\$7,888
Deferred Inflows of Resources	
Differences between expected and actual experience	\$13,868
Changes of assumptions	24,898
Net difference between projected and actual earnings on OPEB plan investments	8,185
Changes in proportion and differences between Board contributions and proportionate share of contributions	1,822
Total Deferred Inflows of Resources	\$48,773

\$104 reported as deferred outflows of resources related to OPEB resulting from Board contributions subsequent to the measurement date will be recognized as an increase of the net OPEB asset in 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	OPERS
Year Ending December 31:	
2022	(\$21,454)
2023	(15,015)
2024	(3,557)
2025	(963)
Total	(\$40,989)

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

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
Board's proportionate share of the net OPEB liability (asset)	(\$3,821)	(\$15,366)	(\$24,858)

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

Sensitivity of the Board’s Proportionate Share of the Net OPEB Asset to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB asset. The following table presents the net OPEB asset calculated using the assumed trend rates, and the expected net OPEB asset if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
Board's proportionate share of the net OPEB liability (asset)	(\$15,741)	(\$15,366)	(\$14,947)

Note 29 – Conneaut Port Authority

Description of Reporting Entity

The Conneaut Port Authority, Ashtabula County, (Port Authority) is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Port Authority for the City of Conneaut is directed by a seven-member Board appointed by the City Manager with the approval of Conneaut City Council.

Charged with the responsibility of industrial development and the improvement of Conneaut’s interconnecting waterways, the Port Authority is empowered with the ability to carry out the actions they consider necessary to achieve these responsibilities. The Port Authority operates two marinas and leases other lakefront facilities at the Port to private entities. The Port Authority’s management believes these financial statements present all activities for which the Port Authority is financially accountable. The Conneaut Port Authority has the potential to impose a financial burden on the City in that the City issued debt on behalf of the Port Authority and is therefore presented as a component unit of the City.

Summary of Significant Accounting Policies

The financial statements of the Port Authority 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. All transactions have been accounted for in a single enterprise fund.

Basis of Presentation

The Port Authority accounts for all transaction in a single enterprise fund. The financial statement consist of a statement of net position, statement of revenues, expenses and changes in net position and a statement of cash flows.

Measurement Focus

The enterprise fund is accounted for on a flow of economic resources measurement focus. All asset and liabilities associated with the operation this fund are included on the statement of net position. The statement of revenues, expenses and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the Port Authority finances and meets the cash flow needs of its activities.

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

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The single proprietary fund used the accrual basis of accounting.

Revenues – Exchange and Nonexchange 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.

Nonexchange transactions, in which the Port Authority receives value without directly giving equal value in return, include grants and donations. On an accrual basis, revenue from grants 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 Port Authority 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.

Unearned Revenue Unearned revenue arises when assets (cash) are recognized before revenue recognition criteria have been satisfied.

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

Deferred Outflows/Inflows of Resources In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the Port Authority, deferred outflows of resources are reported on the statement of net position for pension and OPEB.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the Port Authority, deferred inflows of resources were reported for pension and OPEB.

Cash and Cash Equivalents

All monies of the Port Authority are maintained in one bank account. Investment procedures are restricted by the provisions of the Ohio Revised Code. During 2021, the Port Authority maintained no investment accounts.

For the purposes of the statement of cash flows, all bank deposits, including investments with maturity of less than three months are considered to be cash equivalents.

Inventory

Inventories are presented at cost on a first-in, first-out basis and expenses when used.

Capital Assets

All capital assets 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 as of the date received. The Port Authority maintains a capitalization threshold of \$500. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred on related debt during the construction of capital assets is also capitalized.

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

When assets are sold, or otherwise disposed of, the related cost and accumulated depreciation are removed from the accounts and any profit or loss arising from such disposition is included as income or expense in the year in which sold.

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	15 - 40 years
Dock Improvements	10 - 40 years
Vehicles	5 - 20 years
Machinery and Equipment	3 - 10 years

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital asset, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Operating Revenues

Operating revenues are those revenues generated directly from the primary activity of the proprietary fund. For the Port Authority, these revenues are dock rentals and property leases. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. Revenue and expenses which do not meet these definitions are reported as non-operating.

Estimates

The preparation of the 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.

Deposits and Investments

The Conneaut Port Authority follows the same guidelines identified in Note 7.

Deposits At year-end, all of the Port Authority's bank balance of \$315,000 was covered by federal depository insurance.

The Conneaut Port Authority did not have any investments at year end.

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

Capital Assets

Capital asset activity for the fiscal year ended December 31, 2021 was as follows:

	Balance <u>12/31/2020</u>	Additions	Deductions	Balance <u>12/31/2021</u>
Capital Assets not being Depreciated:				
Land	\$66,821	\$0	\$0	\$66,821
Land Improvements	31,021	0	0	31,021
Construction in Progress	55,012	162,877	0	217,889
<i>Capital Assets not being Depreciated</i>	<u>152,854</u>	<u>162,877</u>	<u>0</u>	<u>315,731</u>
Capital Assets being Depreciated:				
Buildings and Improvements	2,778,757	42,410	(12,191)	2,808,976
Dock Improvements	1,351,852	16,970	0	1,368,822
Vehicles	16,823	56,247	(6,824)	66,246
Machinery and Equipment	210,304	35,244	0	245,548
<i>Total Capital Assets being Depreciated</i>	<u>4,357,736</u>	<u>150,871</u>	<u>(19,015)</u>	<u>4,489,592</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(2,359,783)	(14,095)	12,191	(2,361,687)
Dock Improvements	(577,784)	(63,330)	0	(641,114)
Vehicles	(16,823)	(5,625)	6,824	(15,624)
Machinery and Equipment	(151,646)	(13,393)	0	(165,039)
<i>Total Accumulated Depreciation</i>	<u>(3,106,036)</u>	<u>(96,443)</u>	<u>19,015</u>	<u>(3,183,464)</u>
Total Capital Assets being Depreciated, Net	<u>1,251,700</u>	<u>54,428</u>	<u>0</u>	<u>1,306,128</u>
Governmental Activities Capital Assets, Net	<u>\$1,404,554</u>	<u>\$217,305</u>	<u>\$0</u>	<u>\$1,621,859</u>

Long-Term Obligations

The Port Authority is liable for a note payable to the City of Conneaut. A \$406,000 note was issued on December 21, 2021 with an interest rate of 1.72 percent. The Port Authority is also liable for a zero percent interest note payable to the Conneaut Foundation in the amount of \$14,000. In addition, the Port Authority is liable for a capital lease in the amount of \$56,313.

Leases

In 2021, the Port Authority entered into a capitalized lease for two trucks. The lease meets the criteria for a capital lease and have been recorded on the financial statements. The original amount capitalized for the capital lease and the book value as of December 31, 2021 is as follows:

	Business-Type <u>Activities</u>
Asset:	
Vehicles	\$56,247
Less: Accumulated depreciation	<u>(5,625)</u>
Current Book Value	<u>\$50,622</u>

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

The following is a schedule of the future long-term minimum lease payments required under the capital lease and present value of the minimum lease payments is as follows:

Year Ending December 31,	Business-Type Activities
2022	\$12,225
2023	12,225
2024	12,225
2025	12,224
2026	12,224
Total	61,123
Less: Amount Representing Interest	(4,810)
Present Value of Net Minimum Lease Payments	\$56,313

Net Pension Liability

The Conneaut Port Authority participates in the Ohio Public Employee Retirement System (OPERS). See Note 19. The Conneaut Port Authority required contributions to OPERS in the amount of \$26,767 for 2021. Of this amount, \$975 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 for OPERS was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Port Authority's proportion of the net pension liability was based on the Port Authority'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:

	OPERS
Proportion of the Net Pension Liability	
Current Measurement Date	0.001276%
Prior Measurement Date	0.001224%
Change in Proportionate Share	0.000052%
Proportionate Share of the Net Pension Liability (Asset)	\$188,948
Pension Expense	\$12,141

At December 31, 2021, the Port Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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

	OPERS
Deferred Outflows of Resources	
Changes in proportion and differences between Port Authority contributions and proportionate share of contributions	\$7,160
Port Authority contributions subsequent to the measurement date	26,767
Total Deferred Outflows of Resources	\$33,927
Deferred Inflows of Resources	
Differences between expected and actual experience	\$7,904
Net difference between projected and actual earnings on pension plan investments	73,646
Changes in proportion and differences between Port Authority contributions and proportionate share of contributions	518
Total Deferred Inflows of Resources	\$82,068

\$26,767 reported as deferred outflows of resources related to pension resulting from Port Authority contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	OPERS
Year Ending December 31:	
2022	(\$26,858)
2023	(7,985)
2024	(30,021)
2025	(10,044)
Total	(\$74,908)

Sensitivity of the Port Authority 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 7.20 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 (6.20 percent), or one percentage point higher (8.20 percent) than the current rate.

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
Port Authority proportionate share of the net pension liability	\$360,419	\$188,948	\$46,370

Net Other Postemployment Benefits Liability

See Note 19 and 20 for a description of the net OPEB liability. The Conneaut Port Authority required contributions to OPERS was \$0 for 2021.

Net OPEB Liabilities, OPEB Expense, and Deferred Outflows or 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, 2019, rolled forward to the measurement date of December 31, 2020, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the

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

year. The Authority's proportion of the net OPEB liability was based on the Authority'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:

	OPERS
Proportion of the net OPEB liability current measurement date	0.0011910%
Proportion of the net OPEB liability prior measurement date	0.0011750%
Change in proportionate share	-0.0000160%
Proportionate share of the net OPEB liability	(\$21,219)
OPEB expense	(\$126,367)

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

	OPERS
Deferred Outflows of Resources	
Changes of assumptions	\$10,431
Changes in proportion and differences between contributions and proportionate share of contributions	1,436
Total Deferred Outflows of Resources	\$11,867
Deferred Inflows of Resources	
Differences between expected and actual experience	\$19,150
Changes of assumptions	34,381
Net difference between projected and actual earnings on OPEB plan investments	11,301
Changes in proportion and differences between contributions and proportionate share of contributions	802
Total Deferred Inflows of Resources	\$65,634

No amount was reported as deferred outflows of resources related to OPEB resulting from Authority contributions subsequent to the measurement date will not be recognized as a reduction of the net OPEB liability in the year ending December 31, 2021.

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

	OPERS
Year Ending December 31:	
2022	(\$28,292)
2023	(19,233)
2024	(4,911)
2025	(1,331)
Total	(\$53,767)

Sensitivity of the Authority's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the Authority's proportionate share of the net OPEB liability calculated using the single discount rate of 6 percent, as well as what the Authority's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (5.00 percent) or one-percentage-point higher (7.00 percent) than the current rate:

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

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
Authority's proportionate share of the net OPEB liability	(\$5,276)	(\$21,219)	(\$34,325)

Sensitivity of the Authority'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. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

	1% Decrease	Current Health Care Trend Rate Assumption	1% Increase
Authority's proportionate share of the net OPEB liability	(\$21,736)	(\$21,219)	(\$20,648)

Risk Management

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

The Port Authority insures against injuries to employees through the Ohio Bureau of Worker's Compensation.

The Port Authority belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Insurance Services Group, Inc. (York) functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity Excess Pool (APEEP), which is also administered by York. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty and Property Coverage APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2021, PEP retained \$500,000 for casualty claims and \$250,000 for property claims.

The aforementioned casualty and property reinsurance agreement does not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Financial Position PEP's financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and net position at December 31, 2020 (latest information available):

	2020
Assets	\$40,318,971
Liabilities	(14,111,510)
Net Position	\$26,207,461

At December 31, 2020, the liabilities above include unknown amounts of estimated incurred claims payable. The assets above also include approximately \$13.7 million of unpaid claims to be billed. The Pool's membership increased to 553 members in 2020 (latest information available). These amounts will be included

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

in future contributions from members when the related claims are due for payment. This payable includes subsequent year's contributions due if the City terminates participation, as described in the last paragraph below

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed as follows. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

After one year of membership, a member may withdraw on the anniversary of the date of joining PEP, if the member notifies PEP in writing 60 days prior to the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year's contribution. Withdrawing members have no other future obligation to PEP. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal. During 2021, member contributions amounted to \$30,101.

Grants

Amounts grantor agencies pay to the Port Authority are subject to audit and adjustment by the grantor, principally the Federal government. Grantors may require refunding any disallowed cost or excess reserve balances. Management cannot presently determine amounts grantors may disallow or recapture. However, based on prior experience, management believes any such disallowed claims or recapture amounts would not have a material adverse effect on the overall financial position at December 31, 2021.

Litigation and Claims

In the normal course of operations, the Port Authority may be subject to litigation and claims. At December 31, 2021, the Port Authority was not aware of any such matters that would have a material effect on the financial statements.

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

	2021	2020	2019
City's Proportion of the Net Pension Liability	0.02191008%	0.02222112%	0.02188704%
City's Proportionate Share of the Net Pension Liability	\$3,244,405	\$4,392,155	\$5,994,416
City's Covered Payroll	\$3,085,964	\$3,126,529	\$2,957,678
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	105.13%	140.48%	202.67%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.88%	82.17%	74.70%

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

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

See accompanying notes to required supplementary information

2018	2017	2016	2015	2014
0.02119392%	0.02178200%	0.02178200%	0.02104400%	0.02104400%
\$3,324,914	\$4,946,323	\$3,772,918	\$2,538,142	\$2,480,813
\$2,800,800	\$2,815,825	\$2,710,885	\$2,580,033	\$2,356,597
118.71%	175.66%	139.18%	98.38%	105.27%
84.66%	77.25%	81.08%	86.45%	86.36%

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

	2021	2020	2019
City's Proportion of the Net Pension Asset	0.00000000%	0.00941472%	0.01467840%
City's Proportionate Share of the Net Pension Asset	\$0	\$19,631	\$16,413
City's Covered Payroll	\$0	\$41,914	\$62,779
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	N/A	46.84%	26.14%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	157.67%	145.28%	126.64%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2016 is not available. An additional column will be added each year.

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

See accompanying notes to required supplementary information

2018	2017	2016
0.01542912%	0.01586500%	0.01158000%
\$21,004	\$8,830	\$7,720
\$63,190	\$61,758	\$42,125
33.24%	14.30%	18.33%
137.28%	116.55%	116.90%

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

	2021	2020	2019
City's Proportion of the Net OPEB Liability	0.02070048%	0.02121888%	0.02106144%
City's Proportionate Share of the Net OPEB Liability/(Asset)	(\$368,797)	\$2,930,878	\$2,745,914
City's Covered Payroll	\$3,130,639	\$3,205,768	\$3,056,357
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	-11.78%	91.43%	89.84%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	45.00%	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 for each year were determined as of the City's measurement date which is the prior year end.

See accompanying notes to required supplementary information

2018	2017
0.02132000%	0.02108000%
\$2,222,587	\$2,129,152
\$2,899,040	\$2,877,583
76.67%	73.99%
54.14%	54.04%

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

	2021	2020	2019
City's Proportion of the Net Pension Liability	0.07464180%	0.07529040%	0.07670900%
City's Proportionate Share of the Net Pension Liability	\$5,088,398	\$5,071,962	\$6,261,483
City's Covered Payroll	\$1,878,644	\$1,798,764	\$1,784,628
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	270.85%	281.97%	350.86%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.65%	69.89%	63.07%

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

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

See accompanying notes to required supplementary information

2018	2017	2016	2015	2014
0.07649200%	0.07630900%	0.07869500%	0.07675840%	0.07675840%
\$4,694,660	\$4,833,336	\$5,062,505	\$3,976,405	\$3,738,375
\$1,716,989	\$1,683,660	\$1,621,815	\$1,552,383	\$1,524,286
273.42%	287.07%	312.15%	256.15%	245.25%
70.91%	68.36%	66.77%	71.71%	73.00%

City of Conneaut, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability
Ohio Police and Fire Pension Fund - OPEB Plan
*Last Five Years (1)**

	2021	2020	2019
City's Proportion of the Net OPEB Liability	0.07464180%	0.07529040%	0.07670900%
City's Proportionate Share of the Net OPEB Liability	\$790,842	\$743,699	\$698,554
City's Covered Payroll	\$1,878,644	\$1,798,764	\$1,784,628
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	42.10%	41.35%	39.14%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	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 for each year were determined as of the City's measurement date which is the prior year end.

See accompanying notes to required supplementary information

2018	2017
0.07649200%	0.07630900%
\$4,333,929	\$3,622,217
\$1,716,989	\$1,683,660
252.41%	215.14%
14.13%	15.96%

City of Conneaut, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Public Employees Retirement System
Last Nine Years (1)

	2021	2020	2019	2018
Net Pension Liability - Traditional Plan				
Contractually Required Contribution	\$475,520	\$432,035	\$437,714	\$414,075
Contributions in Relation to the Contractually Required Contribution	(475,520)	(432,035)	(437,714)	(414,075)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$3,396,571	\$3,085,964	\$3,126,529	\$2,957,678
Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
Net Pension Asset - Combined Plan				
Contractually Required Contribution (2)	\$0	\$0	\$5,868	\$8,789
Contributions in Relation to the Contractually Required Contribution	0	0	(5,868)	(8,789)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$0	\$0	\$41,914	\$62,779
Contributions as a Percentage of Covered Payroll	N/A	N/A	14.00%	14.00%
Net OPEB Liability - OPERS Plan (3)				
Contractually Required Contribution	\$2,489	\$1,787	\$1,493	\$1,436
Contributions in Relation to the Contractually Required Contribution	(2,489)	(1,787)	(1,493)	(1,436)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (4)	\$3,458,796	\$3,130,639	\$3,205,768	\$3,056,357
Contributions as a Percentage of Covered Payroll	<u>0.07%</u>	<u>0.06%</u>	<u>0.05%</u>	<u>0.05%</u>

(1) Although this schedule is intended to reflect information for ten years, information prior to 2013 is not available. An additional column will be added each year.

(2) Prior to 2015, no split between traditional and combined is available.

(3) 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.

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

See accompanying notes to the required supplementary information

2017	2016	2015	2014	2013
\$364,104	\$337,899	\$325,306	\$309,604	\$306,358
(364,104)	(337,899)	(325,306)	(309,604)	(306,358)
\$0	\$0	\$0	\$0	\$0
\$2,800,800	\$2,815,825	\$2,710,885	\$2,580,033	\$2,356,597
13.00%	12.00%	12.00%	12.00%	13.00%
\$8,215	\$7,411	\$5,055		
(8,215)	(7,411)	(5,055)		
\$0	\$0	\$0		
\$63,190	\$61,758	\$42,125		
13.00%	12.00%	12.00%		
\$31,295	\$57,552			
(31,295)	(57,552)			
\$0	\$0			
\$2,899,040	\$2,877,583			
1.08%	2.00%			

City of Conneaut, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Police and Fire Pension Fund
Last Ten Years

	2021	2020	2019	2018
Net Pension Liability				
Contractually Required Contribution	\$457,436	\$386,963	\$370,621	\$368,299
Contributions in Relation to the Contractually Required Contribution	<u>(457,436)</u>	<u>(386,963)</u>	<u>(370,621)</u>	<u>(368,299)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (1)	\$2,196,423	\$1,878,644	\$1,798,764	\$1,784,628
Contributions as a Percentage of Covered Payroll:	<u>20.83%</u>	<u>20.60%</u>	<u>20.60%</u>	<u>20.64%</u>
Net OPEB Liability				
Contractually Required Contribution	\$10,982	\$9,394	\$8,994	\$8,923
Contributions in Relation to the Contractually Required Contribution	<u>(10,982)</u>	<u>(9,394)</u>	<u>(8,994)</u>	<u>(8,923)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll:	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>
Total Contributions as a Percentage of Covered Payroll:	<u>21.33%</u>	<u>21.10%</u>	<u>21.10%</u>	<u>21.14%</u>

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

See accompanying notes to the required supplementary information

2017	2016	2015	2014	2013	2012
\$354,441	\$346,650	\$335,890	\$321,229	\$267,948	\$208,758
<u>(354,441)</u>	<u>(346,650)</u>	<u>(335,890)</u>	<u>(321,229)</u>	<u>(267,948)</u>	<u>(208,758)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$1,716,989	\$1,683,660	\$1,621,815	\$1,552,383	\$1,524,286	\$1,440,692
<u>20.64%</u>	<u>20.59%</u>	<u>20.71%</u>	<u>20.69%</u>	<u>17.58%</u>	<u>14.49%</u>
\$8,585	\$8,419	\$8,109	\$7,762	\$55,128	\$97,247
<u>(8,585)</u>	<u>(8,419)</u>	<u>(8,109)</u>	<u>(7,762)</u>	<u>(55,128)</u>	<u>(97,247)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>3.62%</u>	<u>6.75%</u>
<u>21.14%</u>	<u>21.09%</u>	<u>21.21%</u>	<u>21.19%</u>	<u>21.20%</u>	<u>21.24%</u>

City of Conneaut, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2021

Changes in Assumptions – OPERS Pension– Traditional Plan

Amounts reported beginning in 2019 incorporate changes in assumptions used by OPERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in prior years are presented below:

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

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

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

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

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

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

City of Conneaut, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2021

Changes in Assumptions – OPERS Pension – Combined Plan

For 2021 and 2020, the Combined Plan had the same change in COLA or Ad Hoc COLA for Post-January 2, 2013 retirees as the Traditional Plan. For 2019, the investment rate of return changed from 7.5 percent to 7.2 percent.

Changes in Assumptions – OP&F Pension

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

	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	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent	Inflation rate of 3.25 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent	3.00 percent simple; 2.6 percent simple for increases based on the lesser of the increase in CPI and 3 percent

Amounts reported beginning in 2018 use valuation, mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck/Conduent Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

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

Amounts reported beginning in 2018 use valuation, mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck/Conduent Modified 2016 Improvement Scale.

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

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

City of Conneaut, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2021

Changes in Assumptions – OPERS OPEB

Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2021	2.00 percent
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2021	6.00 percent
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
2021	8.5 percent, initial 3.5 percent, ultimate in 2035
2020	10.5 percent, initial 3.5 percent, ultimate in 2030
2019	10.0 percent, initial 3.25 percent, ultimate in 2029
2018	7.5 percent, initial 3.25 percent, ultimate in 2028

Changes in Assumptions – OP&F OPEB

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

Changes in Benefit Terms – OPERS OPEB

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

Changes in Benefit Terms – OP&F OPEB

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

Fund Descriptions – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Following is a description of the City's nonmajor special revenue funds:

Auto Permissive Tax Fund The Permissive Motor Vehicle License Fund accounts for and reports additional motor vehicle registration fees restricted for maintenance and repair of streets within the City.

State Highway Fund The State Highway Fund accounts for and reports that portion of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of State highways within the City.

Marina Fund The Marina Fund accounts for and reports fees restricted for the implementation of State programs for licensing and inspecting Marinas and payments from the port authority for debt.

Enforcement and Education Fund The Enforcement and Education Fund accounts for and reports restricted court fines used to pay costs incurred in educating the public about the dangers of and enforcing the laws against operating a motor vehicle while under the influence of alcohol.

Indigent Drivers Fund The Indigent Drivers Fund accounts for and reports the additional fees restricted by the Conneaut Municipal Court under State law. Such funds are to be used in the rehabilitation of DUI indigent citizens.

Cemetery Fund The Cemetery Fund accounts and reports for cemetery lot sales restricted for operation and maintenance of City owned cemeteries.

Police Levy Fund The Police Levy Fund accounts for and reports a restricted property tax operating levy restricted for police officer wages and vehicle acquisition.

Fire Levy Fund The Fire Levy Fund accounts for and reports a restricted property tax operating levy restricted for fire fighters wages.

Indigent Monitoring Fund The Indigent Monitoring Fund accounts for and reports municipal court fines restricted to interlock alcohol monitoring for indigent offenders.

Law Enforcement Trust Fund The Law Enforcement Trust fund accounts for and monies seized from criminals by law enforcement officials in the course of their work and restricted, by State statute, for expenditures that would enhance the police department.

Municipal Probation Services Fund The Municipal Probation Services Fund accounts for and reports restricted fines received from municipal probation.

Police Levy II Fund The Police Levy II Fund accounts for and reports a restricted property tax levy restricted for police officer wages.

Drug Task Force Fund The Drug Task Force Fund accounts for and reports restricted grant monies received to address the national heroin and opioid threat in the City.

Street Lighting Fund The Street Lighting Fund accounts for and reports the service assessment revenue restricted to provide street lighting within the City.

(continued)

Fund Descriptions – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Community Housing Fund The Community Housing Fund accounts for and reports repayments of CHIP loans and grant monies restricted for reinvesting in community housing for qualified applicants.

American Rescue Plan Act Fund The American Rescue Plan Act fund accounts for and reports restricted monies received from the federal government to assist local governments with the coronavirus pandemic.

Office of Justice Grant Fund The Office of Justice Grant Fund accounts for and reports grant monies received through the Department of Justice restricted for equipment in the police department.

Tax Increment Financing (TIF) Fund The TIF Fund accounts for and reports reimbursements from Truck World and payment in lieu of taxes restricted for costs in agreement with the tax increment financing agreement the City made with Truck World. The City is expected to begin collections of payment in lieu of taxes beginning in 2022. No budgetary activity has been presented for 2021.

Transportation Improvement District Grant Fund The Transportation Improvement District Grant Fund accounts for and reports grant monies restricted for the maintenance of roads running through the energy special improvement district.

Recreation Fund The Recreation Fund accounts for and reports committed income taxes used to maintain the City's parks and provide financial assistance to help the City's sports programs.

Deposits on Fire Losses The Deposits on Fire Losses Fund accounts for and reports restricted insurance proceeds held for homeowners to be paid when repairs caused by fire are completed. If repairs are not completed by the homeowner, the City will complete the repairs.

Police Pension Fund The Police Pension Fund accounts for and reports restricted property taxes for the payment of current employer's pension contributions.

Fire Pension Fund The Fire Pension Fund accounts for and reports restricted property taxes for the payment of current employer's pension contributions.

Nonmajor Debt Service Funds

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

Special Assessment Bond Retirement Fund The special assessment bond retirement fund is used to account for and report restricted special assessments collected for the payment of special assessment debt principal, interest and related costs.

(continued)

Fund Descriptions – Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary funds or for assets that will be held in trust.

Municipal Court Improvement Fund The Municipal Court Improvement Fund accounts for and reports the receipt of specific court fees and related expenditures which are restricted to the purchase of equipment and supplies for the Court.

Capital Improvement Fund The Capital Improvement Fund accounts for and reports committed income taxes for capital construction and the acquisition of capital assets.

Conneaut Dredge Facility Fund The Conneaut Dredge Facility Fund accounts for and reports grant monies received through the Ohio Department of Natural Resources restricted for the purpose of building a dredge facility at the Conneaut harbor.

OCJS Municipal Court Grant Fund The Municipal Court Grant Fund accounts for and reports restricted grant monies received through the Ohio Department of Public Safety to purchase computer software for the Conneaut Municipal Court. This fund only had budgetary comparison information to present.

Marc's Radio Grant Fund The Marc's Radio Grant Fund accounts for and reports restricted grant monies received from the Ohio Department of Commerce, Division of State Fire Marshall for the purchase of radio equipment for the fire department.

FEMA Grant Fund The FEMA Grant Fund accounts for and reports federal and State monies restricted for natural disaster preparation and restoration.

Industrial Park Fund The Industrial Park Fund accounts for and reports restricted loan monies and grants for the development of the City's industrial park.

Chestnut Street Phase III Project Fund The Chestnut Street Phase III Fund accounts for and reports grant monies and loan proceeds received through OPWC restricted for storm water improvements to Chestnut Street. This fund only had budgetary comparison information to present.

Paddle Grant Fund The Paddle Grant Fund accounts for and reports grant monies received through the Ohio Department of Natural Resources restricted for the purpose of making dock improvements for paddle boat access to Conneaut Creek. This fund only had budgetary comparison information to present.

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

	Nonmajor Special Revenue Funds	Nonmajor Special Assessment Bond Retirement Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,792,388	\$2,395	\$394,646	\$2,189,429
Intergovernmental Receivable	183,261	0	0	183,261
Municipal Income Taxes Receivable	12,567	0	10,472	23,039
Property Taxes Receivable	1,724,914	0	0	1,724,914
Payments in Lieu of Taxes Receivable	56,924	0	0	56,924
Loans Receivable from Component Unit	406,000	0	0	406,000
Special Assessments Receivable	0	34,522	0	34,522
<i>Total Assets</i>	<u>\$4,176,054</u>	<u>\$36,917</u>	<u>\$405,118</u>	<u>\$4,618,089</u>
Liabilities				
Accounts Payable	\$45,973	\$0	\$4,437	\$50,410
Contracts Payable	0	0	27,000	27,000
Accrued Wages	10,031	0	1,376	11,407
Intergovernmental Payable	74,818	0	193	75,011
Unearned Revenue	656,265	0	0	656,265
Deposits Held Payable from Restricted Assets	72,292	0	0	72,292
Interfund Payable	0	0	1,725	1,725
Accrued Interest Payable	6,983	0	0	6,983
Notes Payable	406,000	0	0	406,000
<i>Total Liabilities</i>	<u>1,272,362</u>	<u>0</u>	<u>34,731</u>	<u>1,307,093</u>
Deferred Inflows of Resources				
Property Taxes	1,602,330	0	0	1,602,330
Payment in Lieu of Taxes	56,924	0	0	56,924
Unavailable Revenue	282,486	34,522	4,933	321,941
<i>Total Deferred Inflows of Resources</i>	<u>1,941,740</u>	<u>34,522</u>	<u>4,933</u>	<u>1,981,195</u>
Fund Balances				
Restricted	932,044	2,395	296,963	1,231,402
Committed	99,860	0	97,216	197,076
Unassigned (Deficit)	(69,952)	0	(28,725)	(98,677)
<i>Total Fund Balances</i>	<u>961,952</u>	<u>2,395</u>	<u>365,454</u>	<u>1,329,801</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$4,176,054</u>	<u>\$36,917</u>	<u>\$405,118</u>	<u>\$4,618,089</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Special Assessment Bond Retirement Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$1,658,819	\$0	\$0	\$1,658,819
Municipal Income Taxes	60,595	0	59,164	119,759
Special Assessments	0	2,688	0	2,688
Intergovernmental	403,413	0	391,404	794,817
Fees, Licenses and Permits	179,579	0	0	179,579
Fines and Forfeitures	15,784	0	55,966	71,750
Charges for Services	36,080	0	0	36,080
Contributions and Donations	1,000	0	0	1,000
Interest	144	0	0	144
Other	30,946	0	0	30,946
<i>Total Revenues</i>	<u>2,386,360</u>	<u>2,688</u>	<u>506,534</u>	<u>2,895,582</u>
Expenditures				
Current:				
General Government	0	293	0	293
Security of Persons and Property	1,953,818	0	0	1,953,818
Public Health Services	709	0	0	709
Leisure Time Activities	26,740	0	0	26,740
Community Development	22,496	0	0	22,496
Basic Utility Services	214,218	0	0	214,218
Transportation	181,240	0	0	181,240
Capital Outlay	0	0	504,158	504,158
Debt Service:				
Interest and Fiscal Charges	14,862	0	3,711	18,573
<i>Total Expenditures</i>	<u>2,414,083</u>	<u>293</u>	<u>507,869</u>	<u>2,922,245</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(27,723)</u>	<u>2,395</u>	<u>(1,335)</u>	<u>(26,663)</u>
Other Financing Sources				
Transfers In	45,000	72,907	0	117,907
Transfers Out	0	0	(20,451)	(20,451)
<i>Total Other Financing Sources</i>	<u>45,000</u>	<u>72,907</u>	<u>(20,451)</u>	<u>97,456</u>
<i>Net Change in Fund Balances</i>	17,277	75,302	(21,786)	70,793
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>944,675</u>	<u>(72,907)</u>	<u>387,240</u>	<u>1,259,008</u>
<i>Fund Balances End of Year</i>	<u>\$961,952</u>	<u>\$2,395</u>	<u>\$365,454</u>	<u>\$1,329,801</u>

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

	Auto Permissive Tax	State Highway	Marina	Enforcement and Education	Indigent Drivers
Assets					
Equity in Pooled Cash and					
Cash Equivalents	\$10,787	\$4,656	\$14,580	\$13,979	\$70,132
Intergovernmental Receivable	77,610	25,748	0	0	0
Municipal Income Taxes Receivable	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0
Payments in Lieu of Taxes Receivable	0	0	0	0	0
Loans Receivable from Component Unit	0	0	406,000	0	0
<i>Total Assets</i>	<u>\$88,397</u>	<u>\$30,404</u>	<u>\$420,580</u>	<u>\$13,979</u>	<u>\$70,132</u>
Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Accrued Wages	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Deposits Held Payable from Restricted Assets	0	0	0	0	0
Unearned Revenue					
Accrued Interest Payable	0	0	6,983	0	0
Notes Payable	0	0	406,000	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>412,983</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources					
Property Taxes	0	0	0	0	0
Payment in Lieu of Taxes	0	0	0	0	0
Unavailable Revenue	56,620	17,459	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>56,620</u>	<u>17,459</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances					
Restricted	31,777	12,945	7,597	13,979	70,132
Committed	0	0	0	0	0
Unassigned (Deficit)	0	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>31,777</u>	<u>12,945</u>	<u>7,597</u>	<u>13,979</u>	<u>70,132</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$88,397</u>	<u>\$30,404</u>	<u>\$420,580</u>	<u>\$13,979</u>	<u>\$70,132</u>

Cemetery	Police Levy	Fire Levy	Indigent Monitoring	Law Enforcement Trust	Municipal Probation Services	Police Levy II
\$83,851	\$73,267	\$57,353	\$27,650	\$9,800	\$43,230	\$487,250
0	19,236	30,903	0	0	0	11,546
0	0	0	0	0	0	0
0	335,565	524,356	0	0	0	564,427
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$83,851</u>	<u>\$428,068</u>	<u>\$612,612</u>	<u>\$27,650</u>	<u>\$9,800</u>	<u>\$43,230</u>	<u>\$1,063,223</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0
1,818	0	0	0	0	0	8,213
1,114	0	0	0	0	0	7,024
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>2,932</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>15,237</u>
0	311,713	487,044	0	0	0	524,407
0	0	0	0	0	0	0
0	43,088	68,215	0	0	0	51,566
<u>0</u>	<u>354,801</u>	<u>555,259</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>575,973</u>
80,919	73,267	57,353	27,650	9,800	43,230	472,013
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>80,919</u>	<u>73,267</u>	<u>57,353</u>	<u>27,650</u>	<u>9,800</u>	<u>43,230</u>	<u>472,013</u>
<u>\$83,851</u>	<u>\$428,068</u>	<u>\$612,612</u>	<u>\$27,650</u>	<u>\$9,800</u>	<u>\$43,230</u>	<u>\$1,063,223</u>

(continued)

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

	Drug Task Force	Street Lighting	Community Housing	American Rescue Plan Act	TIF
Assets					
Equity in Pooled Cash and					
Cash Equivalents	\$2,041	\$18,054	\$29,701	\$656,265	\$0
Intergovernmental Receivable	0	0	0	0	0
Municipal Income Taxes Receivable	0	6,807	0	0	0
Property Taxes Receivable	0	0	0	0	0
Payments in Lieu of Taxes Receivable	0	0	0	0	56,924
Loans Receivable from Component Unit	0	0	0	0	0
<i>Total Assets</i>	<u>\$2,041</u>	<u>\$24,861</u>	<u>\$29,701</u>	<u>\$656,265</u>	<u>\$56,924</u>
Liabilities					
Accounts Payable	\$360	\$44,924	\$0	\$0	\$0
Accrued Wages	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Deposits Held Payable					
from Restricted Assets	0	0	0	0	0
Unearned Revenue				656,265	
Accrued Interest Payable	0	0	0	0	0
Notes Payable	0	0	0	0	0
<i>Total Liabilities</i>	<u>360</u>	<u>44,924</u>	<u>0</u>	<u>656,265</u>	<u>0</u>
Deferred Inflows of Resources					
Property Taxes	0	0	0	0	0
Payment in Lieu of Taxes	0	0	0		56,924
Unavailable Revenue	0	3,207	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>3,207</u>	<u>0</u>	<u>0</u>	<u>56,924</u>
Fund Balances					
Restricted	1,681	0	29,701	0	0
Committed	0	0	0	0	0
Unassigned (Deficit)	0	(23,270)	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>1,681</u>	<u>(23,270)</u>	<u>29,701</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$2,041</u>	<u>\$24,861</u>	<u>\$29,701</u>	<u>\$656,265</u>	<u>\$56,924</u>

Recreation	Deposits on Fire Losses	Police Pension	Fire Pension	Total Nonmajor Special Revenue Funds
\$97,565	\$72,292	\$6,505	\$13,430	\$1,792,388
0	0	10,059	8,159	183,261
5,760	0	0	0	12,567
0	0	165,957	134,609	1,724,914
0	0	0	0	56,924
0	0	0	0	406,000
<u>\$103,325</u>	<u>\$72,292</u>	<u>\$182,521</u>	<u>\$156,198</u>	<u>\$4,176,054</u>
\$689	\$0	\$0	\$0	\$45,973
0	0	0	0	10,031
63	0	35,618	30,999	74,818
0	72,292	0	0	72,292
0	0	0	0	656,265
0	0	0	0	6,983
0	0	0	0	406,000
<u>752</u>	<u>72,292</u>	<u>35,618</u>	<u>30,999</u>	<u>1,272,362</u>
0	0	154,141	125,025	1,602,330
0	0	0	0	56,924
<u>2,713</u>	<u>0</u>	<u>21,875</u>	<u>17,743</u>	<u>282,486</u>
<u>2,713</u>	<u>0</u>	<u>176,016</u>	<u>142,768</u>	<u>1,941,740</u>
0	0	0	0	932,044
99,860	0	0	0	99,860
0	0	(29,113)	(17,569)	(69,952)
<u>99,860</u>	<u>0</u>	<u>(29,113)</u>	<u>(17,569)</u>	<u>961,952</u>
<u>\$103,325</u>	<u>\$72,292</u>	<u>\$182,521</u>	<u>\$156,198</u>	<u>\$4,176,054</u>

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

	Auto Permissive Tax	State Highway	Marina	Enforcement and Education	Indigent Drivers
Revenues					
Property Taxes	\$0	\$0	\$0	\$0	\$0
Municipal Income Taxes	0	0	0	0	0
Intergovernmental	141,757	50,459	11,800	0	0
Fees, Licenses and Permits	0	0	480	0	0
Fines and Forfeitures	0	0	0	663	1,982
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Interest	25	13	0	0	0
Other	0	0	0	0	747
<i>Total Revenues</i>	<u>141,782</u>	<u>50,472</u>	<u>12,280</u>	<u>663</u>	<u>2,729</u>
Expenditures					
Current:					
Security of Persons and Property	0	0	0	0	0
Public Health Services	0	0	0	0	709
Leisure Time Activities	0	0	0	0	0
Community Development	0	0	0	0	0
Basic Utility Services	0	0	0	0	0
Transportation	129,687	51,553	0	0	0
Debt Service:					
Interest and Fiscal Charges	0	0	14,862	0	0
<i>Total Expenditures</i>	<u>129,687</u>	<u>51,553</u>	<u>14,862</u>	<u>0</u>	<u>709</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	12,095	(1,081)	(2,582)	663	2,020
Other Financing Sources					
Transfers In	0	0	0	0	0
<i>Net Change in Fund Balances</i>	12,095	(1,081)	(2,582)	663	2,020
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>19,682</u>	<u>14,026</u>	<u>10,179</u>	<u>13,316</u>	<u>68,112</u>
<i>Fund Balance (Deficit) End of Year</i>	<u><u>\$31,777</u></u>	<u><u>\$12,945</u></u>	<u><u>\$7,597</u></u>	<u><u>\$13,979</u></u>	<u><u>\$70,132</u></u>

Cemetery	Police Levy	Fire Levy	Indigent Monitoring	Law Enforcement Trust	Municipal Probation Services	Police Levy II
\$0	\$322,773	\$504,948	\$0	\$0	\$0	\$541,460
0	0	0	0	0	0	0
0	38,472	61,805	0	0	0	23,091
0	0	0	0	0	0	0
0	0	0	1,000	1,292	10,847	0
36,080	0	0	0	0	0	0
0	0	0	0	0	0	0
6	0	0	0	21	0	0
3,303	0	0	836	0	0	445
<u>39,389</u>	<u>361,245</u>	<u>566,753</u>	<u>1,836</u>	<u>1,313</u>	<u>10,847</u>	<u>564,996</u>
0	315,810	525,174	0	0	0	671,546
0	0	0	0	0	0	0
0	0	0	0	0	0	0
22,496	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>22,496</u>	<u>315,810</u>	<u>525,174</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>671,546</u>
16,893	45,435	41,579	1,836	1,313	10,847	(106,550)
0	0	0	0	0	0	0
16,893	45,435	41,579	1,836	1,313	10,847	(106,550)
64,026	27,832	15,774	25,814	8,487	32,383	578,563
<u>\$80,919</u>	<u>\$73,267</u>	<u>\$57,353</u>	<u>\$27,650</u>	<u>\$9,800</u>	<u>\$43,230</u>	<u>\$472,013</u>

(continued)

City of Conneaut, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2021

	Drug Task Force	Street Lighting	Community Housing	Office of Justice Grant	Recreation
Revenues					
Property Taxes	\$0	\$0	\$0	\$0	\$0
Municipal Income Taxes	0	32,706	0	0	27,889
Intergovernmental	7,812	0	11,382	20,399	0
Fees, Licenses and Permits	0	179,099	0	0	0
Fines and Forfeitures	0	0	0	0	0
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	0	1,000
Interest	0	0	79	0	0
Other	0	0	0	0	4
<i>Total Revenues</i>	<u>7,812</u>	<u>211,805</u>	<u>11,461</u>	<u>20,399</u>	<u>28,893</u>
Expenditures					
Current:					
Security of Persons and Property	7,826	0	0	22,992	0
Public Health Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	26,740
Community Development	0	0	0	0	0
Basic Utility Services	0	214,218	0	0	0
Transportation	0	0	0	0	0
Debt Service:					
Interest and Fiscal Charges	0	0	0	0	0
<i>Total Expenditures</i>	<u>7,826</u>	<u>214,218</u>	<u>0</u>	<u>22,992</u>	<u>26,740</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(14)	(2,413)	11,461	(2,593)	2,153
Other Financing Sources					
Transfers In	0	0	0	0	0
<i>Net Change in Fund Balances</i>	(14)	(2,413)	11,461	(2,593)	2,153
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>1,695</u>	<u>(20,857)</u>	<u>18,240</u>	<u>2,593</u>	<u>97,707</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$1,681</u></u>	<u><u>(\$23,270)</u></u>	<u><u>\$29,701</u></u>	<u><u>\$0</u></u>	<u><u>\$99,860</u></u>

Deposits on Fire Losses	Police Pension	Fire Pension	Total Nonmajor Special Revenue Funds
\$0	\$159,923	\$129,715	\$1,658,819
0	0	0	60,595
0	20,118	16,318	403,413
0	0	0	179,579
0	0	0	15,784
0	0	0	36,080
0	0	0	1,000
0	0	0	144
25,611	0	0	30,946
<u>25,611</u>	<u>180,041</u>	<u>146,033</u>	<u>2,386,360</u>
25,611	209,581	175,278	1,953,818
0	0	0	709
0	0	0	26,740
0	0	0	22,496
0	0	0	214,218
0	0	0	181,240
0	0	0	14,862
<u>25,611</u>	<u>209,581</u>	<u>175,278</u>	<u>2,414,083</u>
0	(29,540)	(29,245)	(27,723)
0	20,000	25,000	45,000
0	(9,540)	(4,245)	17,277
0	(19,573)	(13,324)	944,675
<u>\$0</u>	<u>(\$29,113)</u>	<u>(\$17,569)</u>	<u>\$961,952</u>

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

	Municipal Court Improvement	Capital Improvement	Conneaut Dredge Facility	OCJS Municipal Court Grant
Assets				
Equity in Pooled Cash and Cash Equivalents	\$214,353	\$93,677	\$7,287	\$50,956
Municipal Income Taxes Receivable	0	10,472	0	0
<i>Total Assets</i>	<u>\$214,353</u>	<u>\$104,149</u>	<u>\$7,287</u>	<u>\$50,956</u>
Liabilities				
Accounts Payable	\$2,437	\$2,000	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages	1,376	0	0	0
Intergovernmental Payable	193	0	0	0
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>4,006</u>	<u>2,000</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources				
Unavailable Revenue	0	4,933	0	0
Fund Balances				
Restricted	210,347	0	7,287	50,956
Committed	0	97,216	0	0
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances</i>	<u>210,347</u>	<u>97,216</u>	<u>7,287</u>	<u>50,956</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$214,353</u>	<u>\$104,149</u>	<u>\$7,287</u>	<u>\$50,956</u>

FEMA Grant	Industrial Park	Chestnut Phase III Project	Paddle Grant	Total Nonmajor Capital Projects Funds
\$24,048	\$4,325	\$0	\$0	\$394,646
0	0	0	0	10,472
<u>\$24,048</u>	<u>\$4,325</u>	<u>\$0</u>	<u>\$0</u>	<u>\$405,118</u>
\$0	\$0	\$0	\$0	\$4,437
0	0	0	27,000	27,000
0	0	0	0	1,376
0	0	0	0	193
0	0	1,725	0	1,725
<u>0</u>	<u>0</u>	<u>1,725</u>	<u>27,000</u>	<u>34,731</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,933</u>
24,048	4,325	0	0	296,963
0	0	0	0	97,216
0	0	(1,725)	(27,000)	(28,725)
<u>24,048</u>	<u>4,325</u>	<u>(1,725)</u>	<u>(27,000)</u>	<u>365,454</u>
<u>\$24,048</u>	<u>\$4,325</u>	<u>\$0</u>	<u>\$0</u>	<u>\$405,118</u>

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

	Municipal Court Improvement	Capital Improvement	Conneaut Dredge Facility	OCJS Municipal Court Grant
Revenues				
Municipal Income Taxes	\$0	\$59,164	\$0	\$0
Intergovernmental	0	0	0	114,125
Fines and Forfeitures	55,966	0	0	0
<i>Total Revenues</i>	<u>55,966</u>	<u>59,164</u>	<u>0</u>	<u>114,125</u>
Expenditures				
Capital Outlay	92,731	47,500	19,324	63,169
Debt Service:				
Interest and Fiscal Charges	0	3,711	0	0
<i>Total Expenditures</i>	<u>92,731</u>	<u>51,211</u>	<u>19,324</u>	<u>63,169</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(36,765)	7,953	(19,324)	50,956
Other Financing Sources (Uses)				
Transfers Out	0	(20,451)	0	0
<i>Net Change in Fund Balances</i>	(36,765)	(12,498)	(19,324)	50,956
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>247,112</u>	<u>109,714</u>	<u>26,611</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$210,347</u>	<u>\$97,216</u>	<u>\$7,287</u>	<u>\$50,956</u>

FEMA Grant	Industrial Park	Chestnut Phase III Project	Paddle Grant	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$0	\$59,164
24,048	2,000	251,231	0	391,404
0	0	0	0	55,966
24,048	2,000	251,231	0	506,534
0	1,478	252,956	27,000	504,158
0	0	0	0	3,711
0	1,478	252,956	27,000	507,869
24,048	522	(1,725)	(27,000)	(1,335)
0	0	0	0	(20,451)
24,048	522	(1,725)	(27,000)	(21,786)
0	3,803	0	0	387,240
\$24,048	\$4,325	(\$1,725)	(\$27,000)	\$365,454

Combining Statements – Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trustee agreement or equivalent arrangement that has certain circumstances. The City does not have any trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. These funds do not account for the City's own source revenue.

Custodial Funds

Municipal Court Fund - To account for assets received and disbursed for the benefit of the Conneaut Municipal Court pursuant to the laws of the State of Ohio.

Energy Special Improvement District Fund - To account for the receipt and disbursement of special assessment tax collections of businesses in the Energy Special Improvement District area for benefit of another government.

City of Conneaut, Ohio
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2021

	Municipal Court	Energy Special Improvement District	Total Custodial Funds
Assets			
Cash and Cash Equivalents			
In Segregated Accounts	\$9,369	\$111	\$9,480
Special Assessment Receivable	0	139,852	139,852
<i>Total Assets</i>	<u>9,369</u>	<u>139,963</u>	<u>149,332</u>
Liabilities			
Accounts Payable	4,208	0	4,208
Intergovernmental Payable	5,161	139,963	145,124
<i>Total Liabilities</i>	<u>9,369</u>	<u>139,963</u>	<u>149,332</u>
Net Position			
Restricted for Individuals, Organizations and Other Governments	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Conneaut, Ohio
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2021

	Municipal Court	Energy Special Improvement District	Total Custodial Funds
Additions			
Fines and Forfeitures for Individuals	90,490	0	90,490
Fines and Forfeitures for Other Governments	117,978	0	117,978
Special Assessment Collections for Distribution	0	10,758	10,758
<i>Total Additions</i>	<u>208,468</u>	<u>10,758</u>	<u>219,226</u>
Deductions			
Distributions to Individuals	89,684	0	89,684
Distributions to the State of Ohio	118,784	0	118,784
Distributions to Other Governments	0	10,758	10,758
<i>Total Deductions</i>	<u>208,468</u>	<u>10,758</u>	<u>219,226</u>
<i>Change in Fiduciary Net Position</i>	0	0	0
<i>Net Position Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Position End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance/Fund Equity – Budget (Non-GAAP Basis) and Actual**

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$335,500	\$335,500	\$355,384	\$19,884
Municipal Income Taxes	2,334,551	2,334,551	2,442,469	107,918
Hotel Taxes	102,000	102,000	105,701	3,701
Intergovernmental	397,300	397,300	504,439	107,139
Fees, Licenses and Permits	126,795	126,795	133,422	6,627
Fines and Forfeitures	147,953	147,953	159,930	11,977
Rentals	29,125	29,125	37,637	8,512
Charges for Services	308,500	308,500	397,915	89,415
Contributions and Donations	4,603	4,603	14,810	10,207
Interest	30,000	30,000	3,905	(26,095)
Franchise Taxes	10,000	10,000	33,449	23,449
Other	165,504	165,504	153,257	(12,247)
<i>Total Revenues</i>	3,991,831	3,991,831	4,342,318	350,487
Expenditures				
Current:				
General Government:				
Council				
Personal Services	51,600	51,600	48,554	3,046
Materials and Supplies	1,050	1,050	972	78
Contractual Services	6,720	6,720	2,816	3,904
Total Council	59,370	59,370	52,342	7,028
Clerk of Council				
Personal Services	8,588	8,588	8,441	147
City Manager				
Personal Services	132,630	134,893	121,385	13,508
Materials and Supplies	2,750	2,750	2,396	354
Contractual Services	4,600	4,600	3,684	916
Capital Outlay	2,354	2,354	427	1,927
Total City Manager	142,334	144,597	127,892	16,705
Finance Office				
Personal Services	265,781	267,152	262,938	4,214
Materials and Supplies	24,750	24,603	19,090	5,513
Contractual Services	4,550	4,699	3,037	1,662
Total Finance Office	\$295,081	\$296,454	\$285,065	\$11,389

(continued)

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Law Director				
Personal Services	\$185,043	\$213,843	\$185,757	\$28,086
Materials and Supplies	2,600	2,708	1,581	1,127
Contractual Services	8,238	23,238	20,007	3,231
Capital Outlay	2,716	2,608	1,864	744
Total Law Director	198,597	242,397	209,209	33,188
Civil Service				
Personal Services	5,470	5,470	5,210	260
Materials and Supplies	3,425	3,425	1,375	2,050
Contractual Services	1,885	1,885	1,408	477
Total Civil Service	10,780	10,780	7,993	2,787
Court				
Personal Services	390,090	416,690	383,190	33,500
Materials and Supplies	19,526	19,526	17,206	2,320
Contractual Services	31,885	31,884	20,176	11,708
Purchased Services	500	500	0	500
Capital Outlay	18,032	18,032	17,010	1,022
Total Court	460,033	486,632	437,582	49,050
City Hall				
Personal Services	45,180	45,180	41,580	3,600
Materials and Supplies	23,556	22,560	22,291	269
Contractual Services	8,500	9,500	5,742	3,758
Purchased Services	6,000	6,000	1,463	4,537
Total City Hall	83,236	83,240	71,076	12,164
Planning Commission				
Personal Services	5,200	5,200	2,806	2,394
Materials and Supplies	900	900	350	550
Total Planning Commission	6,100	6,100	3,156	2,944
Reserve Fund				
Contractual Services	94,572	97,872	93,869	4,003
Purchased Services	27,205	25,405	21,207	4,198
Capital Outlay	10,432	13,432	12,021	1,411
Total Reserve Fund	\$132,209	\$136,709	\$127,097	\$9,612

(continued)

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2021

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Unclaimed Funds				
Other	\$1,000	\$1,000	\$0	\$1,000
General Services				
Contractual Services	95,821	304,069	288,255	15,814
Capital Outlay	901,983	906,985	400,260	506,725
Other	119,966	103,334	83,405	19,929
Total General Services	1,117,770	1,314,388	771,920	542,468
Total General Government	2,515,098	2,790,255	2,101,773	688,482
Security of Persons and Property				
Police Department				
Personal Services	1,018,840	1,018,023	972,354	45,669
Materials and Supplies	71,200	88,940	80,673	8,267
Contractual Services	43,205	43,297	34,711	8,586
Purchased Services	32,748	34,868	32,211	2,657
Capital Outlay	163,567	197,158	189,541	7,617
Other	13,958	4,215	3,860	355
Total Police Department	1,343,518	1,386,501	1,313,350	73,151
Jail				
Materials and Supplies	5,000	5,031	4,905	126
Purchased Services	11,128	11,098	8,716	2,382
Capital Outlay	48,036	48,036	36,834	11,202
Other	5,100	5,100	1,102	3,998
Total Jail	69,264	69,265	51,557	17,708
Dispatch				
Personal Services	294,600	294,900	285,185	9,715
Fire Department				
Personal Services	811,388	841,519	797,804	43,715
Materials and Supplies	62,979	65,532	58,555	6,977
Contractual Services	34,000	36,482	28,496	7,986
Purchased Services	64,113	70,398	50,994	19,404
Capital Outlay	87,240	87,241	84,020	3,221
Total Fire Department	1,059,720	1,101,172	1,019,869	81,303
Ambulance Fund				
Capital Outlay	7,000	7,000	0	7,000
Total Security of Persons and Property	\$2,774,102	\$2,858,838	\$2,669,961	\$188,877

(continued)

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2021

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Public Health Services:				
Health Department				
Intergovernmental Expense	\$0	\$88,161	\$88,161	\$0
Leisure Time Activities:				
Museum Railroad				
Purchased Service	4,000	4,000	3,058	942
Bureau of Tourism				
Personal Services	12,000	12,000	10,000	2,000
Materials and Supplies	9,370	9,370	5,321	4,049
Contractual Services	11,615	11,490	6,658	4,832
Purchased Services	3,400	3,525	490	3,035
Total Bureau of Tourism	36,385	36,385	22,469	13,916
Cable Advisory Board				
Personal Services	31,789	31,789	22,504	9,285
Materials and Supplies	500	500	241	259
Contractual Services	350	350	0	350
Capital Outlay	6,443	6,433	6,050	383
Total Cable Advisory Board	39,082	39,072	28,795	10,277
Total Leisure Time Activities	79,467	79,457	54,322	25,135
Community Development:				
Housing and Zoning:				
Personal Services	92,000	101,088	95,873	5,215
Materials and Supplies	4,340	4,340	2,006	2,334
Contractual Services	12,270	12,270	8,447	3,823
Purchased Services	2,000	2,000	1,000	1,000
Capital Outlay	3,800	3,800	72	3,728
Other	30,000	30,000	1,300	28,700
Total Community Development	\$144,410	\$153,498	\$108,698	\$44,800

(continued)

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Debt Service				
Principal Retirement	\$250,846	\$276,149	\$248,751	\$27,398
Interest and Fiscal Charges	26,372	30,038	27,544	2,494
Total Debt Service	277,218	306,187	276,295	29,892
<i>Total Expenditures</i>	<i>5,790,295</i>	<i>6,276,396</i>	<i>5,299,210</i>	<i>977,186</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(1,798,464)</i>	<i>(2,284,565)</i>	<i>(956,892)</i>	<i>1,327,673</i>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	750,000	750,000	0	(750,000)
Capital Lease Issued	135,000	135,000	0	(135,000)
Advances In	35,000	35,000	0	(35,000)
Advances Out	0	(7,086)	(7,086)	0
Transfers In	1,000	1,000	0	(1,000)
Transfers Out	(120,000)	(120,000)	(85,000)	35,000
Total Other Financing Sources (Uses)	801,000	793,914	(92,086)	(886,000)
<i>Net Change in Fund Balance</i>	<i>(997,464)</i>	<i>(1,490,651)</i>	<i>(1,048,978)</i>	<i>441,673</i>
<i>Fund Balance Beginning of Year</i>	<i>1,686,532</i>	<i>1,686,532</i>	<i>1,686,532</i>	<i>0</i>
Prior Year Encumbrances Appropriated	166,666	166,666	166,666	0
Fund Balance End of Year	\$855,734	\$362,547	\$804,220	\$441,673

City of Conneaut, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Municipal Income Taxes	\$527,662	\$527,662	\$552,217	\$24,555
Special Assessments	1,000	1,000	1,875	875
Intergovernmental	643,740	643,740	615,927	(27,813)
Fees, Licenses and Permits	95,000	95,000	35,280	(59,720)
Interest	101	101	103	2
Other	20,000	20,000	24,523	4,523
<i>Total Revenues</i>	<u>1,287,503</u>	<u>1,287,503</u>	<u>1,229,925</u>	<u>(57,578)</u>
Expenditures				
Current:				
Transportation:				
Street Department				
Personal Services	837,973	848,974	775,245	73,729
Materials and Supplies	156,600	180,600	141,680	38,920
Contractual Services	108,900	50,587	28,964	21,623
Purchased Services	99,987	140,300	109,183	31,117
Other	102,000	77,000	1,798	75,202
Total Transportation	<u>1,305,460</u>	<u>1,297,461</u>	<u>1,056,870</u>	<u>240,591</u>
Capital Outlay:				
Street Department				
Capital Outlay	501,836	462,824	415,110	47,714
Debt Service:				
Principal Retirement	169,684	212,684	203,884	8,800
Interest and Fiscal Charges	41,275	50,264	47,824	2,440
Total Debt Service	<u>210,959</u>	<u>262,948</u>	<u>251,708</u>	<u>11,240</u>
<i>Total Expenditures</i>	<u>2,018,255</u>	<u>2,023,233</u>	<u>1,723,688</u>	<u>299,545</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(730,752)</u>	<u>(735,730)</u>	<u>(493,763)</u>	<u>241,967</u>
Other Financing Sources				
General Obligation Bonds Issued	704,251	704,251	498,000	(206,251)
State Infrastructure Bank Loan Issued	0	7,358	7,358	0
Advances Out	(120,499)	(120,499)	0	120,499
Transfers In	40,000	40,000	40,000	0
<i>Total Other Financing Sources</i>	<u>623,752</u>	<u>631,110</u>	<u>545,358</u>	<u>(85,752)</u>
<i>Net Change in Fund Balance</i>	(107,000)	(104,620)	51,595	156,215
<i>Fund Balance Beginning of Year</i>	85,828	85,828	85,828	0
Prior Year Encumbrances Appropriated	37,812	37,812	37,812	0
<i>Fund Balance End of Year</i>	<u>\$16,640</u>	<u>\$19,020</u>	<u>\$175,235</u>	<u>\$156,215</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Improvement Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$471,159	\$471,159	\$496,350	\$25,191
Intergovernmental	24,400	24,400	21,167	(3,233)
<i>Total Revenues</i>	495,559	495,559	517,517	21,958
Expenditures				
Capital Outlay:				
Street Improvement				
Capital Outlay	561,637	661,637	473,076	188,561
<i>Net Change in Fund Balance</i>	(66,078)	(166,078)	44,441	210,519
<i>Fund Balance Beginning of Year</i>	160,893	160,893	160,893	0
Prior Year Encumbrances Appropriated	46,837	46,837	46,837	0
<i>Fund Balance End of Year</i>	\$141,652	\$41,652	\$252,171	\$210,519

City of Conneaut, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$2,428,850	\$2,428,850	\$2,366,780	(\$62,070)
Tap-In Fees	3,000	3,000	7,813	4,813
Special Assessments	4,000	4,000	2,381	(1,619)
Intergovernmental	860,689	860,689	159,190	(701,499)
Rentals	4,200	4,200	4,000	(200)
Proceeds of OPWC Loans	1,235,000	1,235,000	0	(1,235,000)
Other	15,000	15,000	2,818	(12,182)
<i>Total Revenues</i>	<u>4,550,739</u>	<u>4,550,739</u>	<u>2,542,982</u>	<u>(2,007,757)</u>
Expenses				
Personal Services	1,591,374	1,527,352	1,331,821	195,531
Purchased Services	181,072	182,502	124,298	58,204
Contractual Services	297,910	419,931	372,996	46,935
Materials and Supplies	219,077	209,077	163,569	45,508
Capital Outlay	2,672,006	2,806,011	752,694	2,053,317
Other	2,000	4,300	2,416	1,884
Debt Service:				
Principal Retirement	156,967	156,257	152,124	4,133
Interest and Fiscal Charges	45,550	51,530	51,379	151
<i>Total Expenses</i>	<u>5,165,956</u>	<u>5,356,960</u>	<u>2,951,297</u>	<u>2,405,663</u>
<i>Net Change in Fund Equity</i>	(615,217)	(806,221)	(408,315)	397,906
<i>Fund Equity Beginning of Year</i>	1,033,338	1,033,338	1,033,338	0
Prior Year Encumbrances Appropriated	<u>116,245</u>	<u>116,245</u>	<u>116,245</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$534,366</u>	<u>\$343,362</u>	<u>\$741,268</u>	<u>\$397,906</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$2,408,000	\$2,408,000	\$2,333,842	(\$74,158)
Tap-In Fees	5,000	5,000	1,000	(4,000)
Special Assessments	2,500	2,500	2,599	99
Intergovernmental	315,300	315,300	87,555	(227,745)
Other	24,030	24,030	7,361	(16,669)
<i>Total Revenues</i>	<u>2,754,830</u>	<u>2,754,830</u>	<u>2,432,357</u>	<u>(322,473)</u>
Expenses				
Personal Services	1,172,957	1,191,581	1,098,102	93,479
Purchased Services	227,321	221,395	168,650	52,745
Contractual Services	353,801	371,307	339,417	31,890
Materials and Supplies	191,224	194,520	162,603	31,917
Capital Outlay	960,503	1,027,503	548,117	479,386
Other	6,250	7,251	3,431	3,820
Debt Service:				
Principal Retirement	457,341	457,341	409,201	48,140
Interest and Fiscal Charges	101,254	101,254	97,460	3,794
<i>Total Expenses</i>	<u>3,470,651</u>	<u>3,572,152</u>	<u>2,826,981</u>	<u>745,171</u>
<i>Excess of Revenues Under Expenses before Advances</i>	(715,821)	(817,322)	(394,624)	422,698
Advances In	0	0	5,361	5,361
Advances Out	(15,000)	(15,000)	0	15,000
<i>Net Change in Fund Equity</i>	(730,821)	(832,322)	(389,263)	443,059
<i>Fund Equity Beginning of Year</i>	1,806,723	1,806,723	1,806,723	0
Prior Year Encumbrances Appropriated	223,303	223,303	223,303	0
<i>Fund Equity End of Year</i>	<u>\$1,299,205</u>	<u>\$1,197,704</u>	<u>\$1,640,763</u>	<u>\$443,059</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Auto Permissive Tax Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$130,000	\$130,000	\$139,831	\$9,831
Interest	100	100	25	(75)
<i>Total Revenues</i>	<u>130,100</u>	<u>130,100</u>	<u>139,856</u>	<u>9,756</u>
Expenditures				
Current:				
Transportation:				
Auto Permissive				
Personal Services	115,000	115,000	115,000	0
Materials and Supplies	15,000	15,000	14,687	313
<i>Total Expenditures</i>	<u>130,000</u>	<u>130,000</u>	<u>129,687</u>	<u>313</u>
<i>Net Change in Fund Balance</i>	100	100	10,169	10,069
<i>Fund Balance Beginning of Year</i>	<u>618</u>	<u>618</u>	<u>618</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$718</u>	<u>\$718</u>	<u>\$10,787</u>	<u>\$10,069</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$51,835	\$51,835	\$49,940	(\$1,895)
Interest	5	5	13	8
<i>Total Revenues</i>	51,840	51,840	49,953	(1,887)
Expenditures				
Current:				
Transportation:				
State Highway				
Personal Services	45,000	45,000	40,000	5,000
Capital Outlay	11,800	11,800	11,553	247
<i>Total Expenditures</i>	56,800	56,800	51,553	5,247
<i>Net Change in Fund Balance</i>	(4,960)	(4,960)	(1,600)	3,360
<i>Fund Balance Beginning of Year</i>	6,256	6,256	6,256	0
<i>Fund Balance End of Year</i>	\$1,296	\$1,296	\$4,656	\$3,360

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Marina Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$51,950	\$51,950	\$43,800	(\$8,150)
Fees, Licenses and Permits	585	585	480	(105)
<i>Total Revenues</i>	<u>52,535</u>	<u>52,535</u>	<u>44,280</u>	<u>(8,255)</u>
Expenditures				
Current:				
Leisure Time Activities:				
Marina				
Contractual Services	500	500	0	500
Debt Service:				
Principal Retirement	438,000	438,000	438,000	0
Interest and Fiscal Charges	8,150	8,150	8,150	0
<i>Total Debt Service</i>	<u>446,150</u>	<u>446,150</u>	<u>446,150</u>	<u>0</u>
<i>Total Expenditures</i>	<u>446,650</u>	<u>446,650</u>	<u>446,150</u>	<u>500</u>
<i>Excess of Revenues Under Expenditures</i>	(394,115)	(394,115)	(401,870)	(7,755)
Other Financing Sources				
General Obligation Notes Issued	394,200	394,200	406,000	11,800
<i>Net Change in Fund Balance</i>	85	85	4,130	4,045
<i>Fund Balance Beginning of Year</i>	<u>10,424</u>	<u>10,424</u>	<u>10,424</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$10,509</u>	<u>\$10,509</u>	<u>\$14,554</u>	<u>\$4,045</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$500	\$500	\$713	\$213
Expenditures				
Current:				
Community Development:				
Enforcement and Education				
Contractual Services	1,000	1,000	0	1,000
<i>Net Change in Fund Balance</i>	(500)	(500)	713	1,213
<i>Fund Balance Beginning of Year</i>	13,241	13,241	13,241	0
<i>Fund Balance End of Year</i>	<u>\$12,741</u>	<u>\$12,741</u>	<u>\$13,954</u>	<u>\$1,213</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$2,500	\$2,500	\$2,024	(\$476)
Other	1,000	1,000	747	(253)
<i>Total Revenues</i>	3,500	3,500	2,771	(729)
Expenditures				
Current:				
Public Health Services:				
Indigent Drivers				
Contractual Services	1,000	1,000	709	291
<i>Net Change in Fund Balance</i>	2,500	2,500	2,062	(438)
<i>Fund Balance Beginning of Year</i>	67,965	67,965	67,965	0
<i>Fund Balance End of Year</i>	<u>\$70,465</u>	<u>\$70,465</u>	<u>\$70,027</u>	<u>(\$438)</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fees, Licenses and Permits	\$100	\$100	\$0	(\$100)
Charges for Services	21,000	21,000	36,080	15,080
Interest	80	80	6	(74)
Other	1,000	1,000	3,303	2,303
<i>Total Revenues</i>	<u>22,180</u>	<u>22,180</u>	<u>39,389</u>	<u>17,209</u>
Expenditures				
Current:				
Community Development:				
Cemetery				
Personal Services	16,565	16,565	15,859	706
Materials and Supplies	1,500	1,500	1,500	0
Contractual Services	7,000	7,000	1,750	5,250
Purchased Services	3,000	3,000	2,432	568
<i>Total Expenditures</i>	<u>28,065</u>	<u>28,065</u>	<u>21,541</u>	<u>6,524</u>
<i>Net Change in Fund Balance</i>	(5,885)	(5,885)	17,848	23,733
<i>Fund Balance at Beginning of Year</i>	<u>66,021</u>	<u>66,021</u>	<u>66,021</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$60,136</u></u>	<u><u>\$60,136</u></u>	<u><u>\$83,869</u></u>	<u><u>\$23,733</u></u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Levy Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$303,314	\$303,314	\$322,773	\$19,459
Intergovernmental	41,570	41,570	38,472	(3,098)
<i>Total Revenues</i>	344,884	344,884	361,245	16,361
Expenditures				
Current:				
Security of Persons and Property:				
Police Levy				
Personal Services	339,000	339,000	309,595	29,405
Other	6,500	6,500	6,215	285
<i>Total Expenditures</i>	345,500	345,500	315,810	29,690
<i>Net Change in Fund Balance</i>	(616)	(616)	45,435	46,051
<i>Fund Balance Beginning of Year</i>	27,832	27,832	27,832	0
<i>Fund Balance End of Year</i>	\$27,216	\$27,216	\$73,267	\$46,051

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Levy Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$527,309	\$527,309	\$504,948	(\$22,361)
Intergovernmental	13,300	13,300	61,805	48,505
<i>Total Revenues</i>	<u>540,609</u>	<u>540,609</u>	<u>566,753</u>	<u>26,144</u>
Expenditures				
Current:				
Security of Persons and Property:				
Fire Levy				
Personal Services	513,250	525,250	515,405	9,845
Other	10,200	10,200	9,769	431
<i>Total Expenditures</i>	<u>523,450</u>	<u>535,450</u>	<u>525,174</u>	<u>10,276</u>
<i>Net Change in Fund Balance</i>	17,159	5,159	41,579	36,420
<i>Fund Balance Beginning of Year</i>	<u>15,774</u>	<u>15,774</u>	<u>15,774</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$32,933</u>	<u>\$20,933</u>	<u>\$57,353</u>	<u>\$36,420</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Monitoring Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$900	\$900	\$900	\$0
Other	600	600	986	386
<i>Total Revenues</i>	1,500	1,500	1,886	386
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	1,500	1,500	1,886	386
<i>Fund Balance Beginning of Year</i>	25,664	25,664	25,664	0
<i>Fund Balance End of Year</i>	<u>\$27,164</u>	<u>\$27,164</u>	<u>\$27,550</u>	<u>\$386</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Trust Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$3,000	\$3,000	\$1,292	(\$1,708)
Interest	0	0	21	21
<i>Total Revenues</i>	3,000	3,000	1,313	(1,687)
Expenditures				
Current:				
Security of Persons and Property:				
Law Enforcement Trust:				
Capital Outlay	6,800	6,800	0	6,800
<i>Net Change in Fund Balance</i>	(3,800)	(3,800)	1,313	5,113
<i>Fund Balance Beginning of Year</i>	8,487	8,487	8,487	0
<i>Fund Balance End of Year</i>	\$4,687	\$4,687	\$9,800	\$5,113

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Probation Services Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$100	\$100	\$11,232	\$11,132
Expenditures				
	0	0	0	0
<i>Net Change in Fund Balance</i>	100	100	11,232	11,132
<i>Fund Balance Beginning of Year</i>	31,518	31,518	31,518	0
<i>Fund Balance End of Year</i>	<u>\$31,618</u>	<u>\$31,618</u>	<u>\$42,750</u>	<u>\$11,132</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Levy II Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$513,999	\$513,999	\$541,460	\$27,461
Intergovernmental	26,610	26,610	23,091	(3,519)
Other	0	0	445	445
<i>Total Revenues</i>	<u>540,609</u>	<u>540,609</u>	<u>564,996</u>	<u>24,387</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Levy				
Personal Services	696,900	722,900	654,443	68,457
Other	10,500	10,500	9,871	629
Total Security of Persons and Property	<u>707,400</u>	<u>733,400</u>	<u>664,314</u>	<u>69,086</u>
Debt Service:				
Principal Retirement	40,600	40,600	0	40,600
Interest and Fiscal Charges	3,950	3,950	0	3,950
Total Debt Service	<u>44,550</u>	<u>44,550</u>	<u>0</u>	<u>44,550</u>
<i>Total Expenditures</i>	<u>751,950</u>	<u>777,950</u>	<u>664,314</u>	<u>113,636</u>
<i>Net Change in Fund Balance</i>	(211,341)	(237,341)	(99,318)	138,023
<i>Fund Balance Beginning of Year</i>	<u>583,277</u>	<u>583,277</u>	<u>583,277</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$371,936</u>	<u>\$345,936</u>	<u>\$483,959</u>	<u>\$138,023</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Task Force Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$50,000	\$50,000	\$7,812	(\$42,188)
Expenditures				
Current:				
Security of Persons and Property:				
Drug Task Force				
Personal Services	33,000	33,000	0	33,000
Other	17,000	17,000	10,271	6,729
<i>Total Expenditures</i>	<u>50,000</u>	<u>50,000</u>	<u>10,271</u>	<u>39,729</u>
<i>Net Change in Fund Balance</i>	0	0	(2,459)	(2,459)
<i>Fund Balance Beginning of Year</i>	<u>3,184</u>	<u>3,184</u>	<u>3,184</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,184</u></u>	<u><u>\$3,184</u></u>	<u><u>\$725</u></u>	<u><u>(\$2,459)</u></u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Lighting Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$30,369	\$30,369	\$31,645	\$1,276
Fees, Licenses and Permits	162,000	162,000	179,099	17,099
Other	1,700	1,700	0	(1,700)
<i>Total Revenues</i>	194,069	194,069	210,744	16,675
Expenditures				
Current:				
Basic Utility Services:				
Street Lighting				
Purchased Services	194,000	194,000	193,933	67
<i>Net Change in Fund Balance</i>	69	69	16,811	16,742
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$69	\$69	\$16,811	\$16,742

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Housing Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$3,000	\$3,000	\$11,382	\$8,382
Interest	40	40	79	39
<i>Total Revenues</i>	3,040	3,040	11,461	8,421
Expenditures				
Current:				
Community Development:				
Community Housing				
Capital Outlay	7,000	7,000	0	7,000
<i>Net Change in Fund Balance</i>	(3,960)	(3,960)	11,461	15,421
<i>Fund Balance Beginning of Year</i>	18,240	18,240	18,240	0
<i>Fund Balance End of Year</i>	<u>\$14,280</u>	<u>\$14,280</u>	<u>\$29,701</u>	<u>\$15,421</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
American Rescue Plan Act Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$656,265	\$656,265	\$656,265	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	656,265	656,265	656,265	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$656,265	\$656,265	\$656,265	\$0

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Office of Justice Grant Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$15,165	\$35,165	\$20,399	(\$14,766)
Expenditures				
Current:				
Security of Persons and Property:				
Police Department				
Personal Services	0	30,165	22,992	7,173
Capital Outlay	10,000	5,000	0	5,000
<i>Total Expenditures</i>	10,000	35,165	22,992	12,173
<i>Net Change in Fund Balance</i>	5,165	0	(2,593)	(2,593)
<i>Fund Balance Beginning of Year</i>	2,593	2,593	2,593	0
<i>Fund Balance End of Year</i>	\$7,758	\$2,593	\$0	(\$2,593)

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Transportation Improvement District Grant Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$250,000	\$250,000	\$0	(\$250,000)
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	250,000	250,000	0	(250,000)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$250,000</u>	<u>\$250,000</u>	<u>\$0</u>	<u>(\$250,000)</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$25,697	\$25,697	\$26,991	\$1,294
Fees, Licenses and Permits	1,200	1,200	0	(1,200)
Contributions and Donations	700	700	1,000	300
Other	50	50	4	(46)
<i>Total Revenues</i>	<i>27,647</i>	<i>27,647</i>	<i>27,995</i>	<i>348</i>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation				
Personal Services	16,635	16,635	6,761	9,874
Materials and Supplies	11,300	11,300	5,422	5,878
Contractual Services	270	270	11	259
Purchased Services	3,978	3,978	1,646	2,332
Other	3,500	3,500	0	3,500
Total Recreation	35,683	35,683	13,840	21,843
Parks				
Personal Services	17,050	17,050	559	16,491
Materials and Supplies	4,900	4,900	3,416	1,484
Contractual Services	11,200	11,200	8,226	2,974
Purchased Services	900	900	0	900
Capital Outlay	2,000	2,000	805	1,195
Total Parks	36,050	36,050	13,006	23,044
<i>Total Expenditures</i>	<i>71,733</i>	<i>71,733</i>	<i>26,846</i>	<i>44,887</i>
<i>Net Change in Fund Balance</i>	<i>(44,086)</i>	<i>(44,086)</i>	<i>1,149</i>	<i>45,235</i>
<i>Fund Balance Beginning of Year</i>	<i>95,462</i>	<i>95,462</i>	<i>95,462</i>	<i>0</i>
Prior Year Encumbrances Appropriated	477	477	477	0
<i>Fund Balance End of Year</i>	<i>\$51,853</i>	<i>\$51,853</i>	<i>\$97,088</i>	<i>\$45,235</i>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Deposits on Fire Losses Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other	\$75,000	\$75,000	\$25,611	(\$49,389)
Expenditures				
Current:				
Security of Persons and Property:				
Fire Losses				
Other	75,000	75,000	4,092	70,908
<i>Net Change in Fund Balance</i>	0	0	21,519	21,519
<i>Fund Balance Beginning of Year</i>	46,681	46,681	46,681	0
<i>Fund Balance End of Year</i>	<u>\$46,681</u>	<u>\$46,681</u>	<u>\$68,200</u>	<u>\$21,519</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$151,154	\$151,154	\$159,923	\$8,769
Intergovernmental	20,425	20,425	20,118	(307)
<i>Total Revenues</i>	<u>171,579</u>	<u>171,579</u>	<u>180,041</u>	<u>8,462</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Pension				
Personal Services	195,000	195,000	195,000	0
Other	3,500	3,500	3,110	390
<i>Total Expenditures</i>	<u>198,500</u>	<u>198,500</u>	<u>198,110</u>	<u>390</u>
<i>Excess of Revenues Under Expenditures</i>	(26,921)	(26,921)	(18,069)	8,852
Other Financing Sources				
Transfers In	40,000	40,000	20,000	(20,000)
<i>Net Change in Fund Balance</i>	13,079	13,079	1,931	(11,148)
<i>Fund Balance Beginning of Year</i>	<u>4,574</u>	<u>4,574</u>	<u>4,574</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$17,653</u></u>	<u><u>\$17,653</u></u>	<u><u>\$6,505</u></u>	<u><u>(\$11,148)</u></u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Pension Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$122,610	\$122,610	\$129,715	\$7,105
Intergovernmental	16,560	16,560	16,318	(242)
<i>Total Revenues</i>	139,170	139,170	146,033	6,863
Expenditures				
Current:				
Security of Persons and Property:				
Fire Pension				
Personal Services	158,300	158,300	158,300	0
Other	2,800	2,800	2,523	277
<i>Total Expenditures</i>	161,100	161,100	160,823	277
<i>Excess of Revenues Under Expenditures</i>	(21,930)	(21,930)	(14,790)	7,140
Other Financing Sources				
Transfers In	32,000	32,000	25,000	(7,000)
<i>Net Change in Fund Balance</i>	10,070	10,070	10,210	140
<i>Fund Balance Beginning of Year</i>	3,220	3,220	3,220	0
<i>Fund Balance End of Year</i>	\$13,290	\$13,290	\$13,430	\$140

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Special Assessments	\$5,000	\$5,000	\$2,688	(\$2,312)
Expenditures				
Current:				
General Government:				
Other	500	500	293	207
<i>Net Change in Fund Balance</i>	4,500	4,500	2,395	(2,105)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$4,500</u>	<u>\$4,500</u>	<u>\$2,395</u>	<u>(\$2,105)</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Improvement Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and Forfeitures	\$77,800	\$77,800	\$55,726	(\$22,074)
Expenditures				
Capital Outlay:				
Municipal Court Improvement				
Capital Outlay	180,063	180,063	93,393	86,670
<i>Net Change in Fund Balance</i>	(102,263)	(102,263)	(37,667)	64,596
<i>Fund Balance Beginning of Year</i>	247,602	247,602	247,602	0
Prior Year Encumbrances Appropriated	63	63	63	0
<i>Fund Balance End of Year</i>	<u>\$145,402</u>	<u>\$145,402</u>	<u>\$209,998</u>	<u>\$64,596</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$46,721	\$46,721	\$57,531	\$10,810
Expenditures				
Capital Outlay:				
Capital Improvement				
Capital Outlay	69,400	55,000	47,500	7,500
Debt Service:				
Principal Retirement	0	20,600	20,451	149
Interest and Fiscal Charges	0	3,800	3,711	89
Total Debt Service	0	24,400	24,162	238
<i>Total Expenditures</i>	69,400	79,400	71,662	7,738
<i>Net Change in Fund Balance</i>	(22,679)	(32,679)	(14,131)	18,548
<i>Fund Balance Beginning of Year</i>	105,798	105,798	105,798	0
<i>Fund Balance End of Year</i>	\$83,119	\$73,119	\$91,667	\$18,548

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Conneaut Dredge Facility Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$10,100,000	\$10,100,000	\$0	(\$10,100,000)
Expenditures				
Capital Outlay:				
Dredge Facility				
Capital Outlay	10,126,611	10,126,611	19,324	10,107,287
<i>Net Change in Fund Balance</i>	(26,611)	(26,611)	(19,324)	7,287
<i>Fund Balance Beginning of Year</i>	26,611	26,611	26,611	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$7,287	\$7,287

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Grant Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$114,810	\$114,810	\$114,125	(\$685)
Expenditures				
Capital Outlay:				
OCJS Municipal Court				
Capital Outlay	114,810	114,810	114,125	685
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Marc's Radio Grant Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$48,844	\$48,844	\$48,844	\$0
Expenditures				
Capital Outlay:				
Marc's Radio Grant				
Capital Outlay	48,844	48,844	48,844	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
FEMA Grant Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$0	\$0	\$24,048	\$24,048
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	24,048	24,048
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$24,048</u></u>	<u><u>\$24,048</u></u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Industrial Park Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$35,000	\$35,000	\$2,000	(\$33,000)
Expenditures				
Capital Outlay:				
Rural Industrial Park				
Capital Outlay	35,000	35,000	1,478	33,522
<i>Net Change in Fund Balance</i>	0	0	522	522
<i>Fund Balance Beginning of Year</i>	3,803	3,803	3,803	0
<i>Fund Balance End of Year</i>	\$3,803	\$3,803	\$4,325	\$522

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Chestnut Street Phase III Project Fund
For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$350,100	\$348,375	\$251,231	(\$97,144)
Expenditures				
Capital Outlay:				
Chestnut Street				
Capital Outlay	350,100	350,100	252,956	97,144
<i>Excess of Revenues Over Expenditures</i>	<u>0</u>	<u>(1,725)</u>	<u>(1,725)</u>	<u>0</u>
Other Financing Sources				
OPWC Loan Issued	12,175	12,175	0	(12,175)
Advances In	0	1,725	1,725	0
Total Other Financing Sources	<u>12,175</u>	<u>13,900</u>	<u>1,725</u>	<u>(12,175)</u>
<i>Net Change in Fund Balance</i>	12,175	12,175	0	(12,175)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$12,175</u>	<u>\$12,175</u>	<u>\$0</u>	<u>(\$12,175)</u>

City of Conneaut, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Paddle Grant Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$27,000	\$27,000	\$0	(\$27,000)
Expenditures				
Capital Outlay:				
Paddle Grant				
Capital Outlay	27,000	27,000	0	27,000
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

STATISTICAL SECTION

Statistical Section

This part of the City of Conneaut, Ohio'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.

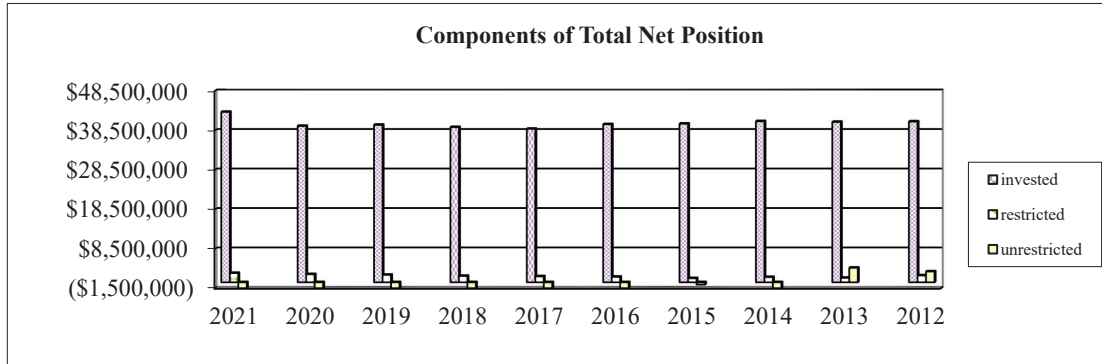
Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S13</i>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S14 – S23</i>
These schedules contain information to help the reader assess the City's most significant local revenue, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	<i>S24 – S31</i>
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.	
<i>Economic and Demographic Information</i>	<i>S32 – S35</i>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<i>Operating Information</i>	<i>S36 – S45</i>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

City of Conneaut, Ohio
Net Position By Component
Last Ten Years
(Accrual Basis of Accounting)

	2021	2020	2019 (3)	2018 (2)
Governmental Activities				
Net Investment in Capital Assets	\$25,741,041	\$22,887,187	\$23,758,469	\$23,893,913
Restricted:				
Capital Projects	551,587	372,596	350,247	266,923
Debt Service	11,117	0	0	0
Street Construction, Maintenance and Repair	705,488	551,318	464,941	377,934
Police and Fire Operations	765,676	848,845	823,205	733,662
Drug and Alcohol Enforcement	84,111	81,428	78,289	74,354
Cemetery Operations	80,919	64,026	63,255	64,073
Economic Development	29,701	18,240	23,707	19,712
Other Purposes	115,771	105,186	80,855	71,603
Unrestricted (Deficit)	<u>(6,897,549)</u>	<u>(7,705,898)</u>	<u>(8,184,475)</u>	<u>(10,617,413)</u>
<i>Total Governmental Activities Net Position</i>	<u>21,187,862</u>	<u>17,222,928</u>	<u>17,458,493</u>	<u>14,884,761</u>
Business-Type - Activities				
Net Investment in Capital Assets	17,429,050	16,734,171	16,134,759	15,419,190
Unrestricted	<u>126,828</u>	<u>(598,588)</u>	<u>(286,499)</u>	<u>1,285,859</u>
<i>Total Business-Type Activities Net Position</i>	<u>17,555,878</u>	<u>16,135,583</u>	<u>15,848,260</u>	<u>16,705,049</u>
Primary Government				
Net Investment in Capital Assets	43,170,091	39,621,358	39,893,228	39,313,103
Restricted	2,344,370	2,041,639	1,884,499	1,608,261
Unrestricted	<u>(6,770,721)</u>	<u>(8,304,486)</u>	<u>(8,470,974)</u>	<u>(9,331,554)</u>
<i>Total Primary Government Net Position</i>	<u>\$38,743,740</u>	<u>\$33,358,511</u>	<u>\$33,306,753</u>	<u>\$31,589,810</u>

- (1) The City reported the impact of GASB Statement No. 68 beginning in 2015.
- (2) The City reported the impact of GASB Statement No. 75 beginning in 2018.
- (3) The City reported the impact of GASB Statement No. 83 beginning in 2019.



2017	2016	2015 (1)	2014	2013	2012
\$24,342,868	\$25,201,005	\$26,060,414	\$26,506,355	\$26,751,490	\$27,886,020
167,262	148,285	0	17,713	84,680	791,699
0	9,204	0	0	0	0
413,941	494,648	605,531	768,474	575,566	347,209
736,057	520,364	218,313	296,491	270,622	220,558
69,761	64,271	68,248	76,755	69,654	62,277
52,271	52,507	59,495	49,172	52,533	45,156
10,436	46,956	23,647	55,086	0	72,220
53,926	47,501	48,683	46,645	72,817	197,930
(9,341,123)	(3,932,829)	(2,507,776)	(2,863,943)	2,101,712	1,288,417
16,505,399	22,651,912	24,576,555	24,952,748	29,979,074	30,911,486
14,549,006	14,833,885	14,125,413	14,298,798	13,880,043	12,848,459
1,860,325	2,058,500	1,931,779	1,089,207	1,580,056	1,452,234
16,409,331	16,892,385	16,057,192	15,388,005	15,460,099	14,300,693
38,891,874	40,034,890	40,185,827	40,805,153	40,631,533	40,734,479
1,503,654	1,383,736	1,023,917	1,310,336	1,125,872	1,737,049
(7,480,798)	(1,874,329)	(575,997)	(1,774,736)	3,681,768	2,740,651
\$32,914,730	\$39,544,297	\$40,633,747	\$40,340,753	\$45,439,173	\$45,212,179

City of Conneaut, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	2021	2020	2019	2018 (2)
Program Revenues				
Governmental Activities:				
Charges for Services and Assessments:				
General Government	\$333,604	\$317,378	\$295,566	\$336,197
Security of Persons and Property	396,052	248,728	395,419	427,336
Public Health Services	2,982	2,978	2,909	37,927
Leisure Time Activities	8,479	11,806	11,392	16,189
Community Development	54,028	41,704	38,323	74,660
Basic Utility Services	179,099	160,203	164,372	161,149
Transportation	31,437	112,531	340,891	42,094
Subtotal - Charges for Services	<u>1,005,681</u>	<u>895,328</u>	<u>1,248,872</u>	<u>1,095,552</u>
Operating Grants and Contributions:				
General Government	0	0	0	0
Security of Persons and Property	208,271	1,333,560	143,610	121,002
Public Health Services	0	0	0	3,775
Leisure Time Activities	12,800	2,504	10,940	29,670
Community Development	27,192	6,929	14,374	47,273
Transportation	894,909	979,899	720,590	607,588
Subtotal - Operating Grants and Contributions	<u>1,143,172</u>	<u>2,322,892</u>	<u>889,514</u>	<u>809,308</u>
Capital Grants and Assessments:				
General Government	0	0	0	0
Security of Persons and Property	138,173	0	15,219	0
Leisure Time Activities	0	0	0	6,719
Community Development	2,000	737,602	40,972	0
Transportation	2,665,923	289,753	783,726	24,621
Subtotal - Capital Grants and Assessments	<u>2,806,096</u>	<u>1,027,355</u>	<u>839,917</u>	<u>31,340</u>
<i>Total Governmental Activities</i>				
<i>Program Revenues</i>	<u>4,954,949</u>	<u>4,245,575</u>	<u>2,978,303</u>	<u>1,936,200</u>
Business-Type Activities:				
Charges for Services:				
Water	2,352,770	2,367,443	2,337,153	2,353,501
Sewer	2,299,075	2,359,066	2,375,526	2,399,516
Capital Grants and Assessments				
Water	159,190	336,200	30,059	111,853
Sewer	87,555	0	0	193,399
<i>Total Business-Type Activities</i>				
<i>Program Revenues</i>	<u>4,898,590</u>	<u>5,062,709</u>	<u>4,742,738</u>	<u>5,058,269</u>
<i>Total Primary Government</i>				
<i>Program Revenues</i>	<u>\$9,853,539</u>	<u>\$9,308,284</u>	<u>\$7,721,041</u>	<u>\$6,994,469</u>

2017	2016	2015 (1)	2014	2013	2012
\$332,884	\$150,111	\$352,705	\$359,075	\$342,133	\$318,582
399,930	191,510	474,037	453,367	495,024	428,794
36,581	15,264	36,955	37,215	41,973	39,160
13,906	51,692	43,425	45,825	43,477	42,852
62,113	50,346	61,928	54,221	65,248	56,373
157,202	129,363	127,334	123,698	123,056	124,708
111,935	93,937	24,618	91,847	138,364	52,031
<u>1,114,551</u>	<u>682,223</u>	<u>1,121,002</u>	<u>1,165,248</u>	<u>1,249,275</u>	<u>1,062,500</u>
0	15,252	0	0	0	0
184,347	109,401	156,610	123,178	126,853	85,931
6,124	0	0	0	0	0
43,598	31,052	3,364	3,287	3,600	4,946
27,400	14,414	209,277	317,792	272,528	102,036
512,243	531,166	595,399	521,060	307,256	615,517
<u>773,712</u>	<u>701,285</u>	<u>964,650</u>	<u>965,317</u>	<u>710,237</u>	<u>808,430</u>
0	0	107,000	48,351	55,455	55,455
2,093	10,071	41,491	0	3,800	4,000
18,200	0	0	0	0	0
0	0	0	0	6,000	431,453
0	0	311,480	102,866	115,180	89,492
<u>20,293</u>	<u>10,071</u>	<u>459,971</u>	<u>151,217</u>	<u>180,435</u>	<u>580,400</u>
<u>1,908,556</u>	<u>1,393,579</u>	<u>2,545,623</u>	<u>2,281,782</u>	<u>2,139,947</u>	<u>2,451,330</u>
2,333,830	2,274,899	2,244,357	2,234,837	2,164,625	2,126,057
2,422,437	2,398,051	2,404,611	2,381,691	2,299,651	2,247,383
125,000	50,233	14,268	360	411,285	64,346
<u>326,417</u>	<u>26,764</u>	<u>23,364</u>	<u>256,461</u>	<u>133,803</u>	<u>235,283</u>
<u>5,207,684</u>	<u>4,749,947</u>	<u>4,686,600</u>	<u>4,873,349</u>	<u>5,009,364</u>	<u>4,673,069</u>
<u>\$7,116,240</u>	<u>\$6,143,526</u>	<u>\$7,232,223</u>	<u>\$7,155,131</u>	<u>\$7,149,311</u>	<u>\$7,124,399</u>

(continued)

City of Conneaut, Ohio
Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

	2021	2020	2019 (3)	2018 (3)
Expenses				
<i>Governmental Activities:</i>				
General Government	\$1,200,315	\$1,689,627	\$1,813,569	\$1,735,723
Security of Persons and Property	4,549,435	4,795,231	1,714,741	4,772,997
Public Health Services	88,870	173,993	181,513	232,483
Leisure Time Activities	97,071	94,794	161,214	130,195
Community Development	40,340	139,462	185,934	181,611
Basic Utility Services	214,218	177,756	199,418	204,919
Transportation	1,302,283	3,800,790	2,900,301	2,247,526
Interest and Fiscal Charges	78,038	114,937	50,707	56,681
<i>Total Governmental Activities Expenses</i>	<u>7,570,570</u>	<u>10,986,590</u>	<u>7,207,397</u>	<u>9,562,135</u>
<i>Business-Type Activities</i>				
Water	1,569,569	2,508,882	2,210,030	2,368,947
Sewer	1,847,248	2,524,594	2,702,728	2,437,995
<i>Total Business-Type Activities Expenses</i>	<u>3,416,817</u>	<u>5,033,476</u>	<u>4,912,758</u>	<u>4,806,942</u>
<i>Total Primary Government Program Expenses</i>	<u>10,987,387</u>	<u>16,020,066</u>	<u>12,120,155</u>	<u>14,369,077</u>
Net (Expense)/Revenue				
Governmental Activities	(2,615,621)	(6,741,015)	(4,229,094)	(7,625,935)
Business-Type Activities	1,481,773	29,233	(170,020)	251,327
<i>Total Primary Government Net Expense</i>	<u>(\$1,133,848)</u>	<u>(\$6,711,782)</u>	<u>(\$4,399,114)</u>	<u>(\$7,374,608)</u>

2017	2016	2015 (2)	2014	2013	2012
\$1,623,407	\$1,574,431	\$1,586,680	\$1,292,248	\$1,228,286	\$1,184,781
4,219,555	4,386,740	3,634,530	3,322,801	3,275,647	3,061,292
218,089	202,382	185,703	176,534	177,336	190,035
145,635	114,558	122,354	121,622	124,444	125,943
261,048	139,890	156,956	362,079	463,946	376,556
200,724	162,842	348,553	159,031	157,911	141,999
2,680,196	2,391,079	2,455,888	2,544,047	2,492,999	1,812,092
70,393	78,960	89,634	78,000	84,250	80,138
9,419,047	9,050,882	8,580,298	8,056,362	8,004,819	6,972,836
2,564,360	2,009,333	2,149,651	2,276,702	1,959,425	2,069,126
2,458,780	1,920,961	1,900,079	1,846,843	2,069,309	1,926,287
5,023,140	3,930,294	4,049,730	4,123,545	4,028,734	3,995,413
14,442,187	12,981,176	12,630,028	12,179,907	12,033,553	10,968,249
(7,510,491)	(7,657,303)	(6,034,675)	(5,774,580)	(5,864,872)	(4,521,506)
184,544	819,653	636,870	749,804	980,630	677,656
(\$7,325,947)	(\$6,837,650)	(\$5,397,805)	(\$5,024,776)	(\$4,884,242)	(\$3,843,850)

(continued)

City of Conneaut, Ohio
Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

	2021	2020	2019 (3)	2018 (3)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$334,038	\$343,361	\$326,498	\$309,057
Debt Service	0	0	0	0
Capital Outlay	462,471	508,716	485,056	457,588
Other Purposes	1,581,477	1,440,812	1,372,660	1,294,704
Municipal Income Taxes levied for:				
General Purposes	2,535,292	2,222,009	2,619,713	2,386,131
Capital Outlay	59,389	44,598	52,572	47,895
Street Construction, Maintenance and Repair	573,235	502,376	592,288	539,489
Other Purposes	60,865	53,343	62,889	57,281
Hotel Taxes	105,701	24,076	42,681	28,137
Grants and Entitlements not Restricted to Specific Programs				
Franchise Taxes	550,326	990,821	569,256	389,868
Unrestricted Contributions	30,714	152,237	159,801	168,471
Investment Earnings	0	9,061	11,774	6,639
Gain on Sale of Capital Assets	4,545	29,967	103,155	95,672
Miscellaneous	0	0	0	0
Special Item - Transfer of Health Department Operations (3)	210,845	540,118	113,928	215,070
Transfers	0	0	293,055	0
	71,657	5,827	(2,500)	9,295
<i>Total Governmental Activities</i>	<u>6,580,555</u>	<u>6,867,322</u>	<u>6,802,826</u>	<u>6,005,297</u>
Business-Type Activities				
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	10,179	263,917	85,644	53,686
Transfers	(71,657)	(5,827)	2,500	(9,295)
<i>Total Business-Type Activities</i>	<u>(61,478)</u>	<u>258,090</u>	<u>88,144</u>	<u>44,391</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>6,519,077</u>	<u>7,125,412</u>	<u>6,890,970</u>	<u>6,049,688</u>
Change in Net Position				
Governmental Activities	3,964,934	126,307	2,573,732	(1,620,638)
Business-Type Activities	1,420,295	287,323	(81,876)	295,718
<i>Total Primary Government Change in Net Position</i>	<u>\$5,385,229</u>	<u>\$413,630</u>	<u>\$2,491,856</u>	<u>(\$1,324,920)</u>

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

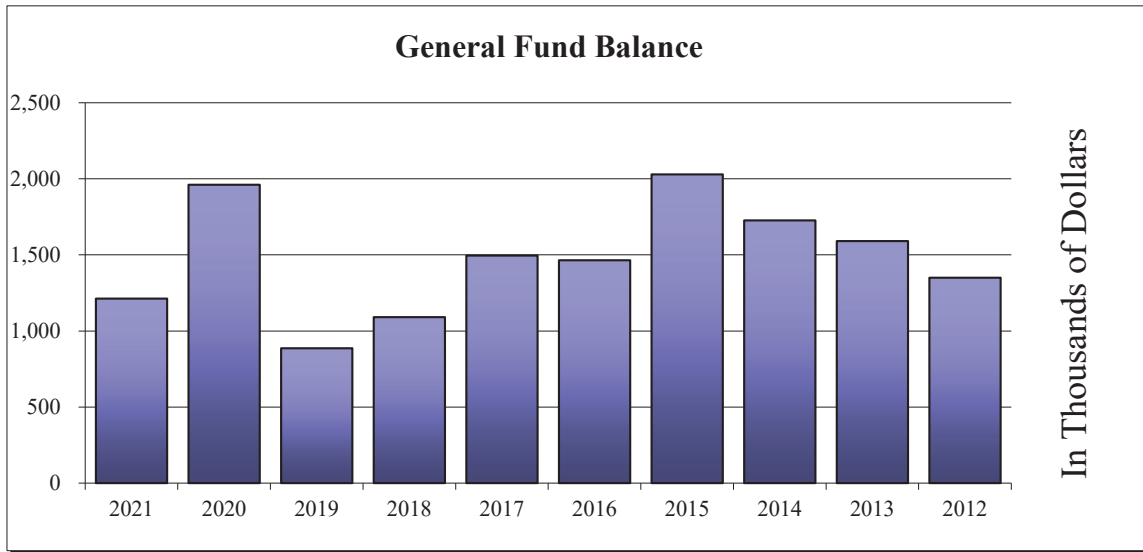
(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in 2018.

(3) Effective January 1, 2019, the City transferred the operations of their Health Department to the City of Conneaut Board of Health.

2017	2016	2015 (2)	2014	2013	2012
\$319,487	\$311,464	\$316,065	\$365,055	\$357,968	\$303,604
26	85,082	85,313	84,961	99,499	94,984
492,228	444,849	473,019	563,092	0	0
1,392,266	1,370,348	722,423	710,714	694,993	589,108
2,528,319	2,122,639	2,589,415	2,337,586	2,305,411	2,243,409
50,738	42,617	51,963	61,935	42,449	303,620
571,624	479,927	585,435	528,499	521,201	506,860
60,698	50,953	62,164	56,118	55,323	53,766
22,877	24,138	20,392	21,381	20,655	20,477
418,681	416,296	479,906	409,787	658,227	480,529
145,056	164,729	133,313	139,189	145,370	145,880
24,650	17,873	19,609	17,098	23,085	22,173
49,920	24,033	6,819	5,253	5,101	3,716
0	0	18,582	0	0	0
162,255	180,212	95,314	174,638	141,150	77,092
0	0	0	0	0	0
(2,500)	(2,500)	(1,250)	296,789	(137,972)	(437,482)
6,236,325	5,732,660	5,658,482	5,772,095	4,932,460	4,407,736
120,470	0	0	0	0	0
48,574	13,040	31,067	39,405	40,804	58,587
2,500	2,500	1,250	(296,789)	137,972	437,482
171,544	15,540	32,317	(257,384)	178,776	496,069
6,407,869	5,748,200	5,690,799	5,514,711	5,111,236	4,903,805
(1,274,166)	(1,924,643)	(376,193)	(2,485)	(932,412)	(113,770)
356,088	835,193	669,187	492,420	1,159,406	1,173,725
(\$918,078)	(\$1,089,450)	\$292,994	\$489,935	\$226,994	\$1,059,955

City of Conneaut, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2021	2020	2019	2018
General Fund				
Nonspendable	\$51,515	\$118,376	\$43,846	\$34,876
Assigned	836,836	1,081,177	369,229	637,520
Unassigned	324,348	761,495	473,253	418,490
Total General Fund	<u>1,212,699</u>	<u>1,961,048</u>	<u>886,328</u>	<u>1,090,886</u>
All Other Governmental Funds				
Nonspendable	77,048	116,052	91,042	65,282
Restricted	1,826,582	1,557,405	1,520,847	1,379,612
Committed	197,076	207,363	160,354	170,366
Unassigned (Deficit)	(98,677)	(126,661)	(164,568)	(145,102)
Total All Other Governmental Funds	<u>2,002,029</u>	<u>1,754,159</u>	<u>1,607,675</u>	<u>1,470,158</u>
Total Governmental Funds	<u><u>\$3,214,728</u></u>	<u><u>\$3,715,207</u></u>	<u><u>\$2,494,003</u></u>	<u><u>\$2,561,044</u></u>



2017	2016	2015	2014	2013	2012
\$43,821	\$27,140	\$33,281	\$47,130	\$43,139	\$40,845
661,488	886,245	822,244	679,916	383,150	343,253
790,303	551,341	1,173,552	999,680	1,164,537	965,912
1,495,612	1,464,726	2,029,077	1,726,726	1,590,826	1,350,010
56,228	49,479	50,738	61,601	51,723	66,015
1,324,704	1,410,639	1,152,337	1,406,367	1,209,060	1,171,627
143,904	120,361	77,864	75,403	38,707	30,049
(139,151)	(105,918)	(104,614)	(55,005)	(115,317)	(55,840)
1,385,685	1,474,561	1,176,325	1,488,366	1,184,173	1,211,851
\$2,881,297	\$2,939,287	\$3,205,402	\$3,215,092	\$2,774,999	\$2,561,861

City of Conneaut, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2021	2020	2019	2018
Revenues				
Property Taxes	\$2,510,553	\$2,194,944	\$2,167,433	\$2,154,234
Municipal Income Taxes	3,214,521	2,904,977	3,289,860	3,129,270
Hotel Taxes	105,701	24,076	42,681	28,137
Special Assessments	4,563	36,352	50,464	46,335
Intergovernmental	4,343,886	4,364,218	2,273,543	1,193,129
Fees, Licenses and Permits	348,116	333,425	578,763	349,550
Fines and Forfeitures	227,476	221,199	233,855	367,508
Rentals	37,637	42,919	48,061	30,608
Charges for Services	433,995	332,747	362,069	344,141
Contributions and Donations	15,810	9,761	19,779	33,421
Interest	4,545	29,967	103,155	95,672
Franchise Taxes	42,692	153,032	169,322	170,370
Other	210,845	540,118	113,928	215,070
<i>Total Revenues</i>	<u>11,500,340</u>	<u>11,187,735</u>	<u>9,452,913</u>	<u>8,157,445</u>
Expenditures				
Current:				
General Government	1,802,361	1,536,076	1,487,778	1,543,626
Security of Persons and Property	4,618,373	4,149,141	4,252,568	3,932,977
Public Health Services	88,870	173,993	181,513	218,143
Leisure Time Activities	80,229	72,490	130,788	100,201
Community Development	135,656	118,099	145,283	168,693
Basic Utilities Services	214,218	177,756	199,418	204,919
Transportation	1,278,530	1,976,756	1,464,039	1,281,653
Capital Outlay	3,833,820	2,306,941	2,188,464	726,623
Debt Service:				
Principal Retirement	431,836	287,454	327,417	513,352
Interest and Fiscal Charges	93,941	80,437	52,454	59,559
Principal Retirement - Current Refunding	0	40,000	20,000	30,000
<i>Total Expenditures</i>	<u>12,577,834</u>	<u>10,919,143</u>	<u>10,449,722</u>	<u>8,779,746</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,077,494)</u>	<u>268,592</u>	<u>(996,809)</u>	<u>(622,301)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	0	0	0	0
General Obligation Bonds Issued	498,000	420,000	0	0
General Obligation Notes Issued	0	0	40,000	60,000
Current Refunding	0	0	(40,000)	(60,000)
Capital Lease Issued	0	153,671	231,807	204,548
State Infrastructure Bank Loan Issued	7,358	306,866	652,633	100,000
OPWC Loans Issued	0	66,248	50,000	0
Transfer of Health Department Operations	0	0	(2,172)	0
Transfers In	179,608	67,077	49,000	56,922
Transfers Out	(107,951)	(61,250)	(51,500)	(59,422)
<i>Total Other Financing Sources (Uses)</i>	<u>577,015</u>	<u>952,612</u>	<u>929,768</u>	<u>302,048</u>
<i>Net Change in Fund Balances</i>	<u>(\$500,479)</u>	<u>\$1,221,204</u>	<u>(\$67,041)</u>	<u>(\$320,253)</u>
Debt Service as a Percentage of Noncapital Expenditures	7.1%	4.6%	5.0%	8.1%

2017	2016	2015	2014	2013	2012
\$2,175,269	\$2,228,798	\$1,617,111	\$1,632,504	\$1,155,333	\$1,021,308
3,111,685	2,839,766	3,163,103	3,021,077	2,931,872	3,067,806
22,877	24,138	23,409	18,364	20,655	20,477
88,436	104,042	94,534	113,575	142,659	149,561
1,164,899	1,156,616	1,860,461	1,616,276	1,534,596	2,145,486
402,943	421,606	324,522	354,471	338,594	251,207
318,365	271,665	301,696	316,332	321,006	281,892
25,500	67,231	51,650	51,725	58,661	40,464
384,055	417,825	418,461	420,540	480,371	456,002
65,255	21,358	20,569	17,598	23,885	23,963
49,920	24,033	6,819	5,253	5,101	3,716
131,414	127,503	153,209	135,793	128,870	145,880
162,255	180,212	95,314	174,638	141,150	77,092
8,102,873	7,884,793	8,130,858	7,878,146	7,282,753	7,684,854
1,407,467	1,486,438	1,504,861	1,215,590	1,132,241	1,110,431
3,686,376	3,865,687	3,634,608	3,212,086	3,111,589	2,867,862
190,285	184,504	188,370	174,357	172,451	186,860
114,268	90,088	95,671	98,353	100,758	103,469
243,395	131,772	353,683	369,484	453,549	374,504
200,724	162,842	156,956	163,261	155,068	141,999
1,230,353	1,149,087	1,236,421	1,269,511	1,114,909	1,174,367
682,739	615,544	1,126,461	836,317	340,170	1,168,624
514,418	675,992	476,410	400,430	478,715	619,379
72,338	82,230	85,703	81,164	90,358	76,581
30,000	0	0	7,500	7,500	26,000
8,372,363	8,444,184	8,859,144	7,828,053	7,157,308	7,850,076
(269,490)	(559,391)	(728,286)	50,093	125,445	(165,222)
0	0	18,582	0	0	0
214,000	0	450,000	360,000	0	544,352
90,000	120,000	150,000	37,500	15,000	73,000
(90,000)	0	0	(7,500)	(15,000)	(73,000)
0	175,776	101,264	0	88,485	0
0	0	0	0	0	0
0	0	0	0	0	14,240
0	0	0	0	0	0
96,000	70,750	30,750	161,234	176,308	200,750
(98,500)	(73,250)	(32,000)	(161,234)	(177,100)	(200,750)
211,500	293,276	718,596	390,000	87,693	558,592
(\$57,990)	(\$266,115)	(\$9,690)	\$440,093	\$213,138	\$393,370
8.2%	10.1%	7.5%	6.3%	10.0%	10.8%

City of Conneaut, Ohio
Assessed Valuation and Estimated True Values of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2021	\$133,949,940	\$57,211,060	\$546,174,286	\$11,867,540	\$13,485,841
2020	133,626,170	56,604,400	543,515,914	10,446,790	11,871,352
2019	123,089,140	53,629,670	504,910,886	9,669,320	10,987,864
2018	123,141,820	53,647,390	505,112,029	8,879,990	10,090,898
2017	123,541,940	54,806,950	509,568,257	8,499,330	9,658,330
2016	123,731,870	54,135,860	508,193,514	7,968,920	9,055,591
2015	123,666,110	55,173,170	510,969,371	7,546,170	8,575,193
2014	123,558,190	56,595,160	514,723,857	7,137,030	8,110,261
2013	123,185,650	56,632,450	513,766,000	6,846,710	7,780,352
2012	122,881,370	57,275,150	514,732,914	6,171,300	7,012,841

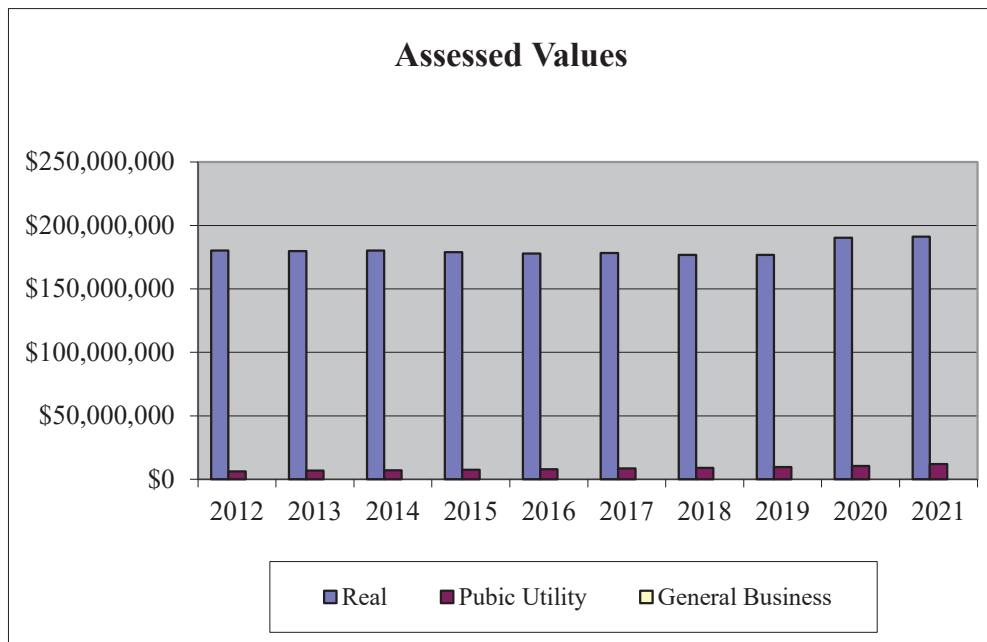
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each appraisal.

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.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by a 10 percent and a 2 1/2 percent rollback, and homestead exemptions before being billed.

Source: Ashtabula County, Ohio; County Auditor

Assessed Value	Total Estimated Actual Value	Ratio	Weighted Average Tax Rate (per \$1,000 of Assessed Value)
\$203,028,540	\$559,660,127	36.28%	\$13.7090
200,677,360	555,387,267	36.13	13.7099
186,388,130	515,898,749	36.13	12.8418
185,669,200	515,202,926	36.04	12.8404
186,848,220	519,226,587	35.99	12.8341
185,836,650	517,249,105	35.93	12.8352
186,385,450	519,544,565	35.87	13.4615
187,290,380	522,834,119	35.82	9.8012
186,664,810	521,546,352	35.79	7.7511
186,327,820	521,745,755	35.71	7.0926



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

	2021	2020	2019	2018
Unvoted Millage				
Operating	\$2.0000	\$2.0000	\$2.0000	\$2.0000
Fire Pension	0.7300	0.7300	0.7300	0.7300
Police Pension	0.9000	0.9000	0.9000	0.9000
<i>Total Unvoted Millage</i>	<u>3.6300</u>	<u>3.6300</u>	<u>3.6300</u>	<u>3.6300</u>
Voted Millage - by levy				
1995 Library Bond	0.0000	0.0000	0.0000	0.0000
2003 Police Operating				
Residential/Agricultural Real	1.7232	1.7209	2.0000	2.0000
Commercial/Industrial and Public Utility Real	1.9716	1.9820	1.8673	1.8628
General Business and Public Utility Personal	2.0000	2.0000	2.0000	2.0000
2005 Fire				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
2013 Road and Bridge				
Residential/Agricultural Real	2.5378	2.5343	2.7500	2.7500
Commercial/Industrial and Public Utility Real	2.7110	2.7253	2.7500	2.7500
General Business and Public Utility Personal	2.7500	2.7500	2.7500	2.7500
2015 Fire				
Residential/Agricultural Real	0.0000	0.0000	1.5000	1.5000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	1.5000	1.5000
General Business and Public Utility Personal	0.0000	0.0000	1.5000	1.5000
2015 Police				
Residential/Agricultural Real	2.7685	2.7647	3.0000	3.0000
Commercial/Industrial and Public Utility Real	2.9575	2.9730	3.0000	3.0000
General Business and Public Utility Personal	3.0000	3.0000	3.0000	3.0000
2020 Fire				
Residential/Agricultural Real	2.7685	2.7647	0.0000	0.0000
Commercial/Industrial and Public Utility Real	2.9575	2.9730	0.0000	0.0000
General Business and Public Utility Personal	3.0000	3.0000	0.0000	0.0000
<i>Total Voted Millage by Type of Property</i>				
Residential/Agricultural Real	\$9.7980	\$9.7846	\$9.2500	\$9.2500
Commercial/Industrial and Public Utility Real	10.5976	10.6533	9.1173	9.1128
General Business and Public Utility Personal	10.7500	10.7500	9.2500	9.2500
<i>Total Millage by Type of Property</i>				
Residential/Agricultural Real	\$13.4280	\$13.4146	\$12.8800	\$12.8800
Commercial/Industrial and Public Utility Real	14.2276	14.2833	12.7473	12.7428
General Business and Public Utility Personal	14.3800	14.3800	12.8800	12.8800
<i>Total Weighted Average Tax Rate</i>	<u>\$13.7089</u>	<u>\$13.7099</u>	<u>\$12.8418</u>	<u>\$12.8404</u>

2017	2016	2015	2014	2013	2012
\$2.0000	\$2.0000	\$2.0000	\$2.0000	\$2.2000	\$2.2000
0.7300	0.7300	0.7300	0.7300	0.6300	0.6300
0.9000	0.9000	0.9000	0.9000	0.8000	0.8000
3.6300	3.6300	3.6300	3.6300	3.6300	3.6300
0.0000	0.0000	0.6300	0.5300	0.5300	0.6300
2.0000	2.0000	2.0000	2.0000	1.8534	1.8537
1.8553	1.8506	1.8466	1.8065	1.9704	1.9510
1.9835	2.0000	2.0000	2.0000	2.0000	2.0000
0.0000	0.0000	0.0000	1.0000	0.9267	0.9268
0.0000	0.0000	0.0000	0.9033	0.9852	0.9755
0.0000	0.0000	0.0000	1.0000	1.0000	1.0000
2.7500	2.7500	2.7500	2.7500	2.7496	0.0000
2.7500	2.7455	2.7395	2.6801	2.7500	0.0000
2.7273	2.7500	2.7500	2.7500	2.7500	0.0000
1.5000	1.5000	1.5000	0.0000	0.0000	0.0000
1.5000	1.5000	1.5000	0.0000	0.0000	0.0000
1.4876	1.5000	1.5000	0.0000	0.0000	0.0000
3.0000	3.0000	3.0000	0.0000	0.0000	0.0000
3.0000	3.0000	3.0000	0.0000	0.0000	0.0000
2.9752	3.0000	3.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
\$9.2500	\$9.2500	\$9.8800	\$6.2800	\$6.0597	\$3.4105
9.1053	9.0961	9.7160	5.9199	6.2356	3.5565
9.1736	9.2500	9.8800	6.2800	6.2800	3.6300
\$12.8800	\$12.8800	\$13.5100	\$9.9100	\$9.6897	\$7.0405
12.7353	12.7261	13.3460	9.5499	9.8656	7.1865
12.8036	12.8800	13.5100	9.9100	9.9100	7.2600
<u>\$12.8341</u>	<u>\$12.8352</u>	<u>\$13.4615</u>	<u>\$9.8012</u>	<u>\$7.7511</u>	<u>\$7.0926</u>

(continued)

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

	2021	2020	2019	2018
Overlapping Rates by Taxing District				
Conneaut City School District				
Residential/Agricultural Real	\$27.4139	\$27.3936	\$40.5900	\$40.5900
Commercial/Industrial and Public Utility Real	30.9237	31.0335	28.2171	28.1750
General Business and Public Utility Personal	40.5900	40.5900	31.2111	31.1646
Ashtabula County				
Residential/Agricultural Real	9.3661	9.3688	11.5200	11.5200
Commercial/Industrial and Public Utility Real	10.9663	10.9510	9.8224	9.8182
General Business and Public Utility Personal	11.5200	11.5200	11.2552	11.2384
Special Taxing Districts (1)				
Residential/Agricultural Real	6.4677	6.4631	8.6500	7.1500
Commercial/Industrial and Public Utility Real	7.1878	7.2022	6.8981	5.4105
General Business and Public Utility Personal	8.6500	8.6500	7.3524	5.8405

Source: Ashtabula County Auditor

Note: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Overlapping rates are those of local and county governments that apply to property owners within the City.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.

2017	2016	2015	2014	2013	2012
\$40.5900	\$36.3900	\$36.3900	\$26.0683	\$24.3233	\$25.5513
28.1145	23.9602	23.9227	23.5787	25.5875	26.6359
30.7731	26.7154	26.6232	36.3900	39.3900	37.6300
11.5200	11.5200	9.5530	10.8876	9.0012	8.9962
9.7962	10.0306	8.0465	9.4306	9.9622	9.9304
11.2001	11.2176	9.2017	11.5200	11.0200	11.0200
7.1500	8.7600	7.6500	3.5383	3.5917	3.5894
5.4034	8.3339	5.9616	3.8581	3.6610	3.6489
5.7964	8.1487	6.2914	5.2500	5.2500	5.2500

City of Conneaut, Ohio
Property Tax Levies And Collections
Last Ten Years

Year	Total Original Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Original Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)
2021	\$2,751,483	\$2,640,183	95.95 %	\$89,031	\$2,729,214
2020	2,486,165	2,299,263	92.48	80,753	2,380,016
2019	2,371,505	2,275,777	95.96	74,255	2,350,032
2018	2,373,473	2,268,203	95.56	73,412	2,341,615
2017	2,464,939	2,276,626	92.36	91,689	2,368,315
2016	2,497,430	2,378,707	95.25	59,324	2,438,031
2015	1,807,218	1,662,558	92.00	68,344	1,730,902
2014	1,824,225	1,662,089	91.11	79,952	1,742,041
2013	1,319,314	1,223,741	92.76	50,554	1,274,295
2012	1,157,637	1,062,111	91.75	65,444	1,127,555

Source: Ashtabula County, Ohio; County Auditor

(1) State reimbursement of rollback and homestead exemptions are included.

Note: The County does not identify delinquent collections by the year for which the tax was levied.

Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

The County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

Percent of Total Tax Collections To Original Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes To Original Tax Levy
99.19 %	\$248,583	9.03 %
95.73	318,096	12.79
99.09	220,150	9.28
98.66	203,369	8.57
96.08	296,253	12.02
97.62	267,516	10.71
95.78	284,571	15.75
95.49	304,863	16.71
96.59	207,183	15.70
97.40	210,056	18.15

City of Conneaut, Ohio
Principal Real Property Taxpayers
 2021 and 2012

<i>2021</i>		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Real Assessed Valuation
CCA Western Properties	\$25,051,460	13.11 %
Cleveland Electric Illuminating Company	7,134,950	3.73
Brown Memorial	3,060,260	1.60
American Transmission	2,395,020	1.25
East Ohio Gas	1,589,670	0.83
Millwork Properties	1,383,590	0.72
Villa At the Lake	1,340,960	0.70
CSP of Ohio, LLC	1,015,220	0.53
Truck World	879,060	0.46
Industrial Attitude	857,540	0.45
Total	\$44,707,730	23.38 %
Total Real Assessed Valuation	\$191,161,000	

<i>2012</i>		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Real Assessed Valuation
CCA Western Properties	\$25,049,150	13.91 %
Millwork Properties	1,718,490	0.95
Navigroup Venture, LLC	1,406,830	0.78
CSP of Ohio, LLC	1,276,460	0.71
Emster XV, LLC	1,131,220	0.63
SCP	1,047,240	0.58
Mobile Grove Limited	867,760	0.48
ES Realty	857,540	0.48
Highland Place	800,140	0.44
Kolman Properties	786,950	0.44
Total	\$34,941,780	19.40 %
Total Real Assessed Valuation	\$180,156,520	

Source: Ashtabula County Auditor

City of Conneaut, Ohio
Income Tax Revenue Base and Collections
Last Ten Years

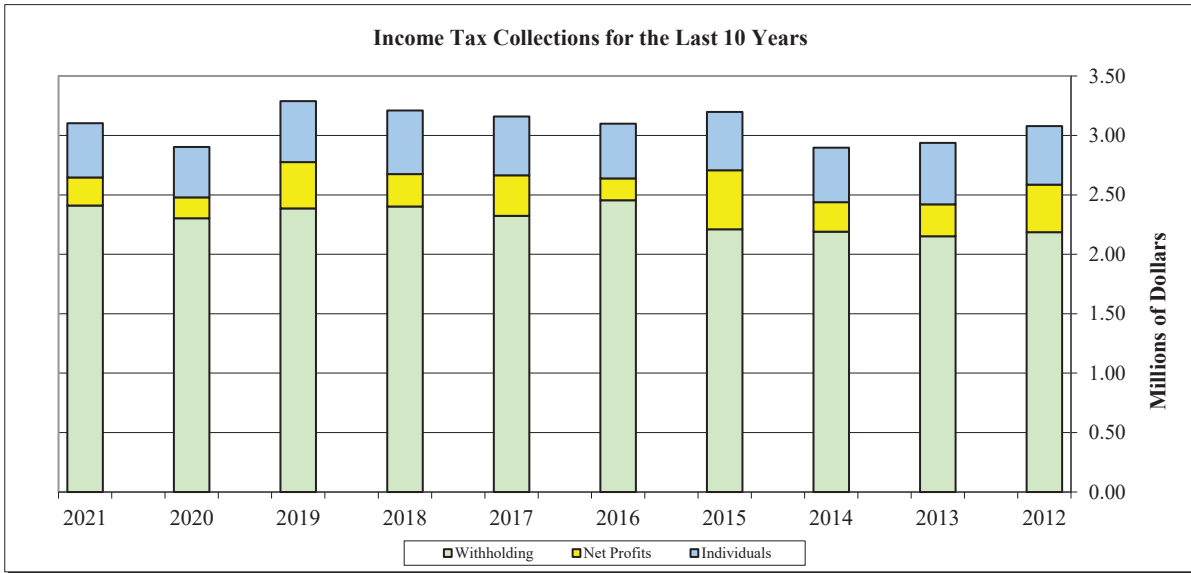
Tax Year	Tax Rate (2)	Total Tax Collected (1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2021	1.65%	\$3,102,338	\$2,409,734	77.67%	\$237,248	7.65%	\$455,356	14.68%
2020	1.65	2,902,905	2,303,999	79.37	175,563	6.05	423,343	14.58
2019	1.65	3,288,730	2,385,388	72.53	389,934	11.86	513,408	15.61
2018	1.65	3,208,973	2,403,041	74.89	272,228	8.48	533,704	16.63
2017	1.65	3,158,615	2,323,420	73.56	340,677	10.78	494,518	15.66
2016	1.65	3,098,326	2,454,624	79.22	183,311	5.92	460,391	14.86
2015	1.65	3,198,238	2,209,573	69.09	498,257	15.58	490,408	15.33
2014	1.65	2,896,554	2,189,229	75.58	249,088	8.60	458,237	15.82
2013	1.65	2,937,263	2,151,241	73.24	269,472	9.17	516,550	17.59
2012	1.80	3,078,827	2,185,879	71.00	400,016	12.99	492,932	16.01

(1) Cash Basis of Accounting

(2) Effective January 1, 2006 City of Conneaut Electors voted to increase the City income tax by .15 percent to generate proceeds to be used for the paving of local streets. This levy expired December 31, 2012 and was not renewed for 2013.

Note: The City is statutory and is prohibited from presenting individual taxpayers.

Source: City Financial Records



City of Conneaut, Ohio
*Ratio of Outstanding Debt to
 Total Personal Income and Debt Per Capita
 Last Ten Years*

Year	Governmental Activities					
	General Obligation Bonds	OWDA Loans	Loans	OPWC Loans	Bond Anticipation Notes	Capital Leases
2021	\$1,330,580	\$0	\$1,495,151	\$124,870	\$0	\$431,158
2020	1,075,101	0	1,229,920	130,913	0	510,431
2019	814,515	45,596	949,236	67,062	40,000	410,625
2018	970,875	89,638	363,142	20,606	60,000	235,750
2017	1,225,744	144,035	369,181	22,899	90,000	126,956
2016	1,239,337	196,523	512,959	25,192	120,000	215,222
2015	1,462,186	295,554	652,960	27,485	150,000	101,264
2014	1,186,931	390,855	789,295	29,778	37,500	30,236
2013	967,749	485,908	922,072	32,071	15,000	59,725
2012	1,105,175	622,506	1,026,597	34,008	73,000	18,969

(1) Personal Income and Population Data are located on S34.

Source: City Financial Records

Business-Type Activities							
OWDA Loans	OPWC Loans	General Obligation Bonds	Loans	Bond Anticipation Notes	Total Debt	Percentage of Personal Income (1)	Per Capita (1)
\$5,111,757	\$483,690	\$416,079	\$0	\$0	\$9,393,285	3.27%	\$762.57
5,534,452	543,222	496,427	0	0	9,520,466	4.34	741.41
6,001,227	572,990	576,573	0	0	9,477,824	4.33	738.09
6,169,922	578,606	656,518	30,664	0	9,175,721	4.19	714.56
6,366,372	517,729	807,947	61,331	0	9,732,194	4.44	757.90
4,796,560	501,022	218,995	116,289	0	7,942,099	3.62	618.50
5,172,255	549,341	298,825	376,228	0	9,086,098	4.15	707.58
4,801,507	596,410	376,498	626,509	72,500	8,938,019	4.08	696.05
4,207,834	550,350	452,075	867,539	135,000	8,695,323	3.97	677.15
3,582,226	383,167	525,615	1,099,707	160,000	8,630,970	3.94	672.14

City of Conneaut, Ohio
*Ratio of General Obligation Bonded Debt to Estimated True Values
of Taxable Property and Bonded Debt Per Capita
Last Ten Years*

Year	Population (1)	Estimated True Values of Taxable Property (2)	Gross Bonded Debt (3)			Ratio of Bonded Debt to Estimated True Values of Taxable Property	Bonded Debt Per Capital
			Governmental	Business- Type	Total		
2021	12,318	\$559,660,127	\$1,330,580	\$416,079	\$1,746,659	0.31 %	\$141.80
2020	12,841	555,387,267	1,075,101	496,427	1,571,528	0.28	122.38
2019	12,841	515,898,749	814,515	576,573	1,391,088	0.27	108.33
2018	12,841	515,202,926	970,875	656,518	1,627,393	0.32	126.73
2017	12,841	519,226,587	1,225,744	807,947	2,033,691	0.39	158.37
2016	12,841	517,249,105	1,239,337	218,995	1,458,332	0.28	113.57
2015	12,841	519,544,565	1,462,186	298,825	1,761,011	0.34	137.14
2014	12,841	522,834,119	1,186,931	376,498	1,563,429	0.30	121.75
2013	12,841	521,546,352	967,749	452,075	1,419,824	0.27	110.57
2012	12,841	521,745,755	1,105,175	525,615	1,630,790	0.31	127.00

Sources:

- (1) Year 2021 Federal Census of Population Estimate
Year 2012 - 2020 2010 Federal Census of Population
- (2) Ashtabula County Auditor
- (3) Includes only general obligation bonds.
- (4) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

City of Conneaut, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2021

Jurisdiction	Governmental Activites Debt	Percentage Applicable to City (1)	Amount Applicable to City of Conneaut
Direct			
General Obligation Bonds	\$1,330,580	100.00 %	\$1,330,580
Loans	1,495,151	100.00	1,495,151
OPWC Loans	124,870	100.00	124,870
Capital Leases	431,158	100.00	431,158
<i>Total Direct Debt</i>	<u>3,381,759</u>		<u>3,381,759</u>
Overlapping			
Ashtabula County			
General Obligation Bonds	26,820,000	10.32	2,767,824
OPWC Loans	108,750	10.32	11,223
Conneaut City School District			
General Obligation Bonds	1,998,755	85.55	1,709,935
<i>Total Overlapping Debt</i>	<u>28,927,505</u>		<u>4,488,984</u>
Total	<u><u>\$32,309,264</u></u>		<u><u>\$7,870,743</u></u>

Source: Ashtabula County, Ohio; County Auditor

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.

City of Conneaut, Ohio
Legal Debt Margin
Last Ten Years

	2021	2020	2019	2018
Total Assessed Property Value	<u>\$203,028,540</u>	<u>\$200,677,360</u>	<u>\$186,388,130</u>	<u>\$185,669,200</u>
General Bonded Debt Outstanding:				
General Obligation Bonds	\$1,746,659	\$1,571,528	\$1,391,088	\$1,627,393
OWDA Loans	5,111,757	5,534,452	6,046,823	6,259,560
OPWC Loans	608,560	674,135	640,052	599,212
Bond Anticipation Notes	0	0	120,000	180,000
Loans	<u>1,495,151</u>	<u>1,229,920</u>	<u>949,236</u>	<u>393,806</u>
Total Gross Indebtedness	8,962,127	9,010,035	9,147,199	9,059,971
Less:				
Bond Anticipation Notes	0	0	0	0
OPWC Loans	(608,560)	(674,135)	(640,052)	(599,212)
OWDA Loans	(5,111,757)	(5,534,452)	(6,046,823)	(6,259,560)
General Obligation Bond Retirement Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Net Debt Applicable to Debt Limit	<u>3,241,810</u>	<u>2,801,448</u>	<u>2,460,324</u>	<u>2,201,199</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>21,317,997</u>	<u>21,071,123</u>	<u>19,570,754</u>	<u>19,495,266</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$18,076,187</u>	<u>\$18,269,675</u>	<u>\$17,110,430</u>	<u>\$17,294,067</u>
Legal Debt Margin as a Percentage of the Debt Limit	84.79%	86.70%	87.43%	88.71%
Unvoted Debt Limitation 5 ½ % of Assessed Valuation	<u>\$11,166,570</u>	<u>\$11,037,255</u>	<u>\$10,251,347</u>	<u>\$10,211,806</u>
Total Gross Indebtedness	8,962,127	9,010,035	9,147,199	9,059,971
Less:				
Bond Anticipation Notes	0	0	0	0
OPWC Loans	(608,560)	(674,135)	(640,052)	(599,212)
OWDA Loans	(5,111,757)	(5,534,452)	(6,046,823)	(6,259,560)
General Obligation Bond Retirement Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Debt Within 5 ½ % Limitations	<u>3,241,810</u>	<u>2,801,448</u>	<u>2,460,324</u>	<u>2,201,199</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$7,924,760</u>	<u>\$8,235,807</u>	<u>\$7,791,023</u>	<u>\$8,010,607</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	70.97%	74.62%	76.00%	78.44%

Source: City Financial Records

2017	2016	2015	2014	2013	2012
<u>\$186,848,220</u>	<u>\$185,836,650</u>	<u>\$186,385,450</u>	<u>\$187,290,380</u>	<u>\$186,664,810</u>	<u>\$186,327,820</u>
\$2,033,691	\$1,458,332	\$1,761,011	\$1,563,429	\$1,419,824	\$1,630,790
6,510,407	4,993,083	5,467,809	5,192,362	4,693,742	4,204,732
540,628	526,214	576,826	626,188	582,421	417,175
240,000	300,000	440,000	420,000	598,000	739,000
430,512	629,248	1,029,188	1,415,804	1,789,611	2,126,304
9,755,238	7,906,877	9,274,834	9,217,783	9,083,598	9,118,001
0	0	(37,500)	(27,500)	(125,500)	(126,000)
(540,628)	(526,214)	(576,826)	(626,188)	(582,421)	(417,175)
(6,510,407)	(4,993,083)	(5,467,809)	(5,192,362)	(4,693,742)	(4,204,732)
<u>(96,605)</u>	<u>(200,058)</u>	<u>(190,293)</u>	<u>(196,347)</u>	<u>(201,824)</u>	<u>(191,063)</u>
2,607,598	2,187,522	3,002,406	3,175,386	3,480,111	4,179,031
19,619,063	19,512,848	19,570,472	19,665,490	19,599,805	19,564,421
<u>\$17,011,465</u>	<u>\$17,325,326</u>	<u>\$16,568,066</u>	<u>\$16,490,104</u>	<u>\$16,119,694</u>	<u>\$15,385,390</u>
86.71%	88.79%	84.66%	83.85%	82.24%	78.64%
<u>\$10,276,652</u>	<u>\$10,221,016</u>	<u>\$10,251,200</u>	<u>\$10,300,971</u>	<u>\$10,266,565</u>	<u>\$10,248,030</u>
9,755,238	7,906,877	9,274,834	9,217,783	9,083,598	9,118,001
0	0	(37,500)	(27,500)	(125,500)	(126,000)
(540,628)	(526,214)	(576,826)	(626,188)	(582,421)	(417,175)
(6,510,407)	(4,993,083)	(5,467,809)	(5,192,362)	(4,693,742)	(4,204,732)
<u>(96,605)</u>	<u>(200,058)</u>	<u>(190,293)</u>	<u>(196,347)</u>	<u>(201,824)</u>	<u>(191,063)</u>
2,607,598	2,187,522	3,002,406	3,175,386	3,480,111	4,179,031
<u>\$7,669,054</u>	<u>\$8,033,494</u>	<u>\$7,248,794</u>	<u>\$7,125,585</u>	<u>\$6,786,454</u>	<u>\$6,068,999</u>
74.63%	78.60%	70.71%	69.17%	66.10%	59.22%

City of Conneaut, Ohio
Pledged Revenue Coverage
Revenue Debt - Water Fund
Last Ten Years

Year	Operating Revenue	Expenses, Net of Depreciation *	Net Revenue Available for Debt Service	Debt Service Requirement**			Coverage
				Principal	Interest	Total	
2021	\$2,355,588	\$1,170,330	\$1,185,258	\$146,656	\$51,115	\$197,771	5.99
2020	2,504,271	2,008,064	496,207	122,832	53,909	176,741	2.81
2019	2,369,897	1,725,833	644,064	131,782	52,527	184,309	3.49
2018	2,379,769	1,894,228	485,541	126,800	58,201	185,001	2.62
2017	2,362,700	2,073,595	289,105	138,224	77,861	216,085	1.34
2016	2,278,129	1,541,931	736,198	162,534	60,161	222,695	3.31
2015	2,270,332	1,666,156	604,176	153,649	62,026	215,675	2.80
2014	2,258,092	1,851,666	406,426	80,286	21,395	101,681	4.00
2013	2,188,771	1,541,500	647,271	74,654	10,928	85,582	7.56
2012	2,174,864	1,687,291	487,573	66,549	10,425	76,974	6.33

* Total operating expenses exclusive of depreciation.

** Revenue debt includes OWDA and OPWC loans payable solely from net revenues in the water enterprise fund.

Source: City Financial Records

City of Conneaut, Ohio
Pledged Revenue Coverage
Revenue Debt - Sewer Fund
Last Ten Years

Year	Operating Revenue	Expenses, Net of Depreciation *	Net Revenue Available for Debt Service	Debt Service Requirement**			Coverage
				Principal	Interest	Total	
2021	\$2,306,436	\$1,248,955	\$1,057,481	\$335,571	\$82,524	\$418,095	2.53
2020	2,486,155	1,908,845	577,310	373,711	86,662	460,373	1.25
2019	2,428,426	2,084,452	343,974	362,537	102,967	465,504	0.74
2018	2,426,934	1,873,883	553,051	307,934	93,494	401,428	1.38
2017	2,442,141	1,778,533	663,608	242,740	98,706	341,446	1.94
2016	2,407,861	1,417,069	990,792	261,480	85,425	346,905	2.86
2015	2,409,703	1,378,966	1,030,737	126,673	99,642	226,315	4.55
2014	2,397,841	1,393,600	1,004,241	325,227	40,695	365,922	2.74
2013	2,316,309	1,549,071	767,238	328,697	117,636	446,333	1.72
2012	2,257,163	1,427,678	829,485	291,692	116,774	408,466	2.03

* Total operating expenses exclusive of depreciation.

** Revenue debt includes OWDA and OPWC loans payable solely from net revenues in the sewer enterprise fund.

Source: City Financial Records

City of Conneaut, Ohio
Principal Employers
Current Year and Nine Years Ago

2021

Employer	Employees	Percentage of Total City Employment
Conneaut Area City School District	248	5.71 %
Corrections Corporation of America (CCA)	237	5.46
Teijin Automotove Technology	208	4.79
University Heights Hospital System	190	4.37
General Aluminum	180	4.15
Ashtabula County	135	3.11
Lukjan Metal Products	128	2.95
City of Conneaut	109	2.51
Cascade Ohio	85	1.95
Orlando Brothers	63	1.45
Total	1,583	36.47 %
Total Employment within the City	4,341	

2012

Employer	Employees	Percentage of Total City Employment
Infinity Resources	426	9.04 %
Conneaut Area City School District	350	7.42
Continental Structural Plastics	258	5.47
Corrections Corporation of America (CCA)	249	5.28
University Heights Hospital System	209	4.43
ES3 Management	162	3.43
General Aluminum	162	3.43
Cascade Ohio	149	3.16
Ashtabula County	125	2.65
Lukjan Metal Products	97	2.06
Total	2,187	46.36 %
Total Employment within the City	4,717	

Source: Number of employees obtained from the W2's
from the City's Tax Department

(This Page Intentionally Left Blank)

City of Conneaut, Ohio
Demographic and Economic Statistics
Last Ten Years

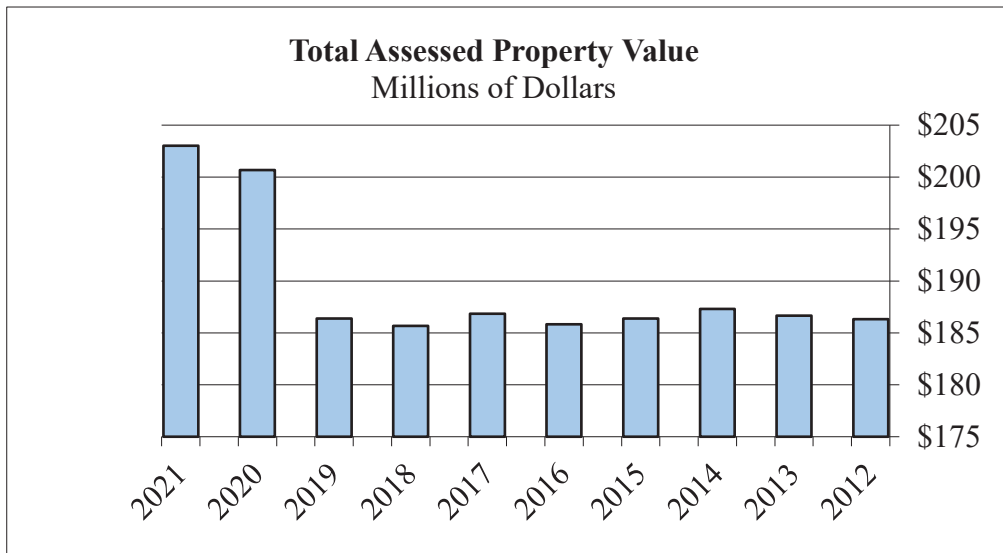
Year	Population (1)	Total Personal Income (3)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)
2021	12,318	\$287,181,852	\$23,314	\$47,685	42
2020	12,841	219,131,665	17,065	38,250	40
2019	12,841	219,131,665	17,065	38,250	40
2018	12,841	219,131,665	17,065	38,250	40
2017	12,841	219,131,665	17,065	38,250	40
2016	12,841	219,131,665	17,065	38,250	40
2015	12,841	219,131,665	17,065	38,250	40
2014	12,841	219,131,665	17,065	38,250	40
2013	12,841	219,131,665	17,065	38,250	40
2012	12,841	219,131,665	17,065	38,250	40

(1) 2010 Federal Census of Population

(2) Source: Ohio Department of Education Website: "<http://www.ode.state.oh.us/data/>"

(3) Computation of per capita personal income multiplied by population

(4) The unemployment rate for the City is unavailable. County rate obtained from Ohio Labor Market Information.



Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Ashtabula County Unemployment Rate (4)	Average Sales Price of Residential Property	Total Assessed Property Value
13.2%	1,587	3.9%	\$96,950	\$203,028,540
11.2	1,618	6.1	104,900	200,677,360
11.2	1,618	4.9	97,000	186,388,130
11.2	1,718	5.3	105,500	185,669,200
11.2	1,726	5.9	99,000	186,848,220
11.2	1,727	5.3	94,900	185,836,650
11.2	1,789	6.2	87,400	186,385,450
11.2	1,785	5.9	84,000	187,290,380
11.2	1,797	9.0	80,000	186,664,810
11.2	1,838	9.0	76,000	186,327,820



City of Conneaut, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

Function/Program	2021	2020	2019	2018
General Government				
Council	7.00	7.00	7.00	7.00
Clerk of Council	1.00	1.00	1.00	1.00
City Manager	2.00	2.00	2.00	2.00
Finance	3.50	3.50	3.50	3.50
Law	2.50	2.50	2.50	2.50
Court	8.00	8.00	7.00	7.00
Security of Persons and Property				
Police	19.00	19.00	19.00	19.00
Police - Dispatchers	4.00	4.00	4.00	4.00
Police - Jailers	2.00	2.00	2.00	2.00
Fire	11.50	11.50	11.50	11.50
Ambulance	5.00	5.00	5.00	5.00
Public Health Services				
Health	3.50	3.50	3.50	3.00
Cemetery	1.00	1.00	1.00	1.00
Leisure Time Activities				
Recreation	1.00	1.00	1.00	1.00
Community Environment				
Housing/Zoning	2.00	2.00	2.00	1.50
Transportation				
Street/Public Works	13.00	13.00	13.00	13.00
Basic Utility Services				
Water	13.00	13.00	13.00	15.00
Sewer	10.00	10.00	10.00	11.00
Totals:	<u>109.00</u>	<u>109.00</u>	<u>108.00</u>	<u>110.00</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee at year end.

Source: City Financial Records

2017	2016	2015	2014	2013	2012
7.00	7.00	7.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00	2.00
3.50	3.50	3.50	3.50	3.50	3.50
2.50	2.50	2.00	2.00	2.00	2.00
6.00	6.00	6.00	6.00	6.00	6.00
19.00	19.00	17.00	17.00	16.00	16.00
4.00	4.00	4.00	4.00	4.00	4.00
2.00	2.00	0.00	0.00	0.00	0.00
11.50	11.50	10.50	10.50	10.00	10.00
5.00	5.00	5.00	5.00	5.00	5.00
3.00	3.00	3.00	3.00	3.00	3.50
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.50
1.00	1.00	1.00	1.00	1.00	0.50
13.00	13.00	12.00	12.00	12.00	12.00
15.00	15.00	15.00	15.00	15.00	15.00
11.00	11.00	11.00	11.00	11.00	11.00
<u>108.50</u>	<u>108.50</u>	<u>102.00</u>	<u>102.00</u>	<u>100.50</u>	<u>101.00</u>

City of Conneaut, Ohio
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2021	2020	2019
General Government			
<i>Council and Clerk</i>			
Number of Ordinances Passed	109	107	101
Number of Resolutions Passed	11	11	15
<i>Finance Department</i>			
Number of checks/vouchers issued	3,637	3,374	3,352
Amount of checks written	\$14,963,976	\$16,506,772	\$16,348,283
Interest earnings for fiscal year (cash basis)	\$4,147	\$30,027	\$103,155
Number of Receipts issued	486	564	570
Number of Budget Adjustments issued	12	16	10
Agency Ratings - Moody's Financial Services	Aaa	Aaa	Aaa
Health Insurance Costs vs General Fund Expenditures %	13.39%	16.20%	14.05%
General Fund Receipts (cash basis)	\$4,215,499	\$5,603,100	\$4,692,478
General Fund Expenditures (cash basis)	\$4,916,935	\$4,477,150	\$4,875,367
General Fund Cash Balances	\$1,077,517	\$1,610,483	\$653,002
<i>Income Tax Department</i>			
Number of Individual Returns	4,364	4,232	4,140
Number of Business Returns	456	468	489
Number of business withholding accounts	702	688	636
Amount of Penalties and Interest Collected	\$62,154	\$29,351	\$38,307
Annual number of Corporate withholding forms processed	5,750	4,644	4,232
Annual number of balance due statements forms processed	1,392	1,432	1,064
Annual number of estimated payment forms processed	1,518	1,565	2,152
Annual number of reconciliations of withholdings processed	702	688	600
<i>Engineer Contracted Services</i>			
Dollar amount of Construction overseen by Engineer	\$4,838,490	\$1,227,088	\$1,910,488
<i>Municipal Court</i>			
Number of Civil Cases	272	192	288
Number of Criminal Cases	515	476	440
<i>Vital Statistics</i>			
Certificates Filed			
Number of Births	2	3	1
Number of Deaths	135	112	115
Certificates Issued			
Number of Births	389	318	436
Number of Deaths	596	475	456
Burial Permits Issued	188	138	131
<i>Civil Service</i>			
Number of police entry tests administered	0	0	1
Number of fire entry tests administered	4	0	0
Number of police promotional tests administered	0	0	0
Number of fire promotional tests administered	0	0	1
Number of hires of Police Officers from certified lists	0	0	2
Number of hires of Fire/Medics from certified lists	0	2	1
Number of promotions from fire certified lists	0	1	1

2018	2017	2016	2015	2014	2013	2012
89	97	118	116	100	119	106
9	12	7	6	7	7	7
3,775	3,154	3,046	3,347	3,122	3,356	3,248
\$14,468,162	\$15,672,972	\$13,684,900	\$13,893,413	\$14,399,049	\$13,965,336	\$13,598,713
\$95,881	\$47,961	\$23,126	\$6,818	\$5,253	\$5,002	\$3,716
509	554	573	509	519	667	545
5	8	14	9	11	8	12
Aaa	Aaa	Aaa	Aaa	Aaa	Aaa	Aaa
14.18%	14.06%	12.76%	12.40%	13.33%	11.85%	12.12%
\$4,358,140	\$4,510,408	\$4,583,015	\$4,902,538	\$4,111,116	\$4,149,116	\$3,981,654
\$4,653,990	\$4,514,923	\$4,822,199	\$4,741,073	\$4,077,850	\$3,974,476	\$3,753,279
\$835,891	\$1,131,741	\$1,136,255	\$1,375,440	\$1,213,975	\$1,180,709	\$1,006,069
4,322	4,322	4,249	4,430	4,534	4,456	4,058
416	417	408	483	420	441	392
593	532	526	537	524	467	501
\$37,633	\$48,537	\$50,216	\$34,291	\$41,369	\$37,900	\$29,107
4,432	4,056	3,325	2,300	2,101	2,130	2,179
1,123	1,224	1,181	982	952	1,128	1,111
2,432	1,862	1,560	1,575	1,635	1,616	1,469
627	558	548	571	355	429	501
\$1,406,743	\$1,804,480	\$755,002	\$2,282,649	\$719,793	\$1,312,011	\$2,059,385
290	261	270	257	251	220	283
504	506	648	885	1,084	965	999
2	1	1	2	2	1	2
96	108	110	96	85	106	99
380	330	355	391	403	352	392
452	393	443	494	444	549	480
152	134	129	124	137	147	163
0	0	11	4	0	1	0
17	0	9	0	9	1	1
0	0	0	0	0	0	1
0	0	0	5	0	0	0
0	2	0	0	0	0	0
0	0	0	0	0	0	1
0	0	0	1	0	0	0

(continued)

City of Conneaut, Ohio
Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2021	2020	2019
<i>Building Department Indicators</i>			
Construction Permits			
Estimated Value of Construction	\$2,989,198	\$3,453,360	\$3,055,350
Number of permits issued	166	179	131
Amount of Revenue generated from permits	\$9,050	\$7,360	\$6,945
Security of Persons and Property			
<i>Police</i>			
Total Calls for Services	17,143	15,159	16,546
911 Calls Answered (1)	633	600	296
Arrests/Citations	905	1,148	1,280
Community Policing Hours	3,240	4,084	3,169
Investigations	1,415	1,698	1,827
Jail Inmates	216	279	355
Vehicle Crashes	192	187	233
Prisoner costs	\$13,779	\$10,541	\$11,436
Gasoline costs of fleet	\$39,929	\$31,073	\$28,652
<i>Fire</i>			
EMS Calls	1,878	1,682	1,642
Fire Calls	666	637	657
Fires with Loss	38	30	66
Fires with Losses exceeding \$10K	10	8	4
Fire Losses	\$829,800	\$373,010	\$234,750
Fire Safety Inspections	62	32	121
Number of times Mutual Aid given to Fire and EMS	47	14	26
Number of times Mutual Aid received for Fire and EMS	27	13	34
Public Health Services			
Cemetery burials	61	42	30
Cemetery sale of lots	37	26	15
Cemetery receipts	\$22,425	\$27,675	\$20,861
Leisure Time Activities			
<i>Recreation</i>			
City Tax	\$26,991	\$25,256	\$28,612
Softball Fees	0	1,100	0
Facilities rentals	0	0	0
Total Recreation Department receipts	<u>\$26,991</u>	<u>\$26,356</u>	<u>\$28,612</u>

2018	2017	2016	2015	2014	2013	2012
\$2,868,702	\$1,991,375	\$2,210,590	\$1,523,971	\$2,873,929	\$3,994,229	\$944,196
145	147	167	161	188	161	147
\$5,940	\$6,080	\$6,840	\$5,290	\$5,210	\$5,585	\$4,682
19,096	19,982	16,507	17,898	21,028	28,334	23,110
387	4,890	6,275	5,533	5,779	5,478	5,277
1,474	1,572	1,107	1,135	1,548	1,419	1,808
1,166	942	925	850	8,412	8,642	8,924
2,066	1,918	2,319	2,226	2,481	2,541	2,689
390	289	324	300	280	247	271
215	245	222	244	269	246	238
\$9,046	\$5,827	\$7,230	\$6,922	\$8,102	\$9,029	\$11,234
\$32,828	\$29,026	\$22,564	\$25,441	\$38,113	\$36,457	\$37,498
1,661	1,645	1,727	1,877	1,606	1,558	1,463
717	623	691	346	221	203	204
54	34	29	49	60	82	90
12	9	4	6	7	10	8
\$653,380	\$467,330	\$272,416	\$582,402	\$347,732	\$548,385	\$301,600
104	117	111	132	132	99	120
12	6	7	10	46	24	20
0	9	9	18	17	23	22
48	44	40	53	39	57	55
39	13	7	16	17	24	8
\$19,425	\$27,213	\$20,782	\$29,170	\$22,890	\$32,900	\$30,137
\$27,918	\$27,481	\$26,956	\$27,827	\$25,201	\$24,817	\$24,325
0	0	0	0	800	600	1,650
7,500	40,605	37,375	31,650	31,725	28,225	29,375
<u>\$35,418</u>	<u>\$68,086</u>	<u>\$64,331</u>	<u>\$59,477</u>	<u>\$57,726</u>	<u>\$53,642</u>	<u>\$55,350</u>

(continued)

City of Conneaut, Ohio
Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2021	2020	2019
Transportation			
Street Improvements - asphalt overlay (linear feet)	0	9,286	20,062
Crackseal Coating Program (Miles)	3	5	4
Street Repair (Curbs, aprons, berms, asphalt) (hours)	722	603	710
Guardrail Repair (hours)	320	35	0
Paint Striping (hours)	450	260	240
Street Sweeper (hours)	1,000	410	372
Cold Patch (hours)	478	930	890
Snow and Ice Removal regular hours	1,740	1,768	1,864
Snow and Ice Removal overtime hours	478	385	410
Storm Sewer Calls for Service - Sewer Jet Regular Hours	1,040	971	989
Storm Sewer Calls for Service - Sewer Jet Overtime Hours	98	55	57
Sewer Crew (hours)	948	1,085	1,050
Landscaping Stump-Chipper service (hours)	0	0	0
Leaf collection (hours)	562	650	661
Holiday lights setup (hours)	60	60	60
Downtown Square Repair After Events	48	0	24
Street/Traffic Signs (Hours)	340	344	305
Equipment repair/body shop (hours)	2,080	2,080	2,080
Tons of snow melting salt purchased (Nov-Mar)	1,200	1,300	1,200
Cost of salt purchased	\$106,767	\$88,972	\$60,228
Water Department			
Water Rates per 1st 2,000 gallons of water	\$20.00	\$19.90	\$19.90
Avg. number of water accounts billed monthly (Cubic Feet)	4,878	4,866	4,852
Total Water Collections Annually (Including Principal and Interest)	\$2,385,191	\$2,322,398	\$2,404,914
Wastewater Department			
Wastewater Rates per 1st 300 Cubic feet of water used	\$20.55	\$20.10	\$20.10
Total flow of wastewater treatment plant (Billions of Gallons)	0.793	0.791	0.798
Average daily flow (Millions of gallons per day)	2.059	2.163	2.434
Tons of dry sludge removed	244.29	245.97	302.69

Source: City Financial Records and Departments

(1) Beginning in 2018, 911 calls are being run through the Ashtabula County Emergency Management Agency.

2018	2017	2016	2015	2014	2013	2012
9,815	15,375	16,075	17,935	7,320	0	14,347
5	6	6	5	7	8	6
791	721	750	771	1,454	578	2,879
0	0	0	0	0	0	0
239	243	224	192	177	274	172
391	385	380	349	375	308	553
741	608	580	404	501	380	361
1,560	1,864	1,750	1,542	2,177	1,763	1,656
389	636	375	315	454	529	285
1,173	1,241	1,200	1,311	1,180	1,467	1,397
62	46	56	45	48	24	53
1,143	975	1,500	446	431	774	784
0	0	0	10	31	0	0
639	650	640	0	0	0	0
60	60	60	29	30	28	54
24	20	0	0	0	0	0
254	341	800	311	280	352	547
2,080	2,080	2,080	2,010	1,200	2,281	2,218
1,180	1,160	1,088	1,564	1,237	937	918
\$47,879	\$39,093	\$62,674	\$105,000	\$47,741	\$39,565	\$39,253
\$19.90	\$19.41	\$18.84	\$18.29	\$18.29	\$17.76	\$17.00
4,877	4,901	4,880	4,850	4,800	4,800	4,900
\$2,383,344	\$2,332,586	\$2,327,785	\$2,266,166	\$2,256,350	\$2,168,960	\$2,228,733
\$20.10	\$20.10	\$19.70	\$19.70	\$19.70	\$19.30	\$18.90
0.985	0.885	0.701	0.729	0.949	1.162	0.972
2.705	2.430	1.919	1.998	26.020	3.187	2.657
147.23	219.87	226.71	317.28	177.98	292.48	270.54

City of Conneaut, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

Function/Program	2021	2020	2019	2018
General Government				
Square Footage Occupied	11,580	11,580	11,580	11,580
Inspection Vehicles	1	1	1	1
Police				
Stations	1	1	1	1
Square Footage Occupied	8,944	8,944	8,944	8,944
Vehicles	20	20	20	20
Fire				
Stations	2	2	2	2
Square Footage Occupied	12,880	12,880	12,880	12,880
Vehicles	10	10	10	10
Recreation				
Number of Parks	5	5	5	5
Number of Tennis Courts	2	2	2	2
Number of Skateboarding Areas	0	0	0	0
Number of Baseball Diamonds	2	2	2	2
Square Footage Occupied	1,790	1,790	1,790	1,790
Vehicles	2	2	2	2
Other Public Works				
Streets (lane miles)	565	565	565	565
Service Vehicles	22	22	22	22
Wastewater				
Sanitary Sewers (miles)	60	60	60	60
Storm Sewers (miles)	35	35	35	35
Water Department				
Water Lines (miles)	91	91	91	91
Vehicles	9	9	9	9

Source: City Financial Records

2017	2016	2015	2014	2013	2012
11,580 1	11,580 1	11,580 1	11,580 1	11,580 1	11,580 1
1 8,944 20	1 8,944 20	1 8,944 20	1 8,944 20	1 8,944 20	1 8,944 20
2 12,880 10	2 12,880 10	2 12,880 10	2 12,880 10	2 12,880 10	2 12,880 10
5 2 0 2 1,790 2	5 2 0 2 1,790 2	5 2 0 2 1,790 2	5 2 0 2 1,790 2	5 2 0 2 1,790 2	5 2 1 2 1,790 2
565 22	565 22	565 22	565 22	565 22	565 22
60 35	60 35	60 35	60 35	60 35	60 35
91 9	91 9	91 9	91 9	91 9	91 9

(This Page Intentionally Left Blank)

OHIO AUDITOR OF STATE KEITH FABER



CITY OF CONNEAUT

ASHTABULA 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 9/20/2022

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov